

**BINH DINH WATER SUPPLY
AND SEWERAGE
JOINT STOCK COMPANY**

THE SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

No: **34** /CTN-KTTC

Binh Dinh, January 20, 2025

**PERIODIC INFORMATION DISCLOSURE
OF FINANCIAL STATEMENTS**

To:

- State Securities Commission of Vietnam;
- Hanoi Stock Exchange.

Pursuant to Clause 3, Article 14 of Circular No. 96/2020/TT-BTC dated November 16, 2020, issued by the Ministry of Finance, providing guidance on information disclosure in the securities market, Binh Dinh Water Supply and Sewerage Joint Stock Company hereby discloses information regarding the financial statements (FS) for 4th Quarter 2024 to the Hanoi Stock Exchange as follows:

1. Organization Information:

- Name: Binh Dinh Water Supply and Sewerage Joint Stock Company
- Stock code: BDW
- Address: 146 Ly Thai To Street, Quang Trung Ward, Quy Nhon City, Binh Dinh Province, Vietnam.
- Contact Phone: 0256 3646 061
- Website: <http://binhdinhwaco.com.vn/>

2. Details of Information Disclosure:

- Financial Statements for Quarter 4/2024
- Separate financial statements (for listed companies without subsidiaries or accounting units under a superior accounting entity);
- Consolidated financial statements (for listed companies with subsidiaries);
- Combined financial statements (for listed companies with dependent accounting units under a separate accounting structure).
- Cases requiring explanations:
 - + The auditing organization issues an opinion other than an unqualified opinion for the FS (for reviewed/audited FS):

Yes

No

Explanatory note required if applicable:

Yes

No

+ Post-tax profit for the reporting period differs by 5% or more before and after the audit, or shifts from loss to profit or vice versa (for audited FS in 2024):

Yes

No

Explanatory note required if applicable:

Yes

No

+ Post-tax profit in the income statement for the reporting period changes by 10% or more compared to the same period last year:

Yes

No

Explanatory note required if applicable:

Yes

No

+ Post-tax profit for the reporting period is a loss, shifting from profit in the same period last year to loss this year, or vice versa:

Yes

No

Explanatory note required if applicable:

Yes

No

This information has been published on the company's website on January 20, 2025 at the following link: <http://binhdinhwaco.com.vn>

Recipients:

- As above;
- Company website;
- Archives: Office, Document.

Attached documents:

- Financial Statements for 4th Quarter 2024;
- Explanatory document.

Representative of the organization

Legal Representative

(Signature, full name, title, and company seal)



Nguyễn Văn Châu

**BINH DINH WATER SUPPLY AND
SEWERAGE JOINT STOCK COMPANY**

146 Ly Thai To Street, Quang Trung Ward,
Quy Nhon City, Binh Dinh Province, Vietnam.

Recipient:

**FINANCIAL STATEMENTS
FOR 4TH QUARTER 2024**



BALANCE SHEET
For 4th Quarter 2024
As at 31th December 2024

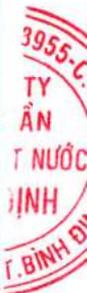
Unit: VND

ASSETS	Code	Note	Closing Balance (31/12/2024)	Opening Balance (01/01/2024)
1	2	3	4	5
A. SHORT-TERM ASSETS	100		67,780,324,344	92,495,075,039
I. Cash and cash equivalents	110	5.1	35,790,143,562	57,280,539,872
1. Cash	111		5,290,143,562	10,180,539,872
2. Cash equivalents	112		30,500,000,000	47,100,000,000
II. Short-term financial investments	120		-	-
1. Trading securities	121		-	-
2. Provision for lost due to the decrease in prices of	122		-	-
3. Held-to-Maturity investments	123		-	-
III. Short-term receivables	130		14,790,591,236	18,864,182,837
1. Short-term receivables from customers	131	5.2	12,480,697,764	15,053,954,967
2. Short-term prepayments to suppliers	132	5.3	892,918,000	2,635,479,000
3. Short-term Internal Receivables	133		-	-
4. Receivables by the Scheduled Progress of	134		-	-
5. Receivables short-term loans	135		-	-
6. Other short-term receivables	136	5.4	1,787,502,683	1,878,436,074
7. Short-term allowances for doubtful debts (*)	137	5.5	(370,527,211)	(703,687,204)
8. Insufficient Assets	139		-	-
IV. Inventories	140		14,869,080,986	14,646,567,428
1. Inventories	141	5.6	14,869,080,986	14,646,567,428
2. Provision for decline in inventory (*)	149		-	-
V. Other short-term assets	150		2,330,508,560	1,703,784,902
1. Short-term prepaid expenses	151	5.10	-	-
2. Deductible value added tax	152		1,787,973,709	686,730,354
3. Taxes and other receivables from government	153	5.13	542,534,851	1,017,054,548
4. Repurchase Government Bonds Transactions	154		-	-
5. Others Current Assets	155		-	-
B. LONG-TERM ASSETS	200		390,781,283,675	378,692,977,392
I. Long-term receivables	210		421,164,361	421,164,361
1. Long-term Receivables from Customers	211	5.2	-	-
2. Payables to seller long-term	212	5.3	-	-
3. Capital of units directly under	213		-	-
4. Long-term Internal Receivables	214		-	-
5. Long-term loan receivable	215		-	-

ASSETS	Code	Note	Closing Balance (31/12/2024)	Opening Balance (01/01/2024)
1	2	3	4	5
6. Long-term loan receivables	216	5.4	421,164,361	421,164,361
7. Provision for long-term doubtful debts (*)	219		-	-
II. Fixed assets	220		363,384,211,917	342,709,149,746
1. Tangible fixed assets	221	5.7	363,267,326,738	342,522,597,895
- Historial costs	222		975,061,504,927	904,433,907,324
- Accumulated depreciation (*)	223		(611,794,178,189)	(561,911,309,429)
2. Financial lease assets	224		-	-
- Historial costs	225		-	-
- Accumulated depreciation (*)	226		-	-
3. Intangible fixed assets	227	5.8	116,885,179	186,551,851
- Historial costs	228		1,010,436,800	1,010,436,800
- Accumulated depreciation (*)	229		(893,551,621)	(823,884,949)
III. Invested real estate	230		-	-
- Historial costs	231		-	-
- Accumulated depreciation (*)	232		-	-
IV. Long-term assets in progress	240		970,513,537	15,616,535,984
1. Production in progress: long-term	241		-	-
2. Construction in progress	242	5.9	970,513,537	15,616,535,984
V. Long-term-financial investments	250		-	-
1. Subsidiary company investments	251		-	-
2. Investments in Associates, Joint-Ventures	252		-	-
3. Investments in Other Companies	253		-	-
4. Provision for Long-term Investments Devaluation	254		-	-
5. Held-to-maturity investments	255		-	-
VI. Other long-term assets	260		26,005,393,860	19,946,127,301
1. Long-term prepaid expenses	261	5.10	26,005,393,860	19,946,127,301
2. Deferred income tax assets	262		-	-
3. Long-term Equipment and Spare Parts	263		-	-
4. Other investments: long-term	268		-	-
TOTAL ASSETS (270 = 100 + 200)	270		458,561,608,019	471,188,052,431

RESOURCES	Code	Note	Closing Balance (31/12/2024)	Opening Balance (01/01/2024)
1	2	3	4	5
C. LIABILITIES	300		200,880,191,289	233,647,134,912
I. Short-term liabilities	310		104,275,677,399	117,539,000,022
1. Short-term trade payables	311	5.11	32,716,381,187	23,156,528,239
2. Short-term prepayments from customers	312	5.12	219,192,224	149,473,493
3. Taxes and other payables to Government budget	313	5.13	2,363,136,263	3,595,604,373
4. Payables to employees	314		12,651,557,983	13,833,492,903

RESOURCES	Code	Note	Closing Balance (31/12/2024)	Opening Balance (01/01/2024)
1	2	3	4	5
5. Others exphajj: short-term	315		-	-
6. Short-term Intercompany Payables	316		-	-
7. Payables by Scheduled Progress of Construction	317		-	-
8. Short-term Unrealized Revenue	318		-	-
9. Other short-term payables	319	5.14	8,246,312,367	18,580,106,639
10. Short-term borrowings and finance lease	320	5.15	18,436,421,000	17,867,038,000
11. Provision of Short-term Payables	321		-	-
12. Bonus and welfare fund	322		29,642,676,375	40,356,756,375
13. Price Stabilisation Fund	323		-	-
14. Repurchase Government Bonds Transactions	324		-	-
II. Long-term liabilities	330		96,604,513,890	116,108,134,890
1. Long-term Payables to Suppliers	331	5.11	-	-
2. Long term Advances Received from the Customers	332		-	-
3. Long-term Payable Expenses	333		-	-
4. Internal Payables of Capital	334		-	-
5. Long-term Internal Payables	335		-	-
6. Long-term Unrealized Revenue	336		-	-
7. Other long-term payables	337	5.14	68,204,338,569	69,271,538,569
8. Long-term borrowings and finance lease liabilities	338	5.15	28,400,175,321	46,836,596,321
9. Convertible bonds	339		-	-
10. Preferred shares: liabilities	340		-	-
11. Payable Deferred Income Tax	341		-	-
12. Provision of Long-term Payables	342		-	-
13. Science and Technology Development Fund	343		-	-
D. OWNERS' EQUITY	400		257,681,416,730	237,540,917,519
I. Owners' equity	410	5.16	206,001,078,408	190,574,326,197
1. Contributed capital	411		124,108,000,000	124,108,000,000
- Ordinary shares with voting rights	411a		124,108,000,000	124,108,000,000
- Preferred stock capital	411b		-	-
2. Equity Surplus	412		-	-
3. The Right to convert the Convertible Bonds to	413		-	-
4. Other capitals	414		-	-
5. Fund stocks (*)	415		-	-
6. Differences upon asset revaluation	416		-	-
7. Exchange rate difference	417		-	-
8. Development and investment funds	418		45,988,506,197	19,875,441,368
9. Corporation Arrangement Support Fund	419		-	-
10. Other Funds	420		-	-
11. Undistributed profit after tax	421		35,904,572,211	46,590,884,829
- Undistributed profit after tax brought forward	421a		-	32,460,030,646
- Undistributed profit after tax for the current year	421b		35,904,572,211	14,130,854,183



RESOURCES	Code	Note	Closing Balance (31/12/2024)	Opening Balance (01/01/2024)
1	2	3	4	5
12. Capital Construction Investment	422		-	-
II. Budget resources and funds	430		51,680,338,322	46,966,591,322
1. Funding sources	431		-	-
2. Funds used for fixed asset acquisition	432	5.17	51,680,338,322	46,966,591,322
TOTAL RESOURCES (440 = 300 + 400)	440		458,561,608,019	471,188,052,431

Binh Dinh, January 20, 2025

Preparer



Nguyen Thi Phuong Tra

Chief Accountant



Dang Hoang Trung

Chairman of the board



Nguyen Van Chau

C.P. H.

INCOME STATEMENT

For 4th Quarter 2024

Unit: VND

ITEMS	Code	Note	4th Quarter		Accumulated of	
			Current year	Previous year	Current year	Previous year
1	2	3	4	5	6	7
1. Revenues from sales and services rendered	01	6.1	68,151,650,000	66,938,850,203	285,233,545,300	273,079,975,249
2. Revenue deductions	02	6.1	2,059,900	-	8,392,500	34,684,159
3. Net revenues from sales and services rendered (10=01-02)	10	6.1	68,149,590,100	66,938,850,203	285,225,152,800	273,045,291,090
4. Cost of goods sold	11	6.2	46,540,708,604	41,384,398,116	184,112,670,967	163,898,119,787
5. Gross revenues from sales and services rendered (20=10-11)	20		21,608,881,496	25,554,452,087	101,112,481,833	109,147,171,303
6. Financial income	21	6.3	180,056,897	356,289,118	877,329,300	1,627,491,525
7. Financial expenses	22	6.4	522,491,238	(73,948,886)	2,280,955,100	2,948,069,098
- In which: Interest expenses	23		522,491,238	(73,948,886)	2,280,955,100	2,948,069,098
8. Selling expenses	25	6.5	9,418,353,439	7,768,580,916	35,640,879,308	30,799,252,873
9. General administration expenses	26	6.5	5,825,928,654	6,002,608,934	22,547,434,460	22,944,148,604
10. Net profit from operating activities (30=20+(21-22)-(25+26))	30		6,022,165,062	12,213,500,241	41,520,542,265	54,083,192,253
11. Other income	31	6.6	1,161,130,427	1,204,758,773	4,757,610,375	3,557,470,344
12. Other expenses	32	6.6	584,741,831	599,567,448	1,313,797,376	1,252,394,405
13. Others profits (40=31-32)	40		576,388,596	605,191,325	3,443,812,999	2,305,075,939
14. Total net profit before tax (50=30+40)	50		6,598,553,658	12,818,691,566	44,964,355,264	56,388,268,192
15. Current corporate income tax expenses	51	6.8	1,341,003,532	2,589,888,713	9,059,783,053	11,367,279,009
16. Deferred corporate income tax expenses	52		-	-	-	-
17. Profit after corporation income tax (60=50-51-52)	60		5,257,550,126	10,228,802,853	35,904,572,211	45,020,989,183
18. Primary earning per share	70	6.9	424	824	2,893	2,401
19. Decline earning per share	71		-	-	-	-

Preparer

Nguyen Thi Phuong Tra

Chief Accountant

Dang Hoang Trung

Binh Dinh, January 20, 2025

Chairman of the board



Nguyen Van Chau

CASH FLOW STATEMENT
(Direct method)
For the year ended 31 December 2024

Unit: VND

ITEMS	Mã số	Thuyết minh	Accumulated from the beginning of the year	
			Current year	Previous year
1	2	3	4	5
I. Cash flow from operating activities				
1. Cash receipts from goods sale, services supply and others	01		302,493,394,629	286,099,618,546
2. Cash payments to goods suppliers and service providers	02		(148,043,143,600)	(123,401,051,180)
3. Cash payments to employees	03		(53,876,138,522)	(50,624,689,368)
4. Cash payments of loan interests	04		(2,528,053,100)	(2,948,069,098)
5. Cash payment of enterprise income tax	05		(10,308,668,234)	(11,329,282,679)
6. Other cash receipts from business activities	06		72,632,326,839	57,884,432,933
7. Other cash payments to production and business activities	07		(95,500,033,982)	(72,892,391,930)
Net cash flows from business activities	20		64,869,684,030	82,788,567,224
II. Cash flow from investment activities				
1. Cash payments to procure and/or construct fixed assets and other long-term assets	21		(37,733,077,390)	(49,129,873,799)
2. Cash receipts from the liquidation, assignment or sale of fixed assets and other long-term assets	22		-	-
3. Cash payments to provide loans, to acquire debt instruments of other units	23		-	-
4. Cash receipts from the recovery of loans provided, from the re-sale of debt instruments of other units	24		-	-
5. Cash payments of investments in capital contributions to other units	25		-	-
6. Cash recovered from investments in capital contributions to other units	26		-	-
7. Cash receipts from loan interests, dividends and earned profits	27		877,329,300	1,627,491,525
Net cash flow from Investment activities	30		(36,855,748,090)	(47,502,382,274)
III. Cash flow from financial activities				
1. Cash proceeds from the issuance of shares or reception of capital contributed by owners	31		-	-
2. Cash repayments of contributed capital to owners or for redemption of shares by the issuing enterprise	32		-	-
3. Cash receipts from short- or long-term borrowings	33		-	-
4. Cash repayments of principals of borrowings	34		(17,867,038,000)	(16,370,512,000)
5. Cash repayments of financial leasing debts	35		-	-
6. Cash payments of dividends or profits to owners or shareholders	36		(31,637,294,250)	(11,166,941,250)
Net cash flows from financial activities	40		(49,504,332,250)	(27,537,453,250)
Net cash flow in the period (50=20+30+40)	50		(21,490,396,310)	7,748,731,700
Cash and cash equivalents at the beginning of period	60		57,280,539,872	49,531,808,172
Effect of exchange rate fluctuations	61		-	-
Cash and cash equivalents at the end of period (70=50+60+61)	70	5.1	35,790,143,562	57,280,539,872

Preparer

Nguyen Thi Phuong Tra

Chief Accountant

Dang Hoang Trung

Binh Dinh, January 20, 2025

Chairman of the board



Nguyen Van Chau

NOTES TO THE FINANCIAL STATEMENTS

For 4th Quarter 2024

1. COMPANY INFORMATION

1.1 Structure of ownership

Binhdinh Water Supply And Sewerage Joint Stock Company (hereinafter referred to as "the Company"), formerly known as Binh Dinh Water Supply and Sewerage One Member Company Limited, was converted into Binhdinh Water Supply And Sewerage Joint Stock Company according to the decision Decree No. 512/QĐ - CT People's Committee dated March 20, 2012 on approving the plan to arrange enterprises with 100% state capital in Binh Dinh province for the period 2012-2015. The company operates under the Certificate of Business Registration Joint Stock Company business code 4100258955 issued by the Department of Planning and Investment of Binh Dinh province for the first time on July 31, 2010, changed times and times 8 days December 22, 2024.

Corporation Name in a Foreign Language: Binhdinh Water Supply And Sewerage Joint Stock Company, Initials: BIDIWASSCO.

The Company's Charter capital under the Business Registration Certificate number 4100258955, register changed for the 7th time on 22/7/2022 of The Corporation is VND 124,108,000,000 (In word: One hundred and twenty-four billion, one hundred and eight million dong).

The Company's stock is currently listed on the UPCoM Stock Exchange with stock code BDW

The Company's registered office is located at No. 146, Ly Thai To Street, Quang Trung Ward, Quy Nhon City, Binh Dinh Province, Vietnam.

The total number of the Company's employees as at 31/12/2024 is 369 (as at 31/12/2023 is 362)

1.2 Operating industries and principal activities

Business lines according to the Company's business registration:

- Water exploitation, treatment and supply (details: clean water production and trading);
- Pollution treatment and other waste management activities (details: maintenance, dredging and waste treatment of Quy Nhon city's drainage system; septic tank pumping and waste treatment);
- Architectural activities and related technical consultancy (details: design of water supply and drainage works; supervision of installation of water supply and drainage equipment; investment project consultancy);
- Installation of water supply and drainage systems, heating, air conditioning (details: purchase and sale of specialized water supply and drainage materials and equipment);
- Other specialized wholesale not elsewhere classified (details: purchase and sale of specialized water supply and drainage materials and equipment);
- Technical inspection and analysis (details: water meter inspection);
- Production of mineral water, bottled purified water;
- Production of ice;
- Drainage and wastewater treatment;
- Wholesale of other construction materials and installation equipment;
- Construction of other civil engineering works (details: construction of technical infrastructure works);
- Construction of all types of houses (details: construction of civil and industrial works).
- Transport of goods by road;
- Leasing of motor vehicles;
- Leasing of machinery, equipment and other tangible items;
- Trading in real estate, land use rights owned, used or leased by the owner.

The Company's main activities during the year: Production and trading of clean water.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

1.3 Normal operating cycle

The Company's normal operating cycle is 12 months.

1.4 The Company structure

As at 31/12/2024 the Company has dependent units as follows:

Name	Main activities	Address
Water Supply Enterprise No. 1	Producing and trading clean water	345/32 Nguyen Lu Street, Dap Da Ward, An Nhon Town, Binh Dinh Province
Water Supply Enterprise No. 2	Producing and trading clean water	Trung Luong Group, Bong Son Ward, Hoai Nhon Town, Binh Dinh Province

1.5 Statement of information comparability on the financial statements

The Board of Directors ensures to follow all the requirements of the Vietnamese Accounting Standards and System, which were issued together with the Circular No. 200/2014/TT-BTC dated 22 December 2014 and Circular No. 53/2016/TT-BTC on amending and supplementing a number of articles of Circular No. 200/2014/TT-BTC dated December 22, 2014 issued by the Ministry of Finance. Therefore, the information and figures presented in the financial statements are comparable.

2. FISCAL YEAR AND ACCOUNTING CURRENCY

2.1 Fiscal year

The Company's fiscal year applicable for the preparation of its financial statements starts on 1st January and ends on 31st December of solar year.

2.2 Accounting currency

The accompanying financial statements are expressed in Vietnam Dong (VND).

3. ACCOUNTING STANDARDS AND SYSTEM

3.1 Accounting System

The Company applied to Vietnamese Accounting System promulgated under Circular No. 200/2014/TT-BTC dated 22 December 2014 issued by the Ministry of Finance and Circular No. 53/2016/TT-BTC dated March 21, 2016 amending and supplementing a number of articles of Circular 200/2014/TT-BTC dated December 22, 2014.

3.2 Statements for the compliance with Accounting Standards and System

The Board of Directors ensures to follow all the requirements of the Vietnamese Accounting Standards and System, which were issued to guide the preparation and presentation of the Financial Statements.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Below are the major accounting policies adopted by the Company in the preparation of the financial statements:

Basis of preparation of the financial statements

The attached financial statements are expressed in Vietnam Dong (VND), under the historical cost convention and in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System and legal regulations relevant to the preparation and presentation of financial statements.

Accounting estimates

The preparation of the financial statements in conformity with Vietnamese Accounting Standards requires the Board of Directors to make estimates and assumptions that affect the reported amounts of liabilities, assets and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the fiscal year.



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and cash equivalents

Cash comprises cash on hand, bank deposits.

Cash equivalents comprise short-term deposits and highly liquid investments with an original maturity of less than 3 months that are readily convertible to known amounts of cash and that are subject to an insignificant risk of changes in value.

Receivables

The receivables comprise the customer receivables and other receivables. Receivables are recognized at the carrying amounts less allowances for doubtful debts.

Allowance for doubtful debts is assessed and made for overdue receivables that are difficult to be collected, or the debtor is unable to pay due to dissolution, bankruptcy or similar difficulties.

Inventories

Inventories are measured at the lower of cost and net realizable value. Cost of inventories comprise costs of direct materials, direct labor, and general operation (if any) incurred in bringing the inventories to their present location and conditions. The cost of inventories is determined in accordance with the weighted average method

Net realizable value is the estimated selling price of inventory items less all estimated costs of completion and costs of marketing, selling and distribution.

The Company's allowance for impairment of inventories is made when there is reliable evidence of impairment of the net realizable value compared to the history cost of inventories.

Tangible fixed assets and Depreciation

Tangible fixed assets are stated at history cost less accumulated depreciation. Historical costs of tangible fixed assets include all the expenses paid by the Company to bring the asset to its working condition for its intended use.

The original cost of self-made or self-constructed tangible fixed assets includes construction costs, actual production costs incurred plus installation and trial operation costs. Expenses incurred after initial recognition are only recorded as an increase in the original cost of fixed assets if these expenses certainly increase future economic benefits from the use of that asset. Expenses incurred that do not satisfy the above conditions are recorded as production and business expenses in the year.

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives as follows:

	<u>Years</u>
Buildings, structures	06 - 30
Machinery and equipment	03 - 15
Motor vehicles	06 - 30
Office equipment	03 - 10
Others	04 - 05

When a tangible fixed asset is sold or disposed, its historical cost and accumulated depreciation are written off, then any gain or loss arising from such disposal is included in the income or the expenses during the year.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Intangible fixed assets and Amortization

The Company's intangible assets are Technology. Computer software is amortized on a straight-line basis over its estimated useful life of 2-3 years

Historical costs of intangible fixed assets include all the expenses paid by the Company to bring the asset to its working condition for its intended use.

Prepaid expenses

Prepaid expenses comprise actual expenses arising but relevant to financial performance in several accounting periods.

The Company's prepaid expenses includes interest and management fees, installation and replacement meter value, land rental costs, groundwater exploitation license application costs, etc.

Interest expenses and ADB project management fees incurred during the year are paid by the Company in January and June each year and are allocated equally for each 6-month period.

The value of installed and replaced meters is allocated equally by the Company within 12 quarters starting from the quarter of occurrence.

Land rental is allocated by the Company according to the rental period. Costs of preparing documents and granting licenses for underground water exploitation are allocated according to the licensed period. The remaining costs are allocated over 03 years using the straight-line method.

Construction in progress

Construction in progress reflects the Properties in progress for production, leasing, administrative purposes, or for any other purposes are recognized at the historical cost. This cost includes relevant service fees, interest fees in accordance with the Company's accounting policies. Depreciation of these assets is the same as the other assets, commencing from these assets are ready for their intended use.

Payables

The account payables are monitored in details by payable terms, payable parties, original currency and other factors depending on the Company's management requirement.

The account payables include payables as trade payables, loans payable, intercompany payable and other payables which are determined almost certainly about the recorded value and term, which is not carried less than amount to be paid. They are classified as follows:

- Trade payables: reflect payables of commercial nature arising from the purchase of goods, services, or assets, payables for import through trustees of which the seller is an independent entity with the Company.
- Other payables reflect payables of non-commercial nature and irrelevant to purchase, sales of goods or provisions of services.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Loans and finance lease liabilities

Loans and finance lease liabilities include loans, financial leases, excluding loans in the form of bonds or preference shares with terms that the issuer is required to repurchase at a certain point in the future.

The Company monitors loan amounts and financial liabilities in details by each type and classifies them into short-term and long-term according to repayment term.

Expenses directly related to the loan are recognized to financial expenses, except for expenses incurred from a separate loan for investment, construction or production in progress, which are capitalized according to Accounting Standard "Borrowing costs"

Owners' equity

Capital is recorded according to the actual amounts invested by shareholders.

Undistributed profits are determined based on the business results after corporate income tax and the Company's profit distribution or loss settlement.

Profit after corporate income tax is distributed as dividends to shareholders after being approved by the Board of Shareholders at the Company's Annual General Meeting and after having set aside funds according to the Company's Charter..

Dividends are recognized as a liability when approved by the General Meeting of Shareholders Council.

Revenue and other income

Revenue from sale of goods and products

Revenue from sale of goods shall be recognized when it satisfies all the five (5) conditions below:

- The Company has transferred to the buyer the significant risks and reward of ownership of the goods;
- The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Company;
- and
- Costs related to transactions can be determined

Revenue from selling clean water

The revenue from selling clean water is determined and calculated based on the water tariff prescribed by the People's Committee of Binh Dinh Province and the monthly volume of water consumed, which is determined according to the water meter of the customers.

Revenue of construction

Revenues of construction are reliably recognized in the following cases:

For construction contracts stipulating that the contractor is paid according to the planned schedule, the revenue and expenses related to the contract are recognized in equivalent proportion to the completed work determined by the Company as at the balance sheet date.

For construction contracts stipulating that the contractor is paid according to the value of the volume performed, the revenue and expenses related to the contract are recognized in equivalent proportion to the completed work confirmed by the customer and reflected on the issued invoice

Increases and decreases in construction volume, compensation and other revenues are recognized as revenue only when agreed with the customer.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue and other income (Continued)

Revenues of construction are not recognized in the following cases:

- Revenue is recognized in equivalent proportion to contract costs which is probable to be paid.
- The contract costs are recognized to expenses only when they actually incur.

Revenue from interest income and other income:

The revenue is recognized when the Company can obtain economic benefits from the above activities and when it is reliably measured.

Cost of goods sold

Cost of goods sold or services rendered including the cost of clean water, production cost of construction products sold during the period is recorded corresponding to revenue of the period.

Financial expenses

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets that necessarily take a substantial period of time to get ready for their intended use or sale are capitalised as part of the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Income arising from the temporary investment of borrowings is deducted from the cost of the relevant assets..

All other borrowing costs are recognized in the Income Statement when incurred.

Current corporate income tax expense and deferred corporate income tax expense

Current income tax expenses: are corporate income tax payable calculated on taxable profit during the year and current corporate income tax rate. Current income tax is calculated on taxable income and applicable tax rate during the tax period. Difference between taxable income and accounting profit is from adjustment of differences between accounting profit and taxable income in accordance with current tax policies.

The Company has an obligation to pay corporate income tax at the rate of 20% on taxable profits.

The determination of the Company's income tax is based on current tax regulations. However, these regulations change from time to time and the final determination of corporate income tax depends on the examination results of the competent tax authorities.

Earnings per shares

Basic earnings per shares are calculated by dividing net profit (loss) after tax for the year attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the year.

Related parties

A party is considered a related party of the Company in case that party is able to control the Company or to cause material effects on the financial decisions as well as the operations of the Company. A party is also considered a related party of the Corporation in case that party is under the same control or is subject to the same material effects.

When considering the relationship of related parties, the nature of relationship is focused more than its legal form.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Segment reporting

A business segment is a distinguishable component of the Company that is engaged in manufacturing or providing products or related services (by business segment) or in providing products or services within a particular economic environment (geographical area) which is subject to risks and returns that are different from those of other segments. The Board of Management believes that the Company operates in segments according to the main business sector of clean water production and supply, other activities account for a very small proportion of the Company's operations and the Company operates in a single geographical segment, which is Binh Dinh province, Vietnam. Therefore, the Company is not required to present segment reports by business sector and geographical area according to Vietnamese Accounting Standard No. 28 - Segment reporting.

5. SUPPLEMENTARY INFORMATION TO ITEMS DISCLOSED IN THE BALANCE SHEET

5.1 Cash and cash equivalents

	31/12/2024	01/01/2024
	VND	VND
Cash on hand	24,941,166	17,930,422
Bank deposits	5,265,202,396	10,162,609,450
Cash equivalents	30,500,000,000	47,100,000,000
- <i>Term deposits under 3 months</i>	30,500,000,000	47,100,000,000
Total	35,790,143,562	57,280,539,872

5.2 Receivables from customers

	31/12/2024	01/01/2024
	VND	VND
Short-term	12,480,697,764	15,053,954,967
Must collect water bill from customers	12,220,942,483	13,712,688,340
Others	259,755,281	1,341,266,627
Total	12,480,697,764	15,053,954,967

JOINT STOCK COMPANY

No. 146, Ly Thai To Street, Quang Trung Ward,
Quy Nhon City, Binh Dinh Province, Vietnam

Issued under Circular No.200/2014/TT-BTC
22nd December 2014 of the Ministry of Finance

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

5.3 Prepayments to suppliers

	31/12/2024	01/01/2024
	VND	VND
Short-term	892,918,000	2,635,479,000
Perfect Viet Nam Consultant Design Construction Joint Stock Company	-	1,432,000,000
Institute of Technology Drilling	-	699,000,000
Center for Water Resources supervision and River Basin Development Support	144,000,000	-
DANAFast Design and Construction Consulting Company Limited	176,864,000	-
Truong Thanh Construction-Mechanical Company Limited	298,600,000	-
Others	273,454,000	504,479,000
Total	892,918,000	2,635,479,000

5.4 Other receivables

	31/12/2024		01/01/2024	
	Book value	Allowances	Book value	Allowances
Short-term	1,787,502,683	-	1,878,436,074	-
Deposits	35,993,000	-	31,099,000	-
Other receivables	1,751,509,683	-	1,847,337,074	-
+ Advance payment for production and business materials:	1,723,492,071	-	1,820,200,755	-
Pham Ngoc Tan-XN1-Materials	619,240,266	-	737,259,557	-
Bui Quang Tu-XN2-Materials	504,315,266	-	625,628,736	-
Vo Van Duc-Materials	369,926,589	-	258,199,850	-
Others	230,009,950	-	199,112,612	-
+ Others receivables	28,017,612	-	27,136,319	-
Long-term	421,164,361	-	421,164,361	-
Quy Nhon City Water Supply and Sanitation Project Management Board	421,164,361	-	421,164,361	-
Total	2,208,667,044	-	2,299,600,435	-

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For 4th Quarter 2024

5.5 Bad debts

Unit: VND

	31/12/2024 (VND)			01/01/2024 (VND)		
	Original value	Provisions	Recoverable amount	Original value	Provisions	Recoverable amount
Bad debts	430,725,343	(370,527,211)	60,198,132	703,687,204	(703,687,204)	-
<i>Uncollectible water bills from customers</i>	386,269,716	(328,963,279)	57,306,437	332,797,950	(332,797,950)	-
<i>Construction fees - Binh Dinh Provincial Traffic Project Management Board</i>	-	-	-	330,482,000	(330,482,000)	-
<i>Construction fees - Other objects</i>	44,455,627	(41,563,932)	2,891,695	40,407,254	(40,407,254)	-
Total	430,725,343	(370,527,211)	60,198,132	703,687,204	(703,687,204)	-

5.6 Inventories

Unit: VND

	31/12/2024		01/01/2024	
	Original value	Allowances	Original value	Allowances
Raw materials	13,356,554,996	-	14,292,487,731	-
Tools and supplies	297,921,628	-	312,114,206	-
Work in progress	1,214,604,362	-	41,965,491	-
Total	14,869,080,986	-	14,646,567,428	-



NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 For 4th Quarter 2024

5.7 Tangible fixed assets

Unit: VND

	Buildings and Structures	Machinery, equipment	Transportation means	Office equipment	Others	Total
HISTORY COST						
As at 01/01/2024	79,927,021,798	95,917,688,987	725,289,941,426	3,035,009,393	264,245,720	904,433,907,324
Increase	10,132,663,947	21,020,216,874	39,970,809,569	241,000,000	-	71,364,690,390
Purchase	-	71,250,000	-	241,000,000	-	312,250,000
Construction investment completed	10,132,663,947	20,948,966,874	39,442,062,569	-	-	70,523,693,390
Others	-	-	528,747,000	-	-	528,747,000
Decrease	163,755,281	60,782,219	10,102,257	502,453,030	-	737,092,787
Disposal	-	-	-	502,453,030	-	502,453,030
Others	163,755,281	60,782,219	10,102,257	-	-	234,639,757
As at 31/12/2024	89,895,930,464	116,877,123,642	765,250,648,738	2,773,556,363	264,245,720	975,061,504,927
ACCUMULATED DEPRECIATION						
As at 01/01/2024	51,265,200,709	56,854,103,559	451,443,783,065	2,083,976,376	264,245,720	561,911,309,429
Increase	4,804,315,489	8,878,482,265	36,431,263,087	440,677,047	-	50,554,737,888
Depreciation	4,804,315,489	8,878,482,265	36,431,263,087	440,677,047	-	50,554,737,888
Decrease	117,990,563	43,789,341	7,636,194	502,453,030	-	671,869,128
Disposal	-	-	-	502,453,030	-	502,453,030
Others	117,990,563	43,789,341	7,636,194	-	-	169,416,098
As at 31/12/2024	55,951,525,635	65,688,796,483	487,867,409,958	2,022,200,393	264,245,720	611,794,178,189
NET BOOK VALUE						
As at 01/01/2024	28,661,821,089	39,063,585,428	273,846,158,361	951,033,017	-	342,522,597,895
As at 31/12/2024	33,944,404,829	51,188,327,159	277,383,238,780	751,355,970	-	363,267,326,738

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

5.7 Tangible fixed assets (Continued)

Net book value of tangible fixed assets used to secure bank loans as at 31/12/2024 is 44.170.258.255 VND (as at 31/12/2023: 48.758.421.583 VND).

History cost of tangible fixed assets which are fully depreciated but still in use as at 31/12/2024 is 208.573.875.250 VND (as at 31/12/2023: 163.958.113.522 VND).

5.8 Intangible fixed assets

Unit: VND

	IT software	Total
HISTORY COST		
As at 01/01/2024	1,010,436,800	1,010,436,800
Increase	-	-
Purchase	-	-
Decrease	-	-
As at 31/12/2024	<u>1,010,436,800</u>	<u>1,010,436,800</u>
ACCUMULATED DEPRECIATION		
As at 01/01/2024	823,884,949	823,884,949
Increase	69,666,672	69,666,672
Depreciation	69,666,672	69,666,672
Decrease	-	-
As at 31/12/2024	<u>893,551,621</u>	<u>893,551,621</u>
NET BOOK VALUE		
As at 01/01/2024	<u>186,551,851</u>	<u>186,551,851</u>
As at 31/12/2024	<u>116,885,179</u>	<u>116,885,179</u>

The historical cost of intangible fixed assets which have been fully depreciated but still in use is 801.436.800 VND (as at 31/12/2023: 801.436.800 VND)

5.9 Construction in progress

	31/12/2024	01/01/2024
	VND	VND
Supplementing raw water sources for Phu Tai Water Treatment Plant	-	6,868,534,224
Domestic water supply plant in Nhon Hoa ward, An Nhon town	-	7,717,448,732
Water booster pumping station for Nhon Hoi Economic Zone and Nhon Ly commune	512,690,000	512,690,000
Water supply pipeline D250 cast iron connecting Binh Dinh ward and Nhon Hoa ward	196,508,333	-
Other	261,315,204	517,863,028
Total	<u>970,513,537</u>	<u>15,616,535,984</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For 4th Quarter 2024

5.10 Prepaid expenses

	31/12/2024	01/01/2024
	VND	VND
Long-term	26,005,393,860	19,946,127,301
Cost of replacing meter for customer	15,300,855,413	10,209,135,209
Cost of installing water supply system for customer	7,818,233,909	7,849,460,496
Cost of granting water exploitation license	1,549,178,156	1,264,269,907
Other	1,337,126,382	623,261,689
Total	26,005,393,860	19,946,127,301

5.11 Trade payables

	31/12/2024		01/01/2024	
			<i>Unit: VND</i>	
	Book value	Repayable amount	Book value	Repayable amount
Short-term	32,716,381,187	32,716,381,187	23,156,528,239	23,156,528,239
SESCO BINH DINH	8,201,966,354	8,201,966,354	8,264,765,277	8,264,765,277
Viet Water and Environment Solutions Company Limited	7,803,615,000	7,803,615,000		
Viet Urban Investment and Consulting Joint Stock Company	-	-	6,482,445,000	6,482,445,000
Others	16,710,799,833	16,710,799,833	8,409,317,962	8,409,317,962
Total	32,716,381,187	32,716,381,187	23,156,528,239	23,156,528,239

5.12 Prepayments from customers

	31/12/2024	01/01/2024
	VND	VND
Prepayment from customers in the construction sec	219,192,224	149,473,493
Minh Hieu General Construction Company Limited	-	92,600,000
Quy Nhon City Land Fund Development and Investment Project Management Board	134,068,000	-
Others	85,124,224	56,873,493
Total	219,192,224	149,473,493

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

5.13 Taxes and other payables, receivables from Government budget

	01/01/2024	Additions	Paid	31/12/2024
Payables	3,595,604,373	22,038,747,199	23,271,215,309	2,363,136,263
VAT (Drainage and wastewater treatment service fees) (*)	324,122,618	4,542,694,590	4,495,890,011	370,927,197
Corporate income tax	2,589,888,713	9,059,783,053	10,308,668,234	1,341,003,532
Natural resource tax	340,771,250	4,135,114,750	4,158,100,250	317,785,750
Fee, charges and other payables	340,821,792	4,301,154,806	4,308,556,814	333,419,784
Receivables	1,017,054,548	4,014,081,003	3,539,561,306	542,534,851
VAT	13,348,826	2,910,536,975	2,898,085,526	897,377
Personal income tax	1,003,705,722	1,103,544,028	641,475,780	541,637,474

(*) The Company collects and pays VAT on drainage services to the State budget according to Decision 3637/QD-UBND dated October 2, 2023 of the People's Committee of Binh Dinh province.

5.14 Other payables

	31/12/2024	01/01/2024
	VND	VND
Short-term	8,246,312,367	18,580,106,639
Environmental protection fee	158,706,491	185,480,228
Dividend payables	21,161,250	11,180,635,500
Drainage and wastewater treatment service fees (1)	6,434,669,649	5,930,648,671
Excess deducted personal income tax	1,202,664,400	1,282,791,630
Others	429,110,577	550,610
Long-term	68,204,338,569	69,271,538,569
Quy Nhon City Water Supply and Sanitation Project Management Board (2)	64,049,356,443	64,049,356,443
Quy Nhon Urban Environment Joint Stock Company (2)	2,554,173,704	2,554,173,704
Binh Dinh Development Bank (3)	1,600,808,422	2,668,008,422
Total	76,450,650,936	87,851,645,208

(1) The fee for drainage and wastewater treatment services is collected through water bills according to Decision No. 3637/QD-UBND dated October 2, 2023 of the People's Committee of Binh Dinh province (effective from November 1, 2023). The Company collects on behalf of the water bill, is entitled to the collection service fee according to regulations and submits it according to the instructions of the Department of Finance in Official Dispatch No. 1220/STC-QLNS dated May 6, 2020 on instructions for paying fees collected from drainage and wastewater treatment services in Quy Nhon city.

(2) Amounts payable to the Quy Nhon City Water Supply and Sanitation Project Management Board and Quy Nhon Urban Environment Joint Stock Company with the amounts of VND 64,049,356,443 and VND 2,554,173,704 respectively related to the project under the second water supply and sanitation project for 7 cities/towns of Tuyen Quang, Ninh Binh, Vinh, Dong Hoi, Dong Ha, Quy Nhon and Ben Tre, invested in according to Decision No. 789/TTg dated October 26, 1996 of the Prime Minister and Decision approving adjustment No. 500/QD-BXD dated March 18, 1999 of the Ministry of Construction. The assets received for handover of the above project since 2001 according to Decision No. 1421/QD-UB dated May 21, 2001 of the People's Committee of Binh Dinh province, however, the project is still waiting for final settlement approval. The above payables will be processed after the competent authority approves the project settlement.

(3) Amount payable to Binh Dinh Development Bank from loan interest and management fees during the grace period of the project: 00022067- Water Supply and Sanitation 7 City Town. Details of the loan contract are presented in note 5.13.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

5.15 Borrowings and finance lease liabilities

	During the year				Unit: VND	
	31/12/2024	01/01/2024				
	Carrying value	Repayable amount	Increase	Decrease	Carrying value	Repayable amount
a. Short term loan	18,436,421,000	18,323,797,000	18,436,421,000	17,867,038,000	17,867,038,000	17,867,038,000
<i>Long term loan due</i>	<i>18,436,421,000</i>	<i>18,323,797,000</i>	<i>18,436,421,000</i>	<i>17,867,038,000</i>	<i>17,867,038,000</i>	<i>17,867,038,000</i>
Binh Dinh Development Bank - Quy Nhon City Water Supply and Sanitation project - loan 110 billion VND (1)	7,336,450,000	7,336,450,000	7,336,450,000	7,336,450,000	7,336,450,000	7,336,450,000
Binh Dinh Development Bank - Quy Nhon City Water Supply and Sanitation project - loan 13 billion VND (2)	703,008,000	703,008,000	703,008,000	703,008,000	703,008,000	703,008,000
Binh Dinh Development Bank - Water supply system area 9 Towns (3)	7,228,375,000	7,228,375,000	7,228,375,000	6,621,728,000	6,621,728,000	6,621,728,000
Binh Dinh Development Investment Fund - Water supply pipeline north of Ha Thanh river (stage 2)	-	-	-	37,264,000	37,264,000	37,264,000
Binh Dinh Development Investment Fundh - Water supply pipeline Thi Nai bridge (4)	1,057,364,000	1,057,364,000	1,057,364,000	1,057,364,000	1,057,364,000	1,057,364,000
Binh Dinh Development Investment Fund - Water supply system 7, 8 area Bui Thi Xuan Ward (5)	1,111,924,000	999,300,000	1,111,924,000	1,111,924,000	1,111,924,000	1,111,924,000
Binh Dinh Development Investment Fund - Becamex Industrial Park Water Supply System Project (6)	999,300,000	999,300,000	999,300,000	999,300,000	999,300,000	999,300,000
a. Long term loan	28,400,175,321	28,400,175,321	-	18,436,421,000	46,836,596,321	46,836,596,321
Binh Dinh Development Bank - Quy Nhon City Water Supply and Sanitation project - loan 110 billion VND (1)	3,668,285,600	3,668,285,600	-	7,336,450,000	11,004,735,600	11,004,735,600
Binh Dinh Development Bank - Quy Nhon City Water Supply and Sanitation project - loan 13 billion VND (2)	703,027,721	703,027,721	-	703,008,000	1,406,035,721	1,406,035,721
Binh Dinh Development Bank - Water supply system area 9 Towns (3)	-	-	-	7,228,375,000	7,228,375,000	7,228,375,000
Binh Dinh Development Investment Fundh - Water supply pipeline Thi Nai bridge (4)	6,079,857,000	6,079,857,000	-	1,057,364,000	7,137,221,000	7,137,221,000
Binh Dinh Development Investment Fund - Water supply system 7, 8 area Bui Thi Xuan Ward (5)	11,953,190,000	11,953,190,000	-	1,111,924,000	13,065,114,000	13,065,114,000
Binh Dinh Development Investment Fund - Becamex Industrial Park Water Supply System Project (6)	5,995,815,000	5,995,815,000	-	999,300,000	6,995,115,000	6,995,115,000
Tổng	46,836,596,321	46,723,972,321	18,436,421,000	36,303,459,000	64,703,634,321	64,703,634,321

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

5.15 Borrowings and finance lease liabilities (Continued)

- (1) ODA loan agreement No. 507V.000.102 dated June 18, 2008 with the Development Bank - Binh Dinh Branch. Loan amount 110,046,760,600 VND, loan term 25 years, loan interest rate 5%/year (including management fee 0.2%), penalty interest 150% of loan interest rate during term. Investment loan for Quy Nhon City Water Supply and Sanitation project;
- (2) ODA loan agreement No. 507V.000.050 dated January 11, 2010 with the Development Bank - Binh Dinh Branch. Loan amount 13,708,675,721 VND, loan term 25 years, loan interest rate 0%/year, management fee 0.2%/year. Investment loan for Quy Nhon City Water Supply and Sanitation project;
- (3) Framework debt agreement for ODA loan with Vietnam Development Bank - Binh Dinh Branch dated October 10, 2006, with loan amount of 5,323,312 USD, loan and debt currency is Vietnamese Dong. Loan interest rate 3%/year, lending fee 0.2%/year. Investment loan for the Water Supply Project of 9 towns in Binh Dinh province according to the Re-loan Agreement between the Ministry of Finance and Binh Dinh Water Supply and Drainage Company in April 2006.
- (4) Credit contract No. 03/2017/HĐTD-QĐTPT dated July 6, 2017. The loan amount is VND 11,366,677,000, the loan term is 13 years, from the date of receiving the first loan until the loan is fully repaid. Loan interest rate within the term (calculated on the outstanding loan balance within the term): 7%/year. Purpose of use: Investing and renovating the clean water supply pipeline through Thi Nai bridge. The collateral is the asset formed from the loan capital.
- (5) Credit contract No. 02/2019/HĐTD-QĐTPT dated September 4, 2019 and appendix No. 02/2021/PLHĐTD-QĐTPT dated May 10, 2021 with Binh Dinh Development Investment Fund. The loan amount is 14,733,000,000 VND, the loan to invest in the Project "Clean water supply system for Bui Thi Xuan Industrial Cluster and households in areas 7 and 8 of Bui Thi Xuan Ward, Quy Nhon City". The loan term is 183 months, the grace period is 2 years, the principal repayment period is 159 months. The loan interest rate is 7%/year. The collateral is all future assets of the Project to invest in the construction of a clean water supply system for Bui Thi Xuan Industrial Cluster and households in areas 7 and 8 of Bui Thi Xuan Ward, Quy Nhon City.
- (6) Credit contract No. 02/2021/HĐTD-QĐTPT dated November 26, 2021 with Binh Dinh Development Investment Fund. The loan amount is 7,994,415,000 VND, the loan term is 120 months, the grace period is 24 months, the loan interest rate is 7%/year, and the principal is paid from December 2024. The loan is for the investment project: "Water supply system for Becamex Binh Dinh Industrial Park with a capacity of 2,900m³/day and night. The collateral is all future assets of the Investment Project to build a water supply system for Becamex Binh Dinh Industrial Park with a capacity of 2,900m³/day and night.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

5.16 Owners' equity

a. Changes of owners' equity

Unit: VND

	Share capital	Development and Investment Fund	Retained profits	Total
As at 01/01/2023	124,108,000,000	15,373,342,368	34,321,650,646	173,802,993,014
Profit in the previous year	-	-	45,020,989,183	45,020,989,183
Development Investment Fund Appropriation 2023 (1)	-	4,502,099,000	(4,502,099,000)	-
Bonus and Welfare Fund Appropriation 2024 (1)	-	-	(15,218,316,000)	(15,218,316,000)
Additional Dividend Appropriation 2022 (1)	-	-	(1,861,620,000)	(1,861,620,000)
Provisional Dividend Appropriation (1)	-	-	(11,169,720,000)	(11,169,720,000)
As at 31/12/2023	124,108,000,000	19,875,441,368	46,590,884,829	190,574,326,197
As at 01/01/2024	124,108,000,000	19,875,441,368	46,590,884,829	190,574,326,197
Profit in the this year	-	-	35,904,572,211	35,904,572,211
Development Investment Fund Appropriation 2023 (1)	-	8,545,994,183	(8,545,994,183)	-
Additional Dividend Appropriation 2023 (1)	-	-	(5,584,860,000)	(5,584,860,000)
Development Investment Fund Appropriation (1)	-	17,567,070,646	(17,567,070,646)	-
Dividend Appropriation (2)	-	-	(14,892,960,000)	(14,892,960,000)
As at 31/12/2024	124,108,000,000	45,988,506,197	35,904,572,211	206,001,078,408

(1) The Company distributes profits in 2023 according to Resolution No. 04/NQ-ĐHĐCĐ dated April 26, 2024 of the General Meeting of Shareholders of Binh Dinh Water Supply and Sewerage Joint Stock Company:

- Development investment fund: 13.048.093.183 VND.
- Bonus and welfare fund: 15.218.316.000 VND, of which:
 - + Bonus and welfare fund: 14.881.878.000 VND.
 - + Bonus fund for business managers: 336.438.000 VND.
- Dividend distribution: 16.754.580.000 VND.

(2) The company distributes profits according to Resolution No. 08/NQ-ĐHĐCĐ dated September 20, 2024 of the General Meeting of Shareholders of Binh Dinh Water Supply and Sewerage Joint Stock Company (in the form of written opinion collection):

- Development investment fund: 17.567.070.646 VND.
- Dividend distribution: 14.892.960.000 VND.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

5.16 Owners' equity (Continued)

b. Details of owners' equity

	31/12/2024	01/01/2024
	VND	VND
Binh Dinh Development Investment Fund	63,295,080,000	63,295,080,000
Mr. Duong Tien Dung	6,205,400,000	6,205,400,000
Thuy Anh Water Supply Sewerage Joint Stock Company	30,901,310,000	30,901,310,000
Others	23,706,210,000	23,706,210,000
Total	124,108,000,000	124,108,000,000

c. Capital transactions with shareholders and appropriation of profits and dividends

	In 2024	In 2023
	VND	VND
Shareholder's capital		
Opening balance	124,108,000,000	124,108,000,000
Increased during the period	-	-
Closing balance	124,108,000,000	124,108,000,000
Dividend, Profit distribution	20,477,820,000	11,169,720,000

d. Shares

	31/12/2024	01/01/2024
	Shares	Shares
Quantity of registered shares	12,410,800	12,410,800
Quantity of issued shares	12,410,800	12,410,800
Common shares	12,410,800	12,410,800
Purchased shares	-	-
Common shares	-	-
Outstanding shares	12,410,800	12,410,800
Common shares	12,410,800	12,410,800
Par value of outstanding share (VND/ share)	10,000	10,000

5.17 Funding sources

	31/12/2024	01/01/2024
	VND	VND
Fixed assets received from Binh Dinh Provincial People's Committee	27,095,243,322	26,566,496,322
An Nhon Town People's Committee supports investment in water supply system	24,585,095,000	20,400,095,000
Tổng	51,680,338,322	46,966,591,322

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 For 4th Quarter 2024

5.18 Off Balance Sheet Items (Continued)

5.18.1 Assets held in custody (Continued)

MS	Materials	Specifications	Status	Unit	Quantity
5	Vertical shaft pump and separate accessories 1. SP pump bearing 2. SP seal 3. SP O-ring 4. Secure plate	Q=180m ³ /h; H=50	Normal	Set	3
6	Accessories in set 1. 01 set of meter flange, washer, bolt and nut 2. 1 compound meter with tap 3. 2 electric poles with 23.75m cable 4. 4 M24 size foundation bolts 5. 01 tool set for each code including: 1 12in TQ wrench, 1 silver closing tool 6. Pump impeller (3 pieces) 7. Pump base (3 pieces) 8. Water lift pipe + pump rod		Normal	Set	3
7	Starter board and 4 foundation bolts 1. SP- Bulb 2. SP- Fuse 3. Clock	110KW-380v 1,2kw 110kw 110kw/h	Normal	Package	1
8	Starter board and 4 foundation bolts 1. SP- Bulb 2. SP- Fuse 3. SP- Control panel 4. Clock	45kw-380v 1,2kw 45kw 45kw 45kw-380v	Normal	Package	1

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

5.18 Off Balance Sheet Items (Continued)

5.18.1 Assets held in custody (Continued)

MS	Materials	Specifications	Status	Unit	Quantity
9	Laboratory equipment				
	1. PH test additive type SP		Broken	Set	1
	2. PH meter type SP-PH		Normal	Piece	1
	3. Laboratory equipment in the set		Normal	Set	1
	- 01 PH meter, Horiba D12		Normal	Piece	1
	- 01 conductivity meter, Horiba ES12		Normal	Piece	1
	- 01 turbidity meter Hash, 2100P		Normal	Piece	1
	- 01 microbalance, Pretica 240A		Normal	Piece	1
	- 01 Memmert-SLM 500 steam sterilizer		Normal	Piece	1
	- 01 Stuart-SW-1 test bottle		Normal	Piece	1
	- 01 Memmert-WB-7 conductive water bottle		Normal	Piece	1
	- 01 Bibby clean water supply bottle, D400		Normal	Piece	1
	- 01 Memmert BE 500 drying oven		Normal	Piece	1
	- 02 stirrers with hot plates, PCM, 502-C2		Normal	Piece	2
	- 01 Trutmaure 2340 autoclave		Normal	Piece	1
	- 01 Shibata residual chlorine measuring set		Normal	Piece	1
	- 01 Carbolite CFW furnace 12/5/91		Normal	Piece	1
	- Chemicals		Broken	Set	1
	- Other consumer materials		Broken	Set	1

5.18.2 Bad debt resolved

	31/12/2024	01/01/2024
	(VND)	(VND)

Customer receivables processed	444,619,535	444,619,535
Over 3 years		

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

6. ADDITIONAL INFORMATION ON THE ITEMS OF THE INCOME STATEMENT

6.1 Revenue from sales of goods and provision of services

	In 2024	In 2023
	VND	VND
Revenue from supply clean water	279,418,827,600	267,412,025,900
Revenue from construction contract	5,814,717,700	5,667,949,349
Total	285,233,545,300	273,079,975,249
Revenue deductions	8,392,500	34,684,159
Sale return	8,392,500	34,684,159
Net revenues		-
Revenue from construction	279,410,435,100	267,387,374,700
Revenue from construction contract	5,814,717,700	5,657,916,390
Tổng	285,225,152,800	273,045,291,090

6.2 Cost of goods sold

	In 2024	In 2023
	VND	VND
Cost of goods and services	180,313,435,275	160,195,421,161
Cost of construction	3,799,235,692	3,702,698,626
Total	184,112,670,967	163,898,119,787

6.3 Financial income

	In 2024	In 2023
	VND	VND
Interest income from deposits	877,329,300	1,627,491,525
Total	877,329,300	1,627,491,525

6.4 Financial expenses

	In 2024	In 2023
	VND	VND
Interest expense	2,280,955,100	2,948,069,098
Total	2,280,955,100	2,948,069,098

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

6.5 Selling expenses and General and administrative expenses

	In 2024	In 2023
	VND	VND
Selling expenses	35,640,879,308	30,799,252,873
Employee expenses	13,669,842,000	13,461,864,000
Cost of installation and replacement of meter for	19,894,450,348	15,461,763,468
Others	2,076,586,960	1,875,625,405
General and administrative expenses	22,547,434,460	22,944,148,604
Employee expenses	15,322,008,000	15,358,542,000
Provision expenses	(333,159,993)	-
Others	7,558,586,453	7,585,606,604
Total	58,188,313,768	53,743,401,477

6.6 Other income/ Other expenses

	In 2024	In 2023
	VND	VND
Other income		
Revenue from asset leasing	1,123,193,000	1,123,193,000
Retained environmental protection fee for domestic wastewater	419,645,839	468,494,894
Liquidation of recovered materials	900,290,909	470,142,727
Retained drainage and wastewater treatment service fee	1,987,338,593	1,321,559,338
Others	327,142,034	174,080,385
Total	4,757,610,375	3,557,470,344
Other expenses		
Property rental costs	1,027,642,998	1,028,614,392
Remaining value of damaged assets	65,223,659	-
Others	220,930,719	223,780,013
Total	1,313,797,376	1,252,394,405
Other income/Other expenses (Net)	3,443,812,999	2,305,075,939

6.7 Production and business expenses by factors

	In 2024	In 2023
	VND	VND
Raw material expenses	118,738,815,297	96,499,775,776
Employee expenses	53,762,321,537	53,179,939,305
Amortization and Depreciation expenses	49,596,856,429	45,531,291,689
Provision expenses	(333,159,993)	-
Outsourcing expenses	8,907,574,317	8,739,244,674
Other cash expenses	12,468,056,026	13,733,235,311
Total	243,140,463,613	217,683,486,755

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

6.8 Current corporate income tax expense

	In 2024 VND	In 2023 VND
Total net profit before tax	44,964,355,264	56,388,268,192
Adjustments increase	334,560,000	448,126,852
- <i>Invalid costs</i>	334,560,000	448,126,852
Adjustments decrease	-	-
Taxable income	45,298,915,264	56,836,395,044
Corporate Income Tax rate	20%	20%
Current corporate income tax expense	9,059,783,053	11,367,279,009
Current corporate income tax expense	9,059,783,053	11,367,279,009

6.9 Basic earnings per shares

	In 2024 VND	In 2023 VND
Profit after corporate income tax (VND)	35,904,572,211	45,020,989,183
<i>Adjustments increase</i>	-	-
<i>Adjustments decrease</i>	-	15,218,316,000
+ <i>Bonus and welfare fund</i>	-	15,218,316,000
Profit used to calculate basic earnings per share	35,904,572,211	29,802,673,183
Average number of outstanding shares in the period	12,410,800	12,410,800
Basic earnings per share (VND/share)	2,893	2,401

(*) Implement the welfare bonus fund allocation after the 2025 Annual General Meeting of Shareholders approves the distribution of after corporation income tax profit in 2024

7. OTHER INFORMATION

7.1 Information of related parties

In the year, the Company has transactions with related parties as follows:

Remuneration for Boards of Management, Supervisors and Directors

Related parties	Nature of transactions	Năm 2024 VND	Năm 2023 VND
Administrative Council, Board of Supervisors, Board of Directors	Salary and remuneration	3,189,487,744	3,073,024,559

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For 4th Quarter 2024

7.1 Information of related parties (Continued)

In Which:

<u>Full name</u>	<u>Title</u>	<u>In 2024 VND</u>	<u>In 2023 VND</u>
Nguyen Van Chau	Chairman of the Board	607,860,499	593,938,502
Le Tien Dung	Board Member, Director	556,300,499	538,194,502
Le Thanh Cuong	Board Member, Deputy Director	512,536,499	492,412,502
Nguyen Nguyen Hoai Vien	Deputy Director	499,376,499	480,926,502
Phan Dinh Tan	Board Member	142,781,500	135,538,028
Ngo Thi Hong Van	Board Member	142,781,500	135,538,028
Tran Nguyen Hanh Lan	Head of the Supervisory Board	509,707,748	491,545,751
Huynh Thi Giao	Board Member	109,071,500	102,465,372
Ha Phu Cuong	Board Member	109,071,500	102,465,372

Preparer

Nguyen Thi Phuong Tra

Chief Accountant

Dang Hoang Trung



Binh Dinh, January 20, 2025
Chairman of the board

Nguyen Van Chau