

**FINANCIAL STATEMENTS**  
FOR THE FISCAL YEAR ENDED 31 DECEMBER 2024

**NGHE AN WATER SUPPLY  
JOINT STOCK COMPANY**

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**STATEMENT OF THE BOARD OF MANAGEMENT**

The Board of Management of Nghe An Water Supply Joint Stock Company (hereinafter referred to as “the Company”) presents this statement together with the Financial Statements for the fiscal year ended 31 December 2024.

**Business highlights**

The Company is an enterprise equitized from the State-owned company of Nghe An Water Supply One Member Co., Ltd. in accordance with the Decision No. 5333/QĐ-UBND dated 12 November 2015 of the People's Committee of Nghe An Province.

The Company operates in accordance with the 1<sup>st</sup> Business Registration Certificate No. 2900324240 dated 9 June 2006 granted by the Department of Planning and Investment of Nghe An Province.

During the course of operation, the Company has been additionally 07 times granted by the Department of Planning and Investment of Nghe An Province with the amended Business Registration Certificates, in which, the 7<sup>th</sup> amended Certificate dated 7 June 2024 was due to the change in information related to the legal representative.

**Head office**

- Address : No. 32, Phan Dang Luu Road, Vinh City, Nghe An Province
- Tel. : 02383.739.739

**The Company has the following affiliates:**

Name	Address
Head Office	No. 32, Phan Dang Luu Road, Vinh City, Nghe An Province
Water Loss Reduction Construction Enterprise	No. 32, Phan Dang Luu Road, Vinh City, Nghe An Province
Vinh City Water Supply Service Enterprise	No. 32, Phan Dang Luu Road, Vinh City, Nghe An Province
Vinh City Water Production Enterprise	No. 115, Nguyen Sinh Sac Road, Vinh City, Nghe An Province
Nam Dan Water Supply Station	Tay Ho Group, Nam Dan Town, Nam Dan District, Nghe An Province
Do Luong Water Supply Station	Hamlet 7, Dong Son Commune, Do Luong District, Nghe An Province
Anh Son Water Supply Station	Group 5, Anh Son Town, Anh Son District, Nghe An Province
Con Cuong Water Supply Station	Group 4, Con Cuong Town, Con Cuong District, Nghe An Province
Tan Ky Water Supply Station	Hamlet 1, Thanh Tan, Ky Tan Commune, Tan Ky District, Nghe An Province
Thanh Chuong Water Supply Station	Group 6, Thanh Chuong Town, Thanh Chuong District, Nghe An Province
Quy Chau Water Supply Station	Group 2A, Tan Lac Town, Quy Chau District, Nghe An Province
Quy Hop Water Supply Station	Group 13, Quy Hop Town, Quy Hop District, Nghe An Province
Tuong Duong Water Supply Station	Hoa Binh Town, Tuong Duong District, Nghe An Province
Ky Son Water Supply Station	Muong Xen Town, Ky Son District, Nghe An Province

**Principal business activities of the Company are:** Exploitation, treatment and supply of water (Raw water exploitation; production and supply of clean water for daily life, production, and other needs; production and trading of bottled water).

**Board of Directors and Executive Officers**

The members of the Board of Directors, the Board of Supervisors, the Board of Management and the Chief Accountant of the Company during the year and as of the date of this statement include:

**Board of Directors**

Full name	Position	Re-appointing date
Mr. Nguyen Ba Quy	Chairman	29 April 2022
Mr. Le Dinh Hoan	Member	29 April 2022
Mr. Trinh Van Thang	Member	16 July 2022

**Board of Supervisors (“BOS”)**

Full name	Position	Re-appointing date/appointing date/resigning date
Ms. Vo Thi Thin	Head of BOS	Re-appointed on 16 July 2022
Ms. Le Thi Kim Oanh	Member	Re-appointed on 29 April 2022
Ms. Nguyen Thi Thanh Chau	Member	Appointed on 20 April 2024
Ms. Nguyen Thi Ngan	Member	Resigned on 20 April 2024



# NGHE AN WATER SUPPLY JOINT STOCK COMPANY

## STATEMENT OF THE BOARD OF MANAGEMENT (cont.)

### Board of Management and Chief Accountant

Full name	Position	Appointing date
Mr. Hoang Van Hai	General Director	9 May 2021
Mr. Nguyen Van Ha	Deputy General Director	2 January 2017
Ms. Tran Thi Lan Anh	Chief Accountant	23 April 2019

### Legal representative

The legal representative of the Company during the year and as of the date of this statement is Mr. Hoang Van Hai – General Director (appointed on 9 May 2021).

### Auditor

A&C Auditing and Consulting Co., Ltd. has been appointed to perform the audit on the Financial Statements for the fiscal year ended 31 December 2024 of the Company.

### Responsibilities of the Board of Management

The Board of Management is responsible for the preparation of the Financial Statements to give a true and fair view on the financial position, the financial performance and the cash flows of the Company during the year. In order to prepare these Financial Statements, the Board of Management must:

- select appropriate accounting policies and apply them consistently;
- make judgments and estimates reasonably and prudently;
- state clearly whether the accounting standards applied to the Company are followed or not, and all the material differences from these standards are disclosed and explained in the Financial Statements;
- prepare the Financial Statements of the Company on the going-concern basis, except for the cases that the going-concern assumption is considered inappropriate; and
- design and implement effectively the internal control system to minimize the risks of material misstatements due to frauds or errors in the preparation and presentation of the Financial Statements.

The Board of Management hereby ensures that all the proper accounting books of the Company have been fully recorded and can fairly reflect the financial position of the Company at any time, and that all the accounting books have been prepared in compliance with the applicable Accounting System. The Board of Management is also responsible for managing the Company's assets and consequently has taken appropriate measures to prevent and detect frauds and other irregularities.

The Board of Management hereby commits to the compliance with the aforementioned requirements in preparation of the Financial Statements.

### Approval on the Financial Statements

The Board of Management hereby approves the accompanying Financial Statements, which give a true and fair view of the financial position as at 31 December 2024, the financial performance and the cash flows for the fiscal year then ended of the Company in conformity with the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and relevant statutory requirements on the preparation and presentation of Financial Statements.

For and on behalf of the Board of Management,

General Director



Hoang Van Hai

31 March 2025



No. 2.0401/25/TC-AC

## INDEPENDENT AUDITOR'S REPORT

### THE SHAREHOLDERS, THE BOARD OF DIRECTORS AND THE BOARD OF MANAGEMENT NGHE AN WATER SUPPLY JOINT STOCK COMPANY

We have audited the accompanying Financial Statements of Nghe An Water Supply Joint Stock Company (hereinafter referred to as "the Company"), which were prepared 31 March 2025, from page 06 to page 32, including the Balance Sheet as at 31 December 2024, the Income Statement, the Cash Flow Statement for the fiscal year then ended and the Notes to the Financial Statements.

#### Responsibility of the Board of Management

The Company's Board of Management is responsible for the preparation, true and fair presentation of the Company's Financial Statements in accordance with the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and relevant statutory requirements on the preparation and presentation of Financial Statements; and responsible for the internal control as the Board of Management determines necessary to enable the preparation and presentation of the Financial Statements to be free from material misstatement due to fraud or error.

#### Responsibility of Auditors

Our responsibility is to express an opinion on the Financial Statements based on our audit. We conducted our audit in accordance with the Vietnamese Standards on Auditing. Those standards require that we comply with ethical standards and requirements and plan and perform the audit to obtain reasonable assurance about whether the Company's Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and true and fair presentation of the Financial Statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Management, as well as evaluating the overall presentation of the Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

#### Basis for Qualified Audit Opinion

##### *Limitation on Audit Scope*

- The item "Other receivables" as at 31 December 2024 includes a VND 5,690,610,000 receivable related to the value of 1,218.4 m<sup>2</sup> land use right in Truong Thi Ward, Vinh City, Nghe An Province, which was used by the Company to develop a social housing project. This land use right was revoked in 2021 in accordance with the Decision No. 297/QĐ-UBND dated 27 July 2021 of the People's Committee of Nghe An Province (Note V.5a). Up to now, the Company has not received any decision from the People's Committee of Nghe An Province regarding the compensated amount. Therefore, we do not have a basis to assess the reasonableness or the recoverability of this receivable, nor the amount of any provision for impairment to be made, if applicable.

- As at 31 December 2024, the Company was recording a payable for raw water charges under the item "Short-term provisions", the amount of which had not been agreed upon with the supplier, totaling VND 120,901,582,998 (Note V.18). Therefore, we are unable to obtain sufficient appropriate evidence to assess the reasonableness of this provision, and the raw water charges recorded by the Company in the business results during the year, totaling VND 13,830,186,700 (the previous year: VND 21,352,500,000).

#### *Errors and Disagreements Regarding the Company's Accounting Treatments*

- The Company has recorded additional salary and bonus expenses of 2023 in the business results of 2024, amounting to VND 3,523,440,000. In our opinion, these additional salary and bonus expenses should have been recorded in the business results of 2023. If these expenses had been recorded in the correct period, the item "General and administration expenses" for the current year would have decreased by VND 3,523,440,000.
- During the year, the Company changed the depreciation period for certain fixed assets (Notes IV.8 and VIII.3) and applied accelerated depreciation to others, resulting in an increase of VND 20,063,085,788 and VND 20,402,839,693 in depreciation expenses for the current year, respectively. We are unable to obtain sufficient appropriate evidence to assess the reasonableness of this change. Had the Company consistently applied the same depreciation period as in previous years, the item "Costs of sales" for the current year would have decreased by VND 40,465,925,481, and the ending balance of the item "Accumulated depreciation of tangible fixed assets" would have decreased by VND 40,465,925,481.

#### **Qualified Opinion of Auditors**

In our opinion, except for the effects of the matters described in the "Basis for Qualified Audit Opinion" paragraph, the Financial Statements give a true and fair view, in all material respects, of the financial position as at 31 December 2024 of Nghe An Water Supply Joint Stock Company, its financial performance and its cash flows for the fiscal year then ended in conformity with the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System and relevant statutory requirements on the preparation and presentation of Financial Statements.

#### **Other matter**

The Auditor's Report on the Company's Financial Statements for the fiscal year ended 31 December 2024 is prepared in Vietnamese and English. Should there be any conflict between the Vietnamese and English versions, the Vietnamese version shall take precedence.

**For and on behalf of**

**A&C Auditing and Consulting Co., Ltd.**

**Hanoi Branch**



**Vu Minh Khoi – Partner**

*Audit Practice Registration Certificate:*

No. 2897-2025-008-1

Authorized signatory

Hanoi, 31 March 2025



**Vu Tuan Nghia - Auditor**

*Audit Practice Registration Certificate:*

No. 4028-2022-008-1



**NGHE AN WATER SUPPLY JOINT STOCK COMPANY**

Address: No. 32, Phan Dang Luu Road, Vinh City, Nghe An Province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**BALANCE SHEET**

As at 31 December 2024

Unit: VND

ASSETS	Code	Note	Ending balance	Beginning balance
<b>A - CURRENT ASSETS</b>	<b>100</b>		<b>238.817.617.074</b>	<b>271.178.093.612</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	<b>V.1</b>	<b>111.185.050.301</b>	<b>55.725.234.985</b>
1. Cash	111		94.994.431.639	39.683.675.653
2. Cash equivalents	112		16.190.618.662	16.041.559.332
<b>II. Short-term financial investments</b>	<b>120</b>		<b>25.915.925.187</b>	<b>75.290.061.450</b>
1. Trading securities	121		-	-
2. Provisions for diminution in value of trading securities	122		-	-
3. Held-to-maturity investments	123	V.2a	25.915.925.187	75.290.061.450
<b>III. Short-term receivables</b>	<b>130</b>		<b>24.488.718.590</b>	<b>27.397.097.446</b>
1. Short-term trade receivables	131	V.3	19.895.447.935	20.382.701.183
2. Short-term prepayments to suppliers	132	V.4	7.049.212.810	8.490.278.622
3. Short-term inter-company receivables	133		-	-
4. Receivables based on the progress of construction contracts	134		-	-
5. Receivables for short-term loans	135		-	-
6. Other short-term receivables	136	V.5a	15.276.886.449	15.955.130.415
7. Allowance for short-term doubtful debts	137	V.6	(17.732.828.604)	(17.431.012.774)
8. Deficit assets for treatment	139		-	-
<b>IV. Inventories</b>	<b>140</b>		<b>72.780.624.978</b>	<b>99.099.652.189</b>
1. Inventories	141	V.7	72.780.624.978	99.099.652.189
2. Allowance for devaluation of inventories	149		-	-
<b>V. Other current assets</b>	<b>150</b>		<b>4.447.298.018</b>	<b>13.666.047.542</b>
1. Short-term prepaid expenses	151		-	-
2. Deductible VAT	152		4.443.900.640	13.224.895.406
3. Taxes and other receivables from the State	153	V.14	3.397.378	441.152.136
4. Trading Government bonds	154		-	-
5. Other current assets	155		-	-



**NGHE AN WATER SUPPLY JOINT STOCK COMPANY**

Address: No. 32, Phan Dang Luu Road, Vinh City, Nghe An Province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**Balance Sheet (cont.)**

ASSETS	Code	Note	Ending balance	Beginning balance
<b>B - NON-CURRENT ASSETS</b>	<b>200</b>		<b>503.883.714.101</b>	<b>585.956.266.427</b>
<b>I. Long-term receivables</b>	<b>210</b>		<b>500.000.000</b>	<b>500.000.000</b>
1. Long-term trade receivables	211		-	-
2. Long-term prepayments to suppliers	212		-	-
3. Working capital in affiliates	213		-	-
4. Long-term inter-company receivables	214		-	-
5. Receivables for long-term loans	215		-	-
6. Other long-term receivables	216	V.5b	500.000.000	500.000.000
7. Allowance for long-term doubtful debts	219		-	-
<b>II. Fixed assets</b>	<b>220</b>		<b>478.295.142.953</b>	<b>537.874.857.672</b>
1. Tangible fixed assets	221	V.9	478.231.174.811	537.786.895.480
<i>Historical costs</i>	222		1.338.676.591.755	1.287.535.576.735
<i>Accumulated depreciation</i>	223		(860.445.416.944)	(749.748.681.255)
2. Financial leased assets	224		-	-
<i>Historical costs</i>	225		-	-
<i>Accumulated depreciation</i>	226		-	-
3. Intangible fixed assets	227	V.10	63.968.142	87.962.192
<i>Historical costs</i>	228		518.800.000	518.800.000
<i>Accumulated depreciation</i>	229		(454.831.858)	(430.837.808)
<b>III. Investment properties</b>	<b>230</b>		-	-
<i>Historical costs</i>	231		-	-
<i>Accumulated depreciation</i>	232		-	-
<b>IV. Long-term assets in progress</b>	<b>240</b>	<b>V.11</b>	<b>6.290.598.177</b>	<b>25.894.143.083</b>
1. Long-term work in progress	241		-	-
2. Construction-in-progress	242		6.290.598.177	25.894.143.083
<b>V. Long-term financial investments</b>	<b>250</b>	<b>V.2b</b>	<b>13.406.873.080</b>	<b>13.512.440.826</b>
1. Investments in subsidiaries	251		-	-
2. Investments in joint ventures and associates	252		-	-
3. Investments in other entities	253		13.790.916.000	13.790.916.000
4. Provisions for diminution in value of long-term financial investments	254		(384.042.920)	(278.475.174)
5. Held-to-maturity investments	255		-	-
<b>VI. Other non-current assets</b>	<b>260</b>		<b>5.391.099.891</b>	<b>8.174.824.846</b>
1. Long-term prepaid expenses	261	V.8	5.391.099.891	8.174.824.846
2. Deferred income tax assets	262		-	-
3. Long-term components and spare parts	263		-	-
4. Other non-current assets	268		-	-
<b>TOTAL ASSETS</b>	<b>270</b>		<b>742.701.331.175</b>	<b>857.134.360.039</b>

**NGHE AN WATER SUPPLY JOINT STOCK COMPANY**

Address: No. 32, Phan Dang Luu Road, Vinh City, Nghe An Province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**Balance Sheet (cont.)**

RESOURCES	Code	Note	Ending balance	Beginning balance
<b>C - LIABILITIES</b>	<b>300</b>		<b>361.430.217.157</b>	<b>477.557.949.760</b>
<b>I. Current liabilities</b>	<b>310</b>		<b>235.404.780.521</b>	<b>324.865.369.607</b>
1. Short-term trade payables	311	V.12	54.049.617.491	58.351.237.755
2. Short-term advances from customers	312	V.13	4.041.924.227	5.802.999.251
3. Taxes and other obligations to the State Budget	313	V.14	828.889.663	415.513.536
4. Payables to employees	314		15.058.300.000	16.158.898.400
5. Short-term accrued expenses	315	V.15	3.335.881.344	3.257.676.501
6. Short-term inter-company payables	316		-	-
7. Payables based on the progress of construction contracts	317		-	-
8. Short-term unearned revenue	318		-	-
9. Other short-term payables	319	V.16	7.390.872.454	105.248.959.392
10. Short-term borrowings and financial leases	320	V.17a	26.661.588.643	26.666.904.073
11. Short-term provisions	321	V.18	120.901.582.998	107.071.396.298
12. Bonus and welfare funds	322	V.19	3.136.123.701	1.891.784.401
13. Price stabilization fund	323		-	-
14. Trading Government bonds	324		-	-
<b>II. Non-current liabilities</b>	<b>330</b>		<b>126.025.436.636</b>	<b>152.692.580.153</b>
1. Long-term trade payables	331		-	-
2. Long-term advances from customers	332		-	-
3. Long-term accrued expenses	333		-	-
4. Inter-company payables for working capital	334		-	-
5. Long-term inter-company payables	335		-	-
6. Long-term unearned revenue	336		-	-
7. Other long-term payables	337		-	-
8. Long-term borrowings and financial leases	338	V.17b	126.025.436.636	152.692.580.153
9. Convertible bonds	339		-	-
10. Preferred shares	340		-	-
11. Deferred income tax liabilities	341		-	-
12. Long-term provisions	342		-	-
13. Science and technology development fund	343		-	-

**NGHE AN WATER SUPPLY JOINT STOCK COMPANY**

Address: No. 32, Phan Dang Luu Road, Vinh City, Nghe An Province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**Balance Sheet (cont.)**

RESOURCES	Code	Note	Ending balance	Beginning balance
<b>D - OWNER'S EQUITY</b>	<b>400</b>		<b>381.271.114.018</b>	<b>379.576.410.279</b>
<b>I. Owner's equity</b>	<b>410</b>	<b>V.20</b>	<b>381.271.114.018</b>	<b>379.576.410.279</b>
1. Owner's contribution capital	411		373.859.830.000	373.859.830.000
- Ordinary shares carrying voting right	411a		373.859.830.000	373.859.830.000
- Preferred shares	411b		-	-
2. Share premiums	412		-	-
3. Bond conversion options	413		-	-
4. Other sources of capital	414		-	-
5. Treasury shares	415		-	-
6. Differences on asset revaluation	416		-	-
7. Foreign exchange differences	417		-	-
8. Investment and development fund	418		4.472.240.979	2.951.381.835
9. Business arrangement supporting fund	419		-	-
10. Other funds	420		-	-
11. Retained earnings	421		2.939.043.039	2.765.198.444
- Retained earnings accumulated to the end of the previous period	421a		-	2.765.198.444
- Retained earnings of the current period	421b		2.939.043.039	-
12. Construction investment fund	422		-	-
<b>II. Other sources and funds</b>	<b>430</b>		-	-
1. Sources of expenditure	431		-	-
2. Fund to form fixed assets	432		-	-
<b>TOTAL RESOURCES</b>	<b>440</b>		<b>742.701.331.175</b>	<b>857.134.360.039</b>

Prepared on 31 March 2025

Prepared by



Hoang Viet Nga

Chief Accountant



Tran Thi Lan Anh

General Director



Hoang Van Hai



**NGHE AN WATER SUPPLY JOINT STOCK COMPANY**

Address: No. 32, Phan Dang Luu Road, Vinh City, Nghe An Province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**INCOME STATEMENT**

For the fiscal year ended 31 December 2024

Unit: VND

ITEMS	Code	Note	Current year	Previous year
1. Revenue from sales of merchandise and rendering of services	01	VI.1	329.743.487.240	306.120.718.230
2. Revenue deductions	02		592.667	162.191
3. Net revenue from sales of merchandise and rendering of services	10		329.742.894.573	306.120.556.039
4. Costs of sales	11	VI.2	248.818.118.319	233.605.309.092
5. Gross profit/ (loss) from sales of merchandise and rendering of services	20		80.924.776.254	72.515.246.947
6. Financial income	21	VI.3	1.946.997.244	6.498.382.706
7. Financial expenses	22	VI.4	8.401.080.286	11.353.700.030
In which: Interest expenses	23		8.295.512.540	10.313.566.842
8. Selling expenses	25	VI.5	16.853.203.379	19.161.320.989
9. General and administration expenses	26	VI.6	54.109.505.726	47.826.130.108
10. Net operating profit/ (loss)	30		3.507.984.107	672.478.526
11. Other income	31	VI.7	462.251.923	4.023.801.507
12. Other expenses	32	VI.8	292.060.613	381.860.448
13. Other profit/ (loss)	40		170.191.310	3.641.941.059
14. Total accounting profit/ (loss) before tax	50		3.678.175.417	4.314.419.585
15. Current income tax	51	V.14	739.132.378	1.549.221.141
16. Deferred income tax	52		-	-
17. Profit/ (loss) after tax	60		2.939.043.039	2.765.198.444
18. Basic earnings per share	70	VI.9	67	41
19. Diluted earnings per share	71	VI.9	67	41

Prepared by



Hoang Viet Nga

Chief Accountant



Tran Thi Lan Anh

Prepared on 31 March 2025

General Director



Hoang Van Hai

**NGHE AN WATER SUPPLY JOINT STOCK COMPANY**

Address: No. 32, Phan Dang Luu Road, Vinh City, Nghe An Province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

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

Unit: VND

ITEMS	Code	Note	Current year	Previous year
<b>I. Cash flows from operating activities</b>				
1. Cash inflows from sale of merchandise, rendering of services and other income	01		373.338.265.209	347.553.093.506
2. Cash outflows for suppliers	02		(225.135.204.760)	(192.213.506.737)
3. Cash outflows for employees	03		(74.222.100.959)	(74.342.798.690)
4. Interests paid	04		(8.660.382.548)	(9.794.541.365)
5. Corporate income tax paid	05	V.14	-	(2.231.997.537)
6. Other cash inflows from operating activities	06		10.166.596.264	14.311.166.640
7. Other cash outflows from operating activities	07		(18.341.199.723)	(38.380.789.131)
<b>Net cash flows from operating activities</b>	<b>20</b>		<b>57.145.973.483</b>	<b>44.900.626.686</b>
<b>II. Cash flows from investing activities</b>				
1. Purchases and construction of fixed assets and other non-current assets	21		(27.151.999.553)	(75.603.917.664)
2. Proceeds from disposals of fixed assets and other non-current assets	22		-	
3. Cash outflows for lending, buying debt instruments of other entities	23		-	
4. Cash recovered from lending, selling debt instruments of other entities	24		51.423.761.551	45.483.792.141
5. Investments into other entities	25		-	
6. Withdrawals of investments in other entities	26		-	
7. Interests earned, dividends and profits received	27		714.538.782	477.232.876
<b>Net cash flows from investing activities</b>	<b>30</b>		<b>24.986.300.780</b>	<b>(29.642.892.647)</b>

**NGHE AN WATER SUPPLY JOINT STOCK COMPANY**

Address: No. 32, Phan Dang Luu Road, Vinh City, Nghe An Province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**Cash Flow Statement (cont.)**

ITEMS	Code	Note	Current year	Previous year
<b>III. Cash flows from financing activities</b>				
1. Proceeds from issuing stocks and capital contributions from owners	31		-	-
2. Repayment for capital contributions and re-purchases of stocks already issued	32		-	-
3. Proceeds from borrowings	33		-	-
4. Repayment for loan principal	34	V.17	(26.672.458.947)	(26.670.433.406)
5. Payments for financial leased assets	35		-	-
6. Dividends and profits paid to the owners	36		-	-
<b>Net cash flows from financing activities</b>	<b>40</b>		<b>(26.672.458.947)</b>	<b>(26.670.433.406)</b>
<b>Net cash flows during the year</b>	<b>50</b>		<b>55.459.815.316</b>	<b>(11.412.699.367)</b>
<b>Beginning cash and cash equivalents</b>	<b>60</b>	<b>V.1</b>	<b>55.725.234.985</b>	<b>67.137.934.352</b>
Effects of fluctuations in foreign exchange rates	61		-	-
<b>Ending cash and cash equivalents</b>	<b>70</b>	<b>V.1</b>	<b>111.185.050.301</b>	<b>55.725.234.985</b>

Prepared by



Hoang Viet Nga

Chief Accountant



Tran Thi Lan Anh

Prepared on 31 March 2025

General Director



Hoang Van Hai



**NGHE AN WATER SUPPLY JOINT STOCK COMPANY**

Address: No. 32 Phan Dang Luu Road, Vinh City, Nghe An Province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**NOTES TO THE FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**I. GENERAL INFORMATION****1. Ownership form**

Nghe An Water Supply Joint Stock Company (hereinafter referred to as “the Company”) is a joint stock company.

**2. Operating fields**

The Company operates in the field of supplying clean water.

**3. Principal business activities**

The principal business activities of the Company are exploitation, treatment and supply of water (Raw water exploitation; production and supply of clean water for daily life, production, and other needs; production and trading of bottled water).

**4. Normal operating cycle**

The normal operating cycle of the Company is within 12 months.

**5. Structure of the Company**

*Affiliates that are not legal entities and use centralized accounting*

Name	Address
Head Office	No. 32, Phan Dang Luu Road, Vinh City, Nghe An Province
Water Loss Reduction Construction Enterprise	No. 32, Phan Dang Luu Road, Vinh City, Nghe An Province
Vinh City Water Supply Service Enterprise	No. 32, Phan Dang Luu Road, Vinh City, Nghe An Province
Vinh City Water Production Enterprise	No. 115, Nguyen Sinh Sac Road, Vinh City, Nghe An Province
Nam Dan Water Supply Station	Tay Ho Group, Nam Dan Town, Nam Dan District, Nghe An Province
Do Luong Water Supply Station	Hamlet 7, Dong Son Commune, Do Luong District, Nghe An Province
Anh Son Water Supply Station	Group 5, Anh Son Town, Anh Son District, Nghe An Province
Con Cuong Water Supply Station	Group 4, Con Cuong Town, Con Cuong District, Nghe An Province
Tan Ky Water Supply Station	Hamlet 1, Thanh Tan, Ky Tan Commune, Tan Ky District, Nghe An Province
Thanh Chuong Water Supply Station	Group 6, Thanh Chuong Town, Thanh Chuong District, Nghe An Province
Quy Chau Water Supply Station	Group 2A, Tan Lac Town, Quy Chau District, Nghe An Province
Quy Hop Water Supply Station	Group 13, Quy Hop Town, Quy Hop District, Nghe An Province
Tuong Duong Water Supply Station	Hoa Binh Town, Tuong Duong District, Nghe An Province
Ky Son Water Supply Station	Muong Xen Town, Ky Son District, Nghe An Province

**6. Statement on information comparability in the Financial Statements**

The corresponding figures of the previous year are comparable to those of the current year.

**7. Employees**

As of the balance sheet date, there were 475 employees working for the Company (at the beginning of the year: 485 employees).

# **NGHE AN WATER SUPPLY JOINT STOCK COMPANY**

Address: No. 32 Phan Dang Luu Road, Vinh City, Nghe An Province

## **FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

Notes to the Financial Statements (cont.)

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## **II. FISCAL YEAR AND ACCOUNTING CURRENCY**

### **1. Fiscal year**

The fiscal year of the Company is from 1 January to 31 December annually.

### **2. Accounting currency unit**

The accounting currency unit is Vietnam Dong (VND) because payments and receipts of the Company are primarily made in VND.

## **III. ACCOUNTING STANDARDS AND SYSTEM**

### **1. Accounting System**

The Company applies the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System, which were issued together with the Circular No. 200/2014/TT-BTC dated 22 December 2014, the Circular No. 53/2016/TT-BTC dated 21 March 2016 as well as other Circulars guiding the implementation of the Vietnamese Accounting Standards of the Ministry of Finance in the preparation and presentation of Financial Statements.

### **2. Statement on the compliance with the Accounting Standards and System**

The Board of Management ensures the compliance with all the requirements of the Vietnamese Accounting Standards, the Vietnamese Enterprise Accounting System, which were issued together with the Circular No. 200/2014/TT-BTC dated 22 December 2014, the Circular No. 53/2016/TT-BTC dated 21 March 2016 as well as other Circulars guiding the implementation of the Vietnamese Accounting Standards of the Ministry of Finance in the preparation and presentation of Financial Statements.

## **IV. ACCOUNTING POLICIES**

### **1. Basis of preparation of the Financial Statements**

All the Financial Statements are prepared on the accrual basis (except for the information related to cash flows).

The Financial Statements are prepared in Vietnamese and English, in which the Financial Statements in Vietnamese are the official statutory financial statements of the Company. The Financial Statements in English have been translated from the Vietnamese version. Should there be any conflict between the Vietnamese and English versions, the Vietnamese version shall take precedence.

### **2. Foreign currency transactions**

Transactions in foreign currencies are translated at the actual exchange rates ruling as of the transaction dates. The ending balances of monetary items in foreign currencies are translated at the actual exchange rates ruling as of the balance sheet date.

Foreign exchange differences arising from foreign currency transactions during the period shall be included into financial income or financial expenses. Foreign exchange differences due to the revaluation of ending balances of the monetary items in foreign currencies after offsetting their positive differences against negative differences shall be included into financial income or financial expenses.

The exchange rate used to translate foreign currency transactions is the actual exchange rate ruling as of the time of these transactions. The actual exchange rate applied to payables in foreign currencies is determined by the selling rate ruling as of the time of transaction of the commercial bank where the Company supposes to make payments.

The exchange rate used to revalue ending balances of loans in foreign currencies as of the balance sheet date is determined by the selling rate of the Bank where the loans are held.

### **3. Cash and cash equivalents**

Cash includes cash on hand and demand deposits. Cash equivalents are short-term investments of which the due dates do not exceed 3 months from the dates of the investments that are readily convertible into known amounts of cash and that are subject to an insignificant risk of change in value as of the balance sheet date.



## NGHE AN WATER SUPPLY JOINT STOCK COMPANY

Address: No. 32 Phan Dang Luu Road, Vinh City, Nghe An Province

### FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

#### Notes to the Financial Statements (cont.)

---

#### 4. Financial investments

##### *Held-to-maturity investments*

Investments are classified as held-to-maturity investments that the Company intends and is able to hold to maturity. Held-to-maturity investments only include term deposits in banks.

When there are reliable evidences proving that a part of or the whole investment cannot be recovered and the loss is reliably determined, the loss is recognized as financial expenses during the year and deducted from costs of investments.

##### *Investments in equity instruments of other entities*

Investments in equity instruments of other entities include such investments in equity instruments that do not enable the Company to have the control, joint control or significant influence on these entities.

Investments in equity instruments of other entities are initially recognized at costs, including cost of purchase or capital contributions plus other directly attributable transaction costs. Dividend and profit of the periods prior to the acquisition of investments are deducted from the cost of such investments. Dividend and profit of the periods after the acquisition of such investments are recorded in the Company's financial income. Particularly, stock dividends received are not recorded as an increase in value, but the increasing quantity of shares is followed up.

##### *Provisions for impairment of investments in equity instruments of other entities*

For investments of which the fair value cannot be measured at the time of reporting, provisions are made based on the losses suffered by investees, with the provision amount determined by the difference between owners' actual contributed capital and total owners' equity as of the balance sheet date multiplied (x) by the Company's rate of charter capital owning in these investees.

Increases/ (decreases) in provisions for impairment of investments in equity instruments of other entities to be recognized as of the balance sheet date are recorded into "Financial expenses."

#### 5. Receivables

Receivables are recognized at the carrying amount less allowance for doubtful debts.

The classification of receivables as trade receivables and other receivables is made according to the following principles:

- Trade receivables reflect receivables concerning the commercial nature arising from purchase and sale transactions between the Company and customers who are independent to the Company.
- Other receivables reflect receivables not concerning the commercial nature and irrelevant to purchase and sale transactions.

Allowance is made for each doubtful debt after being offset against liabilities (if any). The allowance rate is based on the debts' overdue period or the estimated loss as follows:

- As for overdue debts:
  - 30% of the value of debts with the overdue period from 6 months to under 1 year.
  - 50% of the value of debts with the overdue period from 1 year to under 2 years.
  - 70% of the value of debts with the overdue period from 2 years to under 3 years.
  - 100% of the value of debts with the overdue period from or over 3 years.
- As for the debts that are not overdue, but considered as doubtful debts: Allowance is made on the basis of the estimated loss.

Increases/ (decreases) in allowance for doubtful debts to be recognized as of the balance sheet date are recorded into "General and administration expenses".



## NGHE AN WATER SUPPLY JOINT STOCK COMPANY

Address: No. 32 Phan Dang Luu Road, Vinh City, Nghe An Province

### FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

#### Notes to the Financial Statements (cont.)

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#### 6. Inventories

Inventories are recognized at the lower of cost and net realizable value.

Costs of inventories are determined as follows:

- For materials and tools: Costs comprise costs of purchases and other directly attributable costs incurred in bringing the inventories to their present location and conditions.
- For work in progress: Costs comprise main materials, labor and other directly attributable costs.

The cost of inventories is determined using the weighted average method and recorded in accordance with the perpetual inventory system.

Net realizable value is the estimated selling prices of inventories in an ordinary course of business less the estimated expenses on product completion and other necessary expenses to make the sale.

Allowance for inventories is recognized for each type of inventories when their costs are higher than their net realizable value. Increases/ (decreases) in allowance for inventories to be recognized as of the balance sheet date are recorded into "Costs of sales".

#### 7. Prepaid expenses

Prepaid expenses comprise actual expenses arising and relevant to financial performance in several accounting periods. These prepaid expenses are allocated over the prepayment period or the period in which corresponding economic benefits are generated from these expenses.

Prepaid expenses of the Company primarily include:

##### *Expenses for fixed asset repairs*

Expenses for fixed asset repairs arising once with high value are allocated to expenses using the straight-line method in 3 years.

##### *Tools*

Expenses for tools in use are allocated to expenses using the straight-line method for the maximum period of 3 years.

#### 8. Tangible fixed assets

Tangible fixed assets are determined by their historical costs 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. Other expenses arising subsequent to initial recognition are included into historical costs of fixed assets only if it can be clearly demonstrated that the expenditure has resulted in future economic benefits expected to be obtained from the use of these assets. Those which do not meet the above conditions will be recorded into operating expenses during the year.

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.

Tangible fixed assets are depreciated in accordance with the straight-line method over their estimated useful lives. The depreciation years applied are as follows:

<u>Class of fixed assets</u>	<u>Current year</u>	<u>Previous year</u>
Buildings and structures	4 - 39	10 - 39
Machinery and equipment	5 - 15	5 - 15
Vehicles	3 - 24	6 - 24
Office equipment	5 - 6	5 - 6
Other fixed assets	13	13

## **NGHE AN WATER SUPPLY JOINT STOCK COMPANY**

Address: No. 32 Phan Dang Luu Road, Vinh City, Nghe An Province

### **FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

#### **Notes to the Financial Statements (cont.)**

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#### **9. Intangible fixed assets**

Intangible fixed assets are determined by their historical costs less accumulated amortization.

Historical costs of intangible fixed assets include all the costs paid by the Company to bring the asset to its working condition for its intended use. Other costs relevant to intangible fixed assets arising subsequent to initial recognition are included into operating costs during the period, otherwise, these costs are included into historical costs of fixed assets only if they are associated with a specific intangible fixed asset and result in future economic benefits expected to be obtained from the use of the asset.

When an intangible fixed asset is sold or disposed, its historical costs and accumulated amortization are written off, then any gain or loss arising from such disposal is included in the income or the expenses during the year.

Intangible fixed asset of the Company is computer software. Costs to obtain computer software, which is not a part associated with the relevant hardware, will be capitalized. Costs of computer software include all the expenses paid by the Company until the date the software is put into use. Computer software is amortized in accordance with the straight-line method in 12 years.

#### **10. Construction-in-progress**

Construction-in-progress reflects the expenses (including relevant borrowing interest expenses following the accounting policies of the Company) directly attributable to the construction of plants and the installation of machinery and equipment to serve for production, leasing, and management as well as the repair of fixed assets, which have not been completed yet. Assets in the progress of construction and installation are recorded at historical costs and not depreciated.

#### **11. Payables and accrued expenses**

Payables and accrued expenses are recorded based on the amounts payable for merchandise and services already used. Accrued expenses are recorded based on reasonable estimates for the amounts payable.

The classification of payables as trade payables, accrued expenses, and other payables is made on the basis of following principles:

- Trade payables reflect payables of commercial nature arising from the purchase of merchandise, services, or assets and the seller is an independent entity with the Company.
- Accrued expenses reflect expenses for merchandise, services received from suppliers or supplied to customers but have not been paid, invoiced or lack of accounting records and supporting documents; pay on leave payable to employees; and accrual of operating expenses.
- Other payables reflect payables of non-commercial nature and irrelevant to purchase, sales of merchandise or rendering of services.

Payables and accrued expenses are classified into short-term and long-term ones in the Balance Sheet based on the remaining terms as of the balance sheet date.

#### **12. Owner's equity**

##### ***Owner's contribution capital***

Owner's contribution capital is recorded according to the actual amounts invested by the shareholders.

#### **13. Profit distribution**

Profit after tax is distributed to the shareholders after appropriation for funds under the Charter of the Company as well as legal regulations and approved by the General Meeting of Shareholders.



## NGHE AN WATER SUPPLY JOINT STOCK COMPANY

Address: No. 32 Phan Dang Luu Road, Vinh City, Nghe An Province

### FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

#### Notes to the Financial Statements (cont.)

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The distribution of profits to the shareholders is made in consideration of non-cash items in retained earnings that may affect cash flows and the ability to pay dividends such as gains from revaluation of assets invested in other entities, gains from revaluation of monetary items, financial instruments and other non-cash items.

Dividends are recorded as payables upon approval of the General Meeting of Shareholders.

#### 14. Recognition of revenue and income

##### *Revenue from sales of clean water*

Revenue from sales of clean water is recognized based on the volume of water consumed, as measured by customer's water meter readings, and the price list issued by the Company at various times, which has been approved by the Provincial People's Committee.

##### *Revenue from rendering of services*

Revenue from rendering of services shall be recognized when all of the following conditions are satisfied:

- The amount of revenue can be measured reliably. When the contract stipulates that the buyer is entitled to return the services rendered under specific conditions, revenue is recognized only when those specific conditions no longer exist and the buyer is not entitled to return the services rendered.
- The Company received or shall probably receive the economic benefits associated with the rendering of services.
- The stage of completion of the transaction at the end of reporting period can be measured reliably.
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

In the case that the services are rendered in several accounting periods, revenue is recognized on the basis of the stage of completion as of the balance sheet date.

##### *Interest*

Interest is recorded, based on the term and the actual interest rate applied in each particular period.

#### 15. Borrowing costs

Borrowing costs are interest expenses and other costs that the Company directly incurs in connection with the borrowings. Borrowing costs are recorded as expenses when incurred.

#### 16. Expenses

Expenses are those that result in outflows of the Company's economic benefits and are recorded at the time of transactions or when incurrence of the transaction is reliable regardless of whether payment for expenses is made or not.

Expenses and their corresponding revenue are simultaneously recognized in accordance with matching principle. In the event that matching principle conflicts with prudence principle, expenses are recognized based on the nature and regulations of accounting standards in order to guarantee that transactions can be fairly and truly reflected.

#### 17. Corporate income tax

Corporate income tax only includes current income tax, which is the tax amount computed based on the taxable income. Taxable income is different from accounting profit due to the adjustments of temporary differences between tax and accounting figures, non-deductible expenses as well as those of non-taxable income and losses brought forward.

#### 18. Related parties

Parties are considered to be related parties in case that one party is able to control the other party or has significant influence on the financial and operating decisions of the other party. Parties are also considered to be related parties in case that they are under the common control or under the common significant influence.

In considering each possible related party relationship, attention is directed to the substance of the relationship and not merely the legal form.



**NGHE AN WATER SUPPLY JOINT STOCK COMPANY**

Address: No. 32 Phan Dang Luu Road, Vinh City, Nghe An Province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**Notes to the Financial Statements (cont.)****19. Segment reporting**

A business segment is a distinguishable component of the Company that is engaged in manufacturing or providing products or services and that is subject to risks and returns that are different from those of other business segments.

A geographical segment is a distinguishable component of the Company that is engaged in manufacturing or providing products or services within a particular economic environment and that is subject to risks and returns that are different from those of components operating in other economic environments.

The segment information is prepared and presented in conformity with the accounting policy applied for the preparation and presentation of the Company's Financial Statements.

**V. ADDITIONAL INFORMATION ON THE ITEMS OF THE BALANCE SHEET****1. Cash and cash equivalents**

	<u>Ending balance</u>	<u>Beginning balance</u>
Cash on hand	229,034,226	363,212,296
Demand deposits in banks	94,765,397,413	39,320,463,357
Cash equivalents (Bank term deposits of which the principal maturity is from or under 3 months)	16,190,618,662	16,041,559,332
<b>Total</b>	<b><u>111,185,050,301</u></b>	<b><u>55,725,234,985</u></b>

**2. Financial investments****2a. Held-to-maturity investments**

These are term deposits in banks with the principal maturity from 6 to 12 months, the interest rates ranging from 1.9% to 5.5% per year, of which the carrying value is equal to their original costs.

**2b. Investments in other entities**

	<u>Ending balance</u>		<u>Beginning balance</u>	
	<u>Original cost</u>	<u>Provision</u>	<u>Original cost</u>	<u>Provision</u>
Nghe An Tea Corporation JSC. ("Nghe An Tea")	13,790,916,000	(384,042,920)	13,790,916,000	(278,475,174)

As at 31 December 2024, the Company owned 345,181 shares, with a face value of VND 10,000 per share, equivalent to 10.1% of Nghe An Tea's charter capital.

*Fair value*

Shares of Nghe An Tea (ticker symbol: CNA, listed on UPCOM) have no transactions within 30 days prior to the balance sheet date; therefore, the Company has no information on fair value of this investment.

*Provisions for long-term financial investments*

The provision amount is calculated based on the audited Financial Statements for the fiscal year ended 31 December 2023 of Nghe An Tea.

	<u>Current year</u>	<u>Previous year</u>
Beginning balance	278,475,174	-
Additional provision	105,567,746	278,475,174
<b>Ending balance</b>	<b><u>384,042,920</u></b>	<b><u>278,475,174</u></b>

**NGHE AN WATER SUPPLY JOINT STOCK COMPANY**

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**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**Notes to the Financial Statements (cont.)****3. Short-term trade receivables**

	<u>Ending balance</u>	<u>Beginning balance</u>
Receivables for installation and water charges	4,528,116,191	5,512,048,813
Overdue receivables (Note V.6)	15,367,331,744	14,870,652,370
<b>Total</b>	<b>19,895,447,935</b>	<b>20,382,701,183</b>

**4. Short-term prepayments to suppliers**

	<u>Ending balance</u>	<u>Beginning balance</u>
Loc Toan Construction Co., Ltd.	86,435,500	865,653,755
CDT Consulting and Technology Transfer Co., Ltd.	1,343,419,000	-
Other suppliers	5,619,358,310	7,624,624,867
<b>Total</b>	<b>7,049,212,810</b>	<b>8,490,278,622</b>

**5. Other receivables****5a. Other short-term receivables**

	<u>Ending balance</u>		<u>Beginning balance</u>	
	<u>Value</u>	<u>Allowance</u>	<u>Value</u>	<u>Allowance</u>
Accrued interest income of term deposits	510,173,876	-	1,408,707,897	-
Advances	7,357,717,533	(616,038,012)	7,242,414,874	(616,038,012)
Land use right revoked as per Decision No. 297/QD-UBND <sup>(i)</sup>	5,690,610,000	-	5,690,610,000	-
Other short-term receivables	1,718,385,040	(765,299,128)	1,613,397,644	(765,299,128)
<b>Total</b>	<b>15,276,886,449</b>	<b>(1,384,361,240)</b>	<b>15,955,130,415</b>	<b>(1,384,361,240)</b>

- <sup>(i)</sup> Land use right of the 1,218.4 m<sup>2</sup> area in Truong Thi Ward, Vinh City, Nghe An Province used for developing the social housing project, was revoked under Decision No. 297/QD-UBND dated 27 July 2021 by the People's Committee of Nghe An Province. Currently, the Company has been working with the People's Committee of Nghe An Province to reach an agreement on a compensation plan.

**5b. Other long-term receivables**

These are long-term deposits.

**6. Doubtful debts**

	<u>Ending balance</u>		<u>Beginning balance</u>	
	<u>Value</u>	<u>Allowance</u>	<u>Value</u>	<u>Allowance</u>
<b>Trade receivables</b>	<b>15,367,331,744</b>	<b>(15,172,468,200)</b>	<b>14,870,652,370</b>	<b>(14,870,652,370)</b>
People's Committee of Thanh Tuong Commune	1,309,272,998	(1,309,272,998)	1,309,272,998	(1,309,272,998)
Ba Ha Lake Project	2,197,138,000	(2,197,138,000)	2,197,138,000	(2,197,138,000)
Rural Water Supply System of Don Phuc Commune, Con Cuong District	704,000,000	(704,000,000)	704,000,000	(704,000,000)
Program 134 Project Management Unit of Con Cuong District	1,004,529,000	(1,004,529,000)	1,004,529,000	(1,004,529,000)



**NGHE AN WATER SUPPLY JOINT STOCK COMPANY**

Address: No. 32 Phan Dang Luu Road, Vinh City, Nghe An Province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**Notes to the Financial Statements (cont.)**

	<b>Ending balance</b>		<b>Beginning balance</b>	
	<b>Value</b>	<b>Allowance</b>	<b>Value</b>	<b>Allowance</b>
Construction Investment Project Management Unit of Que Phong District	3,069,641,000	(3,069,641,000)	3,069,641,000	(3,069,641,000)
People's Committee of Quan Hanh Town	768,819,000	(768,819,000)	768,819,000	(768,819,000)
People's Committee of Nghi Kim Commune, Nghi Loc District	1,554,035,000	(1,554,035,000)	1,554,035,000	(1,554,035,000)
Other organizations and individuals	4,759,896,746	(4,565,033,202)	4,528,283,935	(4,263,217,372)
<b>Other receivables</b>	<b>1,384,361,240</b>	<b>(1,384,361,240)</b>	<b>1,384,361,240</b>	<b>(1,384,361,240)</b>
Ms. Ho Thi Lien	302,237,000	(302,237,000)	302,237,000	(302,237,000)
Other organizations and individuals	1,082,124,240	(1,082,124,240)	1,082,124,240	(1,082,124,240)
<b>Prepayments to suppliers</b>	<b>1,175,999,164</b>	<b>(1,175,999,164)</b>	<b>1,175,999,164</b>	<b>(1,175,999,164)</b>
Dai Hung Construction and Trading JSC.	311,700,000	(311,700,000)	311,700,000	(311,700,000)
Vinh City Suburban Water Supply Project Management Unit	214,239,329	(214,239,329)	214,239,329	(214,239,329)
Nghe An Department of Finance	309,668,000	(309,668,000)	309,668,000	(309,668,000)
Other long-term receivables	340,391,835	(340,391,835)	340,391,835	(340,391,835)
<b>Total</b>	<b>17,927,692,148</b>	<b>(17,732,828,604)</b>	<b>17,431,012,774</b>	<b>(17,431,012,774)</b>

Fluctuations in allowance for doubtful debts during the year are as follows:

	<b>Current year</b>	<b>Previous year</b>
Beginning balance	17,431,012,774	16,565,739,816
Additional allowance	311,132,780	865,604,758
Reversal of allowance	(9,316,950)	(331,800)
<b>Ending balance</b>	<b>17,732,828,604</b>	<b>17,431,012,774</b>

**7. Inventories**

	<b>Ending balance</b>		<b>Beginning balance</b>	
	<b>Original cost</b>	<b>Allowance</b>	<b>Original cost</b>	<b>Allowance</b>
Materials and supplies	63,695,186,093	-	91,725,870,455	-
Tools	9,059,223,655	-	7,347,566,504	-
Work in progress	26,215,230	-	26,215,230	-
<b>Total</b>	<b>72,780,624,978</b>	<b>-</b>	<b>99,099,652,189</b>	<b>-</b>

**8. Long-term prepaid expenses**

	<b>Ending balance</b>	<b>Beginning balance</b>
Expenses for tools	2,823,421,992	5,075,679,201
Expenses for fixed asset repairs	2,280,404,584	2,362,779,098
Other long-term prepaid expenses	287,273,315	736,366,547
<b>Total</b>	<b>5,391,099,891</b>	<b>8,174,824,846</b>



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**Notes to the Financial Statements (cont.)****9. Tangible fixed assets**

	<b>Buildings and structures</b>	<b>Machinery and equipment</b>	<b>Vehicles</b>	<b>Office equipment</b>	<b>Other fixed assets</b>	<b>Total</b>
<b>Historical costs</b>						
Beginning balance	619,852,557,277	110,378,807,451	552,491,567,923	572,975,000	4,239,669,084	1,287,535,576,735
Completed construction	6,747,998,396	-	44,393,016,624	-	-	51,141,015,020
<b>Ending balance</b>	<b>626,600,555,673</b>	<b>110,378,807,451</b>	<b>596,884,584,547</b>	<b>572,975,000</b>	<b>4,239,669,084</b>	<b>1,338,676,591,755</b>
<i>In which:</i>						
Assets fully depreciated but still in use	54,828,482,184	104,434,744,527	48,011,700,114	572,975,000	4,239,669,084	212,087,570,909
Assets waiting for liquidation	85,383,184,281	30,792,641,373	87,046,513,226	-	-	203,222,338,880
<b>Depreciation</b>						
Beginning balance	288,644,632,325	108,219,442,143	348,383,271,491	572,975,000	3,928,360,296	749,748,681,255
Depreciation during the year	50,665,682,524	927,114,512	58,792,629,865	-	311,308,788	110,696,735,689
<b>Ending balance</b>	<b>339,310,314,849</b>	<b>109,146,556,655</b>	<b>407,175,901,356</b>	<b>572,975,000</b>	<b>4,239,669,084</b>	<b>860,445,416,944</b>
<b>Net book value</b>						
Beginning balance	331,207,924,952	2,159,365,308	204,108,296,432	-	311,308,788	537,786,895,480
<b>Ending balance</b>	<b>287,290,240,824</b>	<b>1,232,250,796</b>	<b>189,708,683,191</b>	<b>-</b>	<b>-</b>	<b>478,231,174,811</b>
<i>In which:</i>						
Assets temporarily not in use	-	-	-	-	-	-
Assets waiting for liquidation (*)	18,976,498,145	319,106,209	4,520,512,637	-	-	23,816,116,991

(\*) Pursuant to Decision No. 05/QD-HDQT dated 2 July 2024, the Company publicly announced to investors the sale of assets through competitive bidding for 10 water supply stations (Anh Son, Con Cuong, Do Luong, Ky Son, Nam Dan, Quy Chau, Quy Hop, Tan Ky, Thanh Chuong, and Tung Duong), along with the rights of exploitation, operation, and water supply areas. The deadline for interested investors to submit their bids was 6 September 2024. The Company made the second announcement as per Decision No. 55/TB-CNNA dated 21 February 2025, extending the bid submission deadline to 3:00 PM on 2 April 2025.

Some tangible fixed assets with the net book value of VND 236,774,018,041 have been pledged as collateral for the Company's bank loans (Note V.17).

**10. Intangible fixed assets**

This is the Company's management software. Details are as follows:

	<b>Historical cost</b>	<b>Accumulated amortization</b>	<b>Net book value</b>
Beginning balance	518,800,000	(430,837,808)	87,962,192
Amortization during the year	-	(23,994,050)	(23,994,050)
<b>Ending balance</b>	<b>518,800,000</b>	<b>(454,831,858)</b>	<b>63,968,142</b>
<i>In which:</i>			
Assets temporarily not in use	280,800,000	-	-
Assets waiting for liquidation	-	-	-

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**Notes to the Financial Statements (cont.)****11. Construction-in-progress**

	<u>Beginning balance</u>	<u>Expenses incurred during the year</u>	<u>Transferred to fixed assets during the year</u>	<u>Transferred to prepaid expenses/ expenses</u>	<u>Ending balance</u>
Installation of DN500/DN300 cast-iron pipeline along the transportation route connecting Vinh and Cua Lo	2,731,489,614	22,780,679,154	(25,512,168,768)	-	-
Repair and renovation of Anh Son Water Plant	4,387,677,947	1,843,695,085	(6,231,373,032)	-	-
Installation of D400 cast-iron pipeline connecting Quan Hanh pumping station, Nghi Loc District	4,045,141,939	-	(4,045,141,939)	-	-
Additional installation of D300 cast-iron pipeline to supply water to the people of Hung Hoa Commune	6,317,617,978	1,619,935,064	(7,937,553,042)	-	-
Installation of DN300 cast-iron pipeline along the east side of Phong Dinh Cang Road	-	2,607,291,767	-	-	2,607,291,767
Other projects	8,412,215,605	14,043,264,678	(7,414,778,239)	(11,357,395,634)	3,683,306,410
<b>Total</b>	<b>25,894,143,083</b>	<b>42,894,865,748</b>	<b>(51,141,015,020)</b>	<b>(11,357,395,634)</b>	<b>6,290,598,177</b>

**12. Short-term trade payables**

	<u>Ending balance</u>	<u>Beginning balance</u>
The South Nghe An Water Resources Limited Company	13,006,980,000	9,829,890,000
Vinh Urban Management and Development JSC.	13,994,375,149	12,017,629,641
Other suppliers	27,048,262,342	36,503,718,114
<b>Total</b>	<b>54,049,617,491</b>	<b>58,351,237,755</b>

The Company has no overdue trade payables.

**13. Short-term advances from customers**

	<u>Ending balance</u>	<u>Beginning balance</u>
An Thinh Construction Co., Ltd.	618,455,000	-
Other customers	3,423,469,227	5,802,999,251
<b>Total</b>	<b>4,041,924,227</b>	<b>5,802,999,251</b>

**14. Taxes and other obligations to the State Budget**

	<u>Beginning balance</u>		<u>Incurred during the year</u>		<u>Ending balance</u>	
	<u>Payable</u>	<u>Receivable</u>	<u>Amount payable</u>	<u>Amount already paid</u>	<u>Payable</u>	<u>Receivable</u>
Corporate income tax	-	441,152,136	739,132,378	-	297,980,242	-
Personal income tax	105,300,230	-	285,052,275	(190,652,505)	199,700,000	-
Natural resource tax	9,976,730	-	128,460,449	(130,739,560)	7,697,619	-
Environmental protection tax	300,236,576	-	4,090,874,681	(4,067,599,455)	323,511,802	-
Land rental, non-agricultural land tax	-	-	170,513,270	(173,910,648)	-	3,397,378
Fee for acquiring water exploitation right	-	-	51,259,697	(51,259,697)	-	-
License duty	-	-	16,000,000	(16,000,000)	-	-
<b>Total</b>	<b>415,513,536</b>	<b>441,152,136</b>	<b>5,481,292,750</b>	<b>(4,630,161,865)</b>	<b>828,889,663</b>	<b>3,397,378</b>



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**Notes to the Financial Statements (cont.)*****Value added tax ("VAT")***

The Company has to pay VAT in accordance with the deduction method. The VAT rates applied are as follows:

- Clean water supply 5%
- Other services 8% and 10%

***Corporate income tax ("CIT")***

The Company has to pay CIT for taxable income at the rate of 20%.

Estimated CIT payable during the year is as follows:

	<b>Current year</b>	<b>Previous year</b>
Total accounting profit before tax	3,678,175,417	4,314,419,585
Increases/ (decreases) of accounting profit to determine income subject to tax:	17,486,471	120,527,675
- Increases (non-deductible expenses)	17,486,471	120,527,675
- Decreases	-	-
Taxable income	3,695,661,888	4,434,947,260
CIT rate	20%	20%
CIT payable	739,132,378	886,989,452
Adjustments of CIT of the previous years	-	662,231,689
<b>CIT to be paid</b>	<b>739,132,378</b>	<b>1,549,221,141</b>

The determination of the Company's CIT liability is based on the prevailing regulations on taxes. However, these regulations may change from time to time and regulations applicable to variety of transactions can be interpreted differently. Therefore, the tax amount presented in the Financial Statements could change when being inspected by the Tax Office.

***Natural resource tax***

The Company has to pay natural resource tax imposed on its mineral exploitation activities as follows:

<b>Minerals</b>	<b>Taxable price per unit of natural resources</b>	<b>Tax rate</b>
- Surface water	VND 2,000/m <sup>3</sup>	1%
- Groundwater	VND 5,000/m <sup>3</sup>	5%

***Environmental protection tax***

The Company has to pay environmental protection tax imposed on its domestic wastewater and gas emission, at a rate of 10% of the selling price per 1m<sup>3</sup> of clean water, excluding VAT.

***Other taxes***

The Company declares and pays these taxes according to prevailing regulations.

**15. Short-term accrued expenses**

	<b>Ending balance</b>	<b>Beginning balance</b>
Accrued loan interest expenses	1,358,849,959	1,723,719,967
Payments for forest environmental services (PFES)	426,227,568	393,514,732
Other short-term accrued expenses	1,550,803,817	1,140,441,802
<b>Total</b>	<b>3,335,881,344</b>	<b>3,257,676,501</b>



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**Notes to the Financial Statements (cont.)****16. Other short-term payables**

	<u>Ending balance</u>	<u>Beginning balance</u>
Trade Union's expenditure	211,384,042	210,867,142
Social insurance premiums	18,523,415	51,891,398
Payables for equitization	14,300,000	14,300,000
Short-term deposits received	816,410,447	603,759,635
Payables for environmental protection fee	238,428,348	266,756,727
Payables for water drainage fee	156,964,577	231,237,538
Payables for raw water charges	-	99,239,825,685
Other short-term payables	5,934,861,625	4,630,321,267
<b>Total</b>	<b><u>7,390,872,454</u></b>	<b><u>105,248,959,392</u></b>

**17. Borrowings****17a. Short-term borrowings**

These are the current portions of long-term loans (Note V.17b), including:

	<u>Ending balance</u>	<u>Beginning balance</u>
Ministry of Finance - Vinh Project	9,552,093,004	9,552,093,004
Vietnam Development Bank ("VDB") – Nghe An Branch - Vinh City Suburban Water Supply Project	17,033,174,552	17,033,174,552
Vietnam Development Bank ("VDB") – Nghe An Branch - Water Loss Reduction Project	76,321,087	81,636,517
<b>Total</b>	<b><u>26,661,588,643</u></b>	<b><u>26,666,904,073</u></b>

The Company has solvency to repay current portions of long-term loans.

Details of increases/ (decreases) in current portions of long-term loans during the year are as follows:

	<u>Current year</u>	<u>Previous year</u>
Beginning balance	26,666,904,073	26,666,035,235
Transfer from long-term loans	26,667,143,517	26,671,302,244
Amount of loans repaid in the year	(26,672,458,947)	(26,670,433,406)
<b>Total</b>	<b><u>26,661,588,643</u></b>	<b><u>26,666,904,073</u></b>

**17b. Long-term borrowings**

	<u>Ending balance</u>	<u>Beginning balance</u>
Ministry of Finance - Vinh Project <sup>(i)</sup>	14,178,736,991	23,730,829,995
Vietnam Development Bank ("VDB") – Nghe An Branch - Vinh City Suburban Water Supply Project <sup>(ii)</sup>	110,715,634,604	127,748,809,156
Vietnam Development Bank ("VDB") – Nghe An Branch - Water Loss Reduction Project <sup>(iii)</sup>	1,131,065,041	1,212,941,002
<b>Total</b>	<b><u>126,025,436,636</u></b>	<b><u>152,692,580,153</u></b>

The Company has solvency to repay long-term borrowings.

- (i) This is the unsecured loan under Subsidiary Loan Agreement dated 28 August 1997 between the Ministry of Finance and Nghe An Province Water Supply and Drainage Company (now known as Nghe An Water Supply Joint Stock Company); and Amendment Annex to Subsidiary Loan Agreement dated 28 April 2008. The loan is repaid within 25 years, with a 5-year grace period starting from the first disbursement date (20 March 2002). The interest rate under the amended Agreement is 5% per year.

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- (ii) The ODA Loan Agreement dated 27 September 2011 between VDB – Nghe An Branch and Nghe An Water Supply One-Member Co., Ltd. (now known as Nghe An Water Supply Joint Stock Company) is to finance the Vinh City Suburban Water Supply Project. Loan principal and interest are repaid in two installments annually on 15 June and 15 December. Total loan amount under the agreement is EUR 10,272,000; and the loan and debt are denominated in Vietnamese Dong. Annual foreign exchange differences are recorded by the Company as additions to the loan principal. The re-lending interest rates applied to the outstanding loan balance are as follow: 3.2% per year for 70% of the total loan amount, and 5.3% per year for the remaining 30% of loan amount. Collateral is all assets financed by the loan from the Finnish Government.
- (iii) This is the loan under Subsidiary Loan Agreement dated 9 July 2013 between the Ministry of Finance and Nghe An Water Supply One-Member Co., Ltd. (now known as Nghe An Water Supply Joint Stock Company) regarding the utilization of Loan No. 2691 VIE and OCR Loan No. 3251 from the Asian Development Bank (“ADB”). The outstanding balance as of the balance sheet date is the loan commitment fee payable of USD 50,822.97. Up to now, the loan has not been disbursed, and the Company has been currently submitting a request to the Ministry of Finance to cancel this loan.

Repayment schedule of long-term borrowings is as follows:

	<u>Ending balance</u>	<u>Beginning balance</u>
From or under 1 year	26,661,588,643	26,666,904,073
Over 1 year to 5 years	83,442,500,240	93,076,469,205
Over 5 years	42,582,936,396	59,616,110,948
<b>Total</b>	<b>152,687,025,279</b>	<b>179,359,484,226</b>

Details of increases/ (decreases) in long-term borrowings are as follows:

	<u>Current year</u>	<u>Previous year</u>
Beginning balance	152,692,580,153	179,345,706,355
Foreign exchange differences	-	18,176,042
Transfer to current portions of long-term loans	(26,667,143,517)	(26,671,302,244)
<b>Ending balance</b>	<b>126,025,436,636</b>	<b>152,692,580,153</b>

The Company has no overdue borrowings.

**18. Short-term provisions**

	<u>Ending balance</u>	<u>Beginning balance</u>
Provision for raw water charges	120,901,582,998	107,071,396,298

The payable for raw water charges from 1 February 2021 to 31 December 2024 is presented in the item “Short-term provisions”, determined based on the amount of raw water supplied for production and the provisional unit price.

**19. Bonus and welfare funds**

	<u>Beginning balance</u>	<u>Increase due to appropriation from profit</u>	<u>Ending balance</u>
Bonus fund	1,852,963,843	1,244,339,300	3,097,303,143
Welfare fund	38,536,231	-	38,536,231
Executive Officers’ bonus fund	284,327	-	284,327
<b>Total</b>	<b>1,891,784,401</b>	<b>1,244,339,300</b>	<b>3,136,123,701</b>



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**Notes to the Financial Statements (cont.)****20. Owner's equity****20a. Statement of changes in owner's equity**

	<b>Owner's contribution capital</b>	<b>Investment and development fund</b>	<b>Retained earnings</b>	<b>Total</b>
Beginning balance of the previous year	373,859,830,000	1,193,463,427	4,834,947,602	379,888,241,029
Profit of the previous year	-	-	2,765,198,444	2,765,198,444
Appropriation for funds	-	1,692,231,661	(2,417,473,801)	(725,242,140)
Dividends declared	-	-	(2,417,473,801)	(2,417,473,801)
Other sources of capital	-	65,686,747	-	65,686,747
<b>Ending balance of the previous year</b>	<b>373,859,830,000</b>	<b>2,951,381,835</b>	<b>2,765,198,444</b>	<b>379,576,410,279</b>
Beginning balance of the current year	373,859,830,000	2,951,381,835	2,765,198,444	379,576,410,279
Profit of the current year	-	-	2,939,043,039	2,939,043,039
Appropriation for funds	-	1,520,859,144	(2,765,198,444)	(1,244,339,300)
<b>Ending balance of the current year</b>	<b>373,859,830,000</b>	<b>4,472,240,979</b>	<b>2,939,043,039</b>	<b>381,271,114,018</b>

**20b. Details of owner's contribution capital**

	<b>Ending balance</b>	<b>Beginning balance</b>
People's Committee of Nghe An Province	142,278,360,000	142,278,360,000
Song Con Sugar JSC.	103,419,400,000	103,419,400,000
Other shareholders	128,162,070,000	128,162,070,000
<b>Total</b>	<b>373,859,830,000</b>	<b>373,859,830,000</b>

**20c. Shares**

	<b>Ending balance</b>	<b>Beginning balance</b>
Number of ordinary shares registered to be issued	37,385,983	37,385,983
Number of ordinary shares already issued	37,385,983	37,385,983
Number of outstanding ordinary shares	37,385,983	37,385,983

Face value per outstanding share: VND 10,000.

**20d. Profit distribution**

During the year, the Company distributed its profit in accordance with the Resolution of 2024 Annual General Meeting of Shareholders No. 01/NQ-DHDCD dated 20 April 2024 as follows:

VND

- Appropriation for investment and development fund : 1,520,859,144
- Appropriation for bonus and welfare funds : 1,244,339,300

**VI. ADDITIONAL INFORMATION ON THE ITEMS OF THE INCOME STATEMENT****1. Revenue from sales of merchandise and rendering of services****1a. Gross revenue**

	<b>Current year</b>	<b>Previous year</b>
Revenue from sales of clean water	319,342,981,739	298,632,642,497
Revenue from construction and installation	8,919,116,723	6,072,642,701
Other revenue	1,481,388,778	1,415,433,032
<b>Total</b>	<b>329,743,487,240</b>	<b>306,120,718,230</b>

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**Notes to the Financial Statements (cont.)****2. Costs of sales**

	<u>Current year</u>	<u>Previous year</u>
Costs of sales of clean water	246,164,364,748	230,397,173,990
Costs of construction and installation	2,653,753,571	3,208,135,102
<b>Total</b>	<b>248,818,118,319</b>	<b>233,605,309,092</b>

**3. Financial income**

	<u>Current year</u>	<u>Previous year</u>
Interests from demand deposits in banks	81,367,195	63,542,186
Interests from term deposits in banks	1,865,630,049	5,858,654,145
Exchange gain arising from transactions in foreign currencies	-	576,186,375
<b>Total</b>	<b>1,946,997,244</b>	<b>6,498,382,706</b>

**4. Financial expenses**

	<u>Current year</u>	<u>Previous year</u>
Interest expenses	8,295,512,540	10,313,566,842
Exchange loss arising from transactions in foreign currencies	-	743,452,634
Exchange loss due to revaluation of monetary items in foreign currencies	-	18,176,042
Provision of diminution in value of trading securities and impairment of investments	105,567,746	278,475,174
Other financial expenses	-	29,338
<b>Total</b>	<b>8,401,080,286</b>	<b>11,353,700,030</b>

**5. Selling expenses**

	<u>Current year</u>	<u>Previous year</u>
Labor costs	14,792,310,600	17,577,743,800
Expenses for tools	173,941,516	138,218,155
Other expenses	1,886,951,263	1,445,359,034
<b>Total</b>	<b>16,853,203,379</b>	<b>19,161,320,989</b>

**6. General and administration expenses**

	<u>Current year</u>	<u>Previous year</u>
Labor costs (*)	38,166,887,274	30,216,180,990
Materials and supplies	179,856,204	24,142,771
Office supplies	3,083,352,218	5,470,531,151
Depreciation/amortization of fixed assets	2,588,147,064	1,994,558,350
Taxes, fees and legal fees	21,622,409	171,963,891
Allowance for doubtful debts	301,815,830	865,272,958
Expenses for external services	3,577,120,935	5,354,088,949
Other expenses	6,190,703,792	3,729,391,048
<b>Total</b>	<b>54,109,505,726</b>	<b>47,826,130,108</b>

In which, the additional salaries for 2023 and 2024 were VND 3,523,440,000 and VND 3,316,899,000, respectively.



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**Notes to the Financial Statements (cont.)****7. Other income**

	<u>Current year</u>	<u>Previous year</u>
Compensation for site clearance	-	3,382,279,727
<i>Income from compensation for site clearance</i>	-	7,946,637,000
<i>Expenses incurred</i>	-	(4,564,357,273)
Compensation received	268,795,999	152,997,847
Proceeds from sales of scraps	-	171,990,000
Other income	193,455,924	316,533,933
<b>Total</b>	<b><u>462,251,923</u></b>	<b><u>4,023,801,507</u></b>

**8. Other expenses**

	<u>Current year</u>	<u>Previous year</u>
Compensation expenses	156,297,800	-
Tax fines and tax collected in arrears	17,486,471	70,904,076
Fines for administrative violations	16,976,822	50,000,000
Other expenses	101,299,520	260,956,372
<b>Total</b>	<b><u>292,060,613</u></b>	<b><u>381,860,448</u></b>

**9. Earnings per share ("EPS")****9a. Basic/diluted EPS**

	<u>Current year</u>	<u>Previous year</u>
Accounting profit after corporate income tax	2,939,043,039	2,765,198,444
Increases/ (decreases) in accounting profit used to determine profit distributed to ordinary equity holders	(440,856,456)	(1,244,339,300)
<i>Appropriation for bonus and welfare funds <sup>(i)</sup></i>	<i>(440,856,456)</i>	<i>(1,244,339,300)</i>
Profit used to calculate basic/diluted EPS	2,498,186,583	1,520,859,144
Weighted average number of ordinary shares outstanding during the year	37,385,983	37,385,983
<b>Basic/diluted EPS</b>	<b><u>67</u></b>	<b><u>41</u></b>

<sup>(i)</sup> For the purpose of determining the "Basic EPS" item of the current year, the bonus and welfare funds were calculated at a rate of 15% of profit after tax for the current year. This rate was determined based on the rate of 2023.

The basic EPS of the previous year was recalculated due to the deduction of the appropriation for bonus and welfare funds according to the Resolution of 2024 Annual Meetings of General Shareholders. This recalculation made the basic EPS of the previous year decrease from VND 63 to VND 41.

**9b. Other information**

There have not been any transactions of ordinary shares or potential transactions of ordinary shares from the balance sheet date to the disclosure date of these Financial Statements.

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Address: No. 32 Phan Dang Luu Road, Vinh City, Nghe An Province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**Notes to the Financial Statements (cont.)****10. Operating costs by factors**

	<u>Current year</u>	<u>Previous year</u>
Materials and supplies	64,932,588,389	75,921,739,206
Labor costs	84,740,289,199	75,289,263,450
Depreciation/amortization of fixed assets	110,720,729,739	51,898,154,221
Expenses for external services	49,430,563,647	56,691,287,349
Other expenses	9,956,656,450	9,361,160,109
<b>Total</b>	<b><u>319,780,827,424</u></b>	<b><u>269,161,604,335</u></b>

**VII. ADDITIONAL INFORMATION ON THE ITEMS OF THE CASH FLOW STATEMENT****Non-cash transactions**

	<u>Current year</u>	<u>Previous year</u>
Interests from term deposits added to principal	2,049,625,288	5,874,514,303

**VII. OTHER DISCLOSURES****1. Transactions and balances with the related parties**

The related parties of the Company include the key managers, their related individuals and other related parties.

**1a. Transactions and balances with the key managers and their related individuals**

The key managers include the Board of Directors ("BOD"), the Board of Supervisors ("BOS"), the Board of Management ("BOM") and the Chief Accountant. The key managers' related individuals are their close family members.

The Company has no transactions or balances with the key managers and their related individuals.

*Compensation of the key managers*

	<u>Position</u>	<u>Salary</u>	<u>Allowance</u>	<u>Bonus</u>	<u>Total compensation</u>
<b>Current year</b>					
Mr. Nguyen Ba Quy	BOD Chairman	-	180,000,000	50,000,000	230,000,000
Mr. Trinh Van Thang	BOD Member	-	90,000,000	50,000,000	140,000,000
Mr. Le Dinh Hoan	Assistant of General Director cum BOD Member	299,692,000	60,000,000	107,825,000	467,517,000
Ms. Vo Thi Thin	Head of BOS	218,868,000	-	59,018,000	277,886,000
Ms. Le Thi Kim Oanh	BOS Member	-	36,000,000	10,000,000	46,000,000
Ms. Nguyen Thi Ngan	BOS Member (resigned on 20 April 2024)	-	15,000,000	10,000,000	25,000,000
Ms. Nguyen Thi Thanh Chau	BOS Member (appointed on 20 April 2024)	-	21,000,000	-	21,000,000
Mr. Hoang Van Hai	General Director	454,658,000	-	128,012,000	582,670,000
Mr. Nguyen Van Ha	Deputy General Director	436,416,000	-	126,315,000	562,731,000
Ms. Tran Thi Lan Anh	Chief Accountant	222,878,000	-	59,615,000	282,493,000
<b>Total</b>		<b><u>1,632,512,000</u></b>	<b><u>402,000,000</u></b>	<b><u>600,785,000</u></b>	<b><u>2,635,297,000</u></b>



**NGHE AN WATER SUPPLY JOINT STOCK COMPANY**

Address: No. 32 Phan Dang Luu Road, Vinh City, Nghe An Province

**FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2024

**Notes to the Financial Statements (cont.)**

	<b>Position</b>	<b>Salary</b>	<b>Allowance</b>	<b>Bonus</b>	<b>Total compensation</b>
<b>Previous year</b>					
Mr. Nguyen Ba Quy	BOD Chairman	-	175,000,000	71,600,000	246,600,000
Mr. Trinh Van Thang	BOD Member	-	87,500,000	50,000,000	137,500,000
Mr. Le Dinh Hoan	Assistant of General Director cum BOD Member	314,407,000	57,500,000	109,843,000	481,750,000
Ms. Vo Thi Thin	Head of BOS	214,680,000	-	53,608,000	268,288,000
Ms. Le Thi Kim Oanh	BOS Member	-	35,000,000	10,000,000	45,000,000
Ms. Nguyen Thi Ngan	BOS Member	-	35,000,000	10,000,000	45,000,000
Mr. Hoang Van Hai	General Director	429,900,000	-	125,842,000	555,742,000
Mr. Nguyen Van Ha	Deputy General Director	422,687,000	-	120,765,000	543,452,000
Ms. Tran Thi Lan Anh	Chief Accountant	216,691,000	-	53,827,000	270,518,000
<b>Total</b>		<b>1,598,365,000</b>	<b>390,000,000</b>	<b>605,485,000</b>	<b>2,593,850,000</b>

**1b. Transactions and balances with other related parties**

Other related parties of the Company include:

<b>Name</b>	<b>Relationship</b>
People's Committee of Nghe An Province	Major shareholder
Song Con Sugar JSC.	Major shareholder

The Company has no transactions or balances with other related parties during the year (in the previous year, the Company only had the transactions related to dividends declared to the People's Committee of Nghe An Province and Song Con Sugar JSC., amounting to VND 910,581,504 and VND 661,884,160, respectively).

**2. Segment information**

The Company does not present segment reporting, as it primarily operates in a single business segment of supplying clean water and in a single geographical area of the Vietnamese territory.

**3. Changes in accounting estimates**

During the year, the Company's Board of Management changed the depreciation period of tangible fixed assets (Note IV.8). The Board of Management believes that the new depreciation period more accurately reflected the efficiency of the Company's use of fixed assets. Had the previous depreciation period been applied, the depreciation expenses for the current year would have decreased by VND 40,465,925,481.

# NGHE AN WATER SUPPLY JOINT STOCK COMPANY

Address: No. 32 Phan Dang Luu Road, Vinh City, Nghe An Province

## FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2024

### Notes to the Financial Statements (cont.)

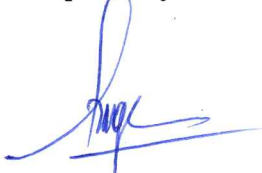
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#### 4. Subsequent events

There have been no material events after the balance sheet date, which require to make adjustments on the figures or to be disclosed in the Financial Statements.

Prepared on 31 March 2025

Prepared by



Hoang Viet Nga

Chief Accountant



Tran Thi Lan Anh

General Director



Hoang Van Hai