

**DONG THAP WATER SUPPLY &  
URBAN ENVIRONMENT  
JOINT – STOCK COMPANY**

**SOCIALIST REPUBLIC OF VIETNAM**  
**Independence – Liberty - Happiness**

No. 341/CN&MTĐT

*Dong Thap, 20 April 2026*

Re: Explanation of the Difference in  
Profit after income tax for the first  
quarter of 2026 compared to the  
same period last year

To:

- The State Securities Commission;
- Ha Noi Stock Exchange (HNX).

Pursuant to Circular No. 96/2020/TT-BTC dated 16 November 2020 of the Ministry of Finance guiding the disclosure of information on the securities market and Circular No. 68/2024/TT-BTC dated 18 September 2024 of the Ministry of Finance on amendments and supplements to a number of articles of Circular No. 96/2020/TT-BTC dated 16 November 2020;

Pursuant to Official Dispatch No. 829/SGDHN-QLNY dated March 30, 2026, by the Hanoi Stock Exchange providing guidelines on the disclosure of Quarter 1/2026 Financial Statements.

Dong Thap Water Supply and Urban Environment Joint Stock Company (DOWASEN) hereby provides an explanation regarding the Profit after tax in the Separate Financial Statements for Quarter 1 of 2026, which fluctuated by 10% or more compared to the same period in 2025, as follows:

**1. Profit on the Financial Statements for the first Quarter of 2026**

- Profits after income tax for the first Quarter of 2026 is VND 13.25 billion.
- Profits after income tax for the first quarter of 2025 is VND 4.65 billion.

The variance represented an increase of VND 8.59 billion (equivalent to a growth rate of over 10%).

**2. Revenue**

Total revenue for the Quarter increased by **VND 27.3 billion<sup>1</sup>**, equivalent to an increase of **28.7%** compared to the same period last year. The primary driver was clean water revenue, which rose by **VND 27.4 billion<sup>2</sup>** (up 40.9% YoY), due to the following reasons:

- **Quarter 1/2025:** The Company implemented an adjustment in the timing of water meter readings to synchronize and support anti-water loss efforts for 2025. This resulted in a **17.72%** decrease in water supply revenue compared to Q1/2024.

<sup>(1)</sup> = 122,849,877,164 - 95,451,253,381

<sup>(2)</sup> = 94,481,034,537 - 67,029,337,932



Additionally, other core activities were affected by organizational restructuring, streamlining, and the merger of provincial departments in accordance with central and local directives. Some public investment projects were also temporarily suspended, leading to a **12.97%** decline in bottled water production and business, impacting related operations.

- **Quarter 1/2026:** Applied the clean water price increase effective from July 18, 2025, under **Decision No. 795/QĐ-UBND** of the Dong Thap Provincial People's Committee <sup>(3)</sup>, which increased the average selling price by approximately **5%** compared to Q1/2025. Furthermore, starting from the clean water billing cycle of December 2025, the Company adjusted the timing of water meter readings to synchronize with the 2026 anti-water loss plan, leading to a sharp increase in consumption volume and revenue compared to the same period in 2025.

In addition, starting from January 1, 2026, the implementation of **Decree No. 346/2025/ND-CP** <sup>(4)</sup> and **Decision No. 525/QĐ-UBND** <sup>(5)</sup> resulted in an increase of over **VND 0.2 billion** in other income from environmental protection fees for domestic wastewater compared to Q1/2025.

### 3. Expenses

Total expenses increased by **19.75%** year-on-year, in which: Cost of Goods Sold increased by **23.7%**; General and Administrative expenses increased by **26.14%**; while Selling expenses, Financial expenses, and Other expenses decreased by **6.6%**, **8.6%**, and **73%** respectively.

**Conclusion:** Since the growth in total revenue (both in absolute value and percentage) exceeded the growth in total expenses, Profit Before Tax for Q1/2026 increased by **VND 9.59 billion** (up **128.42%**). Consequently, Profit After Tax increased by more than **10%** compared to the same period last year.

We hereby commit that the above explanations are fully accurate and take legal responsibility for the content of this disclosure.

Sincerely./.

**Recipient:**

- Ditto;
- Member of the Board of Directors;
- Head of the Control Board;
- Deputy Director;
- Archive: Office, Finance Dept<sub>(KhoaDT)</sub>.

**CHIEF EXECUTIVE OFFICER**



**Đinh Cong Phu**

<sup>(3)</sup> Decision No. 795/QĐ-UBND dated September 18, 2025, regarding the regulations on domestic clean water prices provided by DOWASEN in Dong Thap Province.

<sup>(4)</sup> Decree No. 346/2025/ND-CP dated December 29, 2025, on environmental protection fees for wastewater, effective from January 1, 2026.

<sup>(5)</sup> Decision No. 525/QĐ-UBND dated February 23, 2026, on the announcement of the list of Class II and Class III urban areas and wards achieving urban development levels in Dong Thap Province.