



DANANG WATER SUPPLY JOINT STOCK COMPANY
No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

CONSOLIDATED FINANCIAL STATEMENTS

2ND QUARTER 2026

ENDED AS OF 30.06.2026

Danang, July 2026



DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/04/2026 to 30/06/2026

FINANCIAL STATEMENT REPORT

June 30, 2026

Form B 01-DN/HN

(Attached to Circular No. 99/2025/TT-BTC dated
October 27, 2025, of the Minister of Finance)

Unit: VND

ASSETS		Code	Notes	June 30, 2026	Jan 1, 2026
A.	SHORT-TERM ASSETS	100		630.674.850.711	590.226.891.668
I.	Cash and cash equivalents	110	5	35.865.237.815	39.093.360.629
1.	Cash	111		35.865.237.815	14.093.360.629
2.	Cash equivalents	112		-	25.000.000.000
II.	Short-term financial investments	120		508.844.038.706	458.582.646.126
1	Held-to-maturity investments	123	6	508.844.038.706	458.582.646.126
III.	Short-term receivables	130		37.455.348.409	31.111.427.431
1.	Short-term trade receivables	131	7	17.026.763.904	15.258.244.277
2.	Short-term prepayments to suppliers	132	8	14.440.774.265	8.003.785.762
3	Other short-term receivables	135	9	13.856.293.632	15.717.880.784
4	Short-term allowances for doubtful debts	136		(7.868.483.392)	(7.868.483.392)
IV.	Inventories	140	10	44.876.101.438	53.981.753.545
1.	Inventories	141		44.876.101.438	53.981.753.545
VI.	Other short-term assets	160		3.634.124.343	7.457.703.937
1.	Short-term deferred expenses	161	11a	512.302.885	431.746.562
2.	Deductible VAT	162	17	13.245.739	2.779.840.734
3.	Taxes and other receivables from State budget	163	17	3.108.575.719	4.246.116.641
B.	LONG-TERM ASSETS	200		947.176.649.020	972.555.648.861
I.	Long-term receivables	210		-	-
II.	Fixed assets	220		881.983.790.031	906.189.086.090
1.	Tangible fixed assets	221	12	880.475.015.025	904.453.611.086
	- Historical costs	222		2.607.169.899.399	2.581.634.598.415
	- Accumulated depreciation	223		(1.726.694.884.374)	(1.677.180.987.329)
2	Intangible fixed assets	227	13	1.508.775.006	1.735.475.004
	- Historical costs	228		11.888.575.951	11.888.575.951
	- Accumulated depreciation	229		(10.379.800.945)	(10.153.100.947)
IV.	Real estate Investment	240		-	-
IV.	Long-term assets in progress	250		51.016.518.934	54.523.313.743
1	Construction in progress	252	14	51.016.518.934	54.523.313.743
V.	Long-term financial investments	260		-	-
VI.	Other long-term assets	270		14.176.340.055	11.843.249.028
1.	Long-term deferred expenses	271	11b	14.176.340.055	11.843.249.028
TOTAL ASSETS		280		1.577.851.499.731	1.562.782.540.529

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/04/2026 to 30/06/2026

FINANCIAL STATEMENT REPORT (Cont'd)

Unit: VND

RESOURCES		Code	Notes	June 30, 2026	Jan 1, 2026
C. LIABILITIES		300		641.163.280.881	667.792.051.677
I. Short-term liabilities		310		254.223.627.692	257.257.876.521
1. Short-term trade payables		311	15	19.735.161.870	48.730.394.604
2. Short-term prepayments from customers		312	16	1.097.918.747	865.745.014
4. Taxes and other payables to State budget		314	17	20.890.776.262	12.510.061.636
5. Payables to employees		315		22.925.471.624	31.573.507.358
6. Short-term accrued expenses		316	18	17.595.641.859	3.081.294.699
7. Other short-term payables		320	19a	91.899.706.734	93.680.171.336
8. Short-term borrowings and finance lease liabilities		321	20a	60.444.104.136	60.444.104.136
9. Bonus and welfare fund		323		16.071.175.227	5.157.255.271
II. Long-term liabilities		330		386.939.653.189	410.534.175.156
1. Other long-term payables		338	19b	71.955.848.803	77.668.085.003
2. Long-term borrowings and finance lease liabilities		339	20b	308.127.248.777	326.006.491.200
3. Deferred income tax payable		342		381.356.187	384.399.531
4. Science and technology development fund		344		6.475.199.422	6.475.199.422
D. OWNER'S EQUITY		400		936.688.218.850	894.990.488.852
1. Contributed capital		411	21	579.640.610.000	579.640.610.000
- Ordinary shares with voting rights		411a		579.640.610.000	579.640.610.000
2. Capital surplus		412	21	8.993.538.265	8.993.538.265
3. Other owner's equity		414		339.192.916	339.192.916
4. Development and investment funds		418		211.778.721.483	133.128.222.654
5. Undistributed profit after tax		420		135.936.156.186	172.888.925.017
- Undistributed profit after tax brought forward		420a	21	(844.554.068)	(8.863.182.524)
- Undistributed profit after tax for the current year		420b	21	136.780.710.254	181.752.107.541
TOTAL RESOURCES		440		1.577.851.499.731	1.562.782.540.529

Preparer



NGUYEN THI THANH THUY

Chief Accountant



PHAM HONG MINH

Da Nang, July 29, 2026

General Director



HO MINH NAM

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/04/2026 to 30/06/2026

CONSOLIDATED INCOME STATEMENT

Accounting period from January 1, 2026 to June 30, 2026

Form B 02 - DN
(Attached to Circular No. 99/2025/TT-
BTC dated October 27, 2025, of the
Minister of Finance)

Unit: VND

ITEMS	Code	Notes	2nd Quarter		Cumulative	
			Current year	Previous year	Current year	Previous year
1. Revenues from sales and services rendered	01	23	223.124.921.312	202.010.147.612	412.168.499.576	362.586.282.859
2. Revenue deductions	02		-	-	-	-
3. Net revenues from sales and services rendered	10		223.124.921.312	202.010.147.612	412.168.499.576	362.586.282.859
4. Cost of goods sold	11	24	127.373.021.884	108.977.196.782	232.749.201.010	209.607.015.373
5. Gross revenues from sales and services rendered	20		<u>95.751.899.428</u>	<u>93.032.950.830</u>	<u>179.419.298.566</u>	<u>152.979.267.486</u>
6. Financial income	21	25	9.010.857.933	6.044.574.457	16.753.070.104	11.394.601.790
7. Financial expenses	22	26	5.878.115.057	6.474.793.895	11.605.271.244	12.216.664.546
- In which: Interest expenses	23		5.878.115.057	6.474.793.895	11.605.271.244	6.474.793.895
8. Selling expenses	25	27a	12.045.688.597	11.219.975.089	21.987.775.553	20.509.553.994
9. General administration expenses	26	27b	12.274.758.128	13.360.636.471	22.135.848.952	23.783.296.809
10. Net profits from operating activities	30		<u>74.564.195.579</u>	<u>68.022.119.832</u>	<u>140.443.472.921</u>	<u>107.864.353.927</u>
11. Other income	31	28	14.901.944.465	1.664.014.556	14.924.426.538	1.680.839.060
12. Other expenses	32	29	1.115.168.307	227.046.459	1.222.917.261	227.046.459
13. Other profits	40		<u>13.786.776.158</u>	<u>1.436.968.097</u>	<u>13.701.509.277</u>	<u>1.453.792.601</u>
14. Total net profit before tax	50		<u>88.350.971.737</u>	<u>69.459.087.929</u>	<u>154.144.982.198</u>	<u>109.318.146.528</u>
15. Current corporate income tax expenses	51	30	10.543.497.989	7.152.844.637	17.367.315.288	11.119.990.071
16. Deferred corporate income tax expenses	52		18.413.923	45.558.892	(3.043.344)	45.558.892
17. Profits after corporate income tax	60		<u>77.789.059.825</u>	<u>62.260.684.400</u>	<u>136.780.710.254</u>	<u>98.152.597.565</u>
18. Basic earnings per share	70	31	1.342	1.074	2.360	1.693

Preparer



NGUYEN THI THANH THUY

Chief Accountant



PHAM HONG MINH

Da Nang, July 29, 2026

General Director



HO MINH NAM

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/04/2026 to 30/06/2026

STATEMENT OF CONSOLIDATED CASH FLOWS

Accounting period from January 1, 2026 to June 30, 2026

Form B03-DN/HN

(Attached to Circular No. 99/2025/TT-BTC dated October 27, 2025, of the Minister of Finance)

Unit: VND

ITEMS	Code	Notes	Current year	Previous year
I. CASH FLOWS FROM OPERATING ACTIVITIES				
1. Profit before tax	01		154.144.982.198	109.318.146.528
2. Adjustments for				
- Depreciation of fixed assets and investment properties	02	12	58.602.189.300	56.858.381.105
- Provisions	03			53.935.482
- Gains (losses) on exchange rate differences from revaluation of	04		-	-
- Gains (losses) on investing activities	05	24	(16.753.070.104)	(11.391.565.748)
- Interest expenses	06	25	11.605.271.244	12.216.664.546
- Other adjustments	07		(8.861.592.257)	-
3. Operating profit before changes in working capital	08		198.737.780.381	167.055.561.913
- Increase (decrease) in receivables	09		(2.941.330.992)	10.830.093.518
- Increase (decrease) in inventories	10	10	9.105.652.107	1.709.666.521
- Increase (decrease) in payables (exclusive of interest payables,	11		(22.597.894.221)	3.331.629.615
- Increase (decrease) in prepaid expenses	12	11	(2.413.647.350)	(112.033.616)
- Interest paid	14	25;19	(11.605.271.244)	(12.281.958.444)
- Corporate income tax paid	15	17	(14.023.817.299)	-
- Other income on operating activities	16		-	-
- Other payments on operating activities	17		(8.815.781.000)	(8.324.150.102)
<i>Net cash flows from operating activities</i>	20		145.445.690.382	162.208.809.405
II. CASH FLOWS FROM INVESTING ACTIVITIES				
1. Expenditures on purchase and construction of fixed assets and other long-term assets	21	12;13	(22.028.506.175)	(21.213.912.609)
2. Expenditures on loans and purchase of debt instruments from other entities	23	6	(50.165.855.402)	(313.678.878.435)
3. Proceeds from lending or repurchase of debt instruments from other entities	24		-	236.849.962.104
4. Proceeds from interests, dividends and distributed profits	27	9;24	16.753.070.104	15.036.104.646
<i>Net cash flows from investing activities</i>	30		(55.441.291.473)	(83.006.724.294)
III. CASH FLOWS FROM FINANCING ACTIVITIES				
1. Proceeds from borrowings	33	20	-	-
2. Repayment of principal	34	20	(17.879.242.423)	(30.261.868.999)
3. Dividends and profits paid to owners	36		(75.353.279.300)	(40.574.842.700)
<i>Net cash flows from financing activities</i>	40		(93.232.521.723)	(70.836.711.699)
Net cash flows during the fiscal period (20+30+40)	50		(3.228.122.814)	8.365.373.412
Cash and cash equivalents at the beginning of fiscal period	60	5	39.093.360.629	51.135.908.220
Effect of exchange rate fluctuations	61		-	-
Cash and cash equivalents at the end of fiscal period (70=50+60+61)	70		35.865.237.815	59.501.281.632

Preparer

Huey

NGUYEN THI THANH THUY

Chief Accountant

Minh

PHAM HONG MINH

Da Nang, July 29, 2026

General Director



HO MINH NAM

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(These notes are an integral part and should be read in conjunction with the financial statements)

1. Nature of operations**1.1. General overview**

Danang Water Supply Joint Stock Company (hereinafter referred to as "the Company") was incorporated on the basis of equitization of Da Nang Water Supply Co., Ltd under Decision No. 5354/QD-UBND dated 09/08/2016 by Da Nang City People's Committee. The Company is an independent accounting entity, operating in accordance with Enterprise Registration Certificate No. 0400101066 dated 01/7/2010 by Da Nang City Planning and Investment Department (this Enterprise Registration Certificate has been amended nine times, and the latest amendment was made on 01/11/2021), the Enterprise Law, its Charter and other relevant regulations.

The Company was accepted for trading its common shares on UPCoM at Hanoi Stock Exchange in accordance with Decision No. 509/QD-SGDHN dated 07/07/2017 of the General Director of Hanoi Stock Exchange with stock code DNN. The official trading date of the share was 17/07/2017.

1.2. Principal scope of business: Producing and trading in domestic water.**1.3. Principal activities**

- Water collection, treatment and supply. Detail: Producing and trading in clean water for daily life, production activities and other needs;
- Architectural and engineering activities and related technical consultancy. Detail: Preparing construction investment projects. Consulting, designing and preparing total cost estimates of water supply and sewerage works of medium and small scale. Terrain and geological surveys, verification of design documents and cost estimates, construction supervision, management of the investment and construction of water supply and sewerage projects from Group B downwards;
- Technical examination and analysis. Detail: testing and measuring water meter.
- Production of soft drinks and mineral waters. Detail: Producing and trading in bottled drinking water;
- Water supply and sewerage, heating and air-conditioning system installation activities. Detail: Installation and construction of water supply works;
- Trading in other construction materials and equipment. Detail: Trading in materials and equipment exclusively used for the construction of water supply and sewerage.

1.4. Normal course of the business cycle

The Company's normal course of the business cycle is 12 months.

1.5. Corporate structure at 30.06.2026

As at June 30, 2026 the Company has 02 dependent units is as follows:

- Construction enterprise;
- Construction project management board.

Number of consolidated subsidiaries: 01

- Danang Water Supply Sewerage Construction Co., Ltd (Dawacon)

Danang Water Supply Sewerage Construction Company Limited was established under Decision No. 01/QD-HDQT dated January 24, 2019 of the Board of Directors of Danang Water Supply Joint Stock Company. The Company is an independent accounting unit, operating under the Business Registration

Certificate No. 0401953948 dated January 25, 2019 issued by the Department of Planning and Investment of Danang City, with a charter capital of 10 billion VND. The Company is headquartered at 10 Trinh Cong Son, Hoa Cuong Nam Ward, Hai Chau District, Danang City.

2. Accounting year and functional currency

The Company's accounting year is annually from 1st January to 31st December. Financial statements and accounting transactions are expressed in Vietnam Dong (VND).

3. The applicable accounting standards and system

These financial statements are prepared and presented in accordance with the regulations of the Enterprise Accounting System issued under Circular No. 99/2025/TT-BTC. Changes in the recognition of assets and liabilities arising from changes in the accounting system have been reviewed and processed by the Company in accordance with the transitional provisions of this Circular.

4. Consolidation basis

The consolidated financial statements are consolidated from the Financial Statements of the Parent Company and the Financial Statements of the Subsidiaries.

Transactions and balances between the Parent Company and the Subsidiary are eliminated on consolidation of the Financial Statements.

5. Significant accounting policies

The company has made journal entries to transfer account balances and restate the items on the Balance Sheet as of December 31, 2025, from the form of Circular 200/2014/TT-BTC to Circular 99/2025/TT-BTC to ensure comparability between accounting periods. There were no material adjustments to the value of assets and liabilities that affected equity during this transition.

5.1 Exchange rate differences applied in accounting

Transactions denominated in foreign currencies are converted into VND ruling at the exchange rate at the date of the transaction. The balances of monetary items denominated in foreign currencies at the year end are converted at the exchange rate at that date.

Exchange rate used for revaluation of balance of the monetary items denominated in foreign currencies at the end of the fiscal year is determined based on the following principles:

- For foreign currency accounts in banks: the buying rate of the bank where the Company opens its foreign currency account.
- For monetary items denominated in foreign currencies classified as other assets: the buying rate of Vietnam Technological and Commercial Joint Stock Bank (Bank where the Company regularly has transactions).
- For monetary items denominated in foreign currencies classified as liabilities: Foreign currency selling rate of the Bank where the Company regularly transacts with suppliers.

Exchange rate differences are implemented according to the provisions of Vietnamese Accounting Standard No. 10 "Effects of changes in exchange rates". Accordingly, foreign exchange rate differences arising during the period and exchange rate differences due to revaluation of foreign currency balances at the end of the period of foreign currency-based monetary items are reflected in the business performance results during the accounting period.

5.2 Cash and cash equivalents

Cash comprises cash on hand, cash at bank, cash in transit and cash equivalents.

Cash equivalents are short-term investments which are collectable or mature within 3 months at the date of purchase, readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

5.3 Held-to-maturity investments

Investments are classified as held to maturity when the Company has the intention and ability to hold until the maturity date. Held-to-maturity investments include term deposits with banks (including treasury bills, promissory notes), bonds and preferred stocks that must be repurchased by issuers at a certain time in the future and held to maturity loans for the purpose of earning periodic interest and other held to maturity investments.

Held-to-maturity investments are initially stated at historical cost, which includes the purchase price and expenses associated with the purchase of investments. After initial receipt, these investments are recorded at recoverable value. Interest income from held-to-maturity investments after the acquisition date is recognized in the income statement on an accrual basis. Interest earned before the holding of the Company is recorded as a deduction at historical cost at the time of purchase.

When there is solid evidence that a part or all of the investment may not be recoverable and the losses are reliably determined, losses are recognized in financial expenses in the year and reduced direct investment value.

5.4 Receivables

Receivables include: Trade receivable, intra-company receivable and other receivable:

Trade receivables are commercial receivables in nature, arising from transactions with trading nature between the Company and buyers;

Other receivables include non-commercial receivables and non-intra company receivables.

Receivables are recorded at original cost less provision for doubtful debts. Provision represents the expected value of losses at the end of the accounting period for overdue receivables recovered in 6 months or less to maturity but debtors have fallen into bankruptcy or are in the process of dissolution, disappearance, escape, ... The provision for doubtful debts is made in conformity with guidelines of Circular No. 48/2019/TT-BTC dated 8th August 2019 by the Ministry of Finance. The increase, decrease in balance of provision for doubtful debts to be made at the year end are recorded in the administrative expenses.

5.5 Inventories

Inventories are stated at the lower of cost and net realizable value. Cost comprise costs of purchase, cost of conversion and any directly attributable costs of bringing the inventories to their present location and condition. Net realizable value is the estimated selling price less the estimated costs of completion the products and the estimated costs needed for their consumption.

The value of inventory at the end of the period is measured using the weighted-average method and inventory recording base on the perpetual inventory method.

Provision for decrease in value of inventories is made when the net realizable value of inventories is less than original cost. The provision is made in accordance with Circular No. 48/2019/TT-BTC date 8th August 2019 by Ministry of Finance. The increase, decrease in balance of provision for decrease in value of inventories to be made at the year end are recorded in the cost of goods sold.

5.6 Fixed assets

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation.

The cost of tangible fixed assets comprises their purchase price and all the costs incurred by the Company to acquire those assets as of the time of putting such assets into the ready for use state. The costs incurred after the initial recognition of tangible fixed assets shall be recorded as increase in their historical cost if these costs are certain to augment future economics benefits obtained from the use of these assets. Those incurred costs which fail to meet this requirement must be recognized as production and business expenses in the period.

Depreciation

Depreciation is computed at the straight-line basis over their estimated useful time in conformity with Circular No. 45/2013/TT-BTC dated 25 April 2013 by the Ministry of Finance:

<u>Kind of assets</u>	<u>Useful life (years)</u>
Buildings, architectures	10 – 25
Machineries, equipments	06 – 15
Means of transport and transmission	05 – 15
Equipment, management tools	04 – 10
Other fixed assets	06 - 12

Intangible fixed assets

Intangible fixed assets are stated at initial cost less accumulated amortization.

The cost of tangible fixed assets comprises their purchase price and all the costs incurred by the Company to acquire those assets as of the time of putting such assets into the ready for use state.

The costs related to intangible fixed assets arising after initial recognition are recognized as production and business expenses in the year unless these costs are associated with a specific intangible fixed asset. and increase economic benefits from these assets.

When intangible fixed assets are sold or liquidated, their cost and accumulated depreciation are written off, and arisen gain/loss are recorded into the income or the expenses in the period.

Intangible fixed assets of the Company as follows.

Software program

The cost associated with computer software programs is not an integral part of the related hardware capitalized. The cost of computer software is all the expenses paid by the Company by the time the software is put into use. Depreciating the cost of computer software is calculated on straight-line method within 04 – 10 years.

5.7 Prepaid expenses

Prepaid expenses is classified into short-term prepaid expense and long-term prepaid expenses on the Balance sheet and are allocated over the prepaid period or the period in which economic benefits are generated from these expenses.

Prepaid expenses are expenses which have already been paid but relate to results of operations of multiple accounting periods. Prepaid expenses of the Company include:

Tools and instruments

Cost of tools and instruments being put into use are amortized in accordance with the straight-line method for a period of not more than 36 months.

Cost of repairing fixed assets

Cost of repairing assets with great value is allocated to cost under the straight-line method for a period of not more than 36 months.

5.8 Payables

Payables are classified as trade payables, accruals, internal payables and other payables comply with the following principles:

- Trade payables reflect the commercial elements arising from purchasing transactions of goods, services, assets and the seller is an independent entity, include payables from import by a trustee.
- Accruals reflect the payables to the received goods and services from seller or provided to buyer but not yet paid due to do not have invoice or insufficient accounting records and vouchers and payable to employees on sabbatical salary, operating costs must be accrued.
- Internal payables reflect accounts payable between superior units and affiliated units that do not have the legal status of dependent accounting.

Other payables reflect the non-commercial elements, unrelated to selling - purchasing transactions, rendering of services.

5.9 Borrowings and finance lease liabilities

Borrowings and finance lease liabilities are stated at cost and classified as short-term and long-term liabilities as disclosed in the financial statements.

Loans and finance leases liabilities are recorded by the entities, by loan agreements, original maturities, remaining maturities and in original currencies. For financial loans and borrowings being monetary items denominated in foreign currencies, they shall be revalued at the selling rate at the end of the period of the commercial banks where the Company regularly transactions.

Borrowing expenses

Borrowing expenses include interest expenses and other expenses directly relating to the Company's loans. Borrowing expenses shall be accounted for in expenses in the present period unless these expenses arise from loans for purpose of investment, construction in conformity with regulation in Accounting Standard: "Borrowing expenses".

A particular borrowing is used only for the purpose of construction investment or production of an uncompleted asset, the borrowing cost fully eligible for capitalization. In case of joint capital borrowings, which are used for the purpose of investment in construction or production of an uncompleted asset, the borrowing costs eligible for capitalization in each accounting period shall be determined according to the capitalization rate for weighted average accumulated costs incurred to the investment in construction or production of such asset.

The capitalization of borrowing costs shall be temporarily ceased in periods during which the investment in construction or production of uncompleted assets is interrupted, except for cases where such interruption is necessary. The capitalization of borrowing costs shall terminate when the major activities necessary to prepare the uncompleted asset for its intended use or sale are completed.

5.10 Accrued expenses

Accruals are recognized for amount to be paid in the future for goods and services received, whether or not billed to the Company. Major accrued expenses of the Company are determined on the basis of actual costs incurred from signed contracts without invoices at the time expenses are recognized..

5.11 Unearned revenues

Unearned revenue at the Company is money received in advance for one or more accounting periods for services provided to customers, allocated according to the number of periods in which the Company has received money in advance.

5.12 Owners' equity

The owner's contributed capital

The owner's contributed capital reflects the amount of capital actually contributed by the shareholders.

Capital surplus

Capital surplus is recognized by the difference between the issuing price and the denomination of shares at the first issue, additional issuance, the difference between the reissue price and the book value of treasury shares and the Capital portion of convertible bonds at maturity. Direct expenses related to the additional issuance of shares and re-issuance of treasury shares are recorded to reduce the capital surplus.

The owner's other funds

The owner's other funds are formed by supplementing from the results of business operations, asset revaluation and the remaining value between the fair value of donated assets after subtracting payable tax (if any) related to these assets..

5.13 Recognition of revenue

- Construction contract revenue
 - ✓ In case the construction contract stipulates that the contractor is paid according to the planned progress, when the results of the construction contract can be reliably estimated, the revenue and costs of the construction contract are recorded corresponding to the completed work;
 - ✓ In case the construction contract stipulates that the contractor is paid according to the value of the performed volume, when the results of the construction contract can be reliably estimated, the revenue and costs of the contract are recorded corresponding to the completed work in the period confirmed by the customer.
- Revenue from sales is recognized when all of the following conditions are met:
 - ✓ Sales revenue is recognized when the significant risks and rewards of ownership of the product have been transferred to the buyer and there is no significant possibility that the parties will change the decision on the selling price or the ability to return the goods;
 - ✓ Service revenue is recognized when the service is completed. In case the service is performed in many accounting periods, the determination of revenue in each period is based on the service completion rate at the end of the accounting period.
- Financial revenue is recognized when the revenue is determined relatively reliably and it is possible to obtain economic benefits from that transaction.
 - ✓ Interest is recognized on the basis of time and actual interest rate;
 - ✓ Dividends and profits distributed are recorded when the Company is entitled to receive dividends or profits from capital contributions. Stock dividends are not recorded as financial revenue. Dividends

received related to the period before investment are accounted for as a reduction in the value of the investment.

- Other income is income outside the Company's production and business activities, recorded when it can be determined with relative certainty and is likely to generate economic benefits.

5.14 Cost of goods sold

Cost of goods sold and corresponding revenue are recognized in the correct period and in accordance with the matching principle.

The raw materials, labor costs or costs of heavy-duty machinery in excess to the normal rate and undistributed factory overhead shall be charged out to cost of goods sold in the tax period instead of inventory value..

5.15 Financial expenses

Financial expenses reflect expenses or losses relating to financial investment activity including: interest expenses on loans, interest of late payment, financial lease interest, payment discounts for buyers, expenses and losses from liquidation, sale of investments; provision for decline in value of trading securities, provision for impairments in other entities, losses incurred when selling foreign currency, losses from exchange rate and other costs of investing activities.

5.16 Selling expenses, General administration expenses

Selling expenses and General administration expenses recognized in the period are expenses actually incurred in process of selling products, goods, services.

General administration expenses recognized in the period are expenses actually incurred related to the overall administration of enterprises. General administration expenses is reduced when the Company reverts allowance for doubtful debts.

5.17 Current corporate income tax expense

Current income tax is the tax amount computed based on the taxable income during the period at the tax rates applied as of the balance sheet date. Taxable income is different from accounting profit due to the adjustments of temporary differences between tax and accounting figures as well as those of non-taxable or non-deductible income and expenses.

5.18 Financial instruments

Initial recognition

Financial assets

A financial asset is recognized initially at cost plus transaction costs directly attributable to the acquisition of the asset. The Company's financial assets include cash on hand, cash in bank and other receivables

Financial liabilities

A financial liability is recognized initially at cost plus transaction costs directly attributable to the issuance of such liability. The Company's financial liabilities include accrued expenses and other payables.

Subsequent measurement

Currently, there has been no requirement for subsequent measurement of financial instruments.

5.19 Tax rate and other statutory obligation to the State Treasury

- Value added tax: Apply tax rate of 5% for water production activities; 8% and 10% for other activities.
- Corporate income tax: The tax rate applied to the water industry is 10%, and to other industries is 20%.
- Other taxes, fees and charges are paid in accordance with relevant regulations.

5.20 Related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions. Parties are also considered to be related if they are subject to common control or common significant influences.

Additional information for items shown in the interim balance sheet (separate):

6.	Cash and cash equivalents	June 30, 2026	Jan 1, 2026
	Cash in hand	337.075.874	31.125.692
	Demand deposits	35.528.161.941	14.062.234.937
	Cash equivalents - Time deposits not exceeding 3 months	-	25.000.000.000
	Total	35.865.237.815	39.093.360.629
7.	Held-to-maturity investments	30/06/2026	01/01/2026
	More than 3-months to 1-year term deposits	508.844.038.706	458.582.646.126
	Total	508.844.038.706	458.582.646.126
8.	Short-term trade receivables	June 30, 2026	Jan 1, 2026
	Trung Nam Hue Crossroad BT Limited Company	4.090.711.000	4.090.711.000
	Water Bills for Institutions and Private Water Charges	11.166.431.705	9.271.767.645
	Others	1.769.621.199	1.895.765.632
	Total	17.026.763.904	15.258.244.277
9.	Short-term prepayment to suppliers	June 30, 2026	Jan 1, 2026
	A Chau Engineering Joint Stock Company	-	867.089.003
	Construction Joint Stock Company No. 5	3.554.594.364	-
	Danang Construction Company (Mr. Hoa)	165.500.000	165.500.000
	Phan Huu Luyen	185.000.001	185.000.001
	Cao Nam Phong Trading and Service Company Limited		246.840.000
	Tin Nghia Technical Service Trading Investment Joint Stock Company	3.370.839.600	4.686.000.000
	Sao Moi Engineering Co, Ltd	159.096.552	207.629.400
	Hawaco Central Vietnam Joint Stock Company	739.001.951	728.602.156
	LUCKY SAIL TRAVEL Trading and Tourism Services Co., Ltd.		-
	IDSC Technology Joint Stock Company	566.433.666	-

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	Dai Phu Thinh Limited Company	3.330.759.367	-
	DNP HAWACO Joint Stock Company	1.180.005.333	-
	Others	1.189.543.431	917.125.202
	Total	14.440.774.265	8.003.785.762
10.a	Other short-term receivables	June 30, 2026	Jan 1, 2026
	Short-term deposits	703.775.000	712.212.080
	Advance	1.913.158.799	1.535.274.800
	State budget to support Khanh Son domestic water	280.283.125	264.380.704
	Accrued interest	9.417.260.478	9.655.366.391
	Other receivables	1.541.816.230	3.550.646.809
	Total	13.856.293.632	15.717.880.784
10.b	Long-term receivables	June 30, 2026	Jan 1, 2026
11.	7. Inventories	30/06/2026	01/01/2026
	Raw materials	43.049.104.228	51.903.475.063
	Tools and supplies	339.636.725	361.825.215
	Work in progress	1.487.360.485	1.716.453.267
	Total	44.876.101.438	53.981.753.545
12.	Prepaid expenses		
a.	Short-term	June 30, 2026	Jan 1, 2026
	Insurance expense	59.235.998	118.472.000
	Non-agricultural land use tax	281.995.384	
	Other short-term prepaid expenses pending allocation	171.071.503	313.274.562
	Total	512.302.885	431.746.562
b.	Long-term	June 30, 2026	Jan 1, 2026
	Cost of tools, machinery, equipment, and lines awaiting analysis	8.266.333.079	6.297.066.115
	Cost of installing branch pipes	5.910.006.976	5.546.182.913
	Total	14.176.340.055	11.843.249.028

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13. Tangible fixed assets

	Buildings and Architecture	Machinery and equipment	Means of transportation & transmitters	Office equipment	Other fixed assets	Total
Historical cost						
Opening balance	211.159.854.160	160.409.815.654	2.199.978.599.945	8.461.205.554	1.625.123.102	2.581.634.598.415
Purchase	-	278.058.074	-	-	-	278.058.074
Completed construction	2.666.343.099	5.326.454.113	26.126.037.955	-	-	34.118.835.167
Increasing/Decreasing during the period	3.583.934.898	3.398.971.040	-	1.878.686.319	-	8.861.592.257
Closing balance	210.242.262.361	162.615.356.801	2.226.104.637.900	6.582.519.235	1.625.123.102	2.607.169.899.399
Depreciation						
Opening balance	170.184.520.900	112.942.000.024	1.386.071.901.028	7.269.630.880	712.934.497	1.677.180.987.329
Depreciation in the period	2.935.550.365	6.165.348.369	48.965.429.775	238.714.556	70.446.237	58.375.489.302
Transfer to another unit						-
Increasing/Decreasing during the period	3.583.934.898	3.398.971.040	-	1.878.686.319	-	8.861.592.257
Closing balance	169.536.136.367	115.708.377.353	1.435.037.330.803	5.629.659.117	783.380.734	1.726.694.884.374
Net book value						
Opening balance	40.975.333.260	47.467.815.630	813.906.698.917	1.191.574.674	912.188.605	904.453.611.086
Closing balance	40.706.125.994	46.906.979.448	791.067.307.097	952.860.118	841.742.368	880.475.015.025

* The remaining value of tangible fixed assets used as mortgage or pledge to secure loans as of June 30, 2026 is: VND 646.648.985.033

14. Intangible fixed assets

	Accounting Software	Management Software	Other	Total
Historical cost				
Opening balance	54.000.000	11.834.575.951		11.888.575.951
Purchase	-	-		-
Decreasing during the period				-
Closing balance	54.000.000	11.834.575.951	-	11.888.575.951
Depreciation				
Opening balance	54.000.000	10.099.100.947		10.153.100.947
Depreciation during the period	-	226.699.998	-	226.699.998
Decreasing during the period				
Closing balance	54.000.000	10.325.800.945	-	10.379.800.945
Net book value				
Opening balance	-	1.735.475.004	-	1.735.475.004
Closing balance	-	1.508.775.006	-	1.508.775.006

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15 Construction in progress	June 30, 2026	Jan 1, 2026
D315 PVC pipeline, DT605 route, from Le Trach station entrance to Hoa Phuoc - Hoa Khuong road	2.006.665.240	2.006.665.240
D400DI water supply pipeline, residential road along the railway (Hoa Cam overpass to Cau Do)	3.587.249.910	3.270.523.130
Construction of D225 HDPE, D200 PVC pipeline from DH2 road, Cau Giang to Hoang Van Thai	3.276.275.031	3.276.275.031
Upgrade the water supply pipeline along the DH4 road (section from Bara An Trach dam to the pedestrian underpass).	-	1.114.089.708
Renovation and relocation of the D700ST water supply pipeline section from the North Monument Park to the Phan Dang Luu intersection.	-	1.879.788.612
Water supply pipeline D400, D300 along Truong Sa road (section from Vo Qui Huan to Cocobay – bordering Quang Nam province)	-	3.933.804.314
Southeast transmission pipeline in Da Nang city	5.318.414.998	5.318.414.998
Pipeline installation (D500, D400, D300) and restoration of existing D220-D63 pipelines along National Highway 14B.	7.261.551.531	1.033.795.745
Installation of a D1200 HDPE siphon line across the Cau Do River	4.474.192.856	-
Installation of the D300 CN pipeline on Nguyen Van Cu Street (section from Ta Quang Buu to Lien Chieu Bridge)	2.495.887.981	-
Development of water supply pipelines	21.472.778.051	32.689.956.965
Total	51.016.518.934	54.523.313.743

* The value of unfinished construction investment costs used as collateral for bank loans as of June 30, 2026 is: VND 7.951.963.980

16. Short-term trade payables	June 30, 2026	Jan 1, 2026
Hawaco Electrical Mechanical Company Limited (HAWACO M&E)	2.388.614.701	2.388.614.701
Da Nang Irrigation Exploitation One-Member Limited Company.	3.292.721.496	-
Construction Joint Stock Company No 5	7.396.018.474	9.362.525.090
Minh Hoa Investment Joint Stock Company		1.428.278.500
Danang City Urban Infrastructure Management Center	-	9.258.901.260
Vietnam Urban Consulting & Investment Joint Stock Company		12.033.669.222
Hung Viet Engineering Joint Stock Company		3.894.080.346
HCL Investment and Production Joint Stock Company		1.032.958.560
Others	2.826.984.828	9.331.366.925
Total	19.735.161.870	48.730.394.604

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	June 30, 2026	Jan 1, 2026
17. Short-term prepayments from customers		
Project Management Board of Construction Investment of Da Nang Traffic Works	413.590.798	413.590.798
Nam Viet A Construction Investment and Infrastructure Development JSC	-	-
545 Construction Joint Stock Company	39.752.600	39.752.600
Others	644.575.349	412.401.616
Total	1.097.918.747	865.745.014

18. Taxes and other payables to state budget

	Opening balance		Payable during the period	Paid amounts during the period	Closing balance	
	Receivables	Payables			Receivables	Payables
Value added tax	3.393.215.474	612.379.175	15.662.358.750	8.920.660.485	2.608.663	3.963.470.629
Corporate income tax	10.582.859	4.041.196.806	17.367.315.288	14.023.817.299	10.582.859	7.384.694.795
Personal income tax	2.442.167.758	-	(467.764.939)	185.451.500	3.095.384.197	-
Natural resource tax	-	406.413.200	1.465.170.250	1.825.864.350	-	45.719.100
Land tax and land rent	1.084.660.792	-	1.626.316.180	541.655.388	-	-
Other taxes	-	-	-	-	-	-
Fees and charges	-	7.356.233.114	52.120.169.471	49.979.510.847	-	9.496.891.738
Total	6.930.626.883	12.416.222.295	87.773.565.000	75.476.959.869	3.108.575.719	20.890.776.262

	June 30, 2026	Jan 1, 2026
19. Short-term accrued expenses		
Fee for water fee collection	294.607.818	288.369.636
Data transmission fee	106.532.765	22.527.271
Interest payable	356.437.228	262.251.935
Water purchase cost - Hoa Lien water plant	8.956.678.400	-
Electricity expenses	2.539.145.005	1.531.336.275
Property rental costs	4.703.383.229	938.393.409
Other expenses	638.857.414	38.416.173
Total	17.595.641.859	3.081.294.699

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20. Other payables		
a. Short-term	June 30, 2026	Jan 1, 2026
	-	-
Other receivables	261.792.453	291.986.928
Internal receivables	1.047.646	1.024.007
Other payables	89.912.622.383	91.844.011.713
Danang City Water Supply Project Management Board	135.095.629	135.095.629
Temporary increase in assets of Hai Van water plant	1.221.614.989	1.221.614.989
The difference in raw water costs must be paid to the state budget.	-	-
- Payable for Da Nang City Investment and Development Fund for the invested budget	16.098.000.000	16.098.000.000
Property handed over from the budget	63.112.355.566	63.112.355.566
Water infrastructure rental payable for the period from 2015 to 2023	9.345.556.199	11.276.945.529
Others	1.724.244.252	1.543.148.688
Total	91.899.706.734	93.680.171.336
b. Long term	June 30, 2026	Jan 1, 2026
Long-term deposit received	15.612.402.639	13.275.638.839
Payable for Da Nang City Investment and Development Fund for the invested budget	56.343.446.164	64.392.446.164
Total	71.955.848.803	77.668.085.003
21. Borrowings and finance lease liabilities		
a. Short-term	June 30, 2026	Jan 1, 2026
Danang City Investment and Development Fund	22.724.800.000	22.724.800.000
Shinhan Bank Vietnam Limited - Danang Branch	25.109.596.136	25.109.596.136
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Danang Branch	9.873.820.000	9.873.820.000
Joint Stock Commercial Bank for Investment and Development of Vietnam	2.735.888.000	2.735.888.000
Total	60.444.104.136	60.444.104.136
b. Long-term	June 30, 2026	Jan 1, 2026
Danang City Investment and Development Fund	94.548.394.911	93.567.985.266
Shinhan Bank Vietnam Limited - Danang Branch	157.070.051.337	169.624.849.405
	-	0
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Danang Branch	51.179.645.924	56.116.555.924
Joint Stock Commercial Bank for Investment and Development of Vietnam	5.329.156.605	6.697.100.605
Total	308.127.248.777	326.006.491.200

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22.Owner's equity

a. Statement of changes in owners' equity

	Contributed capital	Capital surplus	Other owner's equity	Development and investment funds	Distributed profit after tax	Total
Balance as at Jan 01, 2025	579.640.610.000	8.993.538.265	578.623.209	128.098.140.692	51.644.726.828	768.955.638.994
Increase during the period	-	-		5.030.081.962	233.191.877.752	238.221.959.714
Decrease during the period	-	-	(239.430.293)	-	(111.947.679.562)	(112.187.109.855)
Balance as at Dec 31, 2025	579.640.610.000	8.993.538.265	339.192.916	133.128.222.654	172.888.925.017	894.990.488.852
Balance as at Jan 01, 2026	579.640.610.000	8.993.538.265	339.192.916	133.128.222.654	172.888.925.017	894.990.488.852
Increase during the period	-	-		78.650.498.829	136.780.710.254	215.431.209.083
Decrease during the period	-	-		-	173.733.479.085	173.733.479.085
Profit distribution this period	-	-		-	173.733.479.085	173.733.479.085
Balance as at June 30, 2026	579.640.610.000	8.993.538.265	339.192.916	211.778.721.483	135.936.156.186	936.688.218.850

b. Details of investment capital

	June 30, 2026	Jan 1, 2026
People's Committee of Danang City	348.242.170.000	348.242.170.000
Danang - Mien Trung Investment JSC	202.867.440.000	202.867.440.000
Other shareholders	28.531.000.000	28.531.000.000
Total	579.640.610.000	579.640.610.000

c. Undistributed profit after tax

	June 30, 2026	Jan 1, 2026
Profits brought forward	172.888.925.017	51.644.726.828
Profits after corporate income tax of current period	135.936.156.187	233.191.877.752
Previous year's profit distribution	173.733.479.085	59.780.024.663
Divide the dividend by cash	75.353.279.300	40.574.842.700
Bonus fund	12.942.111.356	6.800.000.000
Welfare fund	5.546.619.152	6.800.000.000
Set up fund of Executive Management Board	1.240.970.448	575.100.000
Set up development and investment funds	78.650.498.829	5.030.081.962
Current year's profit distribution	-	52.167.654.900
Undistributed profit after tax	135.091.602.118	172.888.925.017

The Company distributes after-tax profits to pay the second dividend in 2025 according to Resolution No. 01/NQ-ĐHĐCĐ dated April 17, 2026.

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23. Total revenue	Jan 1, 2026 - June 30, 2026	Jan 1, 2025 - June 30, 2025
Revenue from water industry	409.095.241.067	360.571.500.115
Revenue from other activities	3.073.258.509	2.014.782.744
Total	412.168.499.576	362.586.282.859
24. Cost of goods sold	Jan 1, 2026 - June 30, 2026	Jan 1, 2025 - June 30, 2025
Cost of goods sold from water industry	230.315.642.822	207.976.465.226
Cost of goods sold from other activities	2.433.558.188	1.630.550.147
Total	232.749.201.010	209.607.015.373
25. Financial income	Jan 1, 2026 - June 30, 2026	Jan 1, 2025 - June 30, 2025
Deposits, loans interest	16.753.070.104	11.391.991.096
Gains on exchange rate differences	-	2.610.694
Total	16.753.070.104	11.394.601.790
26. Financial expenses	Jan 1, 2026 - June 30, 2026	Jan 1, 2025 - June 30, 2025
Interest expenses	11.605.271.244	12.216.664.546
Losses on exchange rate differences	-	-
Total	11.605.271.244	12.216.664.546
27. Selling expenses and General administration expenses		
a. Selling expenses	Jan 1, 2026 - June 30, 2026	Jan 1, 2025 - June 30, 2025
Cost of raw materials	6.184.746.531	3.686.569.043
Employees cost	13.036.117.817	14.459.695.672
Other expenses	2.766.911.205	2.363.289.279
Total	21.987.775.553	20.509.553.994
b. General administration expenses	Jan 1, 2026 - June 30, 2026	Jan 1, 2025 - June 30, 2025
Employees cost	13.694.548.328	13.211.985.275
Fixed asset depreciation	1.489.114.790	1.545.485.852
Science and Technology Development Fund	-	-
Provision for doubtful debts	-	53.935.482
Costs of outsourced services	1.511.089.837	1.368.277.091
Reversal of provision for doubtful receivables	-	-
Other expenses	5.441.095.997	7.603.613.109
Total	22.135.848.952	23.783.296.809

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	Jan 1, 2026 - June 30, 2026	Jan 1, 2025 - June 30, 2025
28. Other income		
Income from the sale of materials and fixed assets	12.815.418.000	-
Collect overdue debts, transfer ownership of contracts.	-	-
Remaining drainage service charges for collection	1.773.920.573	1.642.906.865
Others	319.881.635	37.932.195
Total	14.924.426.538	1.680.839.060
29. Other expenses		
Residual value of fixed assets, liquidation	887.011.945	-
Handling backlog construction	-	-
Administrative penalties	-	-
Liquidation of used Larsen piles		
Depreciation of fixed assets during periods of temporary suspension of operations.	215.497.908	215.497.908
Other expenses		11.548.551
Total	1.222.917.261	227.046.459
30. Current corporate income tax		
Total accounting profits before corporate income tax	154.144.982.198	109.318.146.528
Adjustment of taxable income	267.849.669	325.988.171
- Increasing adjustment (Excluding costs when calculating water industry taxes)	267.849.669	202.094.221
- Upward adjustment (excluding costs when calculating tax) - Subsidiary company		123.893.950
- Increasing adjustment ('Excluding expenses when calculating taxes of other specialties)		
- Reversal of investment provisions in subsidiaries	15.216.722	(227.794.460)
- Income from water industry	134.884.661.184	107.638.486.570
- Income from other activities	19.260.321.014	1.679.659.958
- Raw water cost difference paid to the State	-	-
Total taxable income	154.397.615.145	109.644.134.699
Current corporate income tax expenses	17.367.315.288	11.119.990.071
<i>In there:</i>		
- Current corporate income tax expenses incurred this period	17.367.315.288	11.119.990.071
- Income from water industry (10%)	13.515.251.085	10.784.058.079
- Income from other activities (20%)	3.852.064.203	335.931.992
Corporate income tax collected from employees	-	-
- CIT paid on behalf of the state arises due to the raw water expenditure difference paid to the State budget	-	-
Deferred corporate income tax corresponding to the reversal of investment provisions in subsidiaries	(3.043.344)	45.558.892

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	Jan 1, 2026 - June 30, 2026	Jan 1, 2025 - June 30, 2025
31. Basic and diluted earnings per share		
Profit after corporate income tax	136.780.710.254	98.152.597.565
Adjustments that increase or decrease after-tax profit		
<i>Upward adjustment</i>		
<i>Downward adjustment (from funds...)</i>		
Profit or loss attributable to common stockholders	136.780.710.254	98.152.597.565
Average number of common shares outstanding during the period	57.964.061	57.964.061
Basic earnings per share (***)	2.360	1.693
32. Operating expenses according to elements		
Cost of raw materials	32.958.146.795	22.131.579.220
Employees cost	62.551.317.889	63.467.826.689
Fixed asset depreciation	58.610.749.947	56.642.883.197
Costs of outsourced services	109.329.552.560	47.247.785.543
Other explicit expenses	13.413.058.324	13.035.919.046
Total	276.872.825.515	202.525.993.695

33. Divisions Report

In accordance with VAS 28 and this Circular guiding this Standard, the Company should prepare a Divisions Report. Accordingly, a division is a distinctly identifiable part of the Company that may be involved in the provision of related products or services (business lines) or product or service provider in a specific economic environment (geographic areas), each of these sectors bears risks and derives different economic benefits from the others. The Board of Directors of the Company assess that the Company operates in the main business division, which is the production and trading of the water industry and in Da Nang City, Vietnam.

34. Financial instruments**a. Capital risk management**

Through capital management, the Company considers and decides to maintain appropriate capital and liability balances in each period to ensure continuous operations while maximizing the benefits of owners.

b. Financial risk management

Financial risks include market risk (interest rate risk, commodity price risk), credit risk and liquidity risk.

Market risk management: The Company's business operations will be primarily exposed to risks from large fluctuations in interest rates and prices.

Interest Rate Risk Management

The Company's interest rate risk arises mainly from the loans it has signed. To minimize this risk, the Company has estimated the impact of interest expenses on business results in each period as well as analyzed and forecasted to choose appropriate repayment times. The Board of Directors believes that the Company's risk of unexpected interest rate fluctuations is low.

Price risk management

The company exploits water resources for production and business, so it only bears the risk of changes in resource tax policies. However, this tax rate is relatively stable and is under the management of the State, so the Board of Directors believes that there is no risk in commodity prices.

Credit risk management

The Company's customers are all people in society who need to use clean water and always pay on time. The Company's Board of Directors believes that the Company does not have significant credit risk with customers.

Liquidity risk management

To manage liquidity risks, meet current and future capital and financial obligations, the Company regularly monitors and maintains sufficient cash reserves, optimizes idle cash flows, takes advantage of credit from customers and partners, proactively controls due and upcoming debts in correlation with due assets and revenue that can be generated during that period,...

Summary of the Company's financial liabilities by payment term is as follows:

30/06/2026	No more than 1 year	Over 1 year	Total
Trade payables	19.735.161.870	-	19.735.161.870
Accrued expenses	17.595.641.859	-	17.595.641.859
Borrowings and finance lease liabilities	60.444.104.136	308.127.248.777	368.571.352.913
Other payables	91.899.706.734	71.955.848.803	163.855.555.537
Total	189.674.614.599	380.083.097.580	569.757.712.179

01/01/2026	No more than 1 year	Over 1 year	Total
Trade payables	48.730.394.604	-	48.730.394.604
Accrued expenses	3.081.294.699	-	3.081.294.699
Borrowings and finance lease liabilities	60.444.104.136	326.006.491.200	386.450.595.336
Other payables	93.680.171.336	77.668.085.003	171.348.256.339
Total	205.935.964.775	403.674.576.203	609.610.540.978

The Company has virtually no liquidity risk and can generate sufficient cash flows to meet its financial obligations as they fall due.

The summary of the Company's existing financial assets is presented on a net asset basis as follows:

30/06/2026	No more than 1 year	Over 1 year	Total
Cash and cash equivalents	35.865.237.815	-	35.865.237.815
Held-to-maturity investments	508.844.038.706	-	508.844.038.706
Trade receivables	9.158.280.512	-	9.158.280.512
Other receivables	13.856.293.632	-	13.856.293.632
Total	567.723.850.665	-	567.723.850.665

01/01/2026	No more than 1 year	Over 1 year	Total
Cash and cash equivalents	39.093.360.629	-	39.093.360.629
Held-to-maturity investments	458.582.646.126	-	458.582.646.126
Trade receivables	7.389.760.885	-	7.389.760.885
Other receivables	15.717.880.784	-	15.717.880.784
Total	520.783.648.424	-	520.783.648.424

35. Salary, remuneration and other benefits of the Executive Board:

Salary, remuneration and other benefits of the Board of Directors and Board of Supervisors:

No	Board of Management	From Jan 01, 2026 to June 30, 2026		
		Salary	Remuneration	Total
1	Board member	1.219.795.200	240.000.000	1.459.795.200
2	Supervisory Board	369.000.000	84.000.000	453.000.000
3	Board of Directors	717.624.576	-	717.624.576
	Total	2.306.419.776	324.000.000	2.630.419.776

No	Board of Management	From Jan 01, 2025 to June 30, 2025		
		Salary	Remuneration	Total
1	Board member	1.304.856.360	120.000.000	1.424.856.360
2	Supervisory Board	336.000.000	84.000.000	420.000.000
3	Board of Directors	500.920.200	-	500.920.200
	Total	2.141.776.560	204.000.000	2.345.776.560

	From Jan 01, 2026 to June 30, 2026	From Jan 01, 2025 to June 30, 2025
Executive Management Bonus	59.212.000	84.600.000
Dividends	49.270.000	25.970.000
Total	108.482.000	110.570.000

36. Retrospective adjustment

Pursuant to Official Letter No. 1757/QD-UBND dated April 21, 2026, issued by Da Nang City People's Committee on the transfer of infrastructure assets for clean water supply project, Mai Dang Chon Road (Phase 1) section from Le Van Hien Road to Ba Tung Resettlement Area; Contract No. 05/2026/HD/TTQLHT-CTCN dated June 29, 2026 signed between Da Nang Water Supply Joint Stock Company and Da Nang City Infrastructure Management Center; Decision No. 1411/QD-UBND dated September 10, 2025 issued by Da Nang City People's Committee on the transfer of clean water infrastructure assets for the Bau Gia Phuoc residential area project, and the handover and asset acceptance minutes, the Company has adjusted expenses from 2018 to 2025 with a total amount of VND 938,393,409, the Company recorded an amount of VND 129,632,643 in cost of sales during 2025.

Accordingly, the Company has retrospectively adjusted the comparative figures in the appropriate accounting periods:

Balance Sheet items

No	Items	Code	As of December 31, 2025 before adjustments	As of January 1, 2025 after adjustments	Variance
1	Taxes and other payables to State budget	163	4.152.277.300	4.246.116.641	93.839.341
2	Other short-term payables	316	2.142.901.290	3.081.294.699	938.393.409
3	Undistributed profit after tax	420	173.733.479.085	172.888.925.017	(844.554.068)
4	Undistributed profit after tax brought forward	420a	(8.135.297.835)	(8.135.297.835)	-
5	Undistributed profit after tax for the current year	420b	181.868.776.920	181.024.222.852	(844.554.068)

DANANG WATER SUPPLY JOINT STOCK COMPANY CONSOLIDATED FINANCIAL STATEMENTS

No 57 Xo Viet Nghe Tinh Street, Hoa Cuong Ward, Da Nang City

For the period from 01/04/2026 to 30/06/2026

Income Statement items

No	Items	Code	The year 2025 before adjustments	The year 2025 after adjustments	Variance
1	Cost of goods sold	11	434.066.200.081	434.195.832.724	129.632.643
2	Gross revenues from sales & services rendered	20	340.186.858.583	340.057.225.940	(129.632.643)
3	Net profits from operating activities	30	252.405.125.209	252.275.492.566	(129.632.643)
4	Total net profit before tax	50	261.538.622.840	261.408.990.197	(129.632.643)
5	Current corporate income tax expenses	51	27.439.322.293	27.426.359.029	(12.963.264)
6	Profits after corporate income tax	60	234.036.431.820	233.919.762.441	(116.669.379)

Statement of Cash Flow items

No	Items	Code	The year 2025 before adjustments	The year 2025 after adjustments	Variance
1	Profit before tax	01	261.538.622.840	261.408.990.197	(129.632.643)
2	Operating profit before adjustments to working capital	08	375.492.578.870	375.362.946.227	(129.632.643)
3	- Increase, decrease in accounts payables (exclusive of interest payables, enterprise income tax payables)	11	(55.907.392.035)	(55.777.759.392)	129.632.643

37. Subsequent events

There have been no significant events occurring after the balance sheet date, which would require adjustments or disclosures to be presented in the interim financial statements (separate).

38. Corresponding figures

Comparative figures of the Financial Statements for the accounting period ended June 30, 2026 are taken from the Financial Statements for the accounting period ended Dec 31, 2025 and the Financial Statements for the accounting period ended December 31, 2025 presented in accordance with Circular 200 and audited by Vietvalues. The company has reclassified the corresponding indicators to conform to the presentation style of Circular 99 applicable to the Quarter 2nd, 2026 financial statements.

Preparer

NGUYEN THI THANH THUY**Chief Accountant**

PHAM HONG MINH

Da Nang, July 29, 2026

General Director**HỒ MINH NAM**

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