

**DA NANG WATER SUPPLY
JOINT STOCK COMPANY**

No: 1318 /CTCN – TCKT

Ref: Explanation of Profit after tax on
Parent and Consolidated Financial
Statements for Q2/2026 increasing more
than 10% compared to Q2/2025

SOCIALIST REPUBLIC OF VIETNAM

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Da Nang city, July 30th, 2026

Dear : -State Securities Commission of Vietnam
 -Hanoi Stock Exchange

Pursuant to Circular No.96/2020/TT-BTC dated November 16, 2020,
issued by the Ministry of Finance guiding information disclosure on the
securities market;

Da Nang Water Supply Joint Stock Company hereby explains profit
after tax on the Parent and Consolidated Financial Statements for Q2/2026,
which increased by more than 10% compared to Q2/2025, as follows:

1.Parent company Financial Statement :

Profit after tax Q2/2026 : VND 77.807.473.748

Profit after tax Q2/2025 : VND 62.306.243.292

Reasons: The increase was primarily attributable to the Company's
improved operating performance during the second quarter of 2026.
Specifically, the volume of billable water consumption increased by 4.389.712
m³ compared to the same period of the previous year, while the average selling
price of water increased by VND 318/m³, contributed to higher revenue and
profitability.

2. Consolidated Financial Statement:

Profit after tax Q2/2026 : VND 77.789.059.825

Profit after tax Q2/2025 : VND 62.260.684.400

Reasons: The consolidated financial statements were prepared by
consolidating the financial statements of the Parent Company and its
subsidiary. During the second quarter of 2026, the Parent Company recorded a
profit after tax of VND 77.807.473.748, while the subsidiary reported a loss
after tax of VND 18.413.923. As a result, the Group's consolidated profit after
tax amounted to VND 77.789.059.825.

The increase in consolidated profit after tax compared with the same
period of the previous year was mainly driven by the strong operating
performance of the Parent Company. The increase in billable water
consumption of 4.389.712 m³, together with the increase in the average selling
price of water by VND 318/m³, contributed to higher revenue and profitability.



Accordingly, the profit after tax presented in both the Parent Company's separate financial statements and the consolidated financial statements for the second quarter of 2026 increased by more than 10% compared with the corresponding period of 2025.

This is the explanation from Da Nang Water Supply Joint Stock Company. We respectfully report to the State Securities Commission and the Hanoi Stock Exchange.

Sincerely.

Recipients:

- As above
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**GENERAL DIRECTOR** 

HỒ MINH NAM

