

No.: **2848** / GD- KTTC

Ho Chi Minh City, October **20**, 2026

Re: “Explanation of the Third-Quarter 2026 Financial Statements”

CÔNG TY
CỔ PHẦN
CẤP
NƯỚC
GIA ĐỊNH

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To:

- State Securities Commission of Vietnam
- Hanoi Stock Exchange

Pursuant to Circular No. 96/2020/TT-BTC dated 16 November 2020, issued by the Ministry of Finance, providing guidance on information disclosure in the securities market, and the Information Disclosure Regulations of the Hanoi Stock Exchange promulgated under Decision No. 606/QĐ-SGDCK Hanoi.

Gia Dinh Water Supply Joint Stock Company prepared its financial statements for the third quarter of 2026 on 19 October 2026. A comparison of the financial results for the third quarter of 2026 with those for the corresponding period in 2025 shows a change of more than 10% in profit after corporate income tax. The Company hereby provides the following explanations:

I. Detailed figures:

Item	Q3/2026	Q3/2025	Change	Percentage change
Profit after corporate income tax	3.240.537.609	5.906.260.502	(2.665.722.893)	(45,13)%

Profit after corporate income tax for the third quarter of 2026 decreased by VND 2.665.722.893 compared with the third quarter of 2025, representing a decrease of 45,13%.

II. Explanations of significant fluctuations in selected items:

Item	Q3/2026	Q3/2025	Change	Percentage change
Volume of clean water purchased wholesale (m ³)	15.356.599	15.166.517	190.082	1,25%

Wholesale purchase price of clean water (VND/m ³)	6.636,91	6.615,74	21,17 8189	0,32%
Water loss rate	9,91%	9,36%	Increase of 0,55%	
Volume of water consumed (m ³)	13.788.627	13.665.902	122.725	0,90%
Average selling price (VND/m ³)	12.100	12.109	(9)	(0,074)%
1. Net revenue (VND)	168.039.643.387	165.925.297.038	2.114.346.349	1,27%
2. Cost of sales (VND)	104.570.619.306	100.063.897.010	4.506.722.296	4,50%
3. Salaries and wages (VND)	24.416.490.949	23.774.142.795	642.348.154	2,70%
4. Costs of repairing water leaks and replacing water meters periodically (VND)	9.785.794.342	8.581.951.491	1.203.842.851	14,03%
5. Depreciation expense (VND)	9.829.699.984	9.393.163.652	436.536.332	4,65%
6. Water loss prevention expenses (VND)	6.889.392.726	5.235.789.113	1.653.603.613	31,58%
7. Other expenses (VND)	13.755.082.660	10.471.798.840	3.283.283.820	31,35%
8. Other income (VND)	7.214.950.628	502.328.241	6.712.622.387	1.336,3%
9. Corporate income tax expense (VND)	853.634.402	1.515.565.126	(661.930.724)	(43,68)%

Based on the above table of significant fluctuations in selected items, the Company provides the following explanations:

1. In the third quarter of 2026, the volume of clean water consumed increased by 122.725 m³ compared with the third quarter of 2025. Although the average selling price decreased by VND 9/m³ compared with the average selling price in the corresponding period of 2025, net revenue still increased by VND 2.114.346.349, representing an increase of 1,27%.

2. The water loss rate was 9,91%, which was 0,59% below the annual target of 10,5%. The volume of clean water purchased wholesale in the third quarter of 2026 increased by 190.082 m³ compared with the same period of the previous year; The provisional wholesale purchase price of clean water for the first nine months of 2026 was VND 6.636,91/m³. In addition, the accounting recognition of work in progress relating to wholesale clean water purchases as at 30 September 2026 amounted to 1.881.228 m³, equivalent to VND 12.485.547.562. These factors contributed to an increase in wholesale clean water purchase costs and cost of sales of VND 4.506.722.296, representing an increase of 4,50%.

3. Salary and wage expenses for employees and management in the third quarter of 2026 increased by VND 642.348.154 compared with the third quarter of 2025, representing an increase of 2,70%.

4. Costs of repairing water leaks and periodically replacing water meters in the third quarter of 2026 increased by VND 1.203.842.851 compared with the third quarter of 2025, representing an increase of 14,03%.

5. Depreciation expense in the third quarter of 2026 increased by VND 436.536.332 compared with the corresponding period in 2025, representing an increase of 4,65%

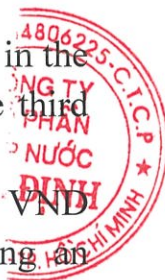
6. Disbursements for water loss prevention projects in the third quarter of 2026 amounted to VND 6.889.392.726, an increase of VND 1.653.603.613 compared with the third quarter of 2025, representing an increase of 31,58%.

7. Other expenses in the third quarter of 2026 increased by VND 3.283.283.820 compared with the third quarter of 2025, representing an increase of 31,35%.

8. During the third quarter of 2026, the Company disposed of obsolete materials and recovered proceeds from such disposals. Consequently, other income increased by VND 6.712.622.387 compared with the third quarter of 2025, representing an increase of 1.336,3%.

9. Corporate income tax expense in the third quarter of 2026 decreased by VND 661.930.724 compared with the third quarter of 2025, representing a decrease of 43,68%.

In addition, fluctuations in certain other expense items were relatively small and offset one another.



The significant fluctuations in the above items between the third quarter of 2026 and the third quarter of 2025 affected profit after corporate income tax as follows:

Increase in revenue: Items (1) + (8) = 2.114.346.349 + 6.712.622.387 = VND 8.826.968.736

Increase in expenses: Items ((2)+(3)+(4)+(5)+(6)+(7)+(9)) = (4.506.722.296 + 642.348.154 + 1.203.842.851 + 436.536.332 + 1.653.603.613 + 3.283.283.820 - 661.930.724) = VND 11.064.406.342

The above-mentioned increase in revenue of VND 8.826.968.736 and increase in expenses of VND 11.064.406.342 resulted in a decrease in profit after corporate income tax of VND 2.665.722.893 for the third quarter of 2026, representing a decrease of 45,13% compared with the third quarter of 2025.

Yours faithfully!

Recipients:

-As addressed above

-Filed: Admin. & Accounting Dept.

DIRECTOR


LE HUU QUANG