BALANCE SHEET (CONTINUED)
As at 31 December 2024

Unit: VND

RESOURCES	Codes	Notes	Closing balance	Opening balance
C. LIABILITIES	**300**		**265,396,043,581**	**286,778,498,314**
I. Current liabilities	**310**		**140,096,143,059**	**139,641,939,792**
1. Short-term trade payables	311	V.10	36,329,619,951	28,940,547,470
2. Short-term advances from customers	312		347,830,071	8,040,677,766
3. Taxes and amounts payable to the State	313	V.11b	2,455,519,713	5,112,143,854
4. Payables to employees	314		19,535,863,013	19,146,567,657
5. Short-term accrued expenses	315	V.12a	11,686,629,950	6,025,096,751
6. Other current payables	319	V.13	41,935,705,297	39,686,406,137
7. Short-term loans and obligations under finance leases	320	V.14a	21,836,658,000	23,974,703,952
8. Bonus and welfare funds	322		5,968,317,064	8,715,796,205
II. Long-term liabilities	**330**		**125,299,900,522**	**147,136,558,522**
1. Long-term accrued expenses	333	V.12b	2,418,000,000	2,418,000,000
2. Long-term loans and obligations under finance leases	338	V.14b	122,881,900,522	144,718,558,522
D. EQUITY	**400**		**427,218,340,241**	**405,504,911,090**
I. Owner's equity	**410**	**V.15**	**427,218,340,241**	**405,504,911,090**
1. Owner's contributed capital	411		329,954,110,000	329,954,110,000
- Ordinary shares carrying voting rights	*411a*		*329,954,110,000*	*329,954,110,000*
2. Investment and development fund	418		35,117,230,089	27,981,894,030
3. Retained earnings	421		62,147,000,152	47,568,907,060
- Retained earnings accumulated to the prior year end	*421a*		-	-
- Retained earnings of the current year	*421b*		*62,147,000,152*	*47,568,907,060*
TOTAL RESOURCES	**440**		**692,614,383,822**	**692,283,409,404**

INCOME STATEMENT
For the year ended 31 December 2024

Unit: VND

ITEMS	Codes	Notes	Current year	Prior year
1. Gross revenue from goods sold and services rendered	01	VI.1	456,084,144,257	428,501,285,107
2. Deductions	02		-	-
3. Net revenue from goods sold and services rendered	10		456,084,144,257	428,501,285,107
4. Cost of sales	11	VI.2	313,566,204,501	285,851,980,573
5. Gross profit from goods sold and services rendered	20		142,517,939,756	142,649,304,534
6. Financial income	21	VI.3	1,304,215,763	2,976,678,926
7. Financial expenses	22	VI.4	9,822,802,508	13,456,984,200
- In which: Interest expense	*23*		*9,822,802,508*	*13,456,984,200*
8. Selling expenses	25	VI.5a	39,072,858,488	40,669,417,978
9. General and administration expenses	26	VI.5b	27,132,841,938	31,098,550,698
10. Operating profit	30		67,793,652,585	60,401,030,584
11. Other income	31	VI.6	11,297,318,283	330,640,000
12. Other expenses	32		9,590,789,377	122,303,113
13. Profit from other activities	40		1,706,528,906	208,336,887
14. Accounting profit before tax	50		69,500,181,491	60,609,367,471
15. Current corporate income tax expense	51	VI.7	7,353,181,339	13,040,460,411
16. Net profit after corporate income tax	60		62,147,000,152	47,568,907,060
17. Basic earnings per share	70	VI.8	1,601	1,225
18. Diluted earnings per share	71	VI.8	1,601	1,225

CASH FLOW STATEMENT
(Under direct method)
For the year ended 31 December 2024

Unit: VND

ITEMS	Codes	Current year	Prior year
I. Cash flows from operating activities			
1. Revenues from sales and service provisions and other revenues	01	513,763,287,527	485,746,894,277
2. Cash paid to suppliers of goods and services	02	(213,975,362,591)	(194,452,206,050)
3. Amounts paid to employees	03	(107,013,769,700)	(102,922,969,200)
4. Interest paid	04	(10,039,019,738)	(13,502,408,951)
5. Enterprise income tax paid	05	(13,406,629,987)	(12,114,742,889)
6. Other receipts from trading	06	8,342,147,857	11,366,729,934
7. Other expenditures on trading	07	(73,594,893,724)	(69,659,484,630)
Net cash flow from operating activities	**20**	**104,075,759,644**	**104,461,812,491**
II. Cash flows from investing activities			
1. Acquisition and construction of fixed assets and other long-term assets	21	(72,555,238,643)	(37,116,316,540)
2. Cash outflow for lending, buying debt instruments of other entities	23	-	(1,101,274,771)
3. Cash recovered from lending, selling debt instruments of other entities	24	1,772,344,587	19,808,397,652
4. Interest earned, dividends and profits received	27	1,442,185,837	3,128,896,071
Net cash flow from investing activities	**30**	**(69,340,708,219)**	**(15,280,297,588)**
III. Cash flows from financing activities			
2. Repayment of borrowings	34	(23,974,703,952)	(26,112,749,896)
3. Dividends and profits paid	36	(33,298,234,942)	(29,913,946,593)
Net cash flow from financing activities	**40**	**(57,272,938,894)**	**(56,026,696,489)**
Net increase/(decrease) in cash	**50**	**(22,537,887,469)**	**33,154,818,414**
Cash and cash equivalents at the beginning of the year	**60**	**67,904,368,603**	**34,749,550,189**
Effects of changes in foreign currency exchange rates	61	-	-
Cash and cash equivalents at the end of the year	**70**	**45,366,481,134**	**67,904,368,603**

NOTES TO THE SEPARATE FINANCIAL STATEMENTS

I. GENERAL INFORMATION

1. Structure of ownership

Thanh Hoa Water Supply Joint Stock Company (referred to as "the Company"), formerly known as Thanh Hoa Water Supply Company Limited, was established under Decision No. 2039/QD-CT dated July 29, 2005 of the Thanh Hoa Provincial People's Committee and Business Registration Certificate No. 2604000004 issued by the Department of Planning and Investment of Thanh Hoa province for the first time on October 3, 2005.

The company officially switched to operating in the form of a joint stock company according to Business Registration Certificate No. 2800219549 issued by the Department of Planning and Investment of Thanh Hoa province for the first time on May 27, 2016 and other Certificates of registration amended business registration. Currently, the Company is operating under the 8th amended Business Registration Certificate dated July 2, 2020. Accordingly, the charter capital is 329,954,110,000 VND corresponding to 32,995,411 common shares, par value of shares: 10,000 VND/share.

2. Operating industry and principal activities

Main business activities of the Company:

- Exploiting, producing and trading clean water in urban areas in Thanh Hoa province, managing water supply development projects and urban water supply systems;
- Production and distribution of steam, hot water, air conditioning and ice production, details: Clean water production;
- Producing and trading pure filtered water and products from pure filtered water. Clean water business, general contractor implementing turnkey water supply and drainage projects. Design, manufacture, production and business, import and export of machinery, materials and technological equipment specialized in water supply, drainage and environmental sanitation. Scientific research, application and technology transfer in the field of water supply, drainage and environmental sanitation.

The company's business sector is the producing, trading clean water and construction, installation of technology and water supply pipes.

3. Normal production and business cycle

The Company's normal production and business cycle is carried out for a time period of 12 months or less.

4. Explanation of comparability of information in financial statements

Comparative figures are figures for the main financial statements for the financial year ending December 31, 2023 that have been checked by another testing tool.

5. Employees

The number of employees as at 31 December 2024 was 874 (31 December 2023: 844).

6. Business structure

The company is located at No. 99 Mat Son street, Dong Ve Ward, Thanh Hoa City, Thanh Hoa province.

Detailed information about the Company's branches as of December 31, 2024 is as follows:

Branch name	Place	Main activities
South City water supply branch	Thanh Hoa city, Thanh Hoa province	Provide clean water; construction work
North City water supply branch	Thanh Hoa city, Thanh Hoa province	Provide clean water; construction work
Sam Son water supply branch	Sam Son district, Thanh Hoa province	Provide clean water; construction work
Quang Xuong water supply branch	Quang Xuong district, Thanh Hoa province	Provide clean water; construction work
Dong Son water supply branch	Dong Son district, Thanh Hoa province	Provide clean water; construction work
Bim Son water supply branch	Bim Son district, Thanh Hoa province	Producing and providing clean water; construction work
Hoang Hoa water supply branch	Hoang Hoa district, Thanh Hoa province	Producing and providing clean water; construction work
Nghi Son water supply branch	Nghi Son town, Thanh Hoa province	Producing and providing clean water; construction work
Nong Cong water supply branch	Nong Cong district, Thanh Hoa province	Producing and providing clean water; construction work
Trieu Son water supply branch	Trieu Son district, Thanh Hoa province	Producing and providing clean water; construction work
Ngoc Lac water supply branch	Ngoc Lac district, Thanh Hoa province	Producing and providing clean water; construction work
Cam Thuy water supply branch	Cam Thuy district, Thanh Hoa province	Producing and providing clean water; construction work
Thach Thanh water supply branch	Thach Thanh district, Thanh Hoa province	Producing and providing clean water; construction work
Yen Dinh water supply branch	Yen Dinh district, Thanh Hoa province	Producing and providing clean water; construction work
City water production branch	Thanh Hoa city, Thanh Hoa province	Producing clean water, construction
Construction branch	Thanh Hoa city, Thanh Hoa province	Construction and installation works
Watch Branch	Dong Ve Ward, Thanh Hoa City, Thanh Hoa Province	Maintenance, repair, and inspection of watches
Construction consulting center	Thanh Hoa city, Thanh Hoa province	Design consulting and supervision of construction projects
Ma River Hotel Branch	Sam Son city, Thanh Hoa province	Hotel service business

II. ACCOUNTING CONVENTION AND FINANCIAL YEAR

Accounting convention

The accompanying separate financial statements, expressed in Vietnam Dong (VND), are prepared under the historical cost convention and in accordance with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting.

The accompanying separate financial statements are not intended to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam.

Financial year

The company's financial year begins from 01 January to 31 December.

III. ACCOUNTING STANDARDS AND SYSTEM APPLIED

The Board of General Directors of the Company apply Vietnamese Accounting Standards and the Accounting regime for enterprises promulgated under the Circular No. 200/2014/TT-BTC dated 22 December 2014 by Ministry of Finance guiding the accounting regime for enterprises, Circular No. 53/2016/TT-BTC dated 21 March 2016 by Ministry of Finance amending and supplementing some articles of Circular No. 200/2014/TT-BTC and Circular guiding the implementation of accounting standards of the Ministry of Finance in the preparation and presentation of financial statements.

Accounting form applied: General journal.

IV. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies, which have been adopted by the Company in the preparation of these separate financial statements, are as follows:

Estimates

The preparation of separate financial statements in conformity with Vietnamese Accounting Standards, accounting regime for enterprises and legal regulations relating to financial reporting requires Board of General Directors to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosures of contingent assets and liabilities at the date of the separate financial statements and the reported amounts of revenues and expenses during the year. Although these accounting estimates are based on the Board of General Directors's best knowledge, actual results may differ from those estimates.

IV. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, demand deposits and short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Held-to-maturity investments

Held-to-maturity investments comprise investments that the Company has the positive intent or ability to hold to maturity, including term deposits (commercial bills), bonds, preference shares which the issuer shall redeem at a certain date in the future, loans held to maturity to earn periodic interest and other held-to-maturity investments.

Held-to-maturity investments are recognised on a trade date basis and are initially measured at acquisition price plus directly attributable transaction costs. Post-acquisition interest income from held-to-maturity investments is recognised in the income statement on accrual basis. Pre-acquisition interest is deducted from the cost of such investments at the acquisition date.

When there is solid evidence that part or all of the investment may not be recoverable and the amount of loss can be reliably determined, the loss is recorded in financial expenses during the year and reduced direct deduction of investment value.

Held-to-maturity investments are measured at cost less provision for doubtful debts.

Provision for doubtful debts relating to held-to-maturity investments is made in accordance with prevailing accounting regulations.

Receivables

Receivables are the amounts recoverable from customers or other subjects and are stated at the book value less provision for doubtful debts.

Provision for doubtful debts is made for each receivable based on the overdue period of the principal debt according to the original debt agreement (without considering any debt extension between the parties) or based on the estimated potential loss as assessed by the Company. The difference between the provision that should be made at the end of the current fiscal year and the provision made at the end of the previous fiscal year is recognized as an increase or decrease in administration expenses for the fiscal year. When receivables are determined to be irrecoverable, they will be written off.

Inventories

Inventories are stated at the lower of cost and net realisable value. Cost comprises direct materials and where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. Inventory value is determined according to the weighted average method. Net realisable value represents the estimated selling price less all estimated costs to completion and costs to be incurred in marketing, selling and distribution.

Provision for inventory devaluation is made according to current accounting regulations. Accordingly, the company is allowed to make a provision for inventory devaluation when the cost of inventory is higher than its net realizable value at the end of the fiscal year.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation.

The costs of purchased tangible fixed assets comprise their purchase prices and any directly attributable costs of bringing the assets to their working conditions and locations for their intended use. The costs of tangible fixed assets formed from construction investment by contractual mode or self-construction or self-generating process are the settled costs of the invested construction projects in accordance with the prevailing State's regulations on investment and construction management, directly-related expenses and registration fee (if any). In the event the construction project has been completed and put into use but the settled costs thereof have not been approved, the cost of tangible fixed assets is recognised at the estimated cost based on the actual cost incurred. The estimated cost will be adjusted according to the settled costs approved by competent authorities.

Tangible fixed assets are depreciated using the straight-line method over their estimated useful lives as follows:

	Years
Buildings and structures	05 – 50
Machinery, equipment	05 – 20
Vehicles, transportation equipment	05 – 30
Office equipment and furniture	05 – 10

Tangible fixed assets are revalued in accordance with the State's decisions or when state-owned enterprises are equitised. The cost and accumulated depreciation of tangible fixed assets are adjusted based on the revaluation value approved by competent authorities as regulated.

Loss or gain resulting from sales and disposals of tangible fixed assets is the difference between profit from sales or disposals of assets and their residual values and is recognised in the income statement.

Intangible assets and amortisation

The Company's intangible fixed assets are management software, trademarks. Intangible fixed assets represent the value of land use rights and are presented at cost less accumulated depreciation. Intangible fixed assets are allocated using the straight-line method with an estimated amortization period of 05 years.

Construction in progress

Properties in the course of construction for production, rental and administrative purposes or for other purposes are carried at cost. The cost includes any costs that are necessary to form the asset including construction cost, equipment cost, other directly attributable costs in accordance with the Company's accounting policy. Such costs will be included in the estimated costs of the fixed assets (if settled costs have not been approved) when they are put into use.

According to the State's regulations on investment and construction management, the settled costs of completed construction projects are subject to approval by appropriate level of competent authorities. The final costs of these completed construction projects may vary depending on the final approval by competent authorities.

Prepayments

Prepaid expenses include actual expenses that have been incurred but are related to the results of production and business activities of many accounting periods. Prepaid expenses include the value of tools, instruments, small components issued for use, other repair costs and are considered to have the potential to bring future economic benefits to the Company. These costs are capitalized in the form of prepayments and allocated to the Income Statement, using the straight-line method in accordance with current accounting regulations.

Revenue recognition

Revenue from the sale of goods is recognised when all five (5) following conditions are satisfied:

(a) The Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
(b) The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;

(c) The amount of revenue can be measured reliably; When the contract stipulates that the buyer is entitled to return the products or goods, purchased under specific conditions, revenue is recognized only when those specific conditions no longer exist and the buyer is not entitled to pay return products and goods (except for cases where customers have the right to return goods in the form of exchange for other goods or services);

(d) The Company has obtained or will receive economic benefits from the sale transaction; and

(e) The costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue of a transaction involving the rendering of services is recognised when the outcome of such transactions can be measured reliably. Where a transaction involving the rendering of services is attributable to several periods, revenue is recognised in each period by reference to the percentage of completion of the transaction at the balance sheet date of that period. The outcome of a transaction can be measured reliably when all four (4) following conditions are satisfied:

(a) The amount of revenue can be measured reliably; When the contract stipulates that the buyer is entitled to return the products or goods, purchased under specific conditions, revenue is recognized only when those specific conditions no longer exist and the buyer is not entitled to pay return products and goods;

(b) It is probable that the economic benefits associated with the transaction will flow to the Company;

(c) The percentage of completion of the transaction at the balance sheet date can be measured reliably; and

(d) The costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

Revenue from construction contracts is recognised in accordance with the Company's accounting policy on construction contracts.

Construction contracts

Revenue and expenses of construction contracts are recognized as follows:

When contract performance can be estimated reliably:

- For construction contracts that stipulate that the contractor is paid according to the planned schedule, revenue and costs related to the contract are recognized in proportion to the work completed by the Corporation/Enterprise self-determined at the end of the financial year.

- For construction contracts where the contractor is paid according to the value of the volume performed, the revenue and costs related to the contract are recognized in proportion to the completed work confirmed by the customer and is reflected on the invoice issued.

Construction contracts (Continued)

Increases and decreases in construction and installation volume, compensation and other revenues are recognized as revenue only when it has been agreed with the customer.

When the outcome of a construction contract cannot be reliably estimated, then:

- Revenue is recognized only to the extent of contract costs incurred, for which it is probable that will be made.
- Contract costs are recognized as expenses only when incurred.

The difference between the total accumulated revenue of the recognized construction contract and the accumulated amount recorded in the payment invoice according to the planned progress of the contract is recognized as a receivable or payable according to the planned progress. of construction contracts.

Borrowing costs

Borrowing costs include interest on loans and other costs directly related to the borrowings.

Borrowing costs are recognized as expenses when incurred. In cases where borrowing costs are directly related to the construction investment or production of assets under construction that require a sufficiently long period (over 12 months) to be ready for use as intended or to be sold, these borrowing costs are capitalized. For loans specifically for the construction of fixed assets or investment properties, interest expenses are capitalized even when the construction period is less than 12 months. Any income arising from the temporary investment of loan funds is deducted from the carrying amount of the related assets.

For general loans that are used for construction investment purposes or production of unfinished assets, the capitalized borrowing costs are determined according to the capitalization rate for the average cumulative cost arising for investment in capital construction or production of that asset. The capitalization rate is calculated according to the

weighted average interest rate of outstanding loans during the year, except for separate loans serving the purpose of creating a specific asset.

Tax

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit before tax as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years (including loss carried forward, if any) and it further excludes items that are never taxable or deductible.

From 2024, the company determines that it meets the types, criteria, scale, and standards of facilities implementing socialization in the environmental sector according to Decision No. 1466/QĐ-TTg and Decision No. 693/QĐ-TTg of the Prime Minister. Accordingly, the income of the company from implementing the socialization of clean water supply activities will be subject to a preferential tax rate of 10%.

Deferred tax is recognised on significant differences between carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit and are accounted for using balance sheet liability method. Deferred income tax liabilities must be recognized for all temporary differences, while deferred income tax assets can only be recognized when it is certain that there will be sufficient taxable profit in the future to offset the temporary differences.

Tax (Continued)

Deferred tax is calculated at the tax rates that are expected to apply in the year when the liability is settled or the asset realised. Deferred income tax is recognized in the income statement and is only recorded in equity when the tax relates to items directly recognized in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

The determination of the tax currently payable is based on the current interpretation of tax regulations. However, these regulations are subject to periodic variation and their ultimate determination depends on the results of the tax authorities' examinations.

Other taxes are paid in accordance with the prevailing tax laws in Vietnam.

Basic/diluted earnings per share

Basic earnings per share are calculated by dividing the after-tax profit or loss allocated to shareholders owning the Company's common shares (after adjusting for appropriations for bonus and welfare funds) by the amount weighted average number of common shares outstanding during the year.

Diluted earnings per share are calculated by dividing the after-tax profit (or loss) allocated to shareholders owning the Company's common shares (after adjusting for dividends on preferred shares with convertible rights) exchange for the weighted average number of common shares outstanding during the year and the weighted average number of common shares that would be issued in the event that all potential common shares are issued. All declines are converted into common shares.

Related parties

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control or are controlled by, or under common control with, the Company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Company. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprises, key management personnel, including directors and officers of the Company and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

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

V. INFORMATION SUPPLEMENTING THE ITEMS IN THE BALANCE SHEET

1. CASH AND CASH EQUIVALENTS

	Closing balance VND	Opening balance VND
Cash	337,015,000	302,315,500
Cash in bank	2,316,119,818	2,720,526,373
Cash equivalents (*)	42,713,346,316	64,881,526,730
Total	**45,366,481,134**	**67,904,368,603**

(*) Including term deposit contracts at banks with terms not exceeding 3 months.

2. SHORT-TERM TRADE RECEIVABLES

	Closing balance VND	Opening balance VND
People's Committee of Dinh Hoa Commune	5,469,488,000	5,718,448,000
Bach Dang 16 Investment and Development., Jsc	3,379,441,088	3,379,441,088
Olympia Industrial Construction Ltd., Co	2,807,045,137	295,923,924
People's Committee of Thieu Khanh Commune	2,167,078,700	2,575,210,700
People's Committee of Thieu Van Commune	1,738,013,700	2,264,290,300
Anh Phat Investment Construction - Trading., Jsc	-	1,986,461,000
Others	12,119,730,522	12,796,739,447
Total	**27,680,797,147**	**29,016,514,459**

3. OTHER RECEIVABLES

	Closing balance VND	Opening balance VND
Advance	46,000,000	129,656,600
Deposit interest	91,693,245	229,663,319
Receivable from Thanh Hoa Provincial People's	711,449,636	711,449,636
Others	21,312,239,472	21,113,371,716
Total	**22,161,382,353**	**22,184,141,271**

V. INFORMATION SUPPLEMENTING THE ITEMS IN THE BALANCE SHEET (CONTINUTED)

4. BAD DEBTS

	Closing balance			Opening balance		
	Cost	Recoverable amount	Provision	Cost	Recoverable amount	Provision
	VND	VND	VND	VND	VND	VND
People's Committee of Dinh Hoa Commune	5,469,488,000	-	(5,469,488,000)	5,718,448,000	-	(5,718,448,000)
Bach Dang 16 Investment and Development, Jsc	3,379,441,088	-	(3,379,441,088)	3,379,441,088	-	(3,379,441,088)
People's Committee of Thieu Khanh Commune	1,951,312,700	-	(1,951,312,700)	2,575,210,700	-	(2,575,210,700)
People's Committee of Dinh Tan Commune	1,794,831,000	-	(1,794,831,000)	1,794,831,000	-	(1,794,831,000)
People's Committee of Thieu Van Commune	1,583,688,700	-	(1,583,688,700)	2,264,290,300	-	(2,264,290,300)
Thao Trung Joint Stock Company	1,415,642,556	-	(1,415,642,556)	1,415,642,556	-	(1,415,642,556)
Others	7,311,957,891	18,330,000	(7,293,627,891)	10,043,882,830	-	(10,043,882,830)
Total	**22,906,361,935**	**18,330,000**	**(22,888,031,935)**	**27,191,746,474**	**-**	**(27,191,746,474)**

V. INFORMATION SUPPLEMENTING THE ITEMS IN THE BALANCE SHEET (CONTINUED)

5. INVENTORIES

	Closing balance		Opening balance	
	Cost	Provision	Cost	Provision
	VND	VND	VND	VND
Raw materials	18,710,449,870	(2,283,178,030)	17,129,724,338	-
Tools and supplies	2,270,911,119	(133,549,789)	1,488,288,678	-
Work in progress	1,069,984,412	-	3,982,326,308	-
Total	**22,051,345,401**	**(2,416,727,819)**	**22,600,339,324**	**-**

6. TANGIBLE FIXED ASSETS

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUTED)

These notes are an integral part of and should be read in conjunction with the accompanying separate financial statement

	Buildings and structures	Machinery and equipment	Means of transport and transmission	Device management tools	Total
	VND	VND	VND	VND	VND
COST					
Opening balance	**364,665,014,649**	**200,262,246,770**	**867,000,704,247**	**3,125,621,259**	**1,435,053,586,925**
Additions during the year	-	5,499,311,174	46,022,457,324	230,200,000	51,751,968,498
Capital construction investment	7,755,996,318	-	-	-	7,755,996,318
Closing balance	**372,421,010,967**	**205,761,557,944**	**913,023,161,571**	**3,355,821,259**	**1,494,561,551,741**
ACCUMULATED DEPRECIATION					
Opening balance	**227,062,804,495**	**130,599,680,580**	**520,158,672,053**	**2,530,634,536**	**880,351,791,664**
Charge for the year	13,832,131,912	16,263,595,153	25,171,468,848	260,267,799	55,527,463,712
Closing balance	**240,894,936,407**	**146,863,275,733**	**545,330,140,901**	**2,790,902,335**	**935,879,255,376**
NET BOOK VALUE					
Opening balance	**137,602,210,154**	**69,662,566,190**	**346,842,032,194**	**594,986,723**	**554,701,795,261**
Closing balance	**131,526,074,560**	**58,898,282,211**	**367,693,020,670**	**564,918,924**	**558,682,296,365**

The cost of fully-depreciated assets that were used as at 31 December 2024 was 485,781,684,218 VND (as at 31 December 2023 was 460,153,763,506 VND)

6. TANGIBLE FIXED ASSETS (CONTINUED)

As of December 31, 2024, the remaining value of tangible fixed assets used as mortgage and pledge for loans is 202,857,064,366 VND (as of December 31, 2023: 224,935,098,887 VND) .

The original cost of the tangible fixed assets received and the counterpart portion of the state budget capital not recorded as a capital increase is 29,136,976,800 VND (see details in Note No. V.14 - Other short-term payables and V.15 - Loans and financial lease debt).

7. INTANGIBLE ASSETS

	Administration software	Franchise license	Total
	VND	VND	VND
COST			
Opening balance	**513,953,550**	**58,668,000**	**572,621,550**
Additions during the year	380,000,000	-	380,000,000
Closing balance	**893,953,550**	**58,668,000**	**952,621,550**
ACCUMULATED DEPRECIATION			
Opening balance	**477,086,868**	**58,668,000**	**535,754,868**
Charge for the year	33,600,000		33,600,000
Closing balance	**510,686,868**	**58,668,000**	**569,354,868**
NET BOOK VALUE			
Opening balance	**36,866,682**	**-**	**36,866,682**
Closing balance	**383,266,682**	**-**	**383,266,682**

The cost of fully-depreciated assets that were used as at 31 December 2024 was 414,621,550 VND (as at 31 December 2023 was 414,621,550 VND).

8. LONG-TERM CONSTRUCTION IN PROGRESS

	Closing balance	Opening balance
	VND	VND
Renovation of the NMN Mats Son Water Treatment Plant with a capacity of 70,000m³/day	3,544,627,557	2,184,196,995
Renovation and repair of the company headquarters premises	2,533,113,890	-
Quang Xuong Water Treatment Plant with a capacity of 15,000m³/day	637,858,071	637,858,071
Others	12,919,150,333	4,145,420,958
Total	**19,634,749,851**	**6,967,476,024**

9. PREPAYMENTS

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUTED)

These notes are an integral part of and should be read in conjunction with the accompanying separate financial statement

	Closing balance	Opening balance
	VND	VND
Clocks, clock parts and other equipments	11,628,427,871	10,601,987,047
Tools, instruments	5,769,096,274	2,338,235,508
Total	**17,397,524,145**	**12,940,222,555**

V. INFORMATION SUPPLEMENTING THE ITEMS IN THE BALANCE SHEET (CONTINUED)

10. SHORT-TERM TRADE PAYABLES

	Closing balance		Opening balance	
	Amount	Amount able to be paid off	Amount	Amount able to be paid off
	VND	VND	VND	VND
Comprehensive Social and Economic Development Project	13,405,472,377	13,405,472,377	13,405,472,377	13,405,472,377
DNP HAWACO Joint Stock Company	2,603,880,000	2,603,880,000	29,700,000	29,700,000
Cuc Phuong Joint Stock Company	2,374,061,740	2,374,061,740	2,191,460,540	2,191,460,540
Manh Linh Company Limited	1,969,970,008	1,969,970,008	47,939,338	47,939,338
Meta Infrastructure Technical Joint Stock Company	1,449,655,000	1,449,655,000	-	-
Song Chu Single Member Limited Liability Company	1,231,036,565	1,231,036,565	2,564,420,210	2,564,420,210
Others	13,295,544,261	13,295,544,261	10,701,555,005	10,701,555,005
Total	**36,329,619,951**	**36,329,619,951**	**28,940,547,470**	**28,940,547,470**

(*) As of December 31, 2024, this liability has a payment term of over 12 months. However, the Company has not yet classified it into long-term payables to suppliers.

V. INFORMATION SUPPLEMENTING THE ITEMS IN THE BALANCE SHEET (CONTINUED)

11. TAX AND AMOUNTS RECEIVABLE/ PAYABLE TO THE STATE BUDGET

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUTED)
These notes are an integral part of and should be read in conjunction with the accompanying separate financial statement

	Closing balance	Payable/Receivable during the year	Paid/Received during the year	Opening balance
	VND	VND	VND	VND
a. Receivables				
Value added tax	67,314,584	23,319,047,917	23,336,999,610	49,362,891
Corporate income tax	3,285,793,246	-	3,285,793,246	-
Personal income tax	403,587,324	1,486,260,997	1,848,398,505	41,449,816
Total	**3,756,695,154**	**24,805,308,914**	**28,471,191,361**	**90,812,707**
b. Payables				
Corporate income tax	-	7,353,181,339	10,120,836,741	2,767,655,402
Natural resource consumption tax	118,298,840	1,478,128,240	1,480,607,160	120,777,760
Land tax and land rent	-	308,349,925	308,349,925	-
Environmental protection tax	2,336,842,890	29,960,158,983	29,844,611,181	2,221,295,088
Other taxes, fees, charges and other payables	377,983	902,668,739	904,706,360	2,415,604
Total	**2,455,519,713**	**40,002,487,226**	**42,659,111,367**	**5,112,143,854**

V. INFORMATION SUPPLEMENTING THE ITEMS IN THE BALANCE SHEET (CONTINUED)

12. SHORT-TERM ACCRUED EXPENSES

	Closing balance VND	Opening balance VND
a. Short-term accrued expenses		
Loan interest payable to Vietnam Development Bank - Thanh Hoa Branch (ADB project - Thanh Hoa - Sam Son sanitation water supply)	-	297,633,285
Loan interest payable to Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thanh Hoa Branch (project to increase the capacity of Ham Rong water plant to 35,000 m3)	1,102,569,022	1,315,989,215
Loan interest payable to Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thanh Hoa Branch (Thanh Hoa - Sam Son Pipeline No. 2 project)	203,604,534	263,604,534
Loan interest payable to Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thanh Hoa Branch (Quang Xuong water plant project)	224,980,891	384,980,891
Loan interest payable - Vietnam Development Bank (comprehensive socio-economic development project)	4,277,725,074	3,762,888,826
Accrued expenses for land clearance and relocation of water pipelines	5,877,750,429	-
Total	**11,686,629,950**	**6,025,096,751**
b. Long-term accrued expenses		
Loan interest payable to Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thanh Hoa Branch (project to increase the capacity of Ham Rong water plant to 35,000 m3)	638,000,000	638,000,000
Loan interest payable to Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thanh Hoa Branch (Thanh Hoa - Sam Son Pipeline No. 2 project)	420,000,000	420,000,000
Loan interest payable to Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thanh Hoa Branch (Quang Xuong water plant project)	1,360,000,000	1,360,000,000
Total	**2,418,000,000**	**2,418,000,000**

13. OTHER CURRENT PAYABLES

	Closing balance VND	Opening balance VND
Social insurance	46,234,933	15,848,477
Others	41,889,470,364	39,670,557,660
In which:	-	-
- Counterpart capital from the budget payable to the State (6 district projects - WB) (i)	2,317,382,800	2,317,382,800
- Lach Bang Fishing Port (ii)	1,408,500,000	1,408,500,000
- Thanh Hoa Land Fund Development Center	17,783,599,000	17,783,599,000
- Others	20,379,988,564	18,161,075,860
Total	**41,935,705,297**	**39,686,406,137**

V. INFORMATION SUPPLEMENTING THE ITEMS IN THE BALANCE SHEET (CONTINUED)

13. OTHER CURRENT PAYABLES (CONTINUED)

(i) This is the value of assets that the Company received from the People's Committee of Thanh Hoa province according to Decision No. 423/QD-UBND in 2014 on: Approving the final settlement of capital construction investment to complete the subproject "Competitive route phase 2, Thanh Hoa province under the Vietnam Urban Water Supply Development Project". Accordingly, Thanh Hoa Water Supply Joint Stock Company manages and exploits and uses these assets.

As of December 31, 2024, the recorded historical cost of tangible fixed assets corresponding to the unrecorded increase in state equity at the Company is 2,317,382,800 VND. Accumulated depreciation value is 1,888,694,298 VND.

(ii) This is the value of assets handed over to Thanh Hoa Water Supply Joint Stock Company according to Decision No. 1517/QD-UBND dated April 26, 2018 of the Chairman of Thanh Hoa Provincial People's Committee "Approval of value The remainder of the domestic water supply system of Lach Bang Fishing Port was transferred from the Management Board of Lach Bang Fishing Port to Thanh Hoa Water Supply Joint Stock Company for management and use".

As of December 31, 2024, the tangible fixed assets handed over above have an original cost of VND 1,408,500,000; Accumulated depreciation value is 754,528,993 VND.

(iii) The Company has received the handover of assets from Thanh Hoa Land Fund Development Center, details are as follows:

- According to Decision No. 4211/QD-UBND dated October 26, 2018 of the Chairman of Thanh Hoa Provincial People's Committee "Handing over assets as a result of the

implementation process of residential area technical infrastructure projects by the Central Government". Thanh Hoa land fund development center is the investor for the management and use units, the Company has received the handover of assets worth 11,325,213,000 VND.

- According to Decision No. 4064 dated November 23, 2022 of Thanh Hoa Provincial People's Committee on Approval of finalization of investment capital for completed project: "Technical infrastructure of housing area and green park in urban area South of Thanh Hoa city with Thanh Hoa Land Fund Development Center as the investor", the Company received the handover of assets with a value of 6,458,386,000 VND.

As of December 31, 2024, the tangible fixed assets handed over above have an original cost of 17,783,599,000 VND; Accumulated depreciation value is 5,391,203,328 VND

V. INFORMATION SUPPLEMENTING THE ITEMS IN THE BALANCE SHEET (CONTINUED)

14. LOANS AND OBLIGATIONS UNDER FINANCE LEASES (CONTINUED)

	Opening balance		In the year		Closing balance	
	Amount	Amount able to be paid off	Increase	Decrease	Amount	Amount able to be paid off
	VND	VND	VND	VND	VND	VND
a. Short-term loans and obligations under finance leases						
Long-term loan is due to be repaid	**21,836,658,000**	**21,836,658,000**	**-**	**2,138,045,952**	**23,974,703,952**	**23,974,703,952**
Vietnam Development Bank - Thanh Hoa Branch	-	-	-	2,138,045,952	2,138,045,952	2,138,045,952
Vietnam Development Bank - Thanh Hoa Branch (i)	5,657,650,000	5,657,650,000	-	-	5,657,650,000	5,657,650,000
Joint Stock Commercial Bank for Foreign Trade of Vietnam – Thanh Hoa Branch (ii)	3,140,000,000	3,140,000,000	-	-	3,140,000,000	3,140,000,000
Vietnam Development Bank - Thanh Hoa Branch (iii)	4,369,008,000	4,369,008,000	-	-	4,369,008,000	4,369,008,000
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thanh Hoa Branch (iv)	3,270,000,000	3,270,000,000	-	-	3,270,000,000	3,270,000,000
Thanh Hoa Development Investment Fund (v)	1,480,000,000	1,480,000,000	-	-	1,480,000,000	1,480,000,000
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thanh Hoa Branch (vii)	3,920,000,000	3,920,000,000	-	-	3,920,000,000	3,920,000,000
Total	**21,836,658,000**	**21,836,658,000**	**-**	**2,138,045,952**	**23,974,703,952**	**23,974,703,952**

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUTED)

These notes are an integral part of and should be read in conjunction with the accompanying separate financial statement

	Opening balance		In the year		Closing balance	
	Amount	Amount able to be paid off	Increase	Decrease	Amount	Amount able to be paid off
	VND	VND	VND	VND	VND	VND
b. Long-term loans and obligations under finance leases						
Long-term loans	**144,718,558,522**	**144,718,558,522**	**-**	**23,974,703,952**	**168,693,262,474**	**168,693,262,474**
Vietnam Development Bank - Thanh Hoa Branch	-	-	-	2,138,045,952	2,138,045,952	2,138,045,952
Vietnam Development Bank - Thanh Hoa Branch (i)	31,117,077,900	31,117,077,900	-	5,657,650,000	36,774,727,900	36,774,727,900
Joint Stock Commercial Bank for Foreign Trade of Vietnam – Thanh Hoa Branch (ii)	17,500,939,000	17,500,939,000	-	3,140,000,000	20,640,939,000	20,640,939,000
Vietnam Development Bank - Thanh Hoa Branch (iii)	30,583,046,623	30,583,046,623	-	4,369,008,000	34,952,054,623	34,952,054,623
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thanh Hoa Branch (iv)	22,889,999,999	22,889,999,999	-	3,270,000,000	26,159,999,999	26,159,999,999
Thanh Hoa Development Investment	3,640,000,000	3,640,000,000	-	1,480,000,000	5,120,000,000	5,120,000,000
Provincial budget capital - D400 G1P1 cast iron pipe line (vi)	7,627,495,000	7,627,495,000	-	-	7,627,495,000	7,627,495,000
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thanh Hoa Branch (vii)	31,360,000,000	31,360,000,000	-	3,920,000,000	35,280,000,000	35,280,000,000
Less: Long-term loan is due to be repaid detailed in V15a	**21,836,658,000**	**21,836,658,000**	**-**	**-**	**23,974,703,952**	**23,974,703,952**
Total	**122,881,900,522**	**122,881,900,522**	**-**	**23,974,703,952**	**144,718,558,522**	**144,718,558,522**

V. INFORMATION SUPPLEMENTING THE ITEMS IN THE BALANCE SHEET (CONTINUED)

14. LOANS AND OBLIGATIONS UNDER FINANCE LEASES (CONTINUED)

(i) Loan from Vietnam Development Bank - Thanh Hoa Branch for the competitive route project phase 2 in Thanh Hoa province under the Vietnam Urban Water Supply Development project under the ODA loan framework debt agreement No. 401.V179. 003 March 29, 2010, total loan capital is 96,180,053,900 VND, loan term 20 years, grace period 3 years, interest rate 3%/year includes 0.2% management fee. Repay principal and interest in 34 installments over 17 years from December 1, 2013. The loan is secured by the Company's tangible fixed assets (Note V.6).

(ii) Loan from Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thanh Hoa Branch under credit contract No. 8674973/2015.01/HDTD dated February 12, 2015 to invest in the project "Renovating and increasing the capacity of Ham Rong water plant capacity from 20,000 to 35,000m3/day". Loan term is 15 years. The grace period is 10 months. The loan principal is paid in 29 installments from January 12, 2016, each period is calculated as 1 semi-year. This loan bears a fixed interest rate of 9.5% - 10.5%/year for the first 5 years from March 12, 2015, the following years have a floating interest rate. Grace interest during the construction period is 1,681,075,573 VND. The loan is secured by the Company's tangible fixed assets (Note V.6).

(iii) Borrowing under the sub-loan agreement between the Ministry of Finance of the Socialist Republic of Vietnam and Thanh Hoa Water Supply Company Limited (now Thanh Hoa Water Supply Joint Stock Company) to invest in the Comprehensive Development project - Thanh Hoa City Socio-Economy August 10, 2009. Loan limit is 8,573,000 USD. The debt currency is VND. Loan term is 20 years, of which the grace period is 6 years. Principal and interest paid in 28 installments over 14 years from June 15, 2018. Interest rate 3.83%/year. Overdue interest is equal to 150% of current interest. The loan is secured by the Company's tangible fixed assets (Note V.6).

(iv) Borrow from Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thanh Hoa Branch under credit contract No. 8674973/2017.03/VCB dated February 24, 2017 with a maximum total loan amount of 50,000,000,000 VND to invest in implementing the Project " Booster pump station and second transmission pipeline DN400 Thanh Hoa - Sam Son". Floating interest rate. Loan term is 15 years. Principal payable in 30 installments over 15 years from August 27, 2017. The loan is secured by the Company's tangible fixed assets (Note V.6).

(v) Borrowing from Thanh Hoa Investment and Development Fund according to Contract No. 02/2017/HDTD-QDTPT dated April 20, 2017 and contract appendix No. 02/2017/HDTD-QDTPT dated April 20, 2017 for real investment Project "Boost pump station and second transmission pipeline DN400 Thanh Hoa - Sam Paint". Loan term is 10 years, of which the grace period is 6 months. Principal paid in 38 periods from February 28, 2018, each debt collection period is calculated as 01 quarter. Interest paid monthly, interest rate 7.5%/year. Overdue interest 150% of due interest. The loan is secured by the Company's tangible fixed assets (Note V.6).

(vi) This is the counterpart capital (budget capital) of component 2 of the comprehensive socio-economic development project of Thanh Hoa City. The tangible fixed assets handed over from the People's Committee of Thanh Hoa province that have not been recorded to increase equity as of June 30, 2024 have historical costs and accumulated depreciation of VND 7,627,495,000 and VND 2,843,742,341, respectively. (as of January 1, 2024 is 7,627,495,000 VND and 2,655,408,776 VND).

(vii) Loan from Joint Stock Commercial Bank for Foreign Trade of Vietnam - Thanh Hoa Branch according to Contract No. 8674973/2017.04/VCB dated December 22, 2017. The maximum total loan amount is 55,000,000,000 VND. The company borrowed to invest in the project "Construction of Quang Xuong water plant with capacity of 15,000m3/day" in which the borrower is the investor. Loan term is 15 years. Principal paid in 30 installments from December 28, 2018. The loan is secured by the Company's tangible fixed assets (Note V.6).

V. INFORMATION SUPPLEMENTING THE ITEMS IN THE BALANCE SHEET (CONTINUED)

14. LOANS AND OBLIGATIONS UNDER FINANCE LEASES (CONTINUED)

	Closing balance VND	Opening balance VND
Within a year	21,836,658,000	23,974,703,952
From second year to fifth year	83,586,632,000	85,066,632,000
After five years	39,295,268,522	59,651,926,522
Total	**144,718,558,522**	**168,693,262,474**
Less: Amount payable within 12 months	21,836,658,000	23,974,703,952
Amount payable after 12 months	**122,881,900,522**	**144,718,558,522**

15. OWNER'S EQUITY

a. Movement of owner's equity

	Owner's contributed capital VND	Investment and Development fund VND	Retained earnings VND	Total VND
Prior year's opening balance as previously reported	**329,954,110,000**	**21,573,334,792**	**42,723,728,256**	**386,249,463,501**
Profit for the year	-	-	47,568,907,060	47,568,907,060
Allocate to the Investment and Development fund	-	6,408,559,238	(6,408,559,238)	-
Allocate to the Bonus and Welfare Fund	-	-	(6,408,559,238)	(6,408,559,238)
Dividends distribution	-	-	(29,906,609,780)	(29,906,609,780)
Current year's opening balance	**329,954,110,000**	**27,981,894,030**	**47,568,907,060**	**405,504,911,090**
Profit for the year	-	-	62,147,000,152	62,147,000,152
Allocate to the Investment and Development fund (*)	-	7,135,336,059	(7,135,336,059)	-
Allocate to the Bonus and Welfare Fund (*)	-	-	(7,135,336,059)	(7,135,336,059)
Dividends distribution (*)	-	-	(33,298,234,942)	(33,298,234,942)
Current year's closing balance	**329,954,110,000**	**35,117,230,089**	**62,147,000,152**	**427,218,340,241**

V. INFORMATION SUPPLEMENTING THE ITEMS IN THE BALANCE SHEET (CONTINUED)

15. OWNER'S EQUITY (CONTINUED)

a. Movement of owner's equity (continued)

(*) According to Resolution No. 23/NQ-DHDCD dated June 4, 2024 of the 2024 Annual General Meeting of Shareholders of Thanh Hoa Water Supply Joint Stock Company, profit after tax in 2023 is distributed as follows: Bonus and Welfare Fund (15%): 7,135,336,059 VND; Investment and Development fund (15%): 7,135,336,059 VND; The remaining amount paid as dividends: 33,298,234,942 VND.

b. Detail of owner's contributed equity

	Closing balance		Opening balance	
	Rate %	Value VND	Rate %	Value VND
People's Committee of Thanh Hoa Commune	63.6%	209,923,710,000	63.6%	209,923,710,000
Mr. Pham Van Tu	20.9%	68,835,000,000	0.0%	-
Mr. Nguyen Hung Phuong	0.0%	-	20.9%	68,835,000,000
Others	15.5%	51,195,400,000	15.5%	51,195,400,000
Total	**100.0%**	**329,954,110,000**	**100.0%**	**329,954,110,000**

c. Shares

	Closing balance Shares	Opening balance Shares
Number of shares issued to the public	32,995,411	32,995,411
Number of shares issued and fully contributed capital	32,995,411	32,995,411
+ Ordinary shares	*32,995,411*	*32,995,411*
Number of treasury shares	-	-
+ Ordinary shares	-	-
Number of outstanding shares in circulation	32,995,411	32,995,411
+ Ordinary shares	*32,995,411*	*32,995,411*

Par value: 10,000 VND/share

16. DEPARTMENT REPORT

Division by geographical area

A geographic segment is a distinguishable component of a Company that is engaged in producing or providing products or services within a particular economic environment in which it operates. risks and economic benefits are different from those of business segments in other economic environments.

The company's headquarters is located at No. 99 Mat Son Street, Dong Ve Ward, Thanh Hoa City, Thanh Hoa Province. The factories and units under the Company are all located in Thanh Hoa province. Therefore, the Company does not present segment reports by geographical area.

Department by business field

For management purposes, the Company's organizational structure is divided into three operating departments: clean water production and supply department; construction, consulting and other departments. The company prepares segment reports according to these three business segments.

The main activities of the above three business divisions are as follows:

- Clean water production and supply department: Production and supply of clean water in Thanh Hoa province
- Construction and consulting department: Construction works according to construction contracts.
- Other departments: The environmental protection fee is retained

V. INFORMATION SUPPLEMENTING THE ITEMS IN THE BALANCE SHEET (CONTINUED)

16. DEPARTMENT REPORT (CONTINUED)

Segment information about the Company's business activities is as follows:

Balance sheet at 31 December, 2024

	Production and supply clean water VND	Construction activities VND	Others VND	Total VND
Assets				
Segment assets	575,172,689,766	50,604,593,442	5,908,454,322	631,685,737,530
Unallocated assets	-	-	-	60,928,646,292
Total assets				**692,614,383,822**
Liabilities				
Segment liabilities	195,152,808,423	41,935,705,297	-	237,088,513,720
Unallocated liabilities	-	-	-	28,307,529,861
Total liabilities				**265,396,043,581**

NOTES TO THE SEPARATE FINANCIAL STATEMENTS (CONTINUTED)

These notes are an integral part of and should be read in conjunction with the accompanying separate financial statement

Balance sheet at 01 January, 2024

	Production and supply clean water VND	Construction activities VND	Others VND	Total VND
Assets				
Segment assets	568,137,997,706	58,990,931,828	6,418,332,666	633,547,262,200
Unallocated assets	-	-	-	58,736,147,204
Total assets				**692,283,409,404**
Liabilities				
Segment liabilities	206,076,906,695	39,686,406,137	-	245,763,312,832
Unallocated liabilities	-	-	-	41,015,185,482
Total liabilities				**286,778,498,314**

V. INFORMATION SUPPLEMENTING THE ITEMS IN THE BALANCE SHEET (CONTINUED)

16. DEPARTMENT REPORT (CONTINUED)

Income statement for the ended December 31, 2024

	Production and supply clean water VND	Construction activities VND	Others VND	Total VND
Sales from goods sold and services rendered				
Net external sales	438,166,426,180	14,705,204,414	3,212,513,663	456,084,144,257
Total net sales	**438,166,426,180**	**14,705,204,414**	**3,212,513,663**	**456,084,144,257**
Cost of sales	296,983,680,596	13,515,269,101	3,067,254,804	313,566,204,501
Statement Income				
Segment income	141,182,745,584	1,189,935,313	145,258,859	142,517,939,756
Operating Profit	-	-	-	142,517,939,756
Financial income	-	-	-	1,304,215,763
Profit from other activities	-	-	-	1,706,528,906
Financial expenses	-	-	-	9,822,802,508
Selling expenses	-	-	-	39,072,858,488
General and administration expenses	-	-	-	27,132,841,938
Profit before tax	-	-	-	69,500,181,491
Current corporate income tax expense	-	-	-	7,353,181,339
Profit in the year				**62,147,000,152**

V. INFORMATION SUPPLEMENTING THE ITEMS IN THE BALANCE SHEET (CONTINUED)

16. DEPARTMENT REPORT (CONTINUED)

Income statement for the ended December 31, 2023

	Production and supply clean water VND	Construction activities VND	Others VND	Total VND
Sales from goods sold and services rendered				
Net external sales	414,479,358,251	10,770,118,140	3,251,808,716	428,501,285,107
Total net sales	**414,479,358,251**	**10,770,118,140**	**3,251,808,716**	**428,501,285,107**
Cost of sales	272,651,766,825	10,229,854,277	2,970,359,471	285,851,980,573
Statement Income				
Segment income	141,827,591,426	540,263,863	281,449,245	142,649,304,534
Operating Profit	-	-	-	142,649,304,534
Financial income	-	-	-	2,976,678,926
Profit from other activities	-	-	-	208,336,887
Financial expenses	-	-	-	13,456,984,200
Selling expenses	-	-	-	40,669,417,978
General and administration expenses	-	-	-	31,098,550,698
Profit before tax	-	-	-	60,609,367,471
Current corporate income tax expense	-	-	-	13,040,460,411
Profit in the year				**47,568,907,060**

V. INFORMATION SUPPLEMENTING THE ITEMS IN THE BALANCE SHEET (CONTINUED)

13. OTHER CURRENT PAYABLES (CONTINUED)

(v) This is the value of assets that the Company received from the People's Committee of Thanh Hoa province according to Decision No. 423/QD-UBND in 2014 on: Approving the final settlement of capital construction investment to complete the subproject "Competitive route phase 2, Thanh Hoa province under the Vietnam Urban Water Supply Development Project". Accordingly, Thanh Hoa Water Supply Joint Stock Company manages and exploits and uses these assets.

As of December 31, 2024, the recorded historical cost of tangible fixed assets corresponding to the unrecorded increase in state equity at the Company is 2,317,382,800 VND. Accumulated depreciation value is 1,888,694,298 VND.

(vi) This is the value of assets handed over to Thanh Hoa Water Supply Joint Stock Company according to Decision No. 1517/QD-UBND dated April 26, 2018 of the Chairman of Thanh Hoa Provincial People's Committee "Approval of value The remainder of the domestic water supply system of Lach Bang Fishing Port was transferred from the Management Board of Lach Bang Fishing Port to Thanh Hoa Water Supply Joint Stock Company for management and use".

As of December 31, 2024, the tangible fixed assets handed over above have an original cost of VND 1,408,500,000; Accumulated depreciation value is 754,528,993 VND.

(iii) The Company has received the handover of assets from Thanh Hoa Land Fund Development Center, details are as follows:

- According to Decision No. 4211/QD-UBND dated October 26, 2018 of the Chairman of Thanh Hoa Provincial People's Committee "Handing over assets as a result of the implementation process of residential area technical infrastructure projects by the Central Government". Thanh Hoa land fund development center is the investor for the management and use units, the Company has received the handover of assets worth 11,325,213,000 VND.

- According to Decision No. 4064 dated November 23, 2022 of Thanh Hoa Provincial People's Committee on Approval of finalization of investment capital for completed project: "Technical infrastructure of housing area and green park in urban area South of Thanh Hoa city with Thanh Hoa Land Fund Development Center as the investor", the Company received the handover of assets with a value of 6,458,386,000 VND.

  As of December 31, 2024, the tangible fixed assets handed over above have an original cost of 17,783,599,000 VND; Accumulated depreciation value is 5,391,203,328 VND.

VI. INFORMATION SUPPLEMENTING THE ITEMS IN THE INCOME STATEMENT

1. REVENUE FROM GOODS SOLD AND SERVICES RENDERED

	Current year VND	Prior year VND
Revenue from production and supply of clean water	438,166,426,180	414,479,358,251
Revenue from construction activities	14,705,204,414	10,770,118,140
Others	3,212,513,663	3,251,808,716
Total	**456,084,144,257**	**428,501,285,107**

2. COST OF SALES

	Current year VND	Prior year VND
Cost of production and supply of clean water	294,566,952,777	272,651,766,825
Cost of construction activities	13,515,269,101	10,229,854,277
Others	3,067,254,804	2,970,359,471
Provision for inventory devaluation	2,416,727,819	-
Total	**313,566,204,501**	**285,851,980,573**

3. FINANCIAL INCOME

	Current year VND	Prior year VND
Bank and loan interest	1,304,215,763	2,976,678,926
Total	**1,304,215,763**	**2,976,678,926**

4. FINANCIAL EXPENSES

	Current year VND	Prior year VND
Interest expense	9,822,802,508	13,456,984,200
Total	**9,822,802,508**	**13,456,984,200**

5. SELLING EXPENSES AND ADMINISTRATION EXPENSES

	Current year VND	Prior year VND
a. Selling expenses	**39,072,858,488**	**40,669,417,978**
Salary expenses and salary deductions	38,050,926,955	39,807,362,458
Cost of tools and supplies	1,021,931,533	862,055,520
b. Administration expenses	**27,132,841,938**	**31,098,550,698**
Expenses of administrative staffs	18,012,647,400	17,211,159,170
Expenses of materials	250,700,630	327,765,311
Expenses of office requisites	2,148,273,185	1,481,147,311
Depreciation expenses of fixed assets	1,313,774,717	1,245,486,124
Tax, duties, fees	3,033,113,444	1,953,039,452
Provisions	(4,303,714,539)	1,583,451,883
Expenses of outsourced services	2,948,006,164	3,203,180,997
Other expenses	3,730,040,937	4,093,320,450
Total	**66,205,700,426**	**71,767,968,676**

VI. INFORMATION SUPPLEMENTING THE ITEMS IN THE INCOME STATEMENT (CONTINUED)

6. OTHER INCOME

	Current year VND	Prior year VND
Support received	7,211,215,814	100,000,000
Others	4,086,102,469	230,640,000
Total	**11,297,318,283**	**330,640,000**

7. CORPORATE INCOME TAX EXPENSES

	Current year VND	Prior year VND
Profit (loss) before tax	69,500,181,491	60,609,367,471
Adjustments for taxable profit	-	-
Add back:	297,341,078	239,704,620
Non-deductible expenses	*297,341,078*	*239,704,620*
Taxable profit	**69,797,522,569**	**60,849,072,091**
Taxable income from the supply of clean water	66,063,231,755	57,475,836,641
Taxable income from other activities	3,734,290,814	3,373,235,450
Tax rate		
Tax rate for socialization activities	10%	20%
Tax rate for other activities	20%	20%
Corporate income tax expense	**7,353,181,339**	**12,169,814,418**
Supplemental corporate income tax 2022 according to the State Audit Minutes	-	**205,329,693**
Additional payment of corporate income tax from previous years	-	**665,316,300**
Total current corporate income tax expenses	**7,353,181,339**	**13,040,460,411**

8. BASIC/DILUTED EARNINGS PER SHARE

	Current year VND	Prior year VND
Profit/(loss) to calculate basic earnings per share	**62,147,000,152**	**47,568,907,060**
Less: Deduction from bonus and welfare fund (*)	9,322,050,023	7,135,336,059
Profit calculates basic earnings per share	**52,824,950,129**	**40,433,571,001**
Weighted average number of common shares to calculate basic earnings per share	32,995,411	32,995,411
Basic/Diluted earnings per share (**)	**1,601**	**1,225**

(*) According to the provisions of Circular 200/2014/TT-BTC, the bonus and welfare fund deducted from profit after tax should be excluded from profit after tax when estimating basic earnings per share. Therefore, basic earnings per share for the fiscal year ending December 31, 2024 is calculated excluding the 2024 bonus and welfare fund. The Company temporarily deducts the 2024 bonus and welfare fund at the rate of 15% (stipulated in the Company's Charter) profit after tax in 2024.

(**) Diluted earnings per share: The Company has no potential ordinary shares that could have a dilutive effect on earnings per share during the financial year and up to the date of these financial statements. Therefore, diluted earnings per share is equal to basic earnings per share.

VI. INFORMATION SUPPLEMENTING THE ITEMS IN THE INCOME STATEMENT (CONTINUED)

9. Production and business costs by factor

	Current year VND	Prior year VND
Expenses of materials	83,440,264,631	73,456,281,367
Labor costs	149,848,510,940	146,904,623,973
Depreciation expenses of fixed assets	55,561,063,712	54,666,903,847
Expenses of outsourced services	52,517,275,138	40,656,585,620
Other expenses	37,255,322,091	43,155,606,070
Total	**378,622,436,512**	**358,840,000,877**

VII. OTHER INFORMATION

1. RELATED PARTY TRANSACTIONS AND BALANCES

The income of the Board of Directors, Board of General Directors, Board of Supervisory and other managers during the period is as follows:

Name	Position	Current year VND	Prior year VND
1. Mr Nguyen Huy Nam	Chairman (resigned on 04 June 2024)	128,520,000	514,080,000
2. Mr Le The Son	Chairman (appointed on 04 June 2024)	385,560,000	-
3. Mr Nguyen Hung Phuong	Vice Chairman (resigned on 04 June 2024)	15,000,000	36,000,000
4. Mr Pham Van Tu	Vice Chairman (appointed on 04 June 2024)	35,000,000	-
5. Mr Nguyen Ngoc Can	General Director, Member of Board of Director	499,800,000	499,800,000
6. Mr Le Ngoc Đinh	Deputy General Director	456,960,000	456,960,000
7. Mr Le Sy Len	Deputy General Director, Member of Board of Director	456,960,000	456,960,000
8. Mr Duong Van Hoa	Deputy General Director	456,960,000	456,960,000
9. Mr Le Trung Hieu	Deputy General Director	456,960,000	456,960,000
10. Mr Le Van Qui	Member of Board of Director	443,065,504	333,187,144
11. Mrs Le Thi Ha	Supervisor	456,960,000	456,960,000
12. Mrs Trinh Thi Huyen	Member of Board of Supervisor	222,682,360	221,163,424
13. Mr Nguyen Cong Khanh	Member of Board of Supervisor	22,500,000	24,000,000
14. Mrs Nguyen Thi Nga	Chief accountant	456,960,000	456,960,000
Total		**4,493,887,864**	**4,369,990,568**

VII. OTHER INFORMATION (CONTINUED)

2. EVENTS AFTER THE ACCOUNTING PERIOD END DATE

There have been no significant events occurring after 31 December 2024 which would require adjustments or disclosures to be made in the separate financial statements.

Recipient
- As Above;
- Save TK.

CONFIRMATION OF THE COMPANY'S LEGAL REPRESENTATIVE

M.S.D.N: 2800219549 - C.T.C.P - CÔNG TY CỔ PHẦN CẤP NƯỚC THANH HÓA - TP. THANH HÓA T. THANH HÓA

NGUYEN NGOC CAN