

**QUANG TRI CLEAN WATER
JOINT STOCK COMPANY**

SOCIALIST REPUBLIC OF VIETNAM
Independence – Liberty - Happiness

No: 53/GT-NSQT

Quang Tri, 15/01/ 2025

WRITTEN EXPLANATION

“ Profit after tax in the 4th quarter of 2024 fluctuated down by over 10% compared to the same period in 2023”

To: Hanoi Stock Exchange

Pursuant to Circular 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance guiding the disclosure of information on the stock market;

Pursuant to Decision No. 606/QD-SGDHN dated 29 September 2016 of the General Director of Hanoi Stock Exchange on promulgating regulations on information disclosure at Hanoi Stock Exchange;

Pursuant to Document No. 402/SGDHN-QLNY dated 22 March 2018 of Hanoi Stock Exchange on periodic information disclosure.

Quang Tri Clean Water Joint Stock Company would like to explain the reason why profit after taxes in the 4th quarter of 2024 decreased by more than 10% compared to the same period in 2023. Specifically:

Profit comparison table for Q4/2024 compared to the same period in 2023

Unit: VND

Items	Quarter IV 2024	Quarter IV 2023	Increase (+) Decrease (-)
1. Net profit from operating activities	-2.202.338.789	-1.100.184..880	-1.102.153.909
2. Other Profits	246.577.121	2.354.301.423	-2.107.724.302
3. Profit before taxes	-1.955.761.668	1.254.116.543	-3.209.878.211
4. Current corporate income tax	-311.109.744	-276.619.540	-34.490.204
5. Profit after taxes	-1.644.651.924	1.530.736.083	-3.175.388.007

Explanation:

In the 4th quarter of 2023, the company recorded other income: VND 2,810,723,242 from water revenue from previous periods. Therefore, the company's other profit in the 4th quarter of 2024 fluctuated significantly compared to the fourth quarter of 2023: VND 2,107,724,.302;

Due to the weather conditions (prolonged rain) in the 4th quarter of 2024, the revenue from water production activities in the period did not meet expectations;

Expenses fluctuated compared to the same period in 2023 such as: costs of cleaning water supply pipes, costs of rapid depreciation of fixed assets, etc.

