

**DONG THAP WATER SUPPLY &
URBAN ENVIRONMENT
JOINT – STOCK COMPANY**

SOCIALIST REPUBLIC OF VIETNAM
Independence – Liberty – Happiness

No. 721/CN&MTĐT

Dong Thap, 18 June 2025

Re: Explanation of the Difference in
Profit after income tax for Q2 2025
compared to the same period last
year

To:

- The State Securities Commission;
- Ha Noi Stock Exchange (HNX).

Pursuant to Circular No. 96/2020/TT-BTC dated 16 November 2020 of the Ministry of Finance guiding the disclosure of information on the securities market and Circular No. 68/2024/TT-BTC dated 18 September 2024 of the Ministry of Finance on amendments and supplements to a number of articles of Circular No. 96/2020/TT-BTC dated 16 November 2020;

Pursuant to Official Letter No. 1443/SGDHN-QLNY dated 04 July 2025 of the Hanoi Stock Exchange regarding the guidelines for disclosure of the Q2/2025 financial statements.

Dong Thap Water Supply & Urban Environment Joint - Stock Company would like to provide an explanation regarding the decrease of more than 10% in after-tax profit for Q2 2025 compared to the same period, as presented in the quarterly financial statements, as follows:

1. Profit in Q2 2025 Financial Statements

- Profits after income tax for Q2 2025 is **VND 18.08 billion**.
- Profits after income tax for Q2 2024 is **VND 14.46 billion**.

The increase in profit is **VND 3.58 billion** (*corresponding to an increase rate of 24.7%*).

2. Revenue

Total revenue for the quarter increased by **VND 2.26 billion¹**, corresponding to a growth rate of **1.85%** compared to the same period last year. The primary reason stems from a **VND 7.08 billion²** increase in waste collection, transportation, and treatment activities, significantly contributing to the slight increase in net revenue from business activities during the quarter compared to the same period last year

¹ = 125,007,962,127 - 122,743,101,144

² = 26,104,981,505 - 19,017,517,218

3. Cost

- Cost of goods sold and selling expenses for the quarter slightly increased by 4.35% and 6.66%, respectively, mainly due to increased labor costs from the adjustment of the regional minimum wage. Meanwhile, administrative expenses sharply decreased by more than 40% compared to the same period.

- Financial expenses also decreased compared to the same period due to the Company changing its capital mobilization policy for production and business activities starting from Q4 2024.

- Consequently, total pre-tax expenses and corporate income tax decreased by VND **1.32 billion**³, corresponding to a decrease rate of **1.22%** compared to the same period last year.

The increase in total revenue while total expenses decreased during the quarter resulted in an after-tax profit increase of more than 10% compared to the same period last year.

We commit that the above explanation is completely accurate and take full legal responsibility for the content of this information disclosure.

Sincerely./.

Recipient:

- Ditto;
- Member of the Board of Directors;
- Head of the Control Board;
- Deputy Director;
- Archive: Office, Finance Dept, K.

CHIEF EXECUTIVE OFFICIER



Dinh Cong Phu

³ = 106,961,691,650 - 108,282,370,830