

**NAM DINH WATER SUPPLY
JOINT STOCK COMPANY**

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

No: 16 /CV-NDW

Ninh Binh, January 19th, 2026

*Explanation of the retrospective
adjustment of opening balances in the
2025 financial statements.*

**To: The State Securities Commission;
 The Hanoi Stock Exchange.**

1. Following the receipt of Official Letter No. 3379/UBCK-GSĐC from the State Securities Commission regarding the audited financial statements for 2024 of Nam Dinh Water Supply Joint Stock Company, the Company has made retrospective adjustments to the financial statements for 2024 and 2023, and simultaneously changed the water meter reading period. This adjustment has resulted in changes to the opening balances in the 2025 financial statements. The retrospectively adjusted figures are as follows:

I. Year 2024

Balance sheet:

ARTICLE	Code	Closing Balance (reported)	Closing Balance (data restate)	Difference	Note
A. SHORT-TERM ASSETS	100	110.940.485.327	134.101.683.897	23.161.198.570	
II. Short-term receivables	130	11.294.336.173	34.455.534.743	23.161.198.570	
1. Short-term receivables from customers	131	2.247.445.206	25.408.643.776	23.161.198.570	(3)
TOTAL ASSETS	270	471.600.549.129	494.761.747.699	23.161.198.570	
C. LIABILITIES	300	103.569.975.638	106.968.717.213	3.398.741.575	
I. Short-term debt	310	59.140.443.617	62.821.042.334	3.680.598.717	
3. Taxes and other payments due to the government.	313	3.664.330.170	5.983.071.645	2.318.741.475	(3)
6. Other short-term payables	319	9.407.542.345	10.769.399.587	1.361.857.242	(3)
II. Long-term debt	330	44.429.532.021	44.147.674.879	(281.857.142)	
1. Other long-term payables	337	24.850.471.801	24.568.614.659	(281.857.142)	(3)
D. OWNER'S EQUITY	400	368.030.573.491	387.793.030.486	19.762.456.995	
I. Owner's equity	410	368.030.573.491	387.793.030.486	19.762.456.995	
4. Undistributed Profit	421	14.193.698.086	33.956.155.081		

<i>Accumulated Undistributed Profit by The End of The Previous Period</i>	421b	14.193.698.086	33.956.155.081	19.762.456.995	(3)
TOTAL RESOURCES	440	471.600.549.129	494.761.747.699	23.161.198.570	

Business performance report:

ARTICLE	Code	Closing Balance (reported)	Closing Balance (data restate)	Difference	Note
1. Gross revenue from goods sole and services rendered	01	277.709.914.944	279.880.962.205	2.171.047.261	(1b)
4. Cost of Goods Sold	11	184.831.890.166	184.906.893.538	75.003.372	(1b)
10. General and Administrative Expenses	30	38.415.949.000	40.511.992.889	2.096.043.889	
14. Accounting profit before tax	50	37.622.060.769	39.718.104.658	2.096.043.889	
15. Current corporate income tax expense	51	4.260.655.803	4.470.260.192	209.604.389	(2)
17. Net profit after corporate income tax	60	33.361.404.966	35.247.844.466	1.886.439.500	(2)

II. Year 2023

Balance sheet:

ARTICLE	Code	Closing Balance (reported)	Closing Balance (data restate)	Difference	Note
A. SHORT-TERM ASSETS	100	105.735.662.855	126.604.070.435	20.868.407.580	
II. Short-term receivables	130	4.775.478.946	25.643.886.526	20.868.407.580	
1. Short-term receivables from customers	131	1.968.503.070	22.836.910.650	20.868.407.580	(3)
TOTAL ASSETS	270	481.698.053.614	502.566.461.194	20.868.407.580	
C. LIABILITIES	300	113.627.774.528	116.620.164.613	2.992.390.085	
I. Short-term debt	310	64.074.448.507	67.352.270.973	3.277.822.466	
3. Taxes and other payments due to the government.	313	1.065.337.834	3.109.501.880	2.044.164.046	(3)
6. Other short-term payables	319		1.233.658.420	1.233.658.420	(3)
II. Long-term debt	330	49.553.326.021	49.267.893.640	(285.432.381)	
1. Other long-term payables	337	25.920.197.801	25.634.765.420	(285.432.381)	(3)
D. OWNER'S EQUITY	400	368.070.279.086	385.946.296.581	17.876.017.495	
I. Owner's equity	410	368.070.279.086	385.946.296.581	17.876.017.495	
4. Undistributed Profit	421	15.927.554.681	33.803.572.176	17.876.017.495	

<i>Accumulated Undistributed Profit by The End of The Previous Period</i>	<i>421b</i>	15.927.554.681	33.803.572.176	17.876.017.495	(3)
TOTAL RESOURCES	440	481.698.053.614	502.566.461.194	20.868.407.580	

Business performance report

ARTICLE	Code	Closing Balance (reported)	Closing Balance (data restate)	Difference	Note
1. Gross revenue from goods sole and services rendered	01	270.142.295.337	290.164.052.118	20.021.756.781	1a
4. Cost of Goods Sold	11	177.927.787.283	178.087.302.403	159.515.120	1a
10. General and Administrative Expenses	30	37.281.035.277	57.143.276.938	19.862.241.661	
14. Accounting profit before tax	50	37.179.683.318	57.041.924.979	19.862.241.661	
15. Current corporate income tax expense	51	4.138.104.637	6.124.328.803	1.986.224.166	(2)
17. Net profit after corporate income tax	60	33.041.578.681	50.917.596.176	17.876.017.495	(2)

1.1 The company made a retrospective adjustment from water revenue in January 2024 to water revenue in December 2023, amounting to VND 20,021,756,781. This resulted in an increase of VND 20,021,756,781 in the Revenue from Sales and Services on the 2023 Income Statement, while the corresponding figure decreased on the 2024 Income Statement. The company recorded an additional cost of goods sold of VND 159,515,120 in 2023 and a corresponding reduction in the cost of goods sold on the 2024 Income Statement.

1.2 The company made a retrospective adjustment in item (1.1) and the revenue for December 2024 was accounted for and recorded in January 2025 in the amount of VND 22,192,804,042, causing the Revenue from sales and services on the 2024 income statement to increase by VND 2,171,047,261. The company recorded an additional cost of goods sold for 2024 of VND 75,003,372.

2. The adjustments in item (1) increase the net operating profit and total pre-tax profit indicators on the 2023 income statement by VND 19,862,241,661, while the corporate income tax expense indicator increases by VND 1,986,224,166 and the after-tax profit indicator on the 2023 income statement increases by VND 17,876,017,495.

Total pre-tax profit on the 2024 income statement increased by VND 2,096,043,889, while corporate income tax expense increased by VND 209,604,389 and after-tax profit on the 2024 income statement increased by VND 1,886,439,500.

3. The impact of these adjustments on the Balance Sheets for 2023 and 2024 is as follows: The "Short-term receivables from customers" item on the 2023 balance sheet

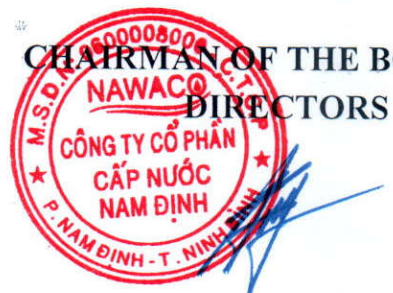
increased by VND 20,868,407,580, and on the 2024 balance sheet increased by VND 23,161,198,570. The "Taxes and other amounts payable to the state" item on the 2023 balance sheet increased by VND 2,044,164,046, and on the 2024 balance sheet increased by VND 2,318,741,475. The "Other short-term payables" item on the 2023 balance sheet increased by VND 1,233,658,420, and on the 2024 balance sheet increased by VND 1,361,857,242. The "Other long-term payables" item on the 2023 balance sheet decreased by VND 285,432,381, and on the 2024 balance sheet decreased by VND 281,857,142. The "Undistributed profits this year" item on the 2023 balance sheet increased by VND 17,876,017,495, and on the 2024 balance sheet increased by VND 19,762,456,995.

The above is the Company's full explanation regarding the retroactive adjustment of the opening balances on the 2025 financial statements..

Best regards!

Recipients:

- As above;
- Archived.



Sy Long Nguyen

