

**THAI NGUYEN WATER
JOINT STOCK COMPANY**

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

No: *39* /CTCPNS-KTTC
Re: Explanation of Profit in the
Consolidated Financial Statement for
Q4/2025

Thai Nguyen, January *28*, 2026

Dear:

- State Securities Commission of Vietnam.
- Hanoi Stock Exchange.

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

Based on the Consolidated Financial Statement for Q4 2025.

The Company provides the following explanation for the increase in profit after corporate income tax:

Items	This year	Last year	Ratio (%)
Revenue from Sale & Services	65,376,332,812	60,651,624,868	7.79
Finance income	1,841,246,213	14,286,025	12,788.44
Financial Expenses	7,861,772,225	10,095,907,893	(22.13)
Share of profit (loss) of associates	179,264,677	42,918,734	317.68
Selling Expenses	5,476,033,743	6,229,800,981	(12.1)
Other income	2,101,235,762	381,377,050	450.96
Other expenses	2,105,957,643	315,165,953	568.21
Profit after corporate income tax	7,997,611,755	1,314,176,731	508.56

Reasons:

- Revenue from sales and rendering of services increased by VND 4,724,707,944 due to higher commercial water output, representing an increase of 7.79%.

- Finance income increased by VND 1,826,960,188 mainly due to higher interest income from matured bank deposits and gains from foreign exchange differences as the USD exchange rate declined compared to the previous period.

- Financial expenses decreased by VND 2,234,135,668 as the USD exchange rate decreased during the period, resulting in lower interest expenses and foreign exchange losses related to the Thai Nguyen City water supply system development project, equivalent to a decrease of 22.13%.

- Share of profit of associates increased by VND 136,345,943 due to higher profits of the associate.

- Selling expenses decreased by VND 753,767,238 due to the Company's cost-saving measures.

- Other income increased by VND 1,719,858,712 as the Company received compensation for the relocation of water supply pipelines, equivalent to an increase of 450.96%.

- Other expenses increased by VND 1,790,791,690 as higher revenue led to higher related costs, equivalent to an increase of 568.21%.

=> As a result, increased revenue and reduced expenses led to an increase in profit after corporate income tax for the period of VND 6,683,435,024, equivalent to an increase of 508.56%.

Therefore, Thai Nguyen Water Joint Stock Company respectfully submits this explanation to the State Securities Commission and the Hanoi Stock Exchange.

Sincerely./.

Recipients:

- As above;
- Board of Directors, Supervisory Board;
- The Company's Executive Board;
- Assistant to the Chairman;
- Filed Office; Accounting Department.

CHIEF EXECUTIVE OFFICER ✓




Nguyen Xuan Hoc