

**HUE WATER SUPPLY  
JOINT STOCK COMPANY**

**SOCIALIST REPUBLIC OF VIETNAM**  
**Independence – Freedom – Happiness**

No.: 478 /BC-HWS  
Explanation on the 2025 Audited  
Financial Statement

Hue city, March 12<sup>th</sup>, 2026

Kindly to:

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

**1. Name Organization: Hue Water Supply Joint Stock Company**

- Stock code: HWS
- Office address: 103 Bui Thi Xuan St., Thuan Hoa ward, Hue city, Vietnam
- Telephone number: (+84-234) 3815555 Fax: (84-234) 3.826.580

**2. Disclosed Information**

In connection with the disclosure of the 2025 Financial Statements of Hue Water Supply Joint Stock Company, which were audited by Chuan Viet Auditing and Consulting Co., Ltd., the basis for the qualified opinion stated in the Review Report on the 2025 financial information includes the following: *"According to Note V.10 – Construction in Progress, certain projects incurred prior to 2022 were not tracked in detail on a project-by-project basis by the Company, with an outstanding balance of 24,056,136,226 VND as at December 31, 2025. Based on the documents currently available at the Company, we were unable to perform alternative audit procedures to obtain sufficient appropriate audit evidence regarding the existence of these items and their possible effects (if any) on other related items in the accompanying 2025 Financial Statements."*

Regarding this qualified opinion: These are projects arising from 2021 and earlier, without detailed monitoring for each project. The Company has made efforts to review and gradually handle them over years. As of the end of 2025 the outstanding balance of such non-detailed projects was 24,056,136,226 VND. The Company will keep reviewing and handling them in the future.

This is the official explanation report of Hue Water Supply Joint Stock Company regarding the qualified audit opinion in the 2025 submitted to the State Securities Commission of Vietnam and the Hanoi Stock Exchange.

Best regards.

**Recipients:**

- As above;
- Archived: Office, Accounting.

**CHAIRMAN**  
**OF THE BOARD OF DIRECTOR**  
  
**LE QUANG MINH**