

**BAC GIANG CLEAN WATER JOINT  
STOCK COMPANY**

No: 163/CV-NSBG

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

Bac Ninh, 17 March 2026

**REGULAR DISCLOSURE OF FINANCIAL STATEMENTS**

To: Hanoi Stock Exchange

In compliance with the provisions of Clause 3, Article 14 of Circular No. 96/2020/TT-BTC dated 16 November 2020 of the Ministry of Finance guiding information disclosure on the securities market, Bac Giang Clean Water Joint Stock Company hereby discloses the Independent Auditor's Report on the financial statements for the fiscal year ended 31 December 2025 to the Hanoi Stock Exchange as follows:

1. **Organization Name:** Bac Giang Clean Water Joint Stock Company  
**Stock Code:** BGW  
**Address:** 386 Xuong Giang Street, Bac Giang Ward, Bac Ninh Province  
**Phone:** 02043 855 757  
**Email:** capnuocbg@gmail.com – **Website:** bacgiangwsc.com.vn
2. Disclosure Information Content

- The financial statements for the year 2025 have been audited.

- ☒ Separate financial statements (Listed organization without subsidiaries and superior accounting units with affiliated units);
- ☐ Consolidated Financial Statements (Listed organization has subsidiaries);
- ☐ Combined Financial Statements (Listed organization has an affiliated accounting unit with a separate accounting system);

- Cases that require an explanation of the reasons:

+ The audit firm gives an opinion that is not an unqualified opinion on the financial statements (for the audited financial statements of 2025):

☒ Yes

☐ No

Explanatory document in cases where applicable:

☒ Yes

☐ No

+ The net profit after tax in the reporting period shows a difference of 5% or more before and after the audit, or changes from a loss to a profit or vice versa (for the audited financial statements of 2025):

☐ Yes

☒ No



Explanatory document in cases where applicable:

☐ Yes

☐ No

+ The net profit after corporate income tax in the income statement for the reporting period changes by 10% or more compared to the same period of the previous year ?

☒ Yes

☐ No

Explanatory document in cases where applicable:

☒ Yes

☐ No

+ The net profit after tax in the reporting period shows a loss, changing from a profit in the same period of the previous year to a loss in the current period, or vice versa:

☐ Yes

☒ No

Explanatory document in cases where applicable:

☐ Yes

☐ No

This information has been disclosed on the company's website on: March 17, 2026 at the following link:

<https://bacgiangwsc.com.vn/category/quan-he-co-dong/bao-cao-tai-chinh/>

We hereby confirm that the disclosed information is accurate and take full responsibility before the law for the content of the disclosed information.

**Recipients:**

- As addressed;
- Archive: Clerical, Library./.

**Attached documents:**

- Audited financial statements for the year 2025;
- Explanatory document regarding the emphasis of matter raised by the auditor.

**Legal Representative**  
**Chairman of the Board of Directors**



**Huong Xuan Cong**

**VIETVALUES** Audit and Consulting Co., Ltd

*Member firm of JPA International*

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# **INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS**

**FOR THE FISCAL YEAR ENDED 31<sup>ST</sup> DECEMBER 2025**

**BAC GIANG CLEAN WATER JSC**

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## REPORT OF BOARD OF MANAGEMENT

The Board of Management of Bac Giang Clean Water JSC ("the Company") are pleased to present this report together with the audited financial Statements of the Company for the year ended 31st December 2025.

### 1. General information of the Company

Bac Giang Clean Water Joint Stock Company was converted from Bac Giang Water Supply and Drainage One-Member Limited Liability Company into a Joint Stock Company according to Decision No. 1763/QĐ-UBND dated September 24, 2015, of the People's Committee of Bac Giang province, allowing the company to convert to a Joint Stock Company from July 1, 2015. The company was granted its first Business Registration Certificate by the Department of Planning and Investment of Bac Giang province on November 20, 2015. On August 20, 2025, the company was granted its fourth amended Business Registration Certificate by the Department of Finance of Bac Ninh province.

Charter capital : VND 181.494.460.000 (One hundred and eighty - one billion, four hundred and ninety - four million, four hundred and sixty thousand dongs).

The company is listed on UPCOM with stock code BGW.

### 2. Registered office

Address : No 386, Xuong Giang Street, Bac Giang Ward, Bac Ninh Province

Tel : 02043.855757

Tax code : 2400126106

### 3. Business activities

- Manufacturing clean water, construction.

### 4. The Board of Management, Supervisory Board and the Board of Director

#### 4.1 The Board of Management

The Board of Management of the Company in 2025 and at the date of this report include:

Full name	Position
Mr Huong Xuan Cong	President
Mr Tran Dang Dieu	Member
Mrs Nguyen Thi Phuong Thao	Member
Mr Bui Vinh Bac	Member
Mr. Nguyen Trong Hieu	Member

#### 4.2 Supervisory Board

The Supervisory Board of the Company in 2025 and at the date of this report include:

Full name	Position
Mrs Nguyen Thi Thanh Thuy	Prefect
Mrs Vu Thi Thuy	Member
Mr. Trinh Kien	Member

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#### 4.3 The Board of Directors

The Board of Directors of the Company in 2025 and at the date of this report include:

Full name	Position
Mr Tran Dang Dieu	Director
Mr Bui The Binh	Deputy Director
Mr Bui Vinh Bac	Deputy Director

#### 5. Legal representation

The legal representative of the Company during the year and up to the time of this report is Mr Huong Xuan Cong – President.

#### 6. Financial results

The financial result of the Company for the year ended 31<sup>st</sup> December 2025 as set out from page 07 to page 32.

#### 7. Subsequent events

In the opinion of The Board of Management, Financial Report of the Company for the year ended December 31<sup>st</sup>, 2025 will not be seriously affected by any item, or professional milestones or the physical abnormalities arising from the end of the financial year until the date of this report the need for adjustment or disclosure of data in financial statements.

#### 8. Auditors

Vietvalues Audit and Consulting Co., Ltd (**VIETVALUES**) has performed the audit on the Company's Financial Statements for the year ended 31<sup>st</sup> December 2025. Vietvalues Audit and Consulting Co., Ltd. (**VIETVALUES**) has expressed their willingness to accept re-appointment..

#### 9. Confirmation of the Board of Directors

The Board of Directors of the company is responsible for the preparation of the financial statements to give a true and fair view on the financial position, the financial results and the cash flows of the company for each of the company's fiscal year. In order to prepare these financial Statements, Board of Directors has responsibilities to:

- Select appropriate accounting policies and apply them consistently;
- Make judgments and estimates reasonably and prudently;
- Announce the accounting standards to be followed for the material issues to be disclosed and explained in the financial Statements;
- Prepare the financial Statements of the company on the basis of the going-concern assumption;
- Design and implementation of internal control systems effectively for the purpose of preparing and presenting the consolidated financial statements so as to minimize risk and fraud.

The Board of Directors hereby ensures that all the requirements above have been followed when the financial Statements are prepared, that all the accounting books have been fully, appropriate recorded by the Company and that all the financial Statements have been prepared in compliance with the prevailing Vietnamese accounting system and standards. The Board of Directors is also responsible for protecting the Company's assets and consequently has taken appropriate measures to prevent and detect frauds and other irregularities.

The Board of Directors hereby has complied with the above requirements in preparing the attach financial statements.



## **10. Approving the Financial Statement**

We, The Board of Management confirms that all the accompanying financial Statements have been properly prepared and have given a true and fair view on the financial position as of 31st December 2025, the financial results and the cash flows for the period from 1st January to 31st December 2025 of the Company, in compliance with the prevailing Vietnamese accounting system and standards as well as other related regulations, in accordance with the Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System, Circular No. 200/2014/TT-BTC on 22 December 2014 of the Ministry of finance and the statutory requirements relevant to preparation and presentation of financial statements.

**On behalf of the board of Management** 



**HUONG XUAN CONG**

**President of The Board of Management**

*Bac Ninh, 17, March, 2026*



No: 170301/26/BCKT/AUD-VVALUES

## AUDITOR'S REPORT

**To: SHAREHOLDERS, BOARD OF MANAGEMENT AND BOARD OF DIRECTORS**

**BAC GIANG CLEAN WATER JOINT STOCK COMPANY**

We have audited the accompanying financial report of Bac Giang Clean Water JSC ("The Company") established 17 March, 2026 (from page 07 to page 32), which comprise the Balance Sheet at 31<sup>st</sup> December 2025; Income statement, Cash flow statement and Notes to the financial statements for the year ended 31<sup>st</sup> December 2025.

### Responsibilities of The Board of Directors

The Board of Directors responsible for the preparation and true and fair presentation of the financial statements of the Company in accordance with accounting standards, corporate accounting regime Vietnam by Circular No. 200/2014/TT-BTC on 22<sup>nd</sup> December 2014 of the Ministry of finance and the legal requirements relating to the preparation and presentation of financial statements and is responsible for the internal control that the General Directors determines is necessary to ensure for the preparation and presentation of financial statements did not have material misstatements due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these Financial Statements based on our audit. We have conducted our audit in accordance with the Vietnamese Standards on Auditing. Those standards require that we comply with the regulations and standards of professional ethics, planning and implementation of the audit to obtain reasonable assurance about whether the financial statements of the Company have also misstatement or not.

An audit includes implementing procedures to gather audit evidence about the amounts and disclosures in the financial statements. The audit procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement may in the financial statements due to fraud or error. When performing this risk assessment, the auditor has to consider internal control relevant to the Company's preparation and fair presentation of financial statements truthful and appropriate in order to design audit procedures that are appropriate with the actual situation, but not for the purpose of expressing an opinion on the effectiveness of internal control of the Company. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by The Board of Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidences obtained are complete and appropriate for expressing our opinion on the financial statements.



**Auditor's Opinion**

In our opinion, the financial statements present fairly, in all material respects, the financial position of Bac Giang Clean Water Joint Stock Company as at 31 December 2025, and its financial performance and cash flows for the year then ended, in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System for Enterprises currently in force, and relevant legal regulations relating to the preparation and presentation of financial statements.

**The problem needs to be emphasized**

We draw the readers' attention to:

- Note V.15 to the Notes to the Financial Statements, which describes the following matter:

According to Decision No. 262/QĐ-UBND issued by the People's Committee of Bac Giang Province dated 11 February 2015 approving the final settlement of the completed construction project of the Doi Ngo water supply system in Luc Nam District, with a final settlement value of VND 39,442,075,000. According to Official Letter No. 230/UBND-XD issued by the People's Committee of Bac Giang Province dated 25 January 2014, the Provincial People's Committee approved the transfer of the above project from the People's Committee of Luc Nam District to Bac Giang Water Supply and Sewerage One Member Limited Liability Company, currently Bac Giang Clean Water Joint Stock Company, for management and operation. However, up to now, the Company has not yet received the official handover minutes from the People's Committee of Luc Nam District for this project. Therefore, the Company has temporarily provided depreciation for this project in order to accumulate funds payable upon receipt of the official handover from the governing authority, based on the final settlement value approved by the People's Committee of Bac Giang Province. As of 31 December 2025, the total temporary depreciation provided amounts to VND 16,368,461,125. Currently, the Company is monitoring this asset as assets held in custody under off-balance sheet items, pending further instructions from the competent state authorities.

Our audit opinion is not modified in respect of this matter.

Hồ Chí Minh City, *17 March*, 2026.

Vietvalues Audit & Consulting Co., Ltd (VIETVALUES)



**Nguyen Thi Ngoc Nga – Deputy General Director**  
Audit certificate No: 0351-2023-071-1  
Signature authorized

**Nguyen Thi Tuyet Van – Auditor**  
Audit certificate No: 2839-2025-071-1

**Files:**

- Save as
- **VIETVALUES**

**BALANCE SHEET**

At 31 December 2025

Unit: VND

Code	ASSETS	Notes	Ending balane	Beginning balane
1	2	3	4	5
100	<b>A. CURRENT ASSETS</b>		<b>104,135,014,136</b>	<b>86,026,534,234</b>
110	<b>I. Cash and cash equivalents</b>	V.1	<b>83,571,584,677</b>	<b>56,679,997,901</b>
111	1. Cash		7,324,720,618	5,075,531,930
112	2. Cash equivalents		76,246,864,059	51,604,465,971
120	<b>II. Investment in short-term financial</b>	V.2	<b>3,000,000,000</b>	-
123	1. Investments held to maturity		3,000,000,000	-
130	<b>III. Short-term receivables</b>		<b>9,127,883,171</b>	<b>21,013,640,079</b>
131	1. Receivables from customers	V.3	3,608,511,780	1,977,019,211
132	2. Advanced payments to suppliers	V.4	2,781,114,854	18,726,962,033
136	3. Short-term other receivables	V.5a	2,940,503,537	511,905,835
137	4. Provision for doubtful short-term debts receivables	V.6	(202,247,000)	(202,247,000)
140	<b>IV. Inventories</b>		<b>8,435,546,288</b>	<b>8,332,896,254</b>
141	1. Inventories	V.7	8,435,546,288	8,332,896,254
150	<b>V. Other current assets</b>		-	-
152	1. Value added tax deductible		-	-
200	<b>B. LONG TERM ASSETS</b>		<b>138,871,533,778</b>	<b>144,284,024,874</b>
210	<b>I. Long-term receivables</b>		<b>5,321,007,075</b>	-
216	1. Other long-term receivables	V.5b	5,321,007,075	-
220	<b>II. Fixed assets</b>		<b>104,003,276,227</b>	<b>103,298,768,564</b>
221	1. Tangible fixed assets	V.8	103,623,276,227	103,298,768,564
222	- Historical cost		365,211,361,543	350,448,462,583
223	- Accumulated depreciation		(261,588,085,316)	(247,149,694,019)
227	2. Intangible assets	V.9	380,000,000	-
228	- Historical cost		979,777,977	579,777,977
229	- Accumulated amortization		(599,777,977)	(579,777,977)
230	<b>III. Investment properties</b>		-	-
240	<b>IV. Long-term construction in progress</b>		<b>26,916,856,168</b>	<b>38,311,074,067</b>
242	1. Construction in progress	V.10	26,916,856,168	38,311,074,067
250	<b>V. Long-term financial investment</b>		-	-
260	<b>VI. Other long-term assets</b>		<b>2,630,394,308</b>	<b>2,674,182,243</b>
261	1. Long-term prepaid expenses	V.11	2,630,394,308	2,674,182,243
270	<b>TOTAL ASSETS</b>		<b>243,006,547,914</b>	<b>230,310,559,108</b>

**BAC GIANG CLEAN WATER JOINT STOCK COMPANY**

No 386, Xuong Giang Street, Bac Giang City, Bac Ninh Province

Balance sheet (Cont)

At 31 December 2025

Code	LIABILITIES AND OWNER'S EQUITY	Notes	Ending balane	Beginning balane
1	2	3	4	5
300	<b>C. LIABILITIES</b>		45,912,862,812	37,581,821,506
310	<b>I. Current liabilities</b>		45,912,862,812	37,581,821,506
311	1. Short-term payables	V.12	5,089,780,019	634,402,602
312	2. Short-term advances from customers		3,000,000	198,000,000
313	3. Taxes and statutory obligations	V.13	3,490,473,498	2,191,069,947
314	4. Payables to employees	V.14	13,654,451,600	13,374,319,900
315	5. Current payable expenses	V.15	21,569,513,677	19,415,231,819
319	6. Other current payables		345,810,700	303,000,000
322	7. Bonus and welfare fund	V.16	1,759,833,318	1,465,797,238
330	<b>II. Long-term liabilities</b>		-	-
400	<b>D. OWNERS' EQUITY</b>		197,093,685,102	192,728,737,602
410	<b>I. Capital</b>	V.17	197,093,685,102	192,728,737,602
411	1. Owners's invested equity		181,494,460,205	181,494,460,205
411a	- Ordinary shares with voting rights		181,494,460,205	181,494,460,205
418	2. Development investment fund		881,673,248	881,673,248
421	3. Undistributed profit after tax		14,717,551,649	10,352,604,149
421a	Undistributed profit after tax brought forward		7,419,929	13,620,772
421b	Undistributed profit after tax for the current period		14,710,131,720	10,338,983,377
430	<b>II. Funds and other funds</b>		-	-
440	<b>TOTAL LIABILITIES AND OWNER'S EQUITY</b>		243,006,547,914	230,310,559,108

Prepared by



TRAN DUC THANH

Chief accountant



NGUYEN THI PHUONG THAO



HUONG XUAN CONG

## INCOME STATEMENT

For the year ended 31 December 2025

Unit: VND

Code	ITEMS	Notes	Current year	Previous year
1	2	3	4	5
01	1. Revenues from sale of goods and rendering of services	VI.1	196,913,430,325	180,000,139,534
02	2. Deductions	VI.2	109,539,976	19,141,100
10	3. Net revenues from sale of goods and rendering of services		196,803,890,349	179,980,998,434
11	4. Cost of goods sold	VI.3	113,980,199,729	110,338,587,191
20	5. Gross profit from sale of goods and rendering of services		82,823,690,620	69,642,411,243
21	6. Income from financial activities	VI.4	1,726,325,879	1,297,310,454
22	7. Expenses from financial activities		-	-
23	- In which: Interest expenses		-	-
25	8. Selling expenses	VI.5	40,317,540,286	36,173,607,156
26	9. General and administration expenses	VI.6	20,653,946,380	19,685,193,810
30	10. Operating profit( loss)		23,578,529,833	15,080,920,731
31	11. Other income	VI.7	1,720,896,569	954,215,926
32	12. Other expenses	VI.8	3,371,403,347	1,145,969,969
40	13. Other profit		(1,650,506,778)	(191,754,043)
50	14. Profit before tax		21,928,023,055	14,889,166,688
51	15. Corporate income tax	V.13	5,583,432,255	3,401,407,380
60	17. Profit after tax		16,344,590,800	11,487,759,308
70	18. Basic earnings on shares	VI.9	811	570
71	19. Interest decline on shares	VI.10	811	570

Prepared by

  
**TRAN DUC THANH**

Chief accountant

  
**NGUYEN THI PHUONG THAO**



Bac Ninh, 17 March, 2026

President

  
**HUONG XUAN CONG**

**STATEMENT OF CASH FLOW**  
*(Under direct method)*  
**For the year ended 31 December 2025**

Unit: VND

Cod e	Items	Notes	Current year	Previous year
1	2	3	4	5
	<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>			
01	1. Receipts from customers		219,557,381,784	196,363,154,055
02	2. Payments to suppliers		(88,678,862,570)	(108,076,453,630)
03	3. Payments to employees		(48,624,496,000)	(46,347,407,277)
04	4. Interest paid		-	-
05	5. Income taxes paid	V.13	(4,703,095,925)	(3,149,097,151)
06	6. Other receipts from business operations		3,452,430,247	4,046,421,473
07	7. Other payments from business operations		(35,283,312,234)	(26,493,357,802)
20	<b>Net cash from operating activities</b>		<b>45,720,045,302</b>	<b>16,343,259,668</b>
	<b>II. CASH FLOW FROM INVESTING ACTIVITIES</b>			
21	Cash outflows from purchasing of fixed assets and other long-term assets		(7,319,612,732)	(9,882,129,207)
22	2. Proceeds from disposals of fixed assets and other long-term assets		51,818,182	5,454,545
23	3. Cash payments to acquire shares or debentures of other enterprises		(3,000,000,000)	-
24	4. Cash receipts from sales of shares or debentures of other enterprises		-	27,891,664,848
25	5. Cash outflows from investing to other entities.		-	-
26	6. Proceeds from sales of investments in other entities		-	-
27	7. Proceeds from loan interest, dividend and profit sharing		1,660,325,879	863,865,854
30	<b>Net cash inflow( outflows) from investing activities</b>		<b>(8,607,468,671)</b>	<b>18,878,856,040</b>
	<b>III. CASH FLOW FROM FINANCING ACTIVITIES</b>			
31	1. Cash inflows from issuing shares, receiping owner capital		-	-
32	2. Cash outflows from paying owners capital, repurchase share of equity		-	-
33	3. Proceeds from borrowings		-	-
34	4. Cash Repayments of borrowings		-	-
35	5. Payment of finance lease liabilities		-	-
36	6. Dividends paid	V.17	(10,220,989,855)	(9,833,265,968)
40	<b>Net cash flows from/(used in) investing activities</b>		<b>(10,220,989,855)</b>	<b>(9,833,265,968)</b>
50	<b>Net cash inflows/(outflows) (50=20+30+40)</b>		<b>26,891,586,776</b>	<b>25,388,849,740</b>
60	<b>Cash and cash equivalents at the beginning of the year</b>	V.1	<b>56,679,997,901</b>	<b>31,291,148,161</b>
61	Impact of exchange rate fluctuation		-	-
70	<b>Cash and cash equivalents at the end of the year (70=50+60+61)</b>	V.1	<b>83,571,584,677</b>	<b>56,679,997,901</b>

Prepared by

Chief accountant



TRAN DUC THANH



NGUYEN THI PHUONG THAO



HUONG XUAN CONG

# **BAC GIANG CLEAN WATER JOINT STOCK COMPANY**

Address: No 386, Xuong Giang Street, Bac Giang City, Bac Ninh Province

## **FINANCIAL STATEMENT**

For the year ended 31st December, 2025

## **NOTE TO FINANCIAL STATEMENTS**

**For the year ended 31 December, 2025**

These notes are an integral part and must be read in conjunction with the financial statements for the year ended 31<sup>st</sup> December 2025 of Bac Giang Clean Water Joint Stock Company.

### **I. OPERATION FEATURES**

#### **1. Forms of ownership**

Bac Giang Clean Water Joint Stock Company (hereinafter referred to as "Company") is a Joint Stock Company.

Bac Giang Clean Water Joint Stock Company was converted from Bac Giang Water Supply and Drainage One-Member Limited Liability Company into a Joint Stock Company according to Decision No. 1763/QĐ-UBND dated September 24, 2015, of the People's Committee of Bac Giang province, allowing the company to convert to a Joint Stock Company from July 1, 2015. The company was granted its first Business Registration Certificate by the Department of Planning and Investment of Bac Giang province on November 20, 2015. On August 20, 2025, the company was granted its fourth amended Business Registration Certificate by the Department of Finance of Bac Ninh province.

Charter capital : VND 181,494,460,000 (One hundred and eighty - one billion, four hundred and ninety - four million, four hundred and sixty thousand dongs).

At the end of the fiscal year, Company contributed 100% of the charter capital.

#### **2. Lines of business**

Manufacturing clean water, construction.

#### **3. Business activities**

The main activity of the Company is:

- Producing and trading in clean water.
- Construction of water supply and drainage works, low voltage electrical works from 35KV or less.

#### **4. The cycle of business**

Production cycle of normal business of the Company is not exceeding 12 months.

#### **5. Company structure**

The company has affiliated units, dependent accounting as follows: Construction Enterprise - Branch of Bac Giang Clean Water Joint Stock Company established on July 21<sup>st</sup>, 2023, address: No. 352, Xuong Giang Street, Bac Giang Ward, Bac Ninh province.

#### **6. Employees**

At the end of the financial year the company had 260 employees are working ( the first number is 272 employees).

### **II. ACCOUNTING PERIOD AND REPORTING CURRENCY**

#### **1. Accounting period**

The company's fiscal year starts on 01 January and finish on 31 December.

## **BAC GIANG CLEAN WATER JOINT STOCK COMPANY**

Address: No 386, Xuong Giang Street, Bac Giang City, Bac Ninh Province

### **FINANCIAL STATEMENT**

For the year ended 31st December, 2025

Notes of financial statement (continues)

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#### **2. Reporting currency**

The standard currency unit used is Vietnam Dong (VND) because the revenues and expenditures are made primarily by currency VND.

### **III. ADOPTED ACCOUNTING POLICIES**

#### **1. Applicable accounting policies**

The Company applied the accounting standards, corporate accounting regime of Vietnam issued Circular No. 200/2014/TT - BTC of December 22<sup>nd</sup>, 2014 and the circular guiding the implementation of accounting standards the Ministry of Finance in the preparation and presentation of financial statements.

Accordingly, the balance sheet, income statement, statement of cash flow and notes to the financial statements are presented together. The use of this report is not intended for subjects not provided information about accounting procedures, principles and practices in Viet Nam and over again is not intended to present the financial position, results of operations and cash flows in accordance with the accounting principles and practices general accepted in countries and territories outside Viet Nam.

#### **2. Disclosed compliance with Vietnamese accounting standards and systems**

The Board of Directors ensures compliance was required by the accounting standards , corporate accounting regime of Vietnam issued Circular No. 200/2014/TT - BTC of 22 December, 2014 as well as the circulars guiding the implementation of accounting standards by the Ministry of Finance in preparing the financial statements.

### **IV. APPLIED ACCOUNTING POLICIES**

#### **1. Basic of financial statements making**

The financial statements are prepared on the accrual accounting basis (except for information relating to cash flows.

#### **2. Cash and cash equivalents**

Cash includes cash, bank deposits with a term not and money in transit.

The cash equivalents are short-term investments with maturity or maturity not exceeding 3 months from the date of purchase (the original term is no more than 3 months), easily convertible to known amounts of cash and there is no risk in the transformation in value at the time of the report.

#### **3. Financial investments**

##### ***Held-to-maturity investments***

Investments are classified as held to maturity when the Company has an intention and ability to hold until maturity. Held-to-maturity investments include: term bank deposits (including bills, promissory notes), bonds and preferred shares issued by the issuer required to be redeemed at a certain future time and maturity loans for the purpose of collecting interest and other held-to-maturity investments.

Held-to-maturity investments are initially recognized at cost including purchase price and other costs related to the acquisition of investments. After initial receipt, these investments are recorded at recoverable value. Interest income from held-to-maturity investments after the acquisition date is recognized in the statement of income on an accrual basis. Interest earned before the Company holds is recorded as a deduction from the original price at the time of purchase.

When there is strong evidence that part or all of the investment may be irrecoverable and the amount of loss determined reliably, the loss is recorded as financial expense during the year and reduced direct deduction of investment value.

## BAC GIANG CLEAN WATER JOINT STOCK COMPANY

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### FINANCIAL STATEMENT

For the year ended 31st December, 2025

#### Notes of financial statement (continues)

#### 4. Account receivables

Accounts receivable are stated at book value minus the provision for bad debts.

The classification of receivables is trade receivables and other receivables shall comply with the following principles:

- Customer receivables reflects the nature of the receivables arising from commercial transactions to buy properties - selling between the Company and the buyer is a unit independent of the Company, including accounts receivable export sales of the money entrusted to other units.
- Intercompany receivables reflect the subordinate units without legal personality dependent accounting.
- Other receivables reflects not commercial, not related to the purchase – sale.

Provision for bad debts is made based on the following principles:

- Make provisions for bad debts when:

- Overdue receivables recorded in economic contracts, loan agreements, contractual commitments or debt commitments, the enterprise has claimed many times but still has not collected, even in cases where there is no receipt. debt reconciliation or the debtor does not sign to confirm the debt or absconds or goes missing. Determining the overdue period of a receivable debt that is determined to be bad and requiring provisioning is based on the principal repayment time according to the original purchase and sale contract, regardless of debt extension between parties.

- Debts receivable are not due for payment but the debtor has fallen into bankruptcy or is undergoing dissolution procedures, is missing, or has fled.

- Conditions and grounds for setting up provisions for bad debts: Follow the provisions of current law.

- The provision or reversal of provisions for doubtful debts is done at the time of preparing the Financial Statements.

- For bad receivables that have lasted for many years, the Company has tried to use all measures to collect the debt but still cannot collect the debt and determine that the debtor is truly unable to pay, the Company Delete bad debts from the accounting books. The deletion of bad debts must be carried out in accordance with the provisions of law and the Company's charter.

- For losses on receivables, if provisions have been made for bad debts, the Company will use the provisions for bad debts that have been set aside to compensate. If the loss is not enough to compensate for the loss, the remaining loss will be included in business management expenses.

#### 5. Inventories

Inventories are stated at the lower of cost and net realizable value are now.

The cost of inventories is determined as follows:

- Materials: including purchase costs and expenses directly related to incurred in bringing the inventories to the location and current status.
- Finished goods: including the cost of materials, direct labor and factory overhead costs related to allocated based on normal production.

Net realizable value means the estimated selling price of inventories in a normal production and business period minus (-) the estimated cost for completing the products and the estimated cost needed for their consumption.

The value of inventories is calculated according to the weighted average method and is accounted for using the perpetual inventory method.

# BAC GIANG CLEAN WATER JOINT STOCK COMPANY

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## FINANCIAL STATEMENT

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### Notes of financial statement (continues)

Provision for decline in inventories is established for each item of inventory costs is higher than the net value realizable. Increase or decrease the balance of provision for impairment of inventories should be set aside at the end of the financial year is recognized in cost of goods sold.

#### 6. Prepaid expenses

Prepaid expenses include the actual costs incurred, but is related to the results of operations and business of many accounting periods. Prepaid expenses of the Company include the following costs:

##### *Tools*

Tools and instruments have been put into use are charged to expense under the straight-line method to allocate period not exceeding 3 years.

##### *Repair costs of fixed assets*

The cost of repairing once-off assets of large value shall be amortized to the straight-line cost no more than 3 years.

#### 7. Tangible assets

Tangible fixed assets are stated at cost less accumulated amortization. The historical cost of tangial fixed assets include all the expenses that the company incurs to get fixd assets as of the time the assets is put into a state ready for use. The cost incurred affter the initial recognition is only recorded as increase in prices of fixed assets if these costs will undoubtedly lead to economic benefits in the futute due to the use of these assets. The cost incurred are not satisfied these conditions are recognized as cost of production, sales in period.

When tangible fixed assets are sold or retired, their cost and accumulated depreciation are written off and profits and losses arising on disposal are recognized as income or expense in the year.

Tangible fixed assets are depreciated using the straight-line method based on estimated useful life. The depreciation years of the kind of tangible fixed assets as follows:

<u>Kind of tangible fixed assets</u>	<u>Number of years</u>
Houses and architectural objects	05 - 25 years
Machinery and equipment	03 - 15 years
Means of transport, conveyance equipment	06 - 30 years
Other tangible fixed assets	03 - 25 years

#### 8. Intangible assets

Intangible fixed assets are stated at cost less accumulated amortization.

The historical cost of intangible fixed assets include all the expenses that the Company incurs to get fixed assets as of the time the asset is put into a state ready for use. Costs relating to intangible assets incurred after initial recognition are recognized as cost of production, sales in the period, unless these costs are associated with an intangible asset specific and increase economic benefits from these assets.

When intangible fixed assets are sold or retired, their cost and accumulated depreciation are written off and profits and losses arising on disposal are recognized as income or expense in the year.

##### *The right to use land*

Land use rights are all the actual costs the company has spent directly related to land use, including money spent to have the right to use the land, the cost of compensation and site clearance, leveling, registration fees... Land use rights with definite term is amortized using the straight line method in 10

# **BAC GIANG CLEAN WATER JOINT STOCK COMPANY**

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## **FINANCIAL STATEMENT**

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Notes of financial statement (continues)

years according to the allocation of time (10 years). Land use rights is not amortized if it is indefinite term.

### ***Software program***

The costs associated with computer software programs are not an integral part of capitalized related hardware. The cost of computer software is all the expenses paid by the Company by the time the software is put into use. Computer software is amortized on a straight-line basis over 5 years.

## **9. Construction in progress**

Construction in progress represents direct costs (including related interest expenses in accordance with the Company's accounting policy) to the assets in progress, machinery and equipment are being installed for production, leasing and management purposes as well as expenses related to the ongoing repair of fixed assets. These assets are recorded at cost and are not amortized.

## **10. Account payable and accrued expense**

The accounts payable and accrued expenses are recognized for amounts to be paid in the future related to the goods and services received. Accrued expenses are recognized based on a reasonable estimate of the amount due.

The classification is payable to payable to suppliers, accrued expenses and other payables are carried out in accordance with the following principles:

- Payable reflects payable commercial nature arising from purchases of goods and services, property and the seller is an independent unit with the Company, including amounts to be paid when imported through a trustee.
- Accrued expenses reflect the amounts payable for goods and services received from the seller or the buyer has provided but not paid due to no or insufficient billing records, accounting records and payable to employees on vacation wages, production costs, sales to accruals.
- Other payables reflects non-commercial, not related to the purchase, sale and supply of goods and services.

## **11. Owner's Equity**

### ***Owner's Equity***

Capital contributed by owners is recorded at the actual amount of capital contributed by the owners.

## **12. Profit Distribution**

The profit after tax is distributed to the owner after appropriating funds in accordance with the Charter of the Company as well as the provisions of the law and approved by the General meeting of shareholders.

Profit distribution to owners considered that non-monetary items included in retained earning might influence on cash flow and the ability to pay dividends such as gain from revaluation of assets contributed as capital and profit from revaluation monetary items, financial instruments and other non-monetary items.

Profit is recorded as a liability after General meeting of shareholders.

## **13. Recognition of revenue and income**

Revenue is recognized when the company has the ability to achieve the economic benefits can be identified with certainty. Revenue is determined by the fair value of the consideration received or receivable after deducting trade discounts, sales discounts and sales returns.

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### **FINANCIAL STATEMENT**

For the year ended 31st December, 2025

**Notes of financial statement (continues)**

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#### ***Revenue from selling clean water***

Revenue from sales of goods and finished products are recognized when simultaneously satisfy the following conditions:

- The Company has transferred substantially all risks and rewards associated with ownership of the goods to the buyer.
- Company no longer retains management of goods as cargo owners or control of goods.
- The revenue can be measured reliably. When the contract regulated that buyers can repay the goods purchased under specific conditions, the company has only recognized revenue when specific conditions no longer exist. Buyers can't repay goods (except customers has the right to repay goods in order to get other goods or services);
- The Company has obtained or will obtain economic benefits from the sale transaction.
- Determine the costs related to sales transactions.

#### ***Construction revenue and water meter installation revenue***

When the results of contract performance are estimated reliably:

- For construction contracts that require the contractor to be paid according to the value of the work performed, revenue and costs related to the contract recorded corresponding to the completed work which is confirmed by the customer and reflected on the invoice.

The increase and decrease of construction and installation volume, compensation and other revenues are recorded as revenue only when agreed with customers.

When the results of construction contracts cannot be estimated reliably, then:

- Revenue is only recognized as equivalent to the cost of the contract that has arisen but the return is relatively certain.
- The cost of the contract is only recorded as expenses when incurred.

The difference between the total accumulated revenue of a construction contract has been recognized and the accumulated amount recorded on the payment bill according to the contract schedule of the contract is recorded as receivable or payable according to the schedule of construction contracts.

#### ***Interest***

Interest is recognized on an accrual basis, determined on the balance of deposit accounts and actual interest rates for each period.

#### **14. Deduction from gross revenue**

Deductions from gross revenue are reductions from gross revenue, comprising good return in the year.

#### **15. Cost of good sold**

Cost of goods sold is total cost of sourcing goods and other cost which is recorded to cost of goods sold and deduction from cost of goods.

#### **16. Selling and managing expense**

Selling and managing costs are all the expenses incurred on the sale of products, goods and service providers and the general management costs of the company.

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**FINANCIAL STATEMENT**

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**Notes of financial statement (continues)****17. Corporating income tax*****Current income tax***

Current income tax is the tax amount is calculated based on taxable income. Taxable income is different from accounting profit due to the adjustments of temporary differences between tax and accounting, non-deductible expenses as well as adjusted earnings are not taxed and losses transfer.

**18. Principles and methods of tax records and payments of the state budget**

- Value added tax: according to the deduction method
- Corporate income tax: Tax rate of 20%.
- Other taxes in accordance with current regulations at the time of annual tax payment.

**19. Segment reporting**

Parts of the business sector is a part that can be defined separately involved in the production or supply of products and services and has different risks and economic benefits than other business divisions.

Parts according to geographical area is part can determine the individual involved in the process of producing or providing products or services within an economic environment and specific risks and economic benefits different from business divisions in other economic environments.

**20. Related parties**

The parties are considered to be related if one party has the ability to control or significantly influence the other party in the decision-making of financial policies and activities. Parties are also considered to be related if they are subject to common control or common significant influences.

In considering the relationship of the parties involved, the nature of the relationship is more emphasis legal form.

**V. ADDITIONAL INFORMATION ON THE ITEMS OF THE CONSOLIDATED BALANCE PRESENTATION SHEET (UNIT :VND)****1. Cash and Cash equivalents**

Code	Item	Ending balance	Beginning balance
1.1	Cash on hand	622,439,114	1,280,638,682
1.2	Cash at banks	6,702,281,504	3,794,893,248
1.3	Cash equivalents	76,246,864,059	51,604,465,971
<b>Total</b>		<b>83.571.584.677</b>	<b>56,679,997,901</b>

**BAC GIANG CLEAN WATER JOINT STOCK COMPANY**

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**FINANCIAL STATEMENT**

For the year ended 31st December, 2025

Notes of financial statement (continues)

**1.2 Cash at banks**

Code	Item	Ending balance	Beginning balance
1.2	Vietnamese Dong (VND)	6,702,281,504	3,794,893,248
1.2.1	Vietnam Bank for Agriculture and Rural Development – Bac Giang Branch	2,127,657,690	1,814,452,373
1.2.2	Joint Stock Commercial Bank for Foreign Trade of Vietnam (Vietcombank) – Bac Giang Branch	2,276,436,123	864,480,151
1.2.3	Joint Stock Commercial Bank for Investment and Development of Vietnam (BIDV) – Bac Giang Branch	868,110,673	346,052,660
1.2.4	Vietnam Joint Stock Commercial Bank for Industry and Trade (VietinBank) – Bac Giang Branch	918,488,285	548,220,498
1.2.5	Vietnam Technological and Commercial Joint Stock Bank (Techcombank) – Bac Giang Branch	437,695,813	221,126,118
1.2.6	Co-operative Bank of Vietnam – Bac Giang Branch	646,316	561,448
1.2.7	Vietnam Maritime Commercial Joint Stock Bank (MSB) – Bac Giang Branch	73,246,604	-
<b>Total</b>		<b>6,702,281,504</b>	<b>3,794,893,248</b>

*No cash at banks are frozen, pledged, mortgaged or guaranteed.***1.3 Cash equivalents**

Deposits with term of less than 3 months at banks, interest rates prescribed for each deposit contract. Details are as follow:

Code	Item	Ending balance	Beginning balance
1.3.1	Term deposit with Techcombank	16,589,142,079	19,479,809,124
1.3.2	Term deposit with Vietcombank	22,293,091,703	7,264,685,363
1.3.3	Term deposit with BIDV	-	5,061,121,202
1.3.4	Term deposit with Co-operative Bank of Vietnam – Bac Giang Branch	2,063,339,827	5,177,850,479
1.3.5	Term deposit with Agribank – Yen Dung Branch	2,228,492,200	2,179,076,800
1.3.6	Term deposit with Agribank	4,147,361,900	6,078,075,200
1.3.7	Term deposit with Vietinbank	26,543,822,226	4,041,653,408
1.3.8	Term deposit with MSB	2,381,614,124	2,322,194,395
<b>Total</b>		<b>76,246,864,059</b>	<b>51,604,465,971</b>

*No deposits are blocked or taken as pledge, mortgage or guarantee.*

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Notes of financial statement (continues)

**2. Held-to-maturity investments**

Represent term deposits with maturities of more than three months placed at banks, bearing interest rates stipulated in each deposit contract. The details are as follows:

Code	Item	Ending balance	Beginning balance
2.1	Term deposit at MSB Bank	3,000,000,000	-
<b>Total</b>		<b>3,000,000,000</b>	<b>-</b>

**3. Short-term trade receivables**

Details are as follow:

	Ending balance	Beginning balance
<b>Receivable of related parties</b>	-	-
<b>Others receivable</b>	<b>3,608,511,780</b>	<b>1,977,019,211</b>
Luc Ngan 2 High School	202,247,000	202,247,000
Others	3,406,264,780	1,774,772,211
<b>Total</b>	<b>3,608,511,780</b>	<b>1,977,019,211</b>

**4. Advanced payments to suppliers**

Details are as follow:

	Ending balance	Beginning balance
<b>Advanced payments to related parties</b>	-	-
<b>Advanced payments to others</b>	<b>2,781,114,854</b>	<b>18,726,962,033</b>
DNP Bac Giang Water Infrastructure Investment Joint Stock Company (*)	-	16,074,812,033
Minh Ngoc Investment-Construction-Import-Export Joint Stock Company (**)	2,600,000,000	2,600,000,000
Others	181,114,854	52,150,000
<b>Total</b>	<b>2,781,114,854</b>	<b>18,726,962,033</b>

(\*\*) This is an advance payment to the consulting contractor to implement the project of the No. 2 water plant.

**5. Other receivables****5.a. Other shortterm receivables**

Code	Item	Ending balance	Beginning balance
4.1	Advance	40,000,000	98,500,000
4.2	Other shortterm receivable	2,900,503,537	413,405,835
<b>Total</b>		<b>2.940.503.537</b>	<b>511,905,835</b>

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Notes of financial statement (continues)

**5a.1 Advance**

Details are as follow:

	Ending balance	Beginning balance
<b>Advance to related parties</b>	-	-
<b>Advanced to others</b>	<b>40,000,000</b>	<b>98,500,000</b>
Lương Thị Cúc	10,000,000	10,000,000
Vũ Đình Đức	8,000,000	8,000,000
Phạm Đình An	-	31,500,000
Nguyễn Văn Hiệp	-	27,000,000
Đối tượng khác	22,000,000	22,000,000
<b>Total</b>	<b>40,000,000</b>	<b>98,500,000</b>

**5a.2 Other shortterm receivable**

Details are as follow:

	Ending balance	Beginning balance
<b>Receivable of related parties</b>	-	-
<b>Others receivable</b>	<b>2,900,503,537</b>	<b>413,405,835</b>
DNP Bac Giang Water Infrastructure Investment Joint Stock Company	2,660,503,537	-
Pre-calculated interest on deposits with a term	180,000,000	114,000,000
Receivable of personal income tax	-	9,405,835
Others	60,000,000	290,000,000
<b>Total</b>	<b>2,900,503,537</b>	<b>413,405,835</b>

**6. Bad debt**

	Time overdue	Ending balance		Time overdue	Beginning balance	
		Original price	Recoverable value		Original price	Recoverable value
<i>Related parties</i>	-	-	-	-	-	-
<i>Others</i>		202,247,000	-		-	-
Luc Ngan 2 High School	Over 3 years	202,247,000	-	Over 3 years	202,247,000	-
<b>Total</b>		<b>202,247,000</b>	<b>-</b>		<b>202,247,000</b>	<b>-</b>

Movements in provision for bad debts are as follows:

	Short-term receivables	Total
Beginning balance	(202,247,000)	(202,247,000)
Additional provisioning	-	-
Reversal of provision	-	-
<b>Ending balance</b>	<b>(202,247,000)</b>	<b>(202,247,000)</b>

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**FINANCIAL STATEMENT**

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Notes of financial statement (continues)

**7. Inventories**

Code	Item	Ending balance		Beginning balance	
		Historical cost	Provision	Historical cost	Provision
7.1	Raw material, material	7,559,734,196	-	7,533,876,706	-
7.2	Unfinished production and business costs	875,812,092	-	799,019,548	-
<b>Total</b>		<b>8,435,546,288</b>	<b>-</b>	<b>8,332,896,254</b>	<b>-</b>

**7.1 Raw material, materials**

Inventory value of construction materials such as iron, steel ... and raw materials for water production such as chlorine, alum, chemical ...

**8. Tangible fix assets**

Details in Appendix 01.

**9. Intangible fix assets**

Item	Land use rights	Water billing software	Total
<b>I. Historical costs</b>			
<b>1. Beginning balance</b>	<b>519,777,977</b>	<b>60,000,000</b>	<b>579,777,977</b>
<b>2. Increase in year</b>	-	400,000,000	400,000,000
<b>3. Decrease in year</b>	-	-	-
<b>4. Ending balance</b>	<b>519,777,977</b>	<b>460,000,000</b>	<b>979,777,977</b>
<i>In which: Fixed asset has been fully depreciated but still in use</i>	<i>519,777,977</i>	<i>60,000,000</i>	<i>579,777,977</i>
<b>II. Accumulated Amortization</b>			-
<b>1. Beginning balance</b>	<b>519,777,977</b>	<b>60,000,000</b>	<b>579,777,977</b>
<b>2. Charge for period</b>	-	20,000,000	20,000,000
<i>- Amortization</i>	-	20,000,000	20,000,000
<b>3. Disposal</b>	-	-	-
<b>4. Ending balance</b>	<b>519,777,977</b>	<b>80,000,000</b>	<b>599,777,977</b>
<b>III. Net book value</b>			-
<b>1. Beginning balance</b>	-	-	-
<b>2. Ending balance</b>	-	380,000,000	380,000,000

**10. Basic construction costs**

Details are as follow:

	Ending balance	Beginning balance
Clean water supply system project for Tam Di commune and Tien Nha commune, Luc Nam district	23,825,905,158	15,541,698,263
Project No. 2 water plant (*)	-	12,002,822,443
Clean water supply system project for Ngoc Ly commune, Tan Yen district	-	10,284,049,021
Others	3,090,951,010	482,504,340
<b>Total</b>	<b>26,916,856,168</b>	<b>38,311,074,067</b>

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**FINANCIAL STATEMENT**

For the year ended 31st December, 2025

Notes of financial statement (continues)

**11. Long-term prepaid expenses**

The situation

	Current year	Previous year
Beginning balance	2,674,182,243	1,467,208,222
Increase in year	5,260,788,618	5,334,342,157
Decrease in year	(5,304,576,553)	(4,127,368,136)
<b>Ending balance</b>	<b>2,630,394,308</b>	<b>2,674,182,243</b>

	Ending balance	Beginning balance
Details are as follow:		
Tools and instrument, Repair costs of fixed assets	2,630,394,308	2,674,182,243
<b>Total</b>	<b>2,630,394,308</b>	<b>2,674,182,243</b>

**12. Short-term payables**

Details are as follow:

	Ending balance	Beginning balance
<b>Payable to related parties</b>	-	-
<b>Others payables</b>	<b>5,089,780,019</b>	<b>634,402,602</b>
DNP Bac Giang Water Infrastructure Investment Company Limited	4,327,441,502	-
Branch of Chuan Viet Auditing and Consulting Company Limited	-	190,000,000
Truong An Technical Trading Company Limited	-	156,980,160
Hong Phuoc Investment and Trading Joint Stock Company	-	107,624,592
M&Q Construction, Trading and Services Joint Stock Company	-	39,501,000
Dang Dung Construction and Trading Joint Stock Company	-	47,539,850
Other subjects	762,338,517	92,757,000
<b>Total</b>	<b>5,089,780,019</b>	<b>634,402,602</b>

*Of which: There are no trade payables that are overdue.***13. Taxes and amounts payable to the State**

Details are as follow:	Beginning balance		Arising this year		Ending balance	
	Payable	Receivable	Payable in year	Paid in year	Payable	Receivable
VAT output	76,463,928	-	2,708,269,580	2,609,338,907	175,394,601	-
CIT	1,253,738,254	-	5,583,432,255	4,703,095,925	2,134,074,584	-
PIT	15,795,635	-	615,990,690	613,421,390	18,364,935	-
Resource tax	40,616,738	-	398,108,253	406,398,828	32,326,163	-
Domestic wastewater fee	804,455,392	-	13,261,701,804	12,935,843,981	1,130,313,215	-
Other tax	-	-	162,683,741	162,683,741	-	-
<b>Total</b>	<b>2,191,069,947</b>	<b>-</b>	<b>22,730,186,323</b>	<b>21,430,782,772</b>	<b>3,490,473,498</b>	<b>-</b>

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Notes of financial statement (continues)

**Value Added Tax**

Bussiness applied VAT deducted method. VAT rate for construction activities is 8%, VAT of clean water supply is 5%. The VAT rate for providing services to export processing zones is 0%.

**Corporate Income Taxes (CIT)**

Income from business activities must pay corporate income tax at the rate of 20%.

The table of CIT estimates for the period is estimated as the following table:

	<b>Current year</b>	<b>Previous year</b>
Total accounting profit before tax	21,928,023,055	14,889,166,688
Adjustments to increase or decrease accounting profits to determine profits subject to enterprise income tax:		
- Adjustments increase	5,989,138,222	2,117,870,212
- Adjustments decrease	-	-
Taxable income	27,917,161,277	17,007,036,900
Income is exempt from tax	-	-
Losses of previous years were transferred	-	-
Tax calculation income	27,917,161,277	17,007,036,900
Enterprise income tax rate	20%	20%
<b>Corporate income tax must be paid at the common tax rate</b>	<b>5,583,432,255</b>	<b>3,401,407,380</b>
<i>The corporate income tax is different due to the application of other tax rates</i>	-	-
<i>Enterprise income tax is exempted or reduced(*)</i>	-	-
<b>Corporate income tax payable</b>	<b>5,583,432,255</b>	<b>3,401,407,380</b>
<i>Adjustment of corporate income tax payable in previous years</i>	-	-
<b>Total corporate income tax is still payable</b>	<b>5,583,432,255</b>	<b>3,401,407,380</b>

*Tax expense Corporate income is based on estimated taxable income that can be considered and adjusted when the tax authority finalizes it.*

**Resource tax**

Resource tax is calculated on the volume of raw water exploited in the year. The unit price for resource tax is VND 3.750/m<sup>3</sup>. The resource tax rate is 1%.

**Other taxes**

The company declares and pays according to regulations.

**14. Payable to employees**

Details are as follow:

	<b>Ending balance</b>	<b>Beginning balance</b>
Salary	13,654,451,600	13,374,319,900
<b>Total</b>	<b>13,654,451,600</b>	<b>13,374,319,900</b>

**BAC GIANG CLEAN WATER JOINT STOCK COMPANY**

Address: No 386, Xuong Giang Street, Bac Giang City, Bac Ninh Province

**FINANCIAL STATEMENT**

For the year ended 31st December, 2025

Notes of financial statement (continues)

**15. Short-term accrued expenses**

Details are as follow:	<b>Ending balance</b>	<b>Beginning balance</b>
Advance deduction of depreciation costs for fixed assets of Doi Ngo water supply system, Luc Nam district (*)	16,368,461,125	13,804,726,250
Advance cost for Water Plant Project No. 2 (**)	3,349,968,000	4,000,000,000
Others	1,851,084,552	1,610,505,569
<b>Total</b>	<b>21,569,513,677</b>	<b>19,415,231,819</b>

(\*) According to Decision No. 262/QĐ-UBND issued by the People's Committee of Bắc Giang Province on February 11, 2015 approving the finalization of the completed Đồi Ngô water supply system project in Lục Nam District with a finalized value of VND 39,442,075,000. According to Official Notice No. 230/UBND-XD issued by the People's Committee of Bắc Giang Province on January 25, 2014, the Provincial People's Committee agreed for the People's Committee of Lục Nam District to hand over the above project to Bắc Giang Water Supply and Sewerage One Member Limited Liability Company, now Bắc Giang Clean Water Joint Stock Company, for management and operation. However, up to now, the entity has not yet received the handover minutes from the People's Committee of Lục Nam District for the above project. Therefore, the entity is currently temporarily accruing depreciation payable for this project in order to create a funding source to be paid when the handover is received from the governing authority based on the finalized value approved by the People's Committee of Bắc Giang Province, with the total temporary accrual amount as of December 31, 2025 being VND 16.368.461.125.

**16. Bonus and welfare fund**

Details are as follow:	<b>Current year</b>	<b>Previous year</b>
Beginning balance	1,465,797,238	1,910,176,307
Increase due to deductions from profits	1,634,459,080	1,148,775,931
Other increases	245,860,000	290,160,000
Fund expenditure	(1,586,283,000)	(1,883,315,000)
<b>Ending balance</b>	<b>1,759,833,318</b>	<b>1,465,797,238</b>

**17. Owning Capital****17a. Owning Capital Reconcile Table**

The crisis of owning capital information are showed in attach file – schedule 02.

**17b. Owning capital in detail**

Authorized Capital contribution status as follow:

**(\*)Owning capital sources**

Owner	Ending balance		Beginning balance	
	Rate	Ending balance	Rate	Beginning balance
Capital contributed by the State	51%	92,562,490,205	51%	92,562,490,205
DNP Hawaco JSC	24.99%	45,355,000,000	24.99%	45,355,000,000
Huong Xuan Cong	1.24%	2,250,000,000	1.24%	2,250,000,000
Tran Dang Dieu	0.55%	1,001,000,000	0.55%	1,001,000,000
Others	22.22%	40,325,970,000	22.22%	40,325,970,000
<b>Total</b>	<b>100%</b>	<b>181,494,460,205</b>	<b>100%</b>	<b>181,494,460,205</b>

**BAC GIANG CLEAN WATER JOINT STOCK COMPANY**

Address: No 386, Xuong Giang Street, Bac Giang City, Bac Ninh Province

**FINANCIAL STATEMENT**

For the year ended 31st December, 2025

**Notes of financial statement (continues)****17c. Shares**

Details are as follow:

	Ending balance	Beginning balance
Number of shares registered to issue	24,400,800	24,400,800
Number of shares sold to the public	18,149,446	18,149,446
- Common shares	18,149,446	18,149,446
- Preferred shares	-	-
Number of shares bought back	-	-
- Common shares	-	-
- Preferred shares	-	-
Number of outstanding shares	18,149,446	18,149,446
- Common shares	18,149,446	18,149,446
- Preferred shares	-	-
Face value of shares in circulation (dong/share)	10,000	10,000

**18. Items off the balance sheet****18a. Assets received and held on behalf of others**

Details are as follow:

	Ending balance	Beginning balance
Water supply system in Doi Ngo town, Luc Nam district	39,442,075,000	39,442,075,000
<b>Total</b>	<b>39,442,075,000</b>	<b>39,442,075,000</b>

The Doi Ngo town water supply system in Lục Nam District is a system that was handed over for management before equitization and is currently awaiting handling guidance from the competent state authority in accordance with Decision No. 262/QĐ-UBND issued by the People's Committee of Bắc Giang Province on February 11, 2015, approving the finalization of the completed Doi Ngo water supply system project in Luc Nam District with a finalized value of VND 39.442.075.000.

**VI. ADDITION INFORMATION FOR ITEMS IN STATEMENT OF PROFIT AND LOSS (UNIT: VND)****1. Sales****1a. Sales**

Details are as follow:

	Current year	Previous year
Revenue from selling clean water in Bac Giang city	184,504,689,140	167,786,834,235
Revenue from water supply clean water factory Luc Nam	8,549,138,111	6,700,491,455
Construction revenue	3,859,603,074	5,512,813,844
<b>Total</b>	<b>196,913,430,325</b>	<b>180,000,139,534</b>

**1b. Sales revenue and service provision for related parties**

The company does not generate sales with related parties.

**2. The revenue deductions**

Details are as follow:

	Current year	Previous year
Discount sales	109,539,976	19,141,100
<b>Total</b>	<b>109,539,976</b>	<b>19,141,100</b>

**BAC GIANG CLEAN WATER JOINT STOCK COMPANY**

Address: No 386, Xuong Giang Street, Bac Giang City, Bac Ninh Province

**FINANCIAL STATEMENT**

For the year ended 31st December, 2025

**Notes of financial statement (continues)****3. Cost of good sold**

Details are as follow:	Current year	Previous year
Cost from selling clean water in Bac Giang city	103,753,468,104	101,093,692,370
Cost from water supply clean water factory Luc Nam	6,140,466,059	3,702,774,518
Construction Cost	4,086,265,566	5,542,120,303
<b>Total</b>	<b>113,980,199,729</b>	<b>110,338,587,191</b>

**4. Financial Income**

Details are as follow:	Current year	Previous year
Interest on savings deposits	1,726,325,879	1,297,310,454
<b>Total</b>	<b>1,726,325,879</b>	<b>1,297,310,454</b>

**5. Selling expense**

Details are as follow:	Current year	Previous year
Employees cost	28,735,902,495	25,775,342,148
Tools and supplies	266,964,472	409,085,815
Fixed asset depreciation	8,534,643,830	7,725,341,911
Outside purchasing services cost	1,381,131,936	1,446,628,750
Other expense in cash	1,398,897,553	817,208,532
<b>Total</b>	<b>40,317,540,286</b>	<b>36,173,607,156</b>

**6. Administration expense**

Details are as follow:	Current year	Previous year
Employees cost	15,874,346,031	14,066,893,174
Office tools cost	195,805,873	164,792,817
Fixed asset depreciation	284,488,652	265,323,775
Tax, fees and charges	39,661,707	63,548,174
Redundancy costs	-	2,000,000,000
Outside purchasing services cost	527,523,060	829,738,817
Other expense in cash	3,732,121,057	2,294,897,053
<b>Total</b>	<b>20,653,946,380</b>	<b>19,685,193,810</b>

**7. Other income**

Details are as follow:	Current year	Previous year
Collected 10% (fee income is retained)	1,339,565,837	852,931,109
Proceeds from disposal of fixed assets	44,621,932	-
Other income	336,708,800	101,284,817
<b>Total</b>	<b>1,720,896,569</b>	<b>954,215,926</b>

**BAC GIANG CLEAN WATER JOINT STOCK COMPANY**

Address: No 386, Xuong Giang Street, Bac Giang City, Bac Ninh Province

**FINANCIAL STATEMENT**

For the year ended 31st December, 2025

**Notes of financial statement (continues)****8. Other expense**

Details are as follow:

	<b>Current year</b>	<b>Previous year</b>
Costs of Project No. 2 Water Plant after finalization	3,371,279,831	-
Carrying value of fixed assets written off, disposed of, or sold	-	1,074,342,472
Penalty expenses	123,516	71,627,497
<b>Total</b>	<b>3,371,403,347</b>	<b>1,145,969,969</b>

**9. Basic interest on shares**

<b>Item</b>	<b>Current year</b>	<b>Previous year</b>
- Accounting profit after corporate income tax	16,344,590,800	11,487,759,308
- Adjustments to increase or decrease accounting profits to determine profit or loss attributable to shareholders owning common shares:	(1,634,459,080)	(1,148,775,931)
- <i>Deduction for bonus and welfare fund</i>	<i>(1,634,459,080)</i>	<i>(1,148,775,931)</i>
- Profit or loss attributable to shareholders owning common shares	14,710,131,720	10,338,983,377
- Common shares outstanding Average during the period (share)	18,149,446	18,149,446
<b>Basic interest on shares (dong /share)</b>	<b>811</b>	<b>570</b>

The company has not held the shareholders' meeting, the basic profit on the share is a temporary number. Basic earnings per share may be adjusted when there is a decision of the general meeting of shareholders on real profit distribution currently in accordance with the charter of the company.

Ordinary shares in issue during the year average is calculated as follows:

	<b>Current year</b>	<b>Previous year</b>
Common shares are circulating at the beginning of the year	18,149,446	18,149,446
Influence of redemption of common shares	-	-
Influence of common shares issuing share surplus	-	-
Influence of ordinary shares issued from development investment fund	-	-
Influence of ordinary shares issued from undistributed after-tax profit	-	-
<b>Common shares outstanding Average during the period</b>	<b>18,149,446</b>	<b>18,149,446</b>

**BAC GIANG CLEAN WATER JOINT STOCK COMPANY**

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**FINANCIAL STATEMENT**

For the year ended 31st December, 2025

**Notes of financial statement (continues)****10. Interest decline on shares**

Items	Current year	Previous year
Profit attributable to shareholders owning common shares using basic interest on shares	14,710,131,720	10,338,983,377
Adjustments increase, reduce profits:		
- After-tax effects of convertible bond interest	-	-
- Dividends of preferred shares have the right to convert	-	-
Profits for calculating declining interest on shares	14,710,131,720	10,338,983,377
Number of common shares used to calculate declining interest on shares	18,149,446	18,149,446
<b>Interest decline on shares</b>	<b>811</b>	<b>570</b>

The Company has not yet held the General Meeting of Shareholders; therefore, the deductions are temporarily accrued based on the ratio of the previous year. The Company may adjust these amounts when there is a resolution of the General Meeting of Shareholders regarding profit distribution in accordance with the provisions in the Company's Charter.

The number of ordinary shares used to calculate diluted earnings per share is determined as follows:

	Current year	Previous year
Weighted average number of ordinary shares outstanding during the year	18,149,446	18,149,446
Effect of potentially dilutive ordinary shares:	-	-
<b>Number of ordinary shares used to calculate diluted earnings per share</b>	<b>18,149,446</b>	<b>18,149,446</b>

**11. Production cost in elements**

Details are as follow:	<b>Current year</b>	<b>Previous year</b>
Material cost	22,928,859,846	24,888,313,816
Labor cost	61,774,835,833	54,651,065,490
Fixed asset depreciation	17,648,331,966	13,975,910,082
Redundancy costs	-	2,000,000,000
Outside purchasing services cost	2,550,635,222	4,056,411,796
Other expense in cash	70,049,023,528	66,625,686,973
<b>Total</b>	<b>174,951,686,395</b>	<b>166,197,388,157</b>

**VII. ADDITIONAL INFORMATION FOR ITEMS PRESENTED IN THE CASH FLOW STATEMENT (UNIT: VND)****1. Transactions are not in cash**

The company does not incur transactions without cash.

**2. Cash and cash equivalents which the Company holds but is not allowed to use**

The Company does not incur cash and cash equivalents which the Company holds but is not allowed to use.

**BAC GIANG CLEAN WATER JOINT STOCK COMPANY**

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**FINANCIAL STATEMENT**

For the year ended 31st December, 2025

Notes of financial statement (continues)**VIII. OTHER INFORMATION (UNIT: VND))****1. Potential assets**

Company that does not have potential assets affecting the Financial Statements are required to have data adjustments or disclosures in the Financial Statements.

**2. Potential debt**

Company that does not have potential debt affecting the Financial Statements are required to have data adjustments or disclosures in the Financial Statements.

**3. Transaction and Balance with related parties**

Related parties include: key management members.

**3a. Transaction and Balance with main administrators and individuals related to main administrators**

The key management members include: Members of the Board of managements and the Board of Directors.

The company does not generate sales and provide services to key management members. Other transactions during the year have transactions on salaries, bonuses, allowances and dividends in the year for key management members detailed in the following table:

Full name	Current year				
	Salaries	Bonuses, allowances	Remuneration	Dividends	Total
Mr Huong Xuan Cong	529,332,000	383,839,000	-	133,950,000	1,047,121,000
Mr Tran Dang Dieu	447,385,000	227,386,000	36,000,000	57,057,000	767,828,000
Mrs Nguyen Thi Phuong Thao	311,877,000	224,085,000	36,000,000	54,720,000	626,682,000
Mrs Nguyen Thi Thanh Thuy	206,331,000	144,841,000	24,000,000	19,950,000	395,122,000
Mrs Vu Thi Thuy	198,605,000	154,042,000	18,000,000	22,800,000	393,447,000
Mr Bui Vinh Bac	359,082,000	199,681,000	36,000,000	44,289,000	639,052,000
Mr Bui The Binh	359,905,000	200,384,000	-	46,113,000	606,402,000
Mr Nguyen Trong Hieu	-	-	36,000,000	-	36,000,000
Mr Trinh Kien	-	-	18,000,000	-	18,000,000
<b>Total</b>	<b>2,412,517,000</b>	<b>1,534,258,000</b>	<b>204,000,000</b>	<b>378,879,000</b>	<b>4,529,654,000</b>
Full name	Previous year				
	Salaries	Bonuses, allowances	Remuneration	Dividends	Total
Mr Huong Xuan Cong	484,886,000	320,757,000	-	123,300,000	928,943,000
Mr Tran Dang Dieu	417,005,000	196,477,000	36,000,000	54,854,800	704,336,800
Mrs Nguyen Thi Phuong Thao	285,058,000	183,582,000	36,000,000	50,142,000	554,782,000
Mrs Nguyen Thi Thanh Thuy	187,705,000	124,100,000	24,000,000	19,180,000	354,985,000
Mrs Vu Thi Thuy	178,805,000	128,130,000	18,000,000	16,440,000	341,375,000
Mr Bui Vinh Bac	327,236,000	169,705,000	36,000,000	32,989,600	565,930,600
Mr Bui The Binh	329,405,000	172,367,000	-	39,675,200	541,447,200
Mr Nguyen Trong Hieu	-	-	27,000,000	-	27,000,000
Mr Trinh Kien	-	-	13,500,000	54,800	13,554,800
<b>Total</b>	<b>2,210,100,000</b>	<b>1,295,118,000</b>	<b>190,500,000</b>	<b>336,636,400</b>	<b>4,032,354,400</b>

**BAC GIANG CLEAN WATER JOINT STOCK COMPANY**

Address: No 386, Xuong Giang Street, Bac Giang City, Bac Ninh Province

**FINANCIAL STATEMENT**

For the year ended 31st December, 2025

Notes of financial statement (continues)

**3b. Transactions and balances with other related parties****Other related parties      Relationship**

DNP Hawaco JSC	Mr. Nguyen Trong Hieu is a member of the Board of Managements of Bac Giang Clean Water Joint Stock Company and Chairman of the Board of Managements of DNP Hawaco JSC.
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*Transactions with other related parties:*

Related parties	Content	Current year	Previous year
DNP Hawaco JSC	Purchase	921,877,200	6,368,539,200
	Paid the supplier	921,877,200	6,368,539,200

*Guarantee commitment*

The Company does not use fixed assets, inventory, ... to secure loans to other related parties and other related parties also do not use their assets to secure loans for the company..

*Debts with other related parties*

At the end of the fiscal year, the Company had no debts with other related parties

Department information is presented by business sector and geographic area.

*Presentation of department reports according to business sector:*

During the year, the company's main business is selling clean water and installing water meters.

*Presentation of department reports according to geographic area:*

During the year, the entire operation of the Company is in Bac Ninh province.

**4. The Company's continued ability to operate**

At the time of preparing the Financial Statements, there are no factors that could affect the Company's ability to continue as a going concern. Therefore, the Financial Statements for the year ended 31<sup>st</sup> December 2025 are based on the assumption that the Company operates continuously.

**5. Events occurring after the financial year end date**

No event arising after the end of the financial year requires adjustment of data or disclosure in the Financial Statements.

Bac Ninh, 17 March, 2026

Prepared by

Chief Accountant

President



TRAN DUC THANH



NGUYEN THI PHUONG THAO



HUONG XUAN CONG

**BAC GIANG CLEAN WATER JOINT STOCK COMPANY**

*Notes to the financial statements (continues)*

*For the year ended 31 December 2025*

**Appendix 01- Tangible fixed asset**

Items	Houses and architectural objects	Machinery and equipment	Means of transport, conveyance equipment	Total
<b>I. Historical cost</b>				
<b>1. Beginning balance</b>	68,819,730,336	72,076,690,139	209,552,042,108	350,448,462,583
2. Increase in this year	123,742,593	2,311,743,554	12,619,512,847	15,054,998,994
- New purchase	-	2,311,743,554	-	2,311,743,554
- Increase due to completion of construction in progress	123,742,593	-	12,619,512,847	12,743,255,440
3. Decrease in year	287,850,000	-	4,250,034	292,100,034
- Disposal and sale	287,850,000	-	-	287,850,000
- Other	-	-	4,250,034	4,250,034
<b>4. Ending balance</b>	68,655,622,929	74,388,433,693	222,167,304,921	365,211,361,543
-Of which, Fixed assets fully depreciated but still in use	62,195,229,621	44,923,493,295	98,212,245,811	205,330,968,727
<b>II. Accumulated depreciation</b>				
<b>1. Beginning balance</b>	61,815,543,231	58,388,971,245	126,945,179,543	247,149,694,019
2. Increase in this year	3,607,761,605	4,052,114,286	7,059,169,156	14,719,045,047
- Depreciation for the year	3,607,761,605	4,052,114,286	7,059,169,156	14,719,045,047
3. Decrease in this year	280,653,750	-	-	280,653,750
- Other	280,653,750	-	-	280,653,750
<b>4. Ending balance</b>	65,142,651,086	62,441,085,531	134,004,348,699	261,588,085,316
<b>III. Net book value</b>				
<b>1. Beginning balance</b>	7,004,187,105	13,687,718,894	82,606,862,565	103,298,768,564
<b>2. Ending balance</b>	3,512,971,843	11,947,348,162	88,162,956,222	103,623,276,227

In which: Unit does not bring any fixed assets to pledge or mortgage

Prepared by

*Thao*

**TRAN DUC THANH**

Chief accountant

*Thao*

**NGUYEN THI PHUONG THAO**

Bac Ninh, 20/12/2026  
Bac Ninh, 20/12/2026  
President



*Huong Xuan Cong*

**HUONG XUAN CONG**

# BAC GIANG CLEAN WATER JOINT STOCK COMPANY

Notes to the financial statements (continues)

For the year ended 31 December 2025

## Appendix 02 - The crisis of owning capital information

Items	Owner's Equity	Development investment fund	Retained earning	Total
Balance at 1 January 2024	181,494,460,205	881,673,248	9,959,517,180	192,335,650,633
Increase in the previous year	-	-	11,487,759,308	11,487,759,308
+ Profit	-	-	11,487,759,308	11,487,759,308
Decrease in the previous year	-	-	(11,094,672,339)	(11,094,672,339)
+ Pay dividends for 2023	-	-	(9,945,896,408)	(9,945,896,408)
+ Deduction for setting up a reward fund	-	-	(1,148,775,931)	(1,148,775,931)
Balance at 31 December 2024	181,494,460,205	881,673,248	10,352,604,149	192,728,737,602
Balance at 1 January 2025	181,494,460,205	881,673,248	10,352,604,149	192,728,737,602
Increase in this year	-	-	16,344,590,800	16,344,590,800
+ Profit	-	-	16,344,590,800	16,344,590,800
Decrease in this year	-	-	(11,979,643,300)	(11,979,643,300)
+ Pay dividends for 2024	-	-	(10,345,184,220)	(10,345,184,220)
+ Deduction for setting up a reward fund	-	-	(1,634,459,080)	(1,634,459,080)
Balance at 31 December 2025	181,494,460,205	881,673,248	14,717,551,649	197,093,685,102

Prepared by

TRAN DUC THANH

Chief Accountant

NGUYEN THI PHUONG THAO

Bac Ninh, 17 March, 2026

President



HUONG XUAN CONG