

FINANCIAL STATEMENTS

THU DAU MOT WATER JOINT STOCK COMPANY
for Quarter 3, 2023



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REPORT OF THE BOARD OF GENERAL DIRECTORS

The Board of General Directors of Thu Dau Mot Water Joint Stock Company ("the Company") presents its report and the Company's Financial Statements for Quarter 3, 2023.

THE COMPANY

Thu Dau Mot Water Joint Stock Company was established and operates under the Business Registration Certificate No. 3702226772 on 07 November 2013 by the Department of Planning and Investment of Binh Duong province and the 7th amendment on 01 October 2020.

The Company's head office is located at No. 11B, Ngo Van Tri street, Phu Loi ward, Thu Dau Mot city, Binh Duong

BOARD OF MANAGEMENT, BOARD OF GENERAL DIRECTORS AND SUPERVISORY BOARD

The members of the Board of Management during the period and to the reporting date are:

Mr. Nguyen Van Tri	Chairman
Mr. Vo Van Binh	Member
Mr. Nguyen Thanh Phong	Member
Mr. Nguyen Huu Nghia	Member
Ms. Nguyen Thi Dien	Member

The members of the Board of General Directors during the period and to the reporting date are:

Mr. Tran The Hung	General Director	
Mr. Nguyen Minh Duc	Deputy General Director	
Mr. Nguyen Van Tan	Deputy General Director	(Appointed on 21 March 2023)

The members of the Supervisory Board are:

Ms. Nguyen Thi Ngoc Thanh	Head
Ms. Nguyen Thi Mong Thuong	Member
Ms. Le Bach Lien	Member

STATEMENT OF THE BOARD OF GENERAL DIRECTORS' RESPONSIBILITY IN RESPECT OF THE

The Board of General Directors is responsible for preparation of the Financial Statements which give a true and fair view of the financial position of the Company and of results of its operation and its cash flows for the period. In preparing those Financial Statements, the Board of General Directors is required to:

- Establish and maintain of an internal control system which is determined necessary by the Board of General Directors and Board of Management to ensure the preparation and presentation of Financial Statements do not contain any material misstatement caused by errors or frauds;
- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Financial Statements;
- Prepare and present the Financial Statements on the basis of compliance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of
- Prepare the Financial Statements on going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Board of General Directors is responsible for ensuring that accounting records are kept to reflect the financial position of the Company, with reasonable accuracy at any time and to ensure that the Financial Statements comply with the registered accounting system. It is responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Thu Dau Mot Water Joint Stock Company

No. 11B, Ngo Van Tri street, Phu Loi ward, Thu Dau Mot city, Binh Duong province

We, The Board of General Directors, confirm that the Financial Statements give a true and fair view of the financial position as at 30 September 2023, its operation results and cash flows for the six-month period then ended of the Company in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of interim financial statements.

Other commitments

The Board of General Directors pledges that the Company complies with Decree No. 155/2020/ND-CP dated 31 December 2020 of the Government guiding some articles of Securities Law and the Company does not violate the obligations of information disclosure in accordance with the regulations of the Circular No. 96/2020/TT-BTC dated 16 November 2020 issued by Ministry of Finance guiding the disclosure of information on Securities Market.

Binh Duong, 16 October 2023

On behalf of the Board of Directors

General Director



Tran The Hung

STATEMENT OF FINANCIAL POSITION

As at 30 September 2023

Code	ASSETS	Note	30/09/2023 VND	01/01/2023 VND
100	A. CURRENT ASSETS		492,138,483,417	296,606,750,756
110	I. Cash and cash equivalents	3	75,175,374,428	33,519,726,324
111	1. Cash		5,157,751,140	18,519,726,324
112	2. Cash equivalents		70,017,623,288	15,000,000,000
120	II. Short-term investments	4	34,000,000,000	-
123	1. Held-to-maturity investments		34,000,000,000	-
130	III. Short-term receivables		321,096,700,468	195,254,856,383
131	1. Short-term trade receivables	5	41,016,271,488	14,222,577,969
132	2. Short-term prepayments to suppliers	6	83,156,957,178	33,305,683,689
135	3. Short-term loan receivables	7	5,000,000,000	-
136	4. Other short-term receivables	8	191,923,471,802	147,726,594,725
140	IV. Inventories	9	60,508,355,377	60,564,132,759
141	1. Inventories		60,508,355,377	60,564,132,759
150	V. Other short-term assets		1,358,053,144	7,268,035,290
151	1. Short-term prepaid expenses	13	1,358,053,144	576,653,877
152	2. Deductible value added tax		-	6,691,381,413
200	B. NON-CURRENT ASSETS		2,043,104,489,887	2,107,822,676,032
220	II. Fixed assets		615,120,337,162	724,550,579,123
221	1. Tangible fixed assets	11	565,875,071,884	674,121,724,655
222	- Historical cost		1,261,149,886,736	1,260,842,820,662
223	- Accumulated depreciation		(695,274,814,852)	(586,721,096,007)
227	2. Intangible fixed assets	12	49,245,265,278	50,428,854,468
228	- Historical cost		59,508,706,493	59,508,706,493
229	- Accumulated amortization		(10,263,441,215)	(9,079,852,025)
240	IV. Long-term assets in progress		65,148,701,549	52,822,479,619
242	1. Construction in progress	10	65,148,701,549	52,822,479,619
250	V. Long-term investments	4	1,361,466,720,271	1,328,170,173,080
252	1. Investments in joint-ventures, associates		1,187,107,969,152	1,149,193,359,192
253	2. Equity investments in other entities		196,918,497,495	196,918,497,495
254	3. Provision for devaluation of long-term		(22,559,746,376)	(17,941,683,607)
260	VI. Other long-term assets		1,368,730,905	2,279,444,210
261	1. Long-term prepaid expenses	13	1,368,730,905	2,279,444,210
270	TOTAL ASSETS		2,535,242,973,304	2,404,429,426,788

STATEMENT OF FINANCIAL POSITION

As at 30 September 2023

(Continued)

Code CAPITAL	Note	30/09/2023 VND	01/01/2023 VND
300 C. LIABILITIES		402,101,286,790	363,612,148,268
310 I. Current liabilities		335,529,805,397	249,782,714,061
311 1. Short-term trade payables	17	5,857,125,371	13,878,926,587
313 2. Taxes and other payables to the State budget	18	6,404,444,460	2,858,669,433
315 3. Short-term accrued expenses	13	1,335,035,940	4,704,224,836
319 4. Other short-term payables	14	157,913,167	108,009,167
320 5. Short-term borrowings and finance lease liabilities	16	225,771,422,428	142,251,076,066
322 6. Bonus and welfare fund		96,003,864,031	85,981,807,972
330 II. Non-current liabilities		66,571,481,393	113,829,434,207
338 1. Long-term borrowings and finance lease liabilities	16	66,571,481,393	113,829,434,207
400 D. OWNER'S EQUITY		2,133,141,686,514	2,040,817,278,520
410 I. Owner's equity	19	2,133,141,686,514	2,040,817,278,520
411 1. Contributed capital		1,000,000,003,750	1,000,000,003,750
411a - Ordinary shares with voting rights		1,000,000,003,750	1,000,000,003,750
412 2. Share premium		397,799,321,818	397,799,321,818
418 3. Development and investment funds		376,480,297,737	321,382,552,246
421 4. Retained earnings		358,862,063,209	321,635,400,706
421a - Retained earnings accumulated till the end of		118,906,376,658	101,244,418,744
421b - Retained earnings of the current period		239,955,686,551	220,390,981,962
440 TOTAL CAPITAL		2,535,242,973,304	2,404,429,426,788

Preparer



Dinh Thi Thuy Nga

Chief Accountant



Nguyen Duy Khang

Binh Duong, 16 October 2023

General Director



Fran The Hung

STATEMENT OF INCOME

From 01/01/2023 to 30/09/2023

Code ITEMS	Note	Quarter 2		Accumulated to the end of this quarter	
		Current year	Previous year	Current year	Previous year
		VND	VND	VND	VND
01 1. Revenue from sales of goods and	21	106,845,996,585	122,960,806,359	340,830,813,796	353,132,347,023
10 2. Net revenue from sales of goods and		106,845,996,585	122,960,806,359	340,830,813,796	353,132,347,023
11 3. Cost of goods sold	22	57,465,912,306	59,514,083,182	169,867,253,154	171,456,825,164
20 4. Gross profit from sales of goods		49,380,084,279	63,446,723,177	170,963,560,642	181,675,521,859
21 5. Financial income	23	19,447,038,761	524,296,384	115,795,717,371	2,091,994,110
22 6. Financial expense	24	4,800,539,387	4,708,964,749	22,227,019,739	22,384,031,258
23 - In which: Interest expense		4,649,103,545	3,622,204,356	14,281,557,420	15,207,363,133
26 7. General and administrative expense	25	2,902,544,193	2,263,088,305	10,097,082,732	7,929,460,008
30 8. Net profit from operating activities		61,124,039,460	56,998,966,507	254,435,175,542	153,454,024,703
31 9. Other income		72,972,726	244,804,603	242,554,542	810,576,418
32 10. Other expense		260,814,582	4,316,050	288,172,894	69,934,100
40 11. Other profit		(187,841,856)	240,488,553	(45,618,352)	740,642,318
50 12. Total net profit before tax		60,936,197,604	57,239,455,060	254,389,557,190	154,194,667,021

From 01/01/2023 to 30/09/2023

Preparer

Chief Accountant

Dinh Thi Thuy Nga

Nguyễn Duy Khang

Binh Duong, 16 October 2023
General Director

Tran The Hung

STATEMENT OF CASH FLOWS*From 01/01/2023 to 30/09/2023**(Indirect method)*

Code	ITEMS	Note	Accumulated to the end of this quarter	
			Current year	Previous year
			VND	VND
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	<i>1. Profits before tax</i>		<i>254,389,557,190</i>	<i>154,194,667,021</i>
	<i>2. Adjustments for:</i>			
02	- Depreciation and amortization of fixed assets and investment properties		109,737,308,035	108,903,130,082
03	- Provisions		4,618,062,769	3,687,918,339
05	- Gains / loss from investment		(115,795,717,371)	(2,442,875,019)
06	- Interest expense		14,281,557,420	15,207,363,133
08	<i>3. Operating profit before changes in working capital</i>		<i>267,230,768,043</i>	<i>279,550,203,556</i>
09	- Increase/Decrease in receivables		(63,779,152,753)	(137,527,183,011)
10	- Increase/Decrease in inventories		55,777,382	241,293,414
11	- Increase/Decrease in payables (excluding interest payables, enterprise income tax payables)		3,431,695,201	21,454,143,672
12	- Increase/Decrease in prepaid expenses		129,314,038	(194,339,920)
14	- Interest paid		(16,693,859,366)	(13,252,375,300)
15	- Corporate income tax paid		(12,657,720,822)	(6,829,525,249)
17	- Other payments on operating activities		(7,609,222,498)	(4,878,743,333)
20	<i>Net cash flow from operating activities</i>		<i>170,107,599,225</i>	<i>138,563,473,829</i>
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	2. Purchase or construction of fixed assets and other long-term assets		(73,073,615,650)	(9,990,787,206)
22	2. Proceeds from disposals of fixed assets and other long-term assets		-	350,880,909
23	3. Loans and purchase of debt instruments from other entities		(39,000,000,000)	-
25	4. Equity investments in other entities		(37,914,609,960)	(39,000,000,000)
27	5. Interest and dividend received		115,273,880,941	88,879,076,302
30	<i>Net cash flow from investing activities</i>		<i>(34,714,344,669)</i>	<i>40,239,170,005</i>
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
33	1. Proceeds from borrowings		294,984,535,463	87,999,980,640
34	2. Repayment of principal		(258,722,141,915)	(158,102,641,258)
36	3. Dividends or profits paid to owners		(130,000,000,000)	(120,000,000,000)
40	<i>Net cash flow from financing activities</i>		<i>(93,737,606,452)</i>	<i>(190,102,660,618)</i>
50	Net cash flows in the period		41,655,648,104	(11,300,016,784)

STATEMENT OF CASH FLOWS*From 01/01/2023 to 30/09/2023**(Indirect method)*


Code ITEMS	Note	Accumulated to the end of this quarter	
		Current year	Previous year
		VND	VND
60 Cash and cash equivalents at beginning of the period		33,519,726,324	86,107,505,200
70 Cash and cash equivalents at end of the period	3	75,175,374,428	74,807,488,416

Preparer



Dinh Thi Thuy Nga

Chief Accountant



Nguyen Duy Khang

Binh Duong, 16 October 2023

General Director



NOTES TO THE FINANCIAL STATEMENTS

From 01/01/2023 to 30/09/2023

1 . CHARACTERISTICS OF OPERATION OF THE COMPANY

Form of capital ownership

Thu Dau Mot Water Joint Stock Company was established and operates under the Business Registration Certificate No. 3702226772 on 07 November 2013 by the Department of Planning and Investment of Binh Duong province and the 7th amendment on 01 October 2020.

The Company's head office is located at No. 11B, Ngo Van Tri street, Phu Loi ward, Thu Dau Mot city, Binh Duong

The Company's charter capital is VND 1,000,000,003,750, (One thousand billion and three thousand seven hundred and fifty dong), equivalent to 100,000,000 shares, with par value of VND 10,000/share.

As at 30 September 2023, the Company had 25 employees (as at 01 January 2023: 22 employees).

Business field

The main business field of the Company are producing and supplying treated water.

Business activities

Main business activity of the Company are exploiting, treating and supplying water.

The Company's operation in the period that affects the Financial Statements

For the first 9 months of the year 2023, the water consumption volume decreased by 3.7% while clean water prices remained unchanged compared to the same period last year. This led to an increase of VND 12.3 billion in Revenue from sales of goods and rendering of services of the first 9 months of the year 2023 compared with the first 9 months of the year 2022. Simultaneously, the Company also recognized Revenue from dividends and distributed profits with total amount of VND 113.06 billion, increased by VND 112.66 billion compared to the same period last year. Other items are not significantly increased/decreased. The combination of the above reasons made the Total net profit before tax of the first 9 months of the year 2023 increased by VND 100.17 billion compared to the same period last year.

Information of associated companies of the Company is provided in Note No. 4.

2 . ACCOUNTING SYSTEM AND ACCOUNTING POLICY

2.1 . Accounting period and accounting currency

Annual accounting period commences from 1st January and ends as at 31st December.

The Company maintains its accounting records in VND.

2.2 . Standards and Applicable Accounting Policies

Applicable Accounting Policies

The Company applies Corporate Accounting System issued under Circular No. 200/2014/TT-BTC dated December 22, 2014 of the Minister of Finance and the Circular No. 53/2016/TT-BTC dated 21 March 2016 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC.

Declaration of compliance with Accounting Standards and Accounting System

The Company applies Vietnamese Accounting Standards and supplement documents issued by the State. Financial statements are prepared in accordance with regulations of each standard and supplement documents as well as with current Accounting Standards and Accounting System.

2.3 . Financial Instruments*Initial recognition*

Financial assets

Financial assets of the Company include cash and cash equivalents, trade receivables, other receivables, long-term and short-term investments. At initial recognition, financial assets are identified by purchasing price/issuing cost plus other expenses directly related to the purchase and issuance of those assets.

Financial liabilities

Financial liabilities of the Company include loans, trade payables and other payables, accrued expenses. At initial recognition, financial liabilities are determined by issuing price plus other expense directly related to the issuance of those liabilities.

Subsequent measurement after initial recognition

Financial assets and financial liabilities are not revalued according to fair value at the end of the year because the Circular No. 210/2009/TT-BTC and prevailing statutory regulations require to present Financial Statements and Notes to financial instruments but do not provide any relevant instruction for assessment and recognition of fair value of financial assets and liabilities.

2.4 . Cash and cash equivalents

Cash comprises cash on hand, demand deposits.

Cash equivalents are short-term investments with the maturity of not over than 3 months from the date of investment, that are highly liquid and readily convertible into known amount of cash and that are subject to an insignificant risk of conversion into cash.

2.5 . Financial investments

Investments held to maturity comprise term deposits held to maturity to earn profits periodically and other held to maturity investments.

Investments in associates are initially recognized at original cost. After initial recognition, the value of these investments is measured at original cost less provision for devaluation of investments.

Equity investments in other entities comprise investments in equity instruments of other entities without having control, joint control, or significant influence on the investee. These investments are initially stated at original cost. After initial recognition, these investments are measured at original cost less provision for devaluation of investments.

Provision for devaluation of investments are made at the end of the period as follows:

- *With regard to investments in associates:* provision for devaluation of investments is made when the investee has incurred a loss, based on the Financial Statements of associates at the provision date.
- *With regard to long-term investments (other than trading securities) without significant influence on the investee:* the provisions shall be made according to the market value of the shares on provision date. The market value of the shares is determined specified as follows:
 - The actual market price of securities listed at the Hanoi Stock Exchange (HNX) and the Ho Chi Minh City Stock Exchange (HOSE) are calculated at the closing price on the dated of provision;
 - For stocks registered for trading in unlisted public companies (Upcom), the actual market price of securities is determined as the average reference price within the latest 30 days trading date before making annual financial statements published by Stock Exchange.
- *With regard to investments held to maturity:* the provisions for doubtful debts shall be made according to the recovery under regulatory requirements.

2.6 . Receivables

The receivables shall be recorded in details in terms of due date, entities receivable, types of currency and other factors according to requirements for management of the Company. The receivables shall be classified into short-term receivables or long-term receivables on the interim financial statements according to their remaining terms at the reporting date.

The provision for doubtful debts is made for receivables that are overdue under an economic contract, a loan agreement, a contractual commitment or a promissory note and for receivables that are not due but difficult to be recovered. Accordingly, the provisions for overdue debts shall be based on the due date stipulated in the initial sale contract, exclusive of the debt rescheduling between contracting parties and the case where the debts are not due but the debtor is in bankruptcy, in dissolution, or missing and making fleeing.

2.7 . Inventories

Inventories are initially recognized at original cost included: the purchase price, costs of conversion and other costs incurred in bringing the inventories to their location and condition at the time of initial recognition. After initial recognition, at the time the Financial Statements are prepared if the net realizable value is lower than cost, inventories should be measured at the net realizable value.

The cost of inventory is calculated using weighted average method.

Inventory is recorded by perpetual method.

Allowances for devaluation of inventories made at the end of the period are the excess of original cost of inventory over their net realizable value.

2.8 . Fixed assets

Tangible fixed assets and intangible fixed assets are initially stated at the historical cost. During the using time, tangible fixed assets and intangible fixed assets are recorded at cost, accumulated depreciation and carrying amount.

Fixed assets are depreciated using the straight-line method over their estimated useful lives as follows:

- Buildings, structures	05 - 15 years
- Machinery, equipment	05 - 15 years
- Transportation equipment	06 - 20 years
- Management equipment	03 - 06 years
- Other fixed assets	05 - 10 years
- Land use rights	20 - 50 years
- Management software	05 - 10 years

2.9 . Construction in progress

Construction in progress includes fixed assets which is being purchased and constructed as at the balance sheet date and is recognised in historical cost. This includes costs of construction, installation of equipment and other direct costs.

2.10 . Operating lease

Operating leases is fixed asset leasing in which a significant portion of the risks and rewards of ownership are retained by the lessor. Payments made under operating leases are charged to income statement on a straight-line basis over the period of the lease.

2.11 . Prepaid expenses

The expenses incurred but related to operating results of several accounting periods are recorded as prepaid expenses and are allocated to the operating results in the following accounting periods.

The calculation and allocation of long-term prepaid expenses to operating expenses in each accounting period should be based on the nature of those expenses to select a reasonable allocation method and criteria.

Prepaid expenses of the Company including:

- Tools and instruments include assets held by the Company for use in the ordinary course of business, with cost of each asset less than VND 30 million and therefore ineligible for recording as fixed assets according to current regulations. Cost of tools and instruments is amortized on a straight-line basis not over than 36 months;
- Expenses for major repair of fixed assets incurred once are amortized for a period not exceeding 36 months;
- Other prepaid expenses are stated at cost and amortized using the straight-line method over their useful lives.

2.12 . Payables

The payables shall be recorded in details in terms of due date, entities payable, types of currency and other factors according to the requirements for management of the Company. The payables shall be classified into short-term payables or long-term payables on the interim financial statements according to their remaining terms at the reporting date.

2.13 . Borrowings and finance lease liabilities

Borrowings liabilities shall be recorded in details in terms of lending entities, loan agreement and terms of borrowings. In case of borrowings denominated in foreign currency, they shall be recorded in details in terms of

2.14 . Borrowing costs

Borrowing costs are recognized as operating expenses in the year, in which it is incurred excepting those which are directly attributable to the construction or production of a qualifying asset are capitalized as part of the cost of that asset in accordance with VAS No. 16 "Borrowing costs". Besides, regarding borrowings serving the construction of fixed assets and investment properties, the interests shall be capitalized even when the construction duration is under 12 months.

2.15 . Accrued expenses

Payables to goods or services received from the seller or provided for the seller during a reporting period, but payments of such goods or services have not been made, interest expenses and other accrued which are recorded to operating expenses of the reporting period.

The recording of accrued expenses to operating expenses during a period shall be carried out in conformity with revenues and expenses incurring during a period. Accrued expenses payable are settled with actual expenses incurred. The difference between accrualment and actual expenses are reverted.

2.16 . Owner's equity

Owner's equity is stated at actually contributed capital of owners.

Share premium shall record the difference between the par value, direct costs related to the issuing shares and issue price of shares (including the case of re-issuing stock fund) and can be a positive premium (if the issue price is higher than par value and direct costs related to the issuance of shares) or negative premium (if the issue price is lower than par value and direct costs related to the issuance of shares).

Undistributed profit after tax is used to record business results (profit, loss) after corporate income tax and situation of income distribution or loss handling of Company.

Dividends to be paid to shareholders are recognised as a payable in the Statement of Financial position after the announcement of dividend payment from the Board of Management and announcement of cut-off date for dividend payment of Vietnam Securities Depository Center.

2.17 Revenues

Revenue is recognized when it is probable that the economic benefits will flow to the Company, which can be reliably measured. Revenue is determined at the fair value of the amounts received or will be received after deducting trade discounts, sales discounts, sales returns.

Financial income

Revenue arising from interest, dividends, distributed profits and other financial income shall be recognised when both (2) following conditions are satisfied:

- It is probable that the economic benefits associated with the transaction will flow to the Company; and
- The amount of the revenue can be measured reliably.

Dividends, distributed profits shall be recognised when the Company is entitled to receive dividends or profit from the capital contribution.

2.18 . Costs of good sold

Cost of goods sold is recognized in accordance with revenue arising and ensure compliance with the prudence principle. Cases of loss of materials and goods exceeded the norm, abnormal expenses and losses of inventories after deducting the responsibility of collective and individuals concerned,... are recognized fully and promptly into cost of goods sold in the period.

2.19 . Financial expenses

Items recorded into financial expenses consist of:

- Borrowing costs;
- Securities depository expenses;
- Loan guarantee fee;
- Provision for losses from investment in other entities.

The above items are recorded by the total amount arising for the period without offsetting against financial income.

2.20 . Corporate income tax

a) Current corporate income tax expenses

Current corporate income tax expenses are determined based on taxable income during period, and current corporate income tax rate.

b) Tax incentives policies

According to the provisions of Decree No. 218/2013/ND-CP of the Government for socialization projects in the field of environment, the Company is entitled to the CIT rate of 10% throughout the operation period on taxable income from socialization activities (clean water production).

d) Current corporate income tax rate

For the period from 01/01/2023 to 30/09/2023, the Company is entitled to the following corporate income tax rates:

- Tax rate of 10% for production of clean water;
- Tax rate of 20% for other activities.

2.21 . Earning per share

Basic earnings per share are calculated by dividing net profit or loss after tax for the year attributable to ordinary shareholders of the Company (after adjusting for the bonus and welfare fund and allowance for Board of Executive) by the weighted average number of ordinary shares outstanding during the period.

2.22 . Related Parties

The parties are regarded as related parties if that party has the ability to control or significantly influence the other party in making decisions about the financial policies and activities. The Company's related parties include:

- Enterprises, directly or indirectly through one or more intermediaries, having control over the Company or being under the control of the Company, or being under common control with the Company, or being under common control with the Company, including the Company's parent, subsidiaries and associates;
- Individuals, directly or indirectly, holding voting power of the Company that have a significant influence on the Company, key management personnel including directors and employees of the Company, the close family members of these individuals;
- Enterprises that the above-mentioned individuals directly or indirectly hold an important part of the voting power or have significant influence on these enterprises.

In considering the relationship of related parties to serve for the preparation and presentation of Financial Statements, the Company should consider the nature of the relationship rather than the legal form of the relationship.

2.23 . Segment information

The main business activity of the Company are exploiting, treating and supplying water and it was carried out mainly in territory of Binh Duong province, therefore the Company does not present segment reporting according to business fields and geographic area.

3 . CASH AND CASH EQUIVALENTS

	30/09/2023	01/01/2023
	VND	VND
Cash on hand	61,635,217	265,001,848
Demand deposits	5,096,115,923	18,254,724,476
Cash equivalents (i)	70,017,623,288	15,000,000,000
	<u>75,175,374,428</u>	<u>33,519,726,324</u>

- (i) As at 30 September 2023, cash equivalents are deposits with terms not exceeding 03 months at Joint Stock Commercial Banks with interest rates from 3.2%/year to 4.75%/year. In which, the term deposit at Tien Phong Commercial Joint Stock Bank - Binh Duong Branch amounted to VND 5,000,000,000 as collateral for the loan at the bank.

4 . FINANCIAL INVESTMENTS

a) Held-to-maturity investments

As at 30 September 2023, deposits with terms of 11 months and 12 months at Woori Bank Vietnam Limited - Binh Duong Branch with a total balance of VND 34,000,000,000, interest rate 6%/year and 9%/year. These deposits secure the loan at Woori Bank - Dubai Branch.

b) Equity investments in other entities

Stock code	30/09/2023			01/01/2023		
	Original cost	Fair value	Provision	Original cost	Fair value	Provision
	VND	VND	VND	VND	VND	VND
Investments in associates	1,104,557,969,152	3,335,062,500,000	-	1,149,193,359,192	3,573,281,250,000	-
- Binh Duong Water BWE Environment Joint Stock Company	1,061,163,359,192	3,335,062,500,000	-	1,061,163,359,192	3,573,281,250,000	-
- Water Supply, Sewerage and Environment Consultancy Joint Stock Company	5,480,000,000		-	5,480,000,000		-
- Gia Tan Water Joint Stock Company (iii)	-		-	82,550,000,000		(17,941,683,607)
- Gia Tan - Cam My Water Supply Service Joint Stock Company (i)	12,000,000,000		-	-		-
- DNP Quang Binh Water Infrastructure Investment Joint Stock Company (ii)	25,914,609,960		-	-		-
Investments in others entities	279,468,497,495	390,691,019,010	(22,559,746,376)	196,918,497,495	385,045,613,400	-
- Dong Nai Water Joint DNW Stock Company	196,918,497,495	390,691,019,010	-	196,918,497,495	385,045,613,400	-
- Gia Tan Water Joint Stock Company (iii)	82,550,000,000		(22,559,746,376)	-		-
	1,384,026,466,647		(22,559,746,376)	1,346,111,856,687		(17,941,683,607)

4 . FINANCIAL INVESTMENTS

The fair value of investments in Binh Duong Water Environment Joint Stock Company ("BWE") is the closing price listed at the HOSE on 30 December 2022 and 29 September 2023. The fair value of investments in Dong Nai Water Joint Stock Company ("DNW") as at 01 January 2023 and 30 September 2022 is the average reference price of the nearest 30 trading days at the date of reporting of this stocks in Upcom.

The Company has not determined the fair value of financial investments in Water Supply, Sewerage and Environment Consultancy Joint Stock Company Gia Tan Water Joint Stock Company and DNP Quang Binh Water Infrastructure Investment Joint Stock Company, because Vietnamese Accounting Standards, Vietnamese Corporate Accounting System has not guided in detail on the determination of the fair value.

- (i) According to notice No. 01/TB-CNGT-CMY dated 16 December 2022 of Gia Tan - Cam My Water Supply Service Joint Stock Company, Thu Dau Mot Water Joint Stock Company registered to buy 1,200,000 shares, par value of 10,000 VND/share equivalent to VND 12,000,000,000, capital contribution payment plan is divided into 4
- Phase 1 contributes 20%, equivalent to 240,000 shares, ending on 30 January 2023;
 - Phase 2 contributes 30%, equivalent to 360,000 shares, ending on 30 March 2023;
 - Phase 3 contributes 30%, equivalent to 360,000 shares, ending on 30 June 2023;
 - Phase 4 contributes 20%, equivalent to 240,000 shares, ending on 30 September 2023.

As of 30 September 2023, the Company has made full capital contribution according to the schedule with a total value of contributed capital of VND 12,000,000,000, the Company's voting rate at Gia Tan - Cam My Water Supply Service Joint Stock Company is 20%.

- (ii) As at 25 August 2023, the Company signed a contract to transfer shares of DNP Quang Binh Water Infrastructure Investment Joint Stock Company with DNP Water Industry Investment Joint Stock Company based on the Resolution of the Board of Directors No. 55/NQ-HDQT dated 20 August 2023. Accordingly, the Company repurchased 2,535,180 shares at a transfer price of 10,222 VND/share, equivalent to a total transfer value of 25,914,609,960 VND. After the transfer, the Company's voting rate at DNP Quang Binh Water Infrastructure Investment Joint Stock Company is 42.25%.

- (iii) As at 22 March 2023, Gia Tan Water Supply Joint Stock Company issued the Resolution of the General Meeting of Shareholders No. 01/NQ/ĐHCB/2023, which approved the proposal to increase 50% of the Company's charter capital, quantity of additional issues is 16,750,000 shares equivalent to VND 167,500,000,000. As of 30 September 2023, the total number of shares of Gia Tan Water Supply Joint Stock Company is 41,225,750 shares, after the issuance of shares, the voting rate of Thu Dau Mot Water Joint Stock Company at Gia Tan Water Supply Joint Stock Company is 16.98%.

Investments in associates and investments in others entities

Details information of investment recipients during the period:

Name of joint ventures, associates	Place of establishment and operation	Rate of interest	Rate of voting rights	Principle activities
Associates				
Binh Duong Water - Environment Corporation - Joint Stock Company	Binh Duong	37.42%	37.42%	Producing and supplying water
Water Supply, Sewerage and Environment Consultancy Joint Stock Company	Ho Chi Minh	25.00%	25.00%	Construction consulting
Gia Tan - Cam My Water Supply Service Joint Stock Company	Dong Nai	20.00%	20.00%	Producing and supplying water
DNP Quang Binh Water Infrastructure Investment Joint Stock Company	Dong Nai	42.25%	42.25%	Producing and supplying water
Others entities				
Dong Nai Water Joint Stock Company	Dong Nai	12.06%	12.06%	Producing and supplying water
Gia Tan Water Joint Stock Company	Dong Nai	16.98%	16.98%	Producing and supplying water

Major transactions between the Company and the Company's associates during the year: details as in Notes No. 33.

5 . SHORT-TERM TRADE RECEIVABLES

	30/09/2023		01/01/2023	
	Value VND	Provision VND	Value VND	Provision VND
a) Related parties				
- Binh Duong Water - Environment Corporation - Joint Stock Company	40,921,818,475	-	14,191,487,969	-
- Water Supply, Sewerage and Environment	-	-	6,500,000	-
b) Other parties				
- Biwase Electric Construction Joint	24,590,000	-	24,590,000	-
- Dai Phu Thinh Company Limited	69,863,013	-	-	-
	41,016,271,488	-	14,222,577,969	-

6 . SHORT-TERM PREPAYMENTS TO SUPPLIES

	30/09/2023		01/01/2023	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
a) Related parties	2,118,457,178	-	3,692,483,689	-
- Waste Treatment Enterprise - Binh Duong Water - Environment Corporation - Joint Stock Company	893,457,178	-	3,567,500,189	-
- Water Supply, Sewerage and Environment Consultancy Joint Stock Company	1,225,000,000	-	124,983,500	-
b) Other parties	81,038,500,000	-	29,613,200,000	-
- Mr. Le Minh Bang (i)	76,900,000,000	-	26,000,000,000	-
- Others	4,138,500,000	-	3,613,200,000	-
	83,156,957,178	-	33,305,683,689	-

(i) Implementing Resolution No. 38/NQ-HĐQT dated 06 October 2022 on the preparation of the land fund for the expansion of Bau Bang clean water plant, the Company has advanced to Mr. Le Minh Bang under the land use right transfer contract dated 07 October 2022. As at 30 September 2023, the total amount the Company has advanced to Mr. Le Minh Bang is VND 76,900,000,000.

7 . SHORT-TERM LOAN RECEIVABLES

	30/09/2023		01/01/2023	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
Dai Phu Thinh Company Limited	5,000,000,000	-	-	-
	5,000,000,000	-	-	-

(i) As at 30 September 2023, the loan to Dai Phu Thinh Company Limited according to Loan Agreement No. 002/2023/HDKT dated 11 August 2023 is in the amount of VND 5,000,000,000, interest rate 10% /year, loan term until 11 February 2024.

8 . OTHER SHORT-TERM RECEIVABLES

	30/09/2023		01/01/2023	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
a) Details by contents				
- Receivable of the payment to purchase shares (i)	3,000,000,000	-	3,000,000,000	-
- Accrual deposit interest	548,959,718	-	27,123,288	-
- Advances (ii)	186,914,959,037	-	143,783,158,285	-
- Other receivables	1,459,553,047	-	916,313,152	-
	191,923,471,802	-	147,726,594,725	-

	30/09/2023		01/01/2023	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
b) Details by parties				
<i>Related parties</i>	189,877,910,548	-	147,093,542,636	-
- Binh Duong Water - Enviroment Corporation - Joint Stock Company	638,027,485	-	112,437,776	-
- Gia Tan Water Joint Stock Company (i)	3,000,000,000	-	3,087,509,927	-
- Quynh Phuc Production and Trading Company Limited	296,694,933	-	296,694,933	-
- Mr. Nguyen Minh Duc	185,943,188,130	-	143,596,900,000	-
<i>Other parties</i>	2,045,561,254	-	633,052,089	-
Other receivables	2,045,561,254	-	633,052,089	-
	191,923,471,802	-	147,726,594,725	-

In which:

- (i) The amount of VND 3,087,509,927 mainly includes a payment to buy shares of Gia Tan Water Joint Stock Company (GIWACO) with the amount of VND 3,000,000,000. Accordingly, as at 14 December 2022, Thu Dau Mot Water Joint Stock Company issued Resolution No. 52/NQ-HDQT to purchase an additional 300,000 shares of Gia Tan Water Joint Stock Company (GIWACO) with par value of VND 10,000/share equivalent to VND 3,000,000,000 in face value and paid for shares to GIWACO. As at 22 December 2022, the Board of Management of Gia Tan Water Joint Stock Company issued Minutes No. 10/BB-HDQT that did not agree to allocate 300,000 shares of GIWACO as planned. As at 30 June 2023, due to difficult financial situation, Gia Tan Water Joint Stock Company (GIWACO) sent an official dispatch about not refunding the amount of VND 3,000,000,000 that the Company had paid to purchase shares immediately and extended the repayment period for this amount up to 31 December 2023.
- (ii) The amount of VND 185,943,188,130 is an advance to Mr. Nguyen Minh Duc to compensate and ground agreement with households whose lands located in the area where the pipeline passes and land for construction of the project "Construction of Tan Ba 2 water collection works - raw water pumping station and the pipeline to convey raw water to Di An clean water plant" according to Resolution No. 18/NQ-HDQT dated 12 April 2022 of the Board of Management of Thu Dau Mot Water Joint Stock Company.

9 . INVENTORIES

	30/09/2023		01/01/2023	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Raw materials	60,417,335,377	-	59,945,772,759	-
Tools, supplies	91,020,000	-	618,360,000	-
	60,508,355,377	-	60,564,132,759	-

10 . CONSTRUCTION IN PROGRESS

	30/09/2023	01/01/2023
	VND	VND
The Project of pipeline D2500 under the Bau Bang Water Plant - Phase 2 (i)	64,105,936,412	52,716,739,619
Other constructions	1,042,765,137	105,740,000
	65,148,701,549	52,822,479,619

(i) **Name of project:** Water supply system in Bau Bang area - Bau Bang district - Binh Duong province, item: Water supply system from Phuoc Hoa canal to raw water pumping station - Raw water pipeline route D2500;

- *Location:* Tru Van Tho Commune, Bau Bang District, Binh Duong Province;
- *The purpose of the project:* Construction to increase capacity;
- *Investor:* Thu Dau Mot Water Joint Stock Company;
- *Investment funds:* Using owner's capital and bank loans;
- *Project scale:* The water system from Phuoc Hoa Canal to raw water pumping station to increase capacity of Bau Bang Water Plant to 15,000m³/day;
- *Total expected investment:* VND 89,054,298,834 (VAT included);
- *Project start date and expected completion date:* The project commenced in the second quarter of 2021 and is expected to be completed in the third quarter of 2023;
- *Construction status:* The work has completed the workload, is conducting the acceptance test and finalization of the work.

11 . TANGIBLE FIXED ASSETS

	Buildings	Machine, equipment	Transportation equipment	Management equipment	Others	Total
	VND	VND	VND	VND	VND	VND
Original cost						
Beginning balance	617,479,842,167	306,581,569,679	325,336,829,515	802,444,081	10,642,135,220	1,260,842,820,662
- Purchase in the period	131,960,000	-	134,951,529	40,154,545	-	307,066,074
Ending balance of the period	617,611,802,167	306,581,569,679	325,471,781,044	842,598,626	10,642,135,220	1,261,149,886,736
Accumulated depreciation						
Beginning balance	305,219,272,662	153,870,966,635	124,166,770,836	376,655,617	3,087,430,257	586,721,096,007
- Depreciation for the period	55,797,831,134	30,693,790,311	21,377,210,354	195,834,540	489,052,506	108,553,718,845
Ending balance of the period	361,017,103,796	184,564,756,946	145,543,981,190	572,490,157	3,576,482,763	695,274,814,852
Net carrying amount						
Beginning of the period	312,260,569,505	152,710,603,044	201,170,058,679	425,788,464	7,554,704,963	674,121,724,655
Ending of the period	256,594,698,371	122,016,812,733	179,927,799,854	270,108,469	7,065,652,457	565,875,071,884

- Ending net book value of tangible fixed assets at the end of the period pledged as loan securities is VND 368,301,079,521.

- Cost of fully depreciated tangible fixed assets at the end of the period but still in use is VND 5,252,899,353.

12 . INTANGIBLE FIXED ASSETS

	Land use rights	Computer software	Total
	VND	VND	VND
Original cost			
Beginning balance	58,816,676,675	692,029,818	59,508,706,493
Ending balance of the period	58,816,676,675	692,029,818	59,508,706,493
Accumulated amortisation			
Beginning balance	8,529,016,291	550,835,734	9,079,852,025
- Amortisation in the period	1,128,339,324	55,249,866	1,183,589,190
Ending balance of the period	9,657,355,615	606,085,600	10,263,441,215
Net carrying amount			
Beginning of the period	50,287,660,384	141,194,084	50,428,854,468
Ending of the period	49,159,321,060	85,944,218	49,245,265,278

- As at 30 September 2023, there were no intangible fixed assets used as collateral for loans.
- Cost of fully amortized intangible fixed assets but still in use at the end of the period: VND 105,000,000.

13 . PREPAID EXPENSES

	30/09/2023	01/01/2023
	VND	VND
a) Short-term		
Dispatched tools and supplies	67,417,459	33,667,209
Maintenance and repair costs	859,378,708	342,808,134
Others	431,256,977	200,178,534
	1,358,053,144	576,653,877
b) Long-term		
Asset repair and maintenance costs	1,186,927,907	2,006,423,338
Others	181,802,998	273,020,872
	1,368,730,905	2,279,444,210

14 . OTHER ASSETS

	30/09/2023	01/01/2023
	VND	VND
Cost of purchasing raw water	-	915,120,900
Cost of electricity to produce water	451,008,120	492,774,170
Others	884,027,820	3,296,329,766
	1,335,035,940	4,704,224,836

15 . OTHER SHORT-TERM PAYABLES

	30/09/2023	01/01/2023
	VND	VND
Union funds	129,934,000	66,484,000
Others	27,979,167	41,525,167
	157,913,167	108,009,167

16 . BORROWINGS AND FINANCE LEASE LIABILITIES

	01/01/2023		During the period		30/09/2023	
	Outstanding balance	Amount can be paid	Increase	Decrease	Outstanding balance	Amount can be paid
	VND	VND	VND	VND	VND	VND
a) Short-term borrowings						
Short-term loans debts	43,184,472,314	43,184,472,314	294,984,535,463	183,408,189,101	154,760,818,676	154,760,818,676
- Standard Chartered Bank (Vietnam)	21,999,995,160	21,999,995,160	117,700,000,000	139,699,995,160	-	-
- Vietnam International Commercial Joint Stock Bank - Sai Gon Branch	21,184,477,154	21,184,477,154	56,437,728,063	43,299,250,787	34,322,954,430	34,322,954,430
- Tien Phong Commercial Joint Stock Bank - Binh Duong Branch	-	-	4,146,807,400	408,943,154	3,737,864,246	3,737,864,246
- Woori Bank Viet Nam - Dubai Branch	-	-	116,700,000,000	-	116,700,000,000	116,700,000,000
Current portion of long-term debts	99,066,603,752	99,066,603,752	47,257,952,814	75,313,952,814	71,010,603,752	71,010,603,752
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Binh Duong Branch	4,056,000,000	4,056,000,000	-	4,056,000,000	-	-
- Binh Duong Development Investment Fund	87,000,000,000	87,000,000,000	41,250,000,000	65,250,000,000	63,000,000,000	63,000,000,000
- Shinhan Bank Viet Nam Limited - Head Office	8,010,603,752	8,010,603,752	6,007,952,814	6,007,952,814	8,010,603,752	8,010,603,752
b) Long-term borrowings	142,251,076,066	142,251,076,066	342,242,488,277	258,722,141,915	225,771,422,428	225,771,422,428
Long-term debts	212,896,037,959	212,896,037,959	-	75,313,952,814	137,582,085,145	137,582,085,145
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Binh Duong Branch	4,056,000,000	4,056,000,000	-	4,056,000,000	-	-
- Binh Duong Development Investment Fund	180,802,924,835	180,802,924,835	-	65,250,000,000	115,552,924,835	115,552,924,835
- Shinhan Bank Viet Nam Limited - Head Office	28,037,113,124	28,037,113,124	-	6,007,952,814	22,029,160,310	22,029,160,310
Amount due for settlement within 12 months	212,896,037,959	212,896,037,959	-	75,313,952,814	137,582,085,145	137,582,085,145
Amount due for settlement after 12 months	(99,066,603,752)	(99,066,603,752)	(47,257,952,814)	(75,313,952,814)	(71,010,603,752)	(71,010,603,752)
	113,829,434,207	113,829,434,207			66,571,481,393	66,571,481,393

Detailed information on Short-term borrowings:

Detailed information on Short-term borrowings from banks and credit institutions is as follows:

	Currency	Interest rate	Guarantee	Currency	30/09/2023	01/01/2023
				VND	VND	VND
- Standard Chartered Bank (Vietnam)	VND	6.60%	Stock	-	-	21,999,995,160
- Vietnam International Commercial Joint Stock Bank - Sai Gon	VND	Floating	Stock	34,322,954,430	34,322,954,430	21,184,477,154
- Tien Phong Commercial Joint Stock Bank - Binh Duong Branch (ii)	VND	8.50%	Deposit contract	3,737,864,246	3,737,864,246	-
- Woori Bank Viet Nam - Dubai Branch (iii)	USD	3M term SOFR + 1,35%	Deposit contract	5,000,000	116,700,000,000	-
					<u>154,760,818,676</u>	<u>43,184,472,314</u>

(i) As at 30 September 2023, the borrowing from Vietnam International Commercial Joint Stock Bank - Sai Gon Branch under Credit contract No. 5421611.23 dated 18 August 2023 with the credit limited of VND 100,000,000,000, the term of the credit is 12 months from the date of signing the Credit Contract. The borrowing aims to serve the demand of working capital of the Company and is secured by 4,437,500 shares of Binh Duong Water - Environment Corporation - Joint Stock Company (BWE) owned by the Company.

(ii) The borrowing from Tien Phong Commercial Joint Stock Bank - Binh Duong Branch under Credit contract No. 13/2023/HDTD/BDG dated 27 February 2023 with the credit limit of VND 150,000,000,000, the term of the credit is 12 months from the date of signing the Credit Contract. The borrowing aims to serve the demand of working capital of the Company. Approved collaterals include: Shares of Dong Nai Water Supply Joint Stock Company, savings book, deposit contract, real estate, means of transport owned by customers or third parties. As of 30 September 2023, the disbursed loan is secured by Deposit Contract No. HDTG/31012023/300/2121393902B at Tien Phong Commercial Joint Stock Bank - Binh Duong Branch with the amount of VND 5,000,000,000.

(iii) The borrowing from Woori Bank - Dubai Branch under Credit Contract number AI/4092467_1 dated 23 March 2023 with loan amount of USD 5,000,000, the term of the credit is 12 months from the date of signing Credit Contract. The borrowing aims to serve the demand of working capital of the Company. As of 30 September 2023, the disbursed loan is secured by deposits at Woori Bank Vietnam Limited - Binh Duong Branch.

Thu Dau Mot Water Joint Stock Company

No. 11B, Ngo Van Tri street, Phu Loi ward, Thu Dau Mot city, Binh Duong province

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Detailed information on Long-term borrowings:

Terms and conditions of long-term borrowings are as follows:

	Currency	Interest rate	Year maturit	Guarantee	30/09/2023		01/01/2023
					Long-term loans	In which, current portion of long-	
					VND	VND	
Joint Stock Commercial Bank for Foreign Trade of Vietnam - Binh Duong Branch							
- Contract No. 017D18 dated 19 November 2018					-	-	4,056,000,000
Binh Duong Development Investment Fund							
- Contract No. 06/2017/HDTD-TDH dated 01 June 2017	VND	7.00%	2024	(1a)	115,552,924,835	63,000,000,000	180,802,924,835
- Contract No. 14/2017/HDQT-TDH dated 29 November	VND	7.00%	2023	(1a)	9,000,000,000	9,000,000,000	22,500,000,000
- Contract No. 05A/2019/HDTD-TDH dated 30 December	VND	7.00%	2025	(1a)	71,022,924,835	40,000,000,000	28,000,000,000
- Contract No. 13/2020/HDTD-TDH dated 15 October 2020	VND	6.50%	2027	(1b)	28,530,000,000	7,000,000,000	101,022,924,835
Shinhan Bank Viet Nam Limited – Head Office							
- Contract No. SHBVN/CMC/07/2021/HDTD/TDMW dated 15 April 2021	VND	6.80%	2026	(2)	22,029,160,310	8,010,603,752	28,037,113,124
					22,029,160,310	8,010,603,752	28,037,113,124
Amount due for settlement within 12 months					<u>137,582,085,145</u>	<u>71,010,603,752</u>	<u>212,896,037,959</u>
					(71,010,603,752)		(99,066,603,752)
Amount due for settlement after 12 months					<u>66,571,481,393</u>		<u>113,829,434,207</u>
(1a) Loans from Binh Duong Development Investment Fund to implement construction investment in Extension Project of Southern Thu Dau Mot Water Supply, capacity of 45,000 m3/day; Invest in construction works, purchase machinery and equipment for Bau Bang water plant. Loans are secured by assets formed from borrowings capital, rights of collecting water bills; 30,000,000 shares of Binh Duong Water - Environment Corporation - Joint Stock Company (BWE) and 200,000 shares of Water Supply, Sewerage and Environment Consultancy Joint Stock Company owned by the Company.							
(1b) Loan from Binh Duong Development Investment Fund to pay the investment cost in water supply system in Bau Bang area phase II - capacity 15,000 m3/day. Loan are mortgaged with assets formed from loans under the Credit Contract No. 13/2020/HDTD-TDH and secured assets for loans under Credit Contract No. 06/2017/HDTD-TDH dated 01 June 2017; Credit contract for investment and development No. 14/2017/HDTD-TDH dated 29 November 2017.							
(2) Loan from Shinhan Bank Viet Nam Limited - Head Office sponsors the water system from Phuoc Hoa Canal to raw water pumping station - Raw water pipeline D2500 under Bau Bang area water supply system project. Collateral is 3,000,000 listed shares of Binh Duong Water - Environment Corporation - Joint Stock Company (BWE) owned by Thu Dau Mot Water Joint Stock Company.							

17 . SHORT-TERM TRADE PAYABLES

	30/09/2023		01/01/2023	
	Outstanding balance	Amount can be paid	Outstanding balance	Amount can be paid
	VND	VND	VND	VND
a) Related parties	3,293,398,593	3,293,398,593	10,311,476,073	10,311,476,073
- Binh Duong Water - Enviroment Corporation - Joint Stock Company	2,701,598,593	2,701,598,593	9,719,676,073	9,719,676,073
- N.T.P Trading Company Limited	591,800,000	591,800,000	591,800,000	591,800,000
b) Other parties	2,563,726,778	2,563,726,778	3,567,450,514	3,567,450,514
- Biwase Electric Construction Joint Stock Company	-	-	3,460,768,914	3,460,768,914
- Southern Irrigation Management one member limited liability Company	889,190,460	889,190,460	-	-
- Bien Hoa Chemical Plant - The Branch of South Basic Chemicals Joint Stock Company	934,812,900	934,812,900	2,592,000	2,592,000
- Others	739,723,418	739,723,418	104,089,600	104,089,600
	<u>5,857,125,371</u>	<u>5,857,125,371</u>	<u>13,878,926,587</u>	<u>13,878,926,587</u>

18 . TAXES AND AMOUNTS PAYABLE TO THE STATE BUDGET

	At the beginning of the period	Tax payable in the period	Tax paid in the period	End of the period
	VND	VND	VND	VND
Value added tax	-	4,056,778,859	3,060,648,006	996,130,853
Corporate income tax	2,541,289,823	14,433,870,639	12,657,720,822	4,317,439,640
Personal income tax	80,519,350	5,510,334,909	5,540,962,676	49,891,583
Natural resource tax	236,860,260	1,837,046,332	1,866,293,208	207,613,384
Land tax and land rental	-	3,000,000	3,000,000	-
Fees, charges and other	-	2,500,105,000	1,666,736,000	833,369,000
	<u>2,858,669,433</u>	<u>28,341,135,739</u>	<u>24,795,360,712</u>	<u>6,404,444,460</u>

The Company's tax settlements are subject to examination by the tax authorities. Because the application of tax laws and regulations on many types of transactions is susceptible to varying interpretations, amounts reported in the financial statements could be changed at a later date upon final determination by the tax authorities

19 . INCREASE AND DECREASE IN OWNER'S EQUITY

	Contributed capital	Share premium	Investment and development fund	Retained earnings	Total
	VND	VND	VND	VND	VND
Beginning balance of previous period	1,000,000,003,750	397,799,321,818	239,227,691,627	209,688,834,761	1,846,715,851,956
Profit of the previous period	-	-	-	146,475,765,119	146,475,765,119
Earnings distribution of 2021	-	-	82,154,860,619	(108,444,416,017)	(26,289,555,398)
Ending balance of previous period	1,000,000,003,750	397,799,321,818	321,382,552,246	247,720,183,863	1,966,902,061,677
Beginning balance of this period	1,000,000,003,750	397,799,321,818	321,382,552,246	321,635,400,706	2,040,817,278,520
Profit of the current period	-	-	-	239,955,686,551	239,955,686,551
Dividend payment in 2022	-	-	-	(130,000,000,000)	(130,000,000,000)
Profit distribution of 2022 (i)	-	-	55,097,745,491	(72,729,024,048)	(17,631,278,557)
Ending balance of current period	1,000,000,003,750	397,799,321,818	376,480,297,737	358,862,063,209	2,133,141,686,514

- (i) According to Resolution No. 02/NQ-DHDCD dated 28 March 2023 issued by General Meeting of shareholders, the Company announced its profit distribution plan of 2022 as follows:

	According to Resolution No. 02/NQ-DHDCD VND	Temporary distribution in 2022 VND	Additional distribution in this period VND
Retained earning in 2021	101,244,418,744		
Profit after corporate income tax in 2022	220,390,981,962		
Total profit distributable	321,635,400,706		
Profit distribution of 2022			
- Development and investment fund	55,097,745,491	-	55,097,745,491
- Dividend payment of 13% of chartered capital (<i>equivalent to VND 1.300 per share</i>)	130,000,000,000	-	130,000,000,000
- Bonus fund	8,815,639,278	-	8,815,639,278
- Welfare fund	2,203,909,820	-	2,203,909,820
- Bonus fund for Executive Board	6,611,729,459	-	6,611,729,459
	202,729,024,048	-	202,729,024,048
Retained earnings	118,906,376,658		
In which:			
- Retained earnings of 2021	101,244,418,744		
- Retained earnings of 2022	17,661,957,914		

b) Details of Contributed capital

	30/09/2023 VND	Rate %	01/01/2023 VND	Rate %
- Quynh Phuc Production and Trading Company Limited	70,727,270,000	7.07	70,727,270,000	7.07
- N.T.P Trading Company Limited	60,000,000,000	6.00	60,000,000,000	6.00
- Mr. Pham Van Chien	50,000,000,000	5.00	50,000,000,000	5.00
- Others	819,272,733,750	81.93	819,272,733,750	81.93
	1,000,000,003,750	100.00	1,000,000,003,750	100.00

c) Capital transactions with owners and distribution of dividends and profits

	From 01/01/2023 to 30/09/2023 VND	From 01/01/2022 to 30/09/2022 VND
Owner's invested capital		
- At the beginning of the period	1,000,000,003,750	1,000,000,003,750
- At the end of the period	1,000,000,003,750	1,000,000,003,750
Dividends and profit		
- Dividend payable at the beginning of the period	-	-
- Dividend payable in the period	130,000,000,000	120,000,000,000
+ Dividends distributed on last year profit	130,000,000,000	120,000,000,000
- Dividend paidt in cash in the period	130,000,000,000	120,000,000,000
+ Dividends distributed on last year profit	130,000,000,000	120,000,000,000
- Dividend payable at the end of the period	-	-

d) Share

	30/09/2023	01/01/2023
Quantity of authorized issuing shares	100,000,000	100,000,000
Quantity of issued shares	100,000,000	100,000,000
- <i>Common shares</i>	100,000,000	100,000,000
Quantity of circulated shares	100,000,000	100,000,000
- <i>Common shares</i>	100,000,000	100,000,000
Par value per stock: VND 10000. / stock		

e) Company's funds

	30/09/2023	01/01/2023
	VND	VND
Development investment funds	376,480,297,737	321,382,552,246
	<u>376,480,297,737</u>	<u>321,382,552,246</u>

20 . OFF STATEMENT OF FINANCIAL POSITION ITEMS**a) Operating asset for leasing**

The Company is the lessor under operating lease contracts. As at 30 September 2023, total future minimum lease income under operating lease contracts are presented as follows:

	30/09/2023	01/01/2023
	VND	VND
- <i>Not later than 1 year</i>	295,080,000	373,080,000
- <i>Later than 1 year and not later than 5 years</i>	1,180,320,000	1,180,320,000
- <i>Later than 5 years</i>	3,885,220,000	4,106,530,000

b) Operating leased assets

The Company leases the office of Binh Duong Water - Environment Corporation - Joint Stock Company under a 05 year operating lease. The contract of office lease signed on 01 January 2020 with the lease term is from 01 January 2020 to 31 December 2025; rental price of VND 53,865,000 per month (included VAT).

21 . TOTAL REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES

	From 01/01/2023 to 30/09/2023	From 01/01/2022 to 30/09/2022
	VND	VND
Revenue from sale of clean water	335,793,698,676	346,949,856,908
Revenue from sale of raw water	5,037,115,120	6,182,490,115
	<u>340,830,813,796</u>	<u>353,132,347,023</u>
In which: Revenue from relevant parties	<u>340,830,813,796</u>	<u>353,132,347,023</u>
<i>(Detailed as in Notes No. 33)</i>		

22 . COST OF GOODS SOLD

	From 01/01/2023 to 30/09/2023	From 01/01/2022 to 30/09/2022
	VND	VND
Cost of clean water	162,028,982,131	164,946,177,866
Cost of raw water	7,838,271,023	6,510,647,298
	169,867,253,154	171,456,825,164

23 . FINANCIAL INCOME

	From 01/01/2023 to 30/09/2023	From 01/01/2022 to 30/09/2022
	VND	VND
Interest income	2,733,948,671	1,691,994,110
Dividends or profits received	113,061,768,700	400,000,000
	115,795,717,371	2,091,994,110
In which: Financial income received from related parties <i>(Detailed as in Notes No. 33)</i>	94,243,750,000	400,000,000

24 . FINANCIAL EXPENSES

	/2023to 30/09/2023	2022to 30/09/2022
	VND	VND
Interest expenses	14,281,557,420	15,207,363,133
Payment discounts or interests from deferred payment	4,618,062,769	3,687,918,339
Other financial expenses	3,327,399,550	3,488,749,786
	22,227,019,739	22,384,031,258

25 . GENERAL AND ADMINISTRATIVE EXPENSE

	From 01/01/2023 to 30/09/2023	From 01/01/2022 to 30/09/2022
	VND	VND
Raw materials	65,852,315	202,182,214
Labour expenses	5,061,199,347	3,482,165,927
Depreciation expenses	570,958,932	453,216,341
Tax, Charge, Fee	117,595,625	115,830,573
Expenses of outsourcing services	1,475,051,019	1,333,348,246
Other expenses in cash	2,806,425,494	2,342,716,707
	10,097,082,732	7,929,460,008

26 CURRENT CORPORATE INCOME TAX EXPENSES

	From 01/01/2023 to 30/09/2023 VND	From 01/01/2022 to 30/09/2022 VND
Total profit before tax	254,389,557,190	154,194,667,021
Increase	3,010,917,898	583,371,017
- <i>Ineligible expenses</i>	3,010,917,898	583,371,017
Decrease	(113,061,768,700)	(400,000,000)
- <i>Dividends, profits received</i>	(113,061,768,700)	(400,000,000)
Taxed income	144,338,706,388	154,378,038,038
Corporate income tax payables	14,433,870,639	15,437,803,804
Exempted corporate income tax	-	(7,718,901,901)
Current corporate income tax expense	14,433,870,639	7,718,901,903
Tax payable at the beginning of period	2,541,289,823	1,941,801,287
Tax paid in the period	(12,657,720,822)	(6,829,525,249)
Corporate income tax payable at the end of the period	4,317,439,640	2,831,177,941

27 . BASIC EARNING PER SHARE

Basic earnings per share distributed to common shareholders of the Company are calculated as follows:

	From 01/01/2023 to 30/09/2023 VND	From 01/01/2022 to 30/09/2022 VND
Undistributed earnings	239,955,686,551	146,475,765,119
Adjustments:	(19,196,454,924)	(11,718,061,210)
- <i>Bonus and welfare fund is distributed from the profit after tax</i> <i>(*)</i>	(19,196,454,924)	(11,718,061,210)
Profit distributed for common shares	220,759,231,627	134,757,703,909
Average circulated common shares in the period	100,000,000	100,000,000
Basic earnings per share	2,208	1,348

(*) According to the Resolution No. 02/NQ-DHDCD dated 28 March 2023, the Company plans to appropriate bonus and welfare funds and Reward fund for executive management at the rate of 8% of profit in 2023.

As at 30 September 2023, the Company did not have shares with dilutive potential for earnings per share.

28 . BUSINESS AND PRODUCTIONS COST BY ITEMS

	From 01/01/2023 to 30/09/2023 VND	From 01/01/2022 to 30/09/2022 VND
Raw materials	9,036,045,044	10,483,163,784
Labour expenses	11,832,628,299	10,018,867,749
Depreciation expenses	109,737,308,035	108,903,130,082
Expenses of outsourcing services	41,226,855,806	42,138,430,279
Other expenses in cash	8,131,498,702	7,842,693,278
	179,964,335,886	179,386,285,172

29 . FINANCIAL INSTRUMENTS**Financial risk management**

The Company's financial risks include market risk, credit risk and liquidity risk. The Company has developed its control system to ensure the reasonable balance between cost of incurred risks and cost of risk management. The Board of Directors of the Company is responsible for monitoring the risk management process to ensure the appropriate balance between risk and risk control.

Market risk

The Company's business operations will bear the risks of changes on prices and interest rates.

Price Risk:

The Company bears price risk of equity instruments from long-term security investments due to uncertainty on future prices of the securities. Long-term securities are held for long-term strategies, at the end of the fiscal year, the Company has no plans to sell these investments.

	More than VND	Total VND
As at 30/09/2023		
Long-term investments	390,691,019,010	390,691,019,010
	<u><u>390,691,019,010</u></u>	<u><u>390,691,019,010</u></u>
As at 01/01/2023		
Long-term investments	385,045,613,400	385,045,613,400
	<u><u>385,045,613,400</u></u>	<u><u>385,045,613,400</u></u>

Interest rate risk:

The Company bears the risk of interest rates due to fluctuation in fair value of future cash flow of a financial instrument according to changes in market interest rates if the Company has time or demand deposits, loans and debts subject to floating interest rates. The Company manages interest rate risk by analyzing the market competition situation to obtain any interest profitable for its operation purpose.

Credit Risk

Credit risk is risk in which the potential loss may be incurred if a counterpart fails to perform its obligations under contractual terms or financial instruments. The Company has credit risk from operating activities (mainly for trade receivables) and financial activities (including bank deposits, loans and other financial instruments), detailed as follows:

	Up to 1 year VND	Total VND
As at 30/09/2023		
Cash and cash equivalents	75,113,739,211	75,113,739,211
Trade and other receivables	232,939,743,290	232,939,743,290
	<u><u>308,053,482,501</u></u>	<u><u>308,053,482,501</u></u>
As at 01/01/2023		
Cash and cash equivalents	33,254,724,476	33,254,724,476
Trade and other receivables	161,949,172,694	161,949,172,694
	<u><u>195,203,897,170</u></u>	<u><u>195,203,897,170</u></u>

Liquidity Risk

Liquidity risk is the risk in which the Company has trouble in settlement of its financial obligations due to lack of funds. Liquidity risk of the Company is mainly from different maturity of its financial assets and liabilities.

Due date for payment of financial liabilities based on expected payment under the contracts (based on cash flow of the original debts) as follows:

	Up to 1 year	From over 1 year to 5 years	Total
	VND	VND	VND
As at 30/09/2023			
Borrowings	225,771,422,428	66,571,481,393	292,342,903,821
Trade and other payables	6,015,038,538	-	6,015,038,538
Accrued expenses	1,335,035,940	-	1,335,035,940
	233,121,496,906	66,571,481,393	299,692,978,299
As at 01/01/2023			
Borrowings	142,251,076,066	113,829,434,207	256,080,510,273
Trade and other payables	13,986,935,754	-	13,986,935,754
Accrued expenses	4,704,224,836	-	4,704,224,836
	160,942,236,656	113,829,434,207	274,771,670,863

The Company believes that risk level of loan repayment is can be controlled. The Company has the ability to pay debts matured from cash flows from its operating activities and cash received from matured financial assets.

30 . ADDITIONAL INFORMATION FOR THE ITEMS OF THE STATEMENT OF CASH FLOWS**a) Proceeds from borrowings during the period**

	From 01/01/2023 to 30/09/2023	From 01/01/2022 to 30/09/2022
	VND	VND
Proceeds from ordinary contracts	294,984,535,463	87,999,980,640

d) Actual repayments on principal during the period

	From 01/01/2023 to 30/09/2023	From 01/01/2022 to 30/09/2022
	VND	VND
Repayment on principal from ordinary contracts	258,722,141,915	158,102,641,258

31 . OTHER INFORMATION

- As at 12 June 2023, the Board of Management of Thu Dau Mot Water Joint Stock Company (TDMWATER) approved Resolution No. 37/NQ-HDQT to purchase shares at Ca Mau Water Supply Joint Stock Company (CAWACO). Accordingly, the number of shares transferred is 3,789,700 shares, the transfer price is VND 14,300/share equivalent to the total value of VND 54,192,710,000, the ownership rate of TDMWATER in CAWACO after receiving the transfer is 24.39%.

- As at 16 June 2023, the Board of Management of Thu Dau Mot Water Joint Stock Company (TDMWATER) approved Resolution No. 39/NQ-HDQT to implement the plan to offer additional shares to the public for existing shareholders according to the Resolution of the 2023 Annual General Meeting of Shareholders No. 02/NQ-ĐHĐCĐ dated 28 March 2023. As at 31 August 2023, the Company's Board of Directors approved Resolution No. 58/NQ-HDQT adjusting some implementation contents according to Resolution No. 39/NQ-HDQT. Accordingly, the Company will issue an additional 10,000,000 shares by the method of additional offering to existing shareholders through the implementation of the right to buy shares. Estimated time of offering for sale is in 2023, after being granted a Certificate of Public Offering by the State Securities Commission. The purpose of using the capital is planned to invest into other entities and pay a part of the loan up to due date. As at 30 September 2023, the Company is still in the process of completing the required documents.

32 . EVENTS AFTER THE REPORTING PERIOD

There have been no significant events occurring after the reporting period, which would require adjustments or disclosures to be made in the Financial Statements.

33 . TRANSACTION AND BALANCES WITH RELATED PARTIES

List and relation between related parties and the Company detail as follows:

Related parties	Relation
- Binh Duong Water - Environment Corporation - Joint Stock Company	Associate
- Water Supply, Sewerage and Environment Consultancy Joint Stock Company	Associate
- Gia Tan - Cam My Water Supply Service Joint Stock Company	Associate
- DNP Quang Binh Water Infrastructure Investment Joint Stock Company	Associate
- N.T.P Trading Company Limited	Major shareholder
- Quynh Phuc Production and Trading Company Limited	Major shareholder
- Tien Phong Plastic South Joint Stock Company	Major shareholder
- Board of Management, Supervisory Board and General Director	Key management personnel

The Company has the transactions during the period and balances with related parties as follows:

Transactions during the period:

	Relation	From 01/01/2023 to 30/09/2023 VND	From 01/01/2022 to 30/09/2022 VND
Revenue from sale of clean water and raw water		340,830,813,796	353,132,347,023
- Binh Duong Water - Environment Corporation - Joint Stock Company	Associate	340,830,813,796	353,132,347,023
Purchase of goods, services		32,513,490,787	22,153,798,654
- Binh Duong Water - Environment Corporation - Joint Stock Company	Associate	32,513,490,787	22,153,798,654
Dividends, profits received		94,243,750,000	400,000,000
- Binh Duong Water - Environment Corporation - Joint Stock Company	Associate	93,843,750,000	-
- Water Supply, Sewerage and Environment Consultancy Joint Stock Company	Associate	400,000,000	400,000,000
Dividend Payment		23,494,545,100	21,687,272,400
- N.T.P Trading Company Limited	Major shareholder	7,800,000,000	7,200,000,000
- Quynh Phuc Production and Trading Company Limited	Major shareholder	9,194,545,100	8,487,272,400
- Mr. Pham Van Chien	Major shareholder	6,500,000,000	6,000,000,000

Transactions with other related parties:

Remuneration to members of Board of Management:

No.	Name	Tittle	From 01/01/2023 to 30/09/2023 VND	From 01/01/2022 to 30/09/2022 VND
1	Mr. Nguyen Van Tri	Chairman	844,000,000	540,000,000
2	Mr. Vo Van Binh	Member	125,000,000	117,000,000
3	Mr. Nguyen Thanh Phong	Member	125,000,000	117,000,000
4	Mr. Nguyen Huu Nghia	Member	125,000,000	117,000,000
5	Ms. Nguyen Thi Dien	Member	125,000,000	117,000,000
Total			1,344,000,000	1,008,000,000

No.	Name	Tittle	From 01/01/2023 to 30/09/2023 VND	From 01/01/2022 to 30/09/2022 VND
1	Ms. Nguyen Thi Ngoc Thanh	Head	510,000,000	342,000,000
2	Ms. Nguyen Thi Mong Thuong	Member	62,000,000	54,000,000
3	Ms. Le Bach Lien	Member	62,000,000	54,000,000
			634,000,000	450,000,000

Salary of General Director and other managers:

No.	Name	Tittle	From 01/01/2023 to 30/09/2023 VND	From 01/01/2022 to 30/09/2022 VND
1	Mr. Tran The Hung	General Director	1,366,555,556	910,544,228
2	Mr. Nguyen Minh Duc	Deputy General Director	820,825,758	560,392,157
3	Mr. Nguyen Van Tan (Appointed on 21 March 2023)	Deputy General Director	258,885,000	-
			2,446,266,314	1,470,936,385


34 . CORRESPONDING FIGURES

The comparative figures on the Statement of financial position and Notes are taken from the for the fiscal year ended as at 31 December 2022 which was audited by AASC Auditing Firm Company Limited. The comparative figures on the Statement of income, Statement of Cash flows and Notes are taken from the Financial Statements for the Quarter 3 of 2022, which has been prepared and disclosed by the Company.

Preparer


Dinh Thi Thuy Nga

Chief Accountant


Nguyen Duy Khang

Binh Duong, 16 October 2023

General Director

**Tran The Hung**