

# CONSOLIDATED FINANCIAL

BINH DUONG WATER - ENVIRONMENT JOINT STOCK  
COMPANY

for Quarter 4, 2021

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## **REPORT OF THE BOARD OF GENERAL DIRECTORS**

The Board of General Directors of Binh Duong Water - Environment Joint Stock Company ("the Company") presents its report and the Company's Consolidated Financial Statements for Quarter 4, 2021.

### **THE COMPANY**

Binh Duong Water - Environment Joint Stock Company was transformed from Binh Duong Water Supply Sewerage and Environment One-member Company Limited under the Decision No. 4259/QD-UBND dated 24 December 2014 of People's Committee of Binh Duong province. The Company operates under the Business Registration Certificate No. 3700145694 on 07 February 2006 by the Department of Planning and Investment of Binh Duong province and the 16th amendment under the Enterprise Registration Certificate of Joint Stock Company dated 28 October 2021.

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

### **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 Thien	Chairman	
Mr. Tran Chien Cong	Member	
Mr. Duong Hoang Son	Member	
Ms. Nguyen Thi Thu Van	Member	(Resigned on 12 March 2021)
Mr. Pham Thanh Vu	Member	(Appointed on 12 March 2021)
Mr. Nguyen Van Tri	Member	
Mr. Nguyen Thanh Phong	Member	
Mr. Ta Trong Hiep	Member	

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

Mr. Tran Chien Cong	General Director
Mr. Duong Hoang Son	Deputy General Director
Mr. Ngo Van Lui	Deputy General Director
Mr. Pham Thanh Hung	Deputy General Director

The members of the Supervisory Board are:

Ms. Duong Anh Thu	Head	
Ms. Nguyen Kim Lien	Member	(Quit work from 29 October 2021)
Mr. Nguyen Duc Bao	Member	

### **STATEMENT OF THE BOARD OF GENERAL DIRECTORS' RESPONSIBILITY IN RESPECT OF THE CONSOLIDATED FINANCIAL STATEMENTS**

The Board of General Directors is responsible for preparation of the Consolidated 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 Consolidated 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 Consolidated 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;

**Binh Duong Water - Environment Joint Stock Company**

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

- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Consolidated Financial Statements;
- Prepare and present the Consolidated Financial Statements on the basis of compliance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the current requirements relevant to preparation and presentation of consolidated financial statements;
- Prepare the Consolidated 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 Consolidated 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.

We, The Board of General Directors, confirm that the Consolidated Financial Statements give a true and fair view of the financial position as at 31 December 2021, its operation results and cash flows for Quarter 4, 2021 of the Company in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of consolidated 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, 21 January 2022*

On behalf of the Board of General Directors  
General Director



Tran Chien Cong



## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

*As at 31 December 2021*

Code ASSETS	Note	31/12/2021 VND	01/01/2021 VND
<b>100 A. CURRENT ASSETS</b>		<b>2.718.621.323.702</b>	<b>2.459.069.706.072</b>
<b>110 I. Cash and cash equivalents</b>	<b>4</b>	<b>476.004.690.173</b>	<b>728.002.889.164</b>
111 1. Cash		159.130.224.420	173.502.889.164
112 2. Cash equivalents		316.874.465.753	554.500.000.000
<b>120 II. Short-term investments</b>	<b>5</b>	<b>599.672.000.000</b>	<b>336.600.000.000</b>
123 1. Held-to-maturity investments		599.672.000.000	336.600.000.000
<b>130 III. Short-term receivables</b>		<b>910.549.920.943</b>	<b>690.744.308.041</b>
131 1. Short-term trade receivables	6	532.888.583.249	324.369.943.047
132 2. Short-term prepayments to suppliers	7	117.539.243.193	210.769.200.522
136 3. Other short-term receivables	8	302.732.130.053	191.251.217.309
137 4. Provision for short-term doubtful debts		(42.610.035.552)	(35.646.052.837)
<b>140 IV. Inventories</b>	<b>10</b>	<b>697.709.085.253</b>	<b>621.717.698.385</b>
141 1. Inventories		697.709.085.253	621.717.698.385
<b>150 V. Other current assets</b>		<b>34.685.627.333</b>	<b>82.004.810.482</b>
151 1. Short-term prepaid expenses	11	8.884.137.712	8.812.314.724
152 2. Deductible value added tax		25.502.652.735	72.866.057.348
153 3. Taxes and other receivables from State budget	19	298.836.886	326.438.410
<b>200 B. NON-CURRENT ASSETS</b>		<b>6.350.519.247.050</b>	<b>5.786.773.750.318</b>
<b>210 I. Long-term receivables</b>		<b>955.646.977.479</b>	<b>970.343.027.648</b>
216 1. Other long-term receivables	8	955.646.977.479	970.343.027.648
<b>220 II. Fixed assets</b>		<b>3.252.993.357.210</b>	<b>2.678.799.850.417</b>
221 1. Tangible fixed assets	13	3.146.980.372.646	2.595.913.109.651
222 - <i>Historical cost</i>		6.882.748.548.275	5.849.368.152.523
223 - <i>Accumulated depreciation</i>		(3.735.768.175.629)	(3.253.455.042.872)
227 2. Intangible fixed assets	14	106.012.984.564	82.886.740.766
228 - <i>Historical cost</i>		117.357.783.047	92.445.387.447
229 - <i>Accumulated amortization</i>		(11.344.798.483)	(9.558.646.681)
<b>240 IV. Long-term assets in progress</b>		<b>1.104.163.901.678</b>	<b>1.355.352.625.995</b>
242 1. Construction in progress	12	1.104.163.901.678	1.355.352.625.995
<b>250 V. Long-term investments</b>	<b>5</b>	<b>976.677.749.019</b>	<b>719.700.763.961</b>
252 1. Equity investments in associates and joint -		405.507.954.599	282.918.903.961
253 2. Equity investments in other entities		563.252.934.420	505.233.600.000
254 3. Provision for devaluation of long-term investments		(2.083.140.000)	(78.451.740.000)
255 4. Held-to-maturity investments		10.000.000.000	10.000.000.000
<b>260 VI. Other long-term assets</b>		<b>61.037.261.664</b>	<b>62.577.482.297</b>
261 1. Long-term prepaid expenses	11	56.946.629.138	61.154.169.643
262 2. Deferred income tax assets	35	3.515.166.290	753.249.229
269 3. Goodwill	15	575.466.236	670.063.425
<b>270 TOTAL ASSETS</b>		<b>9.069.140.570.752</b>	<b>8.245.843.456.390</b>

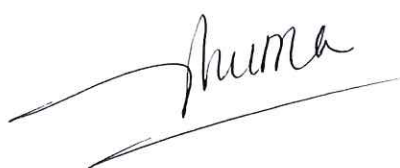
## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2021

(Continued)

Code CAPITAL	Note	31/12/2021 VND	01/01/2021 VND
<b>300 C. LIABILITIES</b>		<b>5.148.517.555.210</b>	<b>4.836.484.817.397</b>
<b>310 I. Current liabilities</b>		<b>2.007.847.067.953</b>	<b>1.987.505.892.604</b>
311 1. Short-term trade payables	17	197.755.572.644	223.546.310.239
312 2. Short-term prepayments from customers	18	101.847.569.470	67.895.527.360
313 3. Taxes and other payables to State budget	19	49.909.645.147	40.578.607.669
314 4. Payables to employees		73.175.934.109	51.562.806.446
315 5. Short-term accrued expenses	20	46.594.209.228	32.318.544.693
319 6. Other short-term payments	21	264.359.654.280	248.596.315.023
320 7. Short-term borrowings and finance lease liabilities	16	1.210.245.611.932	1.280.751.417.162
321 8. Provisions for short-term payables	22	17.528.764.682	12.028.951.164
322 9. Bonus and welfare fund		46.430.106.461	30.227.412.848
<b>330 II. Non-current liabilities</b>		<b>3.140.670.487.257</b>	<b>2.848.978.924.793</b>
337 1. Other long-term payables	21	763.128.309.067	626.793.253.421
338 2. Long-term borrowings and finance lease liabilities	16	2.370.659.594.000	2.220.232.850.981
341 3. Deferred income tax payables	35	6.882.584.190	1.952.820.391
<b>400 D. OWNER'S EQUITY</b>		<b>3.920.623.015.542</b>	<b>3.409.358.638.993</b>
<b>410 I. Owner's equity</b>	<b>23</b>	<b>3.920.623.015.542</b>	<b>3.409.358.638.993</b>
411 1. Contributed capital		1.929.200.000.000	1.875.000.000.000
411a - Ordinary shares with voting rights		1.929.200.000.000	1.875.000.000.000
412 2. Share premium		621.342.364.000	588.942.364.000
418 3. Development and investment funds		624.539.141.623	440.156.919.891
421 4. Retained earnings		600.918.815.985	373.846.076.571
421a - Retained earnings accumulated till the end of the year		88.580.048.129	63.461.949.743
421b - Retained earnings of the current period		512.338.767.856	310.384.126.828
422 5. Capital expenditure fund		97.817.204.031	97.817.204.031
429 6. Non-Controlling Interest		46.805.489.903	33.596.074.500
<b>440 TOTAL CAPITAL</b>		<b>9.069.140.570.752</b>	<b>8.245.843.456.390</b>

Preparer



Nguyen Thi Mong Thuong

Chief Accountant



Tran Tan Duc

Binh Duong, 21 January 2022

General Director




Tran Chien Cong



## CONSOLIDATED STATEMENT OF INCOME

for Quarter 4, 2021

Code ITEMS	Note	Quarter 4		Accumulated to the end of this quarter	
		Current year VND	Previous year VND	Current year VND	Previous year VND
01	25	1.017.801.536.116	859.766.652.660	3.131.992.306.898	3.025.337.455.580
02	26	3.872.184.524	-	16.418.769.256	-
10		1.013.929.351.592	859.766.652.660	3.115.573.537.642	3.025.337.455.580
11	27	630.203.689.227	512.032.386.292	1.800.792.764.565	1.789.258.947.036
20		383.725.662.365	347.734.266.368	1.314.780.773.077	1.236.078.508.544
21	28	34.574.789.753	6.968.465.783	110.225.413.147	42.457.996.078
22	29	4.630.259.736	56.906.160.315	79.127.457.133	214.600.628.063
23		38.147.948.524	39.706.499.425	154.713.371.551	155.533.630.972
24		4.153.418.267	13.896.761.793	3.308.990.138	16.282.502.783
25	30	95.350.007.948	98.188.423.168	324.823.029.624	356.175.239.117
26	31	47.009.601.579	49.328.970.663	145.443.725.956	132.884.167.797
30		275.464.001.122	164.175.939.798	878.920.963.649	591.158.972.428
31	32	13.593.653.301	13.833.861.046	41.314.374.273	36.755.032.691
32	33	6.090.750.465	10.458.698.611	61.281.766.236	31.677.697.469
40		7.502.902.836	3.375.162.435	(19.967.391.963)	5.077.335.222
50		282.966.903.958	167.551.102.233	858.953.571.686	596.236.307.650

**CONSOLIDATED STATEMENT OF INCOME**

for Quarter 4, 2021

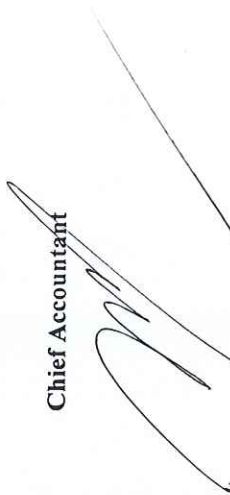
Code ITEMS	Note	Quarter 4		Accumulated to the end of this quarter	
		Current year VND	Previous year VND	Current year VND	Previous year VND
51	16. Current corporate income tax expenses	38.761.724.486	17.780.367.733	107.469.261.243	61.147.378.857
52	17. Deferred corporate income tax expenses	(112.475.941)	(341.481.019)	1.055.210.257	(341.481.019)
60	18. Profit after corporate income tax	<u>244.317.655.413</u>	<u>150.112.215.519</u>	<u>750.429.100.186</u>	<u>535.430.409.812</u>
61	19. Profit after tax attributable to shareholders of the parent	244.080.326.022	150.009.843.146	743.842.767.856	535.384.126.828
62	20. Profit after tax attributable to non-controlling interests	237.329.391	102.372.373	6.586.332.330	46.282.984
70	21. Basic earnings per share	1.061	770	3.233	2.748

Preparer



Nguyen Thi Mong Thuong

Chief Accountant



Tran Tan Duc



Tran Chien Cong



## CONSOLIDATED STATEMENT OF CASH FLOWS

for Quarter 4, 2021

(Indirect method)

Code	ITEMS	Note	Accumulated to the end of this quarter	
			Current year	Previous year
			VND	VND
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES</b>				
01	1. Profits before tax		858.953.571.686	596.236.307.650
	2. Adjustments for:			
02	- Depreciation and amortization of fixed assets and investment properties		484.162.321.904	466.037.552.999
03	- Provisions		(58.187.120.935)	42.911.084.796
04	- Exchange gains/losses from retranslation of monetary items denominated in foreign currency		(26.327.967.677)	15.525.635.075
05	- Gains/losses from investment		(87.206.435.608)	(58.512.816.923)
06	- Interest expense		155.443.416.411	156.263.675.836
07	- Other adjustments		37.269.827.921	143.205.829
08	3. Operating profit before changes in working capital		1.364.107.613.702	1.218.604.645.262
09	- Increase/Decrease in receivables		(307.772.917.051)	469.645.178.323
10	- Increase/Decrease in inventories		(75.991.386.868)	(137.643.661.596)
11	- Increase/Decrease in payables (excluding interest payables, corporate income tax payable)		238.949.151.925	(113.047.940.885)
12	- Increase/Decrease in prepaid expenses		4.135.717.517	(369.459.446)
14	- Interest paid		(146.330.103.210)	(147.944.960.434)
15	- Corporate income taxes paid		(95.746.862.377)	(62.733.905.922)
17	- Other payments on operating activities		(89.127.016.104)	(80.404.259.088)
20	Net cash flow from operating activities		892.224.197.534	1.146.105.636.214
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES</b>				
21	1. Purchase or construction of fixed assets and other long-term assets		(770.140.221.131)	(1.732.293.614.377)
22	2. Proceeds from disposals of fixed assets and other long-term assets		-	636.363.636
23	3. Loans and purchase of debt instruments from other entities		(407.672.000.000)	(284.100.000.000)
24	4. Collection of loans and resale of debt instrument of other entities		144.600.000.000	196.790.000.000
25	5. Equity investments in other entities		(142.081.819.420)	(101.374.957.500)
27	6. Interest and dividend received		94.441.416.816	36.521.124.750
30	Net cash flow from investing activities		(1.080.852.623.735)	(1.883.821.083.491)
<b>III. CASH FLOWS FROM FINANCING ACTIVITIES</b>				
31	2. Proceeds from issuance of shares and receipt of contributed capital		93.250.000.000	997.292.364.000
33	2. Proceeds from borrowings		1.941.065.110.685	2.408.830.286.709
34	3. Repayment of principal		(1.872.648.424.361)	(1.865.120.737.871)
36	4. Dividends or profits paid to owners		(225.000.000.000)	(150.000.000.000)
40	Net cash flow from financing activities		(63.333.313.676)	1.391.001.912.838

## CONSOLIDATED STATEMENT OF CASH FLOWS

*for Quarter 4, 2021*

*(Indirect method)*

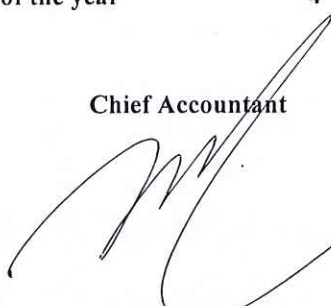
Code ITEMS	Note	Accumulated to the end of this quarter	
		Current year	Previous year
		VND	VND
50 Net cash flows in the year		(251.961.739.877)	653.286.465.561
60 Cash and cash equivalents at beginning of the year		728.002.889.164	74.716.954.777
61 Effect of exchange rate fluctuations		(36.459.114)	(531.174)
70 Cash and cash equivalents at end of the year	4	476.004.690.173	728.002.889.164

Preparer



Nguyen Thi Mong Thuong

Chief Accountant



Tran Tan Duc



Binh Duong, 21 January 2022

General Director



Tran Chien Cong



## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

*for Quarter 4, 2021*

### 1 . CHARACTERISTICS OF OPERATION OF THE COMPANY

#### Form of capital ownership

Binh Duong Water - Environment Joint Stock Company was transformed from Binh Duong Water Supply Sewerage and Environment One-member Company Limited under the Decision No. 4259/QD-UBND dated 24 December 2014 of People's Committee of Binh Duong province. The Company operates under the Business Registration Certificate No. 3700145694 on 07 February 2006 by the Department of Planning and Investment of Binh Duong province and the 16th amendment under the Enterprise Registration Certificate of Joint Stock Company dated 28 October 2021.

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

The Company's charter capital is VND 1929200000000, (One thousand nine hundred and twenty-nine billion, two hundred million dong), equivalent to 192920000, shares, with par value of VND 10,000/share.

As at 31 December 2021, the Company have 1,131 employees (as at 01 January 2021: 1,166 employees).

#### Business field

The main business field of the Company are producing and supplying treated water; waste treatment and waste-water treatment in Binh Duong province.

#### Business activities

Main business activities of the Company are:

- Investing, exploiting, treating and supplying water;
- Collection, transportation and treatment of solid waste (municipal waste, industrial waste and hazardous waste);
- Treating municipal waste;
- Construction works, repairing water supply and drainage system;
- Production of mineral water;
- Trading of materials used for water sector;
- Wholesale of scrap, metal scrap, non-metal;
- Providing services for urban works such as cleaning canal, sucking cesspool and washing road;
- Plant, cultivation and trading of ornamental trees;
- Compost production.

#### The Company's operations in the period that affects the Consolidated Financial Statements

##### *Covid-19 pandemic*

The Covid-19 pandemic is negatively affecting the entire economy and most businesses and industries. This situation leads to factors of uncertainty and may impact the environment in which the Company operates. The Board of General Directors of the Company is continuing to monitor developments, as well as assess the financial effects related to the assessment of assets, provisions and contingent liabilities, and at the same time, using estimates and judgments for various matters, based on the most reliable information available at the date of these Consolidated Financial Statements.

Due to the securities market fluctuations, during the Quarter 4 of 2021, the Company made to reversal of provision for devaluation of long-term financial investments with the total amount of 33.7 billion dong - resulted in item Total net profit before tax is increased of 36.46 billion dong than the same period of last year (in the Quarter 4 of 2020, the Company made the provision for devaluation of these investments with amount of 2.76 billion dong). Simultaneously, due to the prevention of water loss was strengthened, the rate of water loss decreased compared to the same period of last year. This leads to a reduction in production costs, contributing to an increase in the Company's profit before tax compared to the same period of last year. Other items are not significant increased/decreased.

The combination of the above reasons makes the Total net profit before tax of the Quarter 4 of 2021 increased by 115.42 billion dong compared with the same period of last year.

**The Company's structure:**

**The Company has two (02) subsidiary which have consolidated in consolidated financial statements as at 31/12/2021**

<u>Name of company</u>	<u>Head office</u>	<u>Proportion of ownership</u>	<u>Voting rights held by the Group</u>	<u>Principal activities</u>
Recycled Green Materials Joint Stock Company	Binh Duong	98,80%	98,80%	Recycle scrap, produce construction
Biwase Electric - Construction Joint Stock Company	Binh Duong	60,00%	60,00%	Electric production, electrical system construction, architectural activities and technical consulting.

Information of associated companies of the Company is provided in Note No. 5.

**2 . ACCOUNTING SYSTEM AND ACCOUNTING POLICY**

**2.1 . Accounting period and accounting currency**

Annual accounting period commences from 01 January and ends as at 31 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 the Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance, 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 and the Circular No. 202/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance guiding the preparation and presentation of Consolidated Financial Statements.

*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 documents guiding the current Accounting Standards and Corporate Accounting System.

**2.3 . Basis for preparation of Consolidated Financial Statements**

Consolidated financial statements are prepared based upon consolidating Separate Financial Statements of the Company and its subsidiaries under its control for quarter 4, 2021. Control right is in practice when the Company has power to govern the financial and operating policies of invested companies to obtain benefits from their activities.



Financial statements of subsidiaries is applied accounting policies in consistence with the Company's financial statements. If necessary, adjustments are made to the Financial statements of subsidiaries to bring the accounting policies used in line with those used by the Company and its subsidiaries.

The remaining balance, main incomes and expenses, including unrealized profits/loss from intra-group transactions are eliminated in full from Consolidated Financial Statements.

*Non-controlling interest*

Non-controlling interest is the benefits in profits or losses, and in the net assets of subsidiaries not held by the Company.

## **2.4 . Financial Instruments**

*Initial recognition*

*Financial assets*

Financial assets of the Company include cash and cash equivalents, trade receivables and other receivables, lending loans and long-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 borrowings, common bonds, 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*

There are currently no regulations on revaluation of financial instruments after initial recognition.

## **2.5 . Foreign currency transactions**

The foreign currency transactions during the period are converted into Vietnam dong with the real exchange rate at the transaction date. Real exchange rates are determined as the following principles:

- When recording receivables, applying the bid rate of the commercial bank stipulated by the Company for customers to make payment at the transaction time;
- When recording payables, applying the offer rate of the commercial bank where the Company expects to conduct transactions at the transaction time;
- When purchasing assets or paying immediately in foreign currency, applying the bid rate of the commercial bank where the Company makes payments.

Real exchange rate when revaluating monetary items denominated in foreign currencies at the reporting date of Consolidated Financial Statements is determined under the following principles:

- For asset accounts, applying the bid rate of the commercial bank where the Company regularly conducts transaction;
- For foreign currency deposited in bank, applying the bid rate of the bank where the Company opens its foreign currency
- For liability accounts, applying the offer rate of the commercial bank where the Company regularly conducts transaction.

All exchange differences arising from foreign currency transactions in the period and from revaluation of remaining foreign currency monetary items at the end of the period are recorded immediately to operating results of the accounting period. In which the exchange rate difference due to revaluation of ending balance of monetary items denominated in foreign currencies is not used for profit distribution or dividend distribution.

## **2.6 . Cash and cash equivalents**

Cash includes cash on hand, demand deposits at Bank and deposits at the Treasury.



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.

## 2.7 . Goodwill

Goodwill arises on the business consolidation is initially measured at its cost, being the excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities. If the excess is negative (gain from bargain purchase), it is recognised immediately in the consolidated statement of income. After initial recognition, goodwill is measured at cost less accumulated amortisation. Goodwill is amortised on a straight-line basis during its estimated useful life over 10 years. Annually, the Group shall assess impairment loss of goodwill at subsidiaries, whether there is any indication that impaired loss of goodwill is higher than the goodwill allocated, the Group shall recognise the impaired loss immediately in the period that incurred.

## 2.8 . Financial investments

*Investments held to maturity* include: term deposits, bonds, lending loans, ... held to maturity to earn profits periodically and other held to maturity investments.

In the Consolidated Financial Statements, investments in joint ventures and associates are accounted for using equity method. Under this method, the investments are initially recognised at cost and adjusted thereafter for the post acquisition change in the Group's share in net assets of the associate after acquisition date. Goodwill incurred from the investment in the associates is reflected in the carrying amount of the investment in the associate. The Group will not allocate such goodwill but assess annually to determine whether the goodwill is under impaired loss or not.

The share of investor in post-acquisition profits or losses of the associate is recognised in the consolidated income statement, and the share of investor in post-acquisition movements in equity of the associate is recognised in equity. The post-acquisition accumulated changes are adjusted to carrying amount of investments. Dividends received or receivable from associates are recognised as a reduction in the carrying amount of the investment.

Financial Statements of associates are prepared in the same period with the Group's consolidated financial statements and use the consistent accounting policies with the Group's policies. Adjustment shall be made if necessary to ensure the consistence with the Group's accounting policies.

*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 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 date 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.

## 2.9 . Receivables

The receivables shall be kept records in details according to period receivables, entities receivables, types of currency receivable and other factors according to requirements for management of the Company. Receivables are classified as short-term and long-term in the Consolidated Financial Statements based on the remaining maturity of the receivables at the reporting date.

The allowances for doubtful debts is created when: An overdue debt under an economic contract, a loan agreement, a contractual commitment or a promissory note and debts are not due but difficult recovery. Accordingly, the provisions for overdue debts shall be made according to time in which the principal is repaid according to the sale contract, exclusive of the debt rescheduling between contracting parties and the debts are not due but the debtor is close to bankruptcy or undergone procedures for dissolution, or the debtor is missing or makes a getaway.

## 2.10 . 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 by mobile weighted average method.

Inventory is recorded by perpetual method.

Method for valuation of work in process at the end of the period:

- The value of work in progress is recorded for each construction project that is incomplete or of which revenue is unrecognised, corresponding to the amount of work in progress at the end of the period.
- For the manufactured products such as: water, fertilizer, ... work in progress is obtained based on actual cost incurred for each kind of unfinished products.
- For brick products, the value of work in progress is recorded based on the ratio of the equivalent units of finished product.

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.

## 2.11 . Fixed assets

Tangible and intangible fixed assets are stated at the historical cost. During the useful lives, tangible and intangible fixed assets are recorded at cost, accumulated depreciation and net book value.

Depreciation and amortization is provided on a straight-line basis which are estimated as follows:

- Buildings, structures	07 - 25 years
- Machinery, equipment	06 - 08 years
- Transportation equipment	06 - 30 years
- Management equipment	03 - 08 years
- Perennial plants, working and producing animals	06 - 12 years
- Other tangible assets	05 - 13 years
- Land use rights	49 years
- Computer software	03 years
- Copyrights and patents	02 years
- Other intangible assets	03 years

Permanent land use rights are recorded at historical cost and are not amortized.



## 2.12 . Construction in progress

Construction in progress includes fixed assets which is being purchased and constructed as at the accounting period ended and is recognised in historical cost. This includes costs of construction, installation of equipment and other direct costs. Construction in progress is not depreciated until the relevant assets are completed and put into use.

## 2.13 . 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.

## 2.14 . Prepaid expenses

The expenses incurred but related to results of business operations of several accounting period are recorded as prepaid expenses and are amortised to the income statement in the following period.

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:

- Prepaid land expensive include prepaid land rental, including those related to leased land for which the Company has received the Certificates of land use rights but is not eligible to recognize intangible fixed assets under Circular No. 45/2013/TT-BTC issued by the Ministry of Finance on 25 April 2013, guiding regulation on management, use and depreciation of fixed asset and other costs related to the guarantee for the use of leased land. These costs are recognized in the Consolidated Financial Statements on a straight-line basis over the term of the land lease agreement;
- 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 recognition are fixed assets according to current regulations. Cost of tools and instruments is amortized on a straight-line not over than 36 month;
- Goodwill arising from the equitization of state-owned enterprise is allocated gradually within no more than 10 years.
- Others prepaid expenses are stated at cost and amortized using the straight-line method over their useful lives.

## 2.15 . Payables

The payables shall be kept records in details according to period payables, entities payables, types of currency payable and other factors according to requirements for management of the Company. Payables are classified as short-term and long-term in the Consolidated Financial Statements based on the remaining maturity of the receivables at the reporting date.

## 2.16 . Borrowings

Borrowings 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 types of currency.

## 2.17 . Bonds released

Bond released shall be recorded on net basis, determining by bond value at Par minus (-) Bond discount and plus (+) Bond premium. At the time of initial record, the cost of issuing bonds is recorded a decrease in par value of the bond. After initial recognition, the cost of issuing bonds is allocated periodically by recording an increase in the par value and recording in financial expense in the period in accordance with the bond life by the straight line method.



## 2.18 . Borrowing costs

Borrowing costs are recognized into operating costs in the period, except for which directly attributable to the construction or production of unfinished asset included (capitalized) in the cost of that asset, when gather sufficient conditions as regulated in VAS No. 16 "Borrowing costs". Beside, regarding loans serving the construction of fixed assets, investment properties, and the interests shall be capitalized even if the construction duration is under 12 months.

## 2.19 . Accrued expenses

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

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

## 2.20 . Provision for payables

Provision for payables only record when meet all following conditions:

- The Company have a present debt obligation (legal obligation or joint obligation) as a result of past events;
- It is probable that the decrease in economic benefits may lead to the requirement for debt settlement; and
- Debt obligation can be estimated reliably.

Value recorded as a provision for payable is the most reasonably estimated amount required to settle the present debt obligation at the end of the period. In which:

- *Provision on insuring the construction*: is made for each project or completed work item and handed over in the period with the rate from 3% to 5% of the turnover of each project, work item;
- *Provision on wastes treatment expenses*: is made based on the carrying amount of wastes to be treated at the end of the year and the average cost of waste treatment in the period.

Only expenses related to the previously recorded provision for payable shall be offset by that provision for payable.

Provisions for payables are recorded as operating expenses of the period. In case provision made for the previous period but not used up exceeds the one made for the current accounting period, the difference is recorded as a decrease in operating expenses. The excess of the provision for payables relating to construction warranty is recorded as other income in the period.

## 2.21 . 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. The distribution of profits are made when the undistributed profit after tax of company shall not exceed the undistributed profit after tax on Consolidated Financial Statements after eliminating the impact of profits recorded from cheap purchase. Undistributed profit after tax can be distributed to investors based on capital contribution rate after approval by General Meeting of Shareholders and after making appropriation to funds in accordance with the Company's Charter and Vietnamese regulatory requirements.



The Company appropriates the following reserve funds from its net profit after tax under the proposal of the Board of Management and is approved by the shareholders at the Annual General Meeting of Shareholders:

- Development investment fund: this fund is set up and used for expansion investment of business and production scale, or for intensive investment of enterprises.
- Bonus and welfare funds and bonus for the Executive Board: are deducted from post-corporate income tax profits of enterprises to use for reward and encouragement of physical benefits, bringing common benefits and improving the welfare of employees and are presented as a liability on the Consolidated of Financial position.

Dividends to be paid to shareholders are recognised as a payable in the Consolidated Statement of Financial position after declaration from the Board of Management and announcement closing date receipt dividends of Securities Depository Center of Vietnam.

## 2.22 . Revenues

### *Sales*

Revenue from the sale of goods shall be recognised when all the following conditions have been satisfied:

- The entity has transferred to the buyer the significant risks and rewards of ownership of the goods;
- The entity retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the entity; and
- The cost incurred or to be incurred in respect of the transaction can be measured reliable.

### *Services rendered*

Services rendered shall be recognised when all the following conditions have been satisfied:

- The amount of the revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the entity;
- The stage of the completion of the transaction at the end of the reporting date can be measured reliably; and
- The costs incurred for the transaction and the costs to complete the transaction can be measured reliable.

The stage of the completion of the transaction may be determined by surveys of work completed methods.

### *Revenue from construction contract*

In case the construction contract defines that the contractor shall be entitled to payment basing on value of volume achieved, when achieved results of construction contract are estimated reliably and confirmed by customers, then revenues and expenditures related to the contract recorded in proportion to the completed work confirmed by the customer in the period are recorded in the bills set up.

### *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 entity; 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.

## 2.23 . Revenue deductions

Revenue deductions from sales and service provisions arising in the period include trade discounts.

Trade discounts, sales allowances and sales returns incurred in the same period of consumption of products, goods and services are adjusted a decrease in revenue in the incurring period. In case products, goods and services are sold from the previous periods, until the next period are incurred deductible items, the Consolidated Financial Statements records a decrease in revenue under the principles: If incurred prior to the issuance of the Consolidated Financial Statements then record a decrease in revenue on the Consolidated Financial Statements of the reporting period (the previous period); and if incurred after the release of Consolidated Financial Statements then record a decrease in revenue of incurring period (the next period).



#### 2.24 . 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.

#### 2.25 . Financial expenses

Items recorded into financial expenses consist of:

- Expenses or losses relating to financial investment activity;
- Expenses of capital borrowing;
- Provision for losses from investment in other entities, losses from exchange rate, etc.

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

#### 2.26 . Corporate income tax

##### *a) Deferred income tax assets and Deferred income tax payable*

Deferred income tax assets is determined based on total deductible temporary difference. Deferred income tax payable is determined based on taxable temporary difference amount.

Deferred income tax asset and Deferred income tax liability are determined based on prevailing corporate income tax rate, tax rates and tax laws enacted at the end of the period.

Deferred income tax assets are recognized only to the extent that it is probable that future taxable profit will be available against which the temporary difference can be utilized. Deferred income tax assets are reduced to the extent that it is no longer probable that the related tax benefits will be realized.

##### *b) Current corporate income tax expenses*

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

Deferred corporate income tax expenses are determined based on deductible temporary difference, the taxable temporary differences and income tax rate.

##### *c) Tax incentives policies*

From 2014, the Company is entitled to a preferential corporate income tax rate of 10% on taxable income from socialization activities (clean water supply; collection, transportation and treatment of solid waste, waste water) in accordance with Circular No. 78/2014/TT-BTC dated 18 June 2014 of the Ministry of Finance.

Simultaneously, according to the Decree No. 218/2013/ND-CP dated 26 December 2013, the Company is applied with CIT rate of 10% within 15 years, exempt from CIT in 04 years and is subject to 50% reduction of CIT payable in the next 09 years for the taxable income from producing solar power generation (in a subsidiary - Biwase Electric - Construction Joint Stock Company).

Due to the first fiscal year of subsidiary - Biwase Electric - Construction Joint Stock Company operated less than 12 months, the Company decided to apply tax incentives for solar power generation as:

- CIT rate of 20% for the first year;
- Apply incentives for the taxable income from producing solar power generation from year 2021. Tax rate of 10% within 15 years (from 2021 - 2035); exempt from CIT in 04 years (from 2021 - 2024); and 50% reduction of CIT payable in the next 09 years (from 2025 - 2033).

##### *d) Current corporate income tax rate*

For Quarter 4, 2021, the Company is entitled to the following corporate income tax rates:

- Tax rate of 10% for taxable income from clean water supply; collection, transportation and treatment of solid waste;
- Tax rate of 20% for other taxable income.

## 2.27 . Earning per shares

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 Directors) by the weighted average number of ordinary shares outstanding during the period.

## 2.28 . 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, including the Company's parent, subsidiaries and affiliated companies;
- 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 due to the above-mentioned individuals directly or indirectly hold an important part of the voting rights or have significant influence on the Company.

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

## 2.29 . Partial information

A part is a separate identifiable component of the Company that engages in the provision of related products or services (business fields), or provides products or services in a specific economic environment (geographical areas). Each of these departments is subject to risks and benefits distinct from other parts.

Segment information is prepared in accordance with the accounting policy applicable to the preparation and presentation of the financial statements of the Company in order to help users of the financial statements to understand and evaluate the financial position of the Company comprehensively.

## 3 . BUSINESS COMBINATION

### Acquisiting additional share of subsidiary and transactions made change the holding interest rate in subsidiary

During the period, the Company has additionally contributed 30 billion dong to Biwase Electric - Construction Joint Stock Company in accordance with the capital contribution commitment approved by the Board of Management in the Meeting Minutes and Resolution No. 42/BB-HDQT dated 15 September 2020. Accordingly, the rate of interest and rate of voting rights as at 31 December 2021 is 60% (at 31 December 2020: 47.36%).

## 4 . CASH AND CASH EQUIVALENTS

	31/12/2021	01/01/2021
	VND	VND
Cash on hand	1.481.510.169	1.089.350.286
Demand deposits	156.322.925.391	170.337.017.965
Cash in transit	1.325.788.860	2.076.520.913
Cash equivalents (*)	316.874.465.753	554.500.000.000
<b>Total</b>	<b><u>476.004.690.173</u></b>	<b><u>728.002.889.164</u></b>

(\*) As at 31 December 2021, the cash equivalents is term deposits from 01 month to 03 months deposited at commercial banks with interest from 2.9% / year to 3.7%/ year. At 31 December 2021, the cash equivalents value at 60.6 billion dong was used as collateral for borrowings/ guarantees from the Vietnam Joint Stock Commercial Bank for Industry and Trade.



5 . FINANCIAL INVESTMENTS

a) Held-to-maturity investments

	31/12/2021		01/01/2021	
	Original cost VND	Provision VND	Original cost VND	Provision VND
Short-term investments				
- Term deposits (i)	599.672.000.000	-	336.600.000.000	-
	599.672.000.000	-	336.600.000.000	-
Long-term investments				
- Bonds (ii)	10.000.000.000	-	10.000.000.000	-
	10.000.000.000	-	10.000.000.000	-
	<b>609.672.000.000</b>	-	<b>346.600.000.000</b>	-

(i) Term deposits from 04 months to 13 months at commercial banks with interest rate of from 3.0% /year to 6.0% /year. At 31 December 2021, the term deposits value at 80 billion dong was used as collateral for borrowings/ guarantees from the commercial banks.

(ii) Investments in purchasing bonds of Vietnam Joint Stock Commercial Bank for Industry and Trade:

+ 50,000 bonds with a term of 10 years (maturity date of 30 July 2030); face value of VND 100,000 / 01 bond; Bond interest rate is the reference interest rate + 1.0% / year.

+ 50,000 bonds with a term of 10 years (maturity date of 18 November 2031); face value of VND 100,000 / 01 bond; Bond interest rate is the reference interest rate + 1.0% / year.

b) Equity investments in associates

	31/12/2021			01/01/2021		
	Address	Proportion of ownership	Voting rights held by the Group	Address	Proportion of ownership	Voting rights held by the Group
						Value by equity method
- Chanh Phu Hoa Investment - Construction Joint Stock Company	Binh Duong	43,16%	43,16%	Binh Duong	43,12%	282.918.903.961
- Gia Tan Water Joint Stock Company (*)	Dong Nai	32,46%	32,46%			
						<b>282.918.903.961</b>

(\*) According to Meeting Minutes and Resolution No. 03/BB-HDQT dated 09 January 2020 of the Board of Management on investing in Gia Tan Water Joint Stock Company and Meeting Minutes and Resolution No. 28/BB-HDQT dated 30 June 2021 on increasing ownership at Gia Tan Water Joint Stock Company, during the year, the Company was finished transactions to receive shares transferred from shareholders of Gia Tan Water Joint Stock Company with total shares of 3,219,850 shares, equivalent to total par value of VND 32,198,500,000; with the purchase cost of VND 45,690,365,500. After above transactions, Gia Tan Water Joint Stock Company has become an associate of the Company since 02 July 2021 with the rate of voting rights is 32.20%.

Simultaneously, according to the Resolution No. 05/2021/NQ-HDQT dated 29 June 2021 of extraordinary General Meeting of Shareholders of Gian Tan Water Joint Stock Company, the Company made an additional purchase of 2,414,888 shares, equivalent to total par value and purchase cost of VND 24,148,875,000. After above transactions, as at 31 December 2021, the Company owns 5,634,738 shares, equivalent to total par value of VND 56,347,380,000; with the purchase cost of VND 69,839,240,500. The rate of voting rights of the Company at Gia Tan Water Joint Stock Company as at 31 December 2021 is 32.46 %.

Major transactions between the Company and associates during the period: detailed as in Notes 42.

c) Equity investments in other entities

	Stock code	31/12/2021			01/01/2021		
		Original cost	Fair value	Provision	Original cost	Fair value	Provision
		VND	VND	VND	VND	VND	VND
- Dong Nai Water Joint Stock Company (i)	DNW	326.185.860.000	564.346.800.000	-	273.085.860.000	375.771.000.000	-
- Binh Duong Producing and Trading Goods Corporation	PRT	213.760.200.000	332.196.000.000	-	213.760.200.000	141.720.000.000	(72.040.200.000)
- Thanh Le General Import - Export Trading Corporation	TLP	18.387.540.000	16.304.400.000	(2.083.140.000)	18.387.540.000	11.976.000.000	(6.411.540.000)
- Sonadezei Corporation (ii)	SNZ	4.919.334.420	4.973.493.000	-	-	-	-
		<u>563.252.934.420</u>	<u>917.820.693.000</u>	<u>(2.083.140.000)</u>	<u>505.233.600.000</u>	<u>529.467.000.000</u>	<u>(78.451.740.000)</u>

The fair value of investments in Dong Nai Water Joint Stock Company ("DNW"), Binh Duong Producing and Trading Goods Corporation ("PRT"), Thanh Le General Import - Export Trading Corporation ("TLP") and Sonadezei Corporation ("SNZ") as at 01 January 2021 and 31 December 2021, they are the average reference price of the nearest 30 trading days at the date of reporting of these stocks in Upcom.



The reason for each change of other entities:

- (i) During the period, the Company also purchased 3,540,000 shares of Dong Nai Water Joint Stock Company, equivalent to the total par value of VND 35,400,000,000 with the investment cost of VND 53,100,000,000. After the above transactions, as at 31 December 2021, the Company owns 21,240,000 shares of Dong Nai Water Joint Stock Company with the total investment cost of VND 326,185,860,000, the rate of interest of the Company at Dong Nai Water Joint Stock Company is 17.70%.
- (ii) According to Meeting Minutes and Resolution No. 11/BB-HDQT dated 01 March 2021 of the Board of Management of Binh Duong Water - Environment Joint Stock Company, the Board of Management has agreed on buying shares Sonadezei Corporation. Accordingly, during the year, the Company bought 141,000 shares SNZ by order matching method, equivalent to total par value and total cost of VND 1,410,000,000 and 4,919,334,420 VND respectively. After above transactions, as at 31 December 2021, the rate of voting rights of the Company at Sonadezei Corporation is 0.04 %.

Detailed information on the Company's other entities as at 31 December 2021 as follows:

Name of company	Place of establishment and operation	Rate of interest	Rate of voting rights	Principle activities
- Dong Nai Water Joint Stock Company	Dong Nai	17,70%	17,70%	Supplying water.
- Binh Duong Producing and Trading Goods Corporation	Binh Duong	4,00%	4,00%	Trading business, industrial zone.
- Thanh Le General Import - Export Trading Corporation	Binh Duong	0,51%	0,51%	Trading petroleum; water transportation and real estate business.
- Sonadezei Corporation	Dong Nai	0,04%	0,04%	Investment in industrial cities and industrial zone.

**6 . SHORT-TERM TRADE RECEIVABLES**

	31/12/2021		01/01/2021	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>a) Trade receivables detailed by customers with large account balances</b>				
- Vietnam - Singapore Industrial Park Joint Venture Co., Ltd	35.638.800.572	-	25.019.343.878	-
- Department of Natural Resources and Environment of Tan Uyen Town	49.441.804.726	-	3.349.692.770	-
- Department of Natural Resources and Environment of Di An City	62.407.777.620	-	6.288.090.449	-
- Others	385.400.200.331	(33.327.391.182)	289.712.815.950	(22.775.548.887)
<b>Tổng</b>	<b>532.888.583.249</b>	<b>(33.327.391.182)</b>	<b>324.369.943.047</b>	<b>(22.775.548.887)</b>
<b>b) In which: Trade receivables from related parties</b>	<b>27.171.466.362</b>	<b>(683.327.120)</b>	<b>38.821.934.232</b>	<b>(325.843.200)</b>
<i>(Detailed as in Notes No. 42)</i>				

**7 . SHORT-TERM PREPAYMENTS TO SUPPLIES**

	31/12/2021		01/01/2021	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
<b>a) Prepayments to supplies detailed by large account balances</b>				
- N.T.P Trading Company Limited	42.691.371.250	-	-	-
- Land Fund Development Center of Tan Uyen town (i)	-	-	114.387.697.750	-
- Others	74.847.871.943	(7.307.321.545)	96.381.502.772	(7.307.321.545)
<b>Tổng</b>	<b>117.539.243.193</b>	<b>(7.307.321.545)</b>	<b>210.769.200.522</b>	<b>(7.307.321.545)</b>
<b>b) In which: Prepayments to related parties</b>	<b>42.880.190.782</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i>(Detailed as in Notes No. 42)</i>				

(i) This is an advance of the compensation fund according to Contract No. 01/HD-GPMB dated 20 February 2017 and Addendum No. 01.01/HD-GPMB dated 27 July 2018 on the implementation of compensation and site clearance of the Project "Tan Hiep Water Plant Expansion" and Decision No. 7049/QD-UBND dated 29 October 2019 on adjustment of funding for compensation, support and resettlement plan for the Project "Tan Hiep Water Plant Expansion" located in Tan Hiep ward, Tan Uyen town, Binh Duong city at Decision No. 3958/QD-UBND dated 25 July 2018. on approving the compensation, support and resettlement plan for the Project "Tan Hiep Water Plant Expansion" located in Tan Hiep ward, Tan Uyen town, Binh Duong city. The total value of compensation and support under the approved plan is VND 115,994,363,750. At the reporting date, the Land Fund Development Center of Tan Uyen town has completed compensation and they are in the process of completing Certificates of land use rights to hand over to the Company.



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

**8 . OTHER SHORT-TERM RECEIVABLES**

	31/12/2021		01/01/2021	
	Amount VND	Provision VND	Amount VND	Provision VND
<b>a) Short-term</b>				
- Advances	61.984.637.434	-	59.647.155.357	-
- Mortgages, deposits	18.819.844.926	-	1.625.251.263	-
- Receivables from materials advanced for construction	153.827.672.787	-	13.388.881.615	-
- Receivables from lending materials	7.856.529.059	-	7.318.071.865	-
- Loan interest receivable, deposit interest receivable	9.192.857.446	-	6.377.026.892	-
- Dividend receivable	141.000.000	-	13.500.801.900	-
- Advance for purchasing land use rights	10.440.000.000	-	10.440.000.000	-
- Receivables from invested in purchasing shares of Gia Tan Water Joint Stock Company (i)	-	-	35.181.617.500	(5.563.182.405)
- Other receivables	40.469.588.401	(1.975.322.825)	43.772.410.917	-
	<b>302.732.130.053</b>	<b>(1.975.322.825)</b>	<b>191.251.217.309</b>	<b>(5.563.182.405)</b>
<b>b) Long-term</b>				
- Receivables from the Sewerage Project Management Unit in Binh Duong province (ii)	955.646.977.479	-	970.343.027.648	-
	<b>955.646.977.479</b>	-	<b>970.343.027.648</b>	-
<b>c) In which: Other receivables from related parties</b> <i>(Detailed as in Notes No. 42)</i>				
(i) Detailed as in Notes No. 5.	<b>7.856.529.059</b>	-	<b>7.612.414.916</b>	-

(ii) Receivables from the Sewerage Project Management Unit in Binh Duong province after the Company handed over assets, liabilities of units, including: Project Management Unit for Southern Thu Dau Mot Water Supply project; Water Supply - Sewerage - Environment Project Management Unit; Project Management Unit for Water drainage and Waste water treatment in Di An, Thuan An and Tan Uyen and South Binh Duong Water Environment Improvement Project Management Unit according to Decision No. 340/QD-UBND dated 13 February 2019 of the People's Committee of Binh Duong province on consolidating Project Management Units in the field of water drainage and wastewater treatment; Decision No. 2909/UBND-KTN dated 19 June 2019 and Decision No. 3466/UBND-KTN dated 16 July 2019 of the People's Committee of Binh Duong Province on the transfer of investors of ongoing projects to the Sewerage Project Management Unit in Binh Duong province. In which, receivable of VND 681.31 billion which the Company has granted to Project Management Units and VND 274.33 billion from the Project Management Units related to the capital that form assets in progress at the Project Management Units which were previously included in the valuation report when equitizing.

9 . DOUBTFUL DEBTS

	31/12/2021		01/01/2021	
	Original cost	Recoverable amount	Original cost	Recoverable amount
	VND	VND	VND	VND
Total value of overdue debts	76.933.979.524	34.323.943.972	48.209.235.125	18.126.364.693
- <i>Ngoc Suong Asia Investment and Project Manager JSC</i>	5.444.000.000	-	5.444.000.000	-
- <i>Minh Nhat Trading Construction Co., Ltd</i>	1.770.774.207	-	1.770.774.207	-
- <i>Others</i>	69.719.205.317	34.323.943.972	40.994.460.918	18.126.364.693
<b>Tổng</b>	<b>76.933.979.524</b>	<b>34.323.943.972</b>	<b>48.209.235.125</b>	<b>18.126.364.693</b>

10 . INVENTORIES

	31/12/2021		01/01/2021	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Raw materials	380.258.449.188	-	363.541.233.215	-
Tools, supplies	666.787.007	-	754.602.178	-
Work in progress (*)	287.644.776.476	-	226.147.930.493	-
Finished goods	28.101.967.384	-	28.852.122.881	-
Goods	1.037.105.198	-	2.421.809.618	-
Consignments	-	-	-	-
<b>Tổng</b>	<b>697.709.085.253</b>	<b>-</b>	<b>621.717.698.385</b>	<b>-</b>

(\*) Including the Project of social housing and green park in An Phu ward, Thuan An town, Binh Duong province with the accumulated amount until 31 December 2021 is VND 184,467,935,804. Total design capacity of the Project include 12 floors, 216 apartments with the floor area of 16,689.8 m<sup>2</sup>; standard of 25m<sup>2</sup>/person with reception capacity of about 667 people. The scale of the project is defined as a construction work - level I, including 01 basement, 01 ground and 11 top floors over the total area of 4,613.6 m<sup>2</sup>. Estimated total investment for the whole project is VND 207,113,593,074. The main invested capital is the borrowing capital from the Binh Duong Development Investment Fund and the Company's own capital. The investment purpose of the project is to build house for students, workers, civil servants, officials, armed forces, and people with low-income in Binh Duong province. At the reporting date, the project has completed the crude construction and is in the process of interior finishing, and other auxiliary items. At the reporting date, the project has been completed and the was been implementing necessary procedures for acceptance and overall handover in order to putting in use.



11 . PREPAID EXPENSES

	31/12/2021	01/01/2021
	VND	VND
<b>a) Short-term</b>		
Tools and supplies waiting for allocation	5.543.584.339	3.892.108.995
Processing and repairing expenses	1.672.125.433	2.012.618.310
Premium expenses	694.964.395	1.031.778.354
Others	973.463.545	1.875.809.065
<b>Tổng</b>	<b>8.884.137.712</b>	<b>8.812.314.724</b>
<b>b) Long-term</b>		
Tools and supplies waiting for allocation	6.940.969.210	15.041.611.945
Substantial expenditure on fixed asset overhaul	3.112.495.378	5.279.186.253
Costs of installing water pipelines	15.514.734.517	6.984.993.696
Land rental costs	23.855.157.341	24.601.791.557
Value of the business advantages of the enterprise	4.810.363.280	5.823.071.336
Others	2.712.909.412	3.423.514.856
<b>Tổng</b>	<b>56.946.629.138</b>	<b>61.154.169.643</b>

12 . CONSTRUCTION IN PROGRESS

a) Construction in progress

	31/12/2021	01/01/2021
	VND	VND
<b>Procurement of fixed assets</b>	<b>429.596.816.591</b>	<b>315.115.451.921</b>
Land use rights (i)	429.596.816.591	315.115.451.921
<b>Construction in progress</b>	<b>674.567.085.087</b>	<b>1.038.275.710.070</b>
Head office	563.792.882.430	927.501.507.413
- <i>Project of Water supply in Binh Duong Complex Area (Tan Hiep water plant), the capacity 100,000 m3/day</i>	-	220.869.985.587
- <i>Water supply system project in Becamex - Binh Phuoc Industrial and Urban Complex and surrounding areas</i>	2.965.752.502	170.723.831.844
- <i>Construction investment project to raise the capacity of Uyen Hung Water Plant, the capacity increased by 29,500 m3/ day</i>	28.908.823.386	432.537.576
- <i>Investment project on manufacturing, installing compost 3 factory - capacity of 840 tons / day</i>	138.432.652.998	192.252.661.975
- <i>Incinerator with capacity of 8,400 kg / hour belongs to the South Binh Duong solid waste treatment complex</i>	117.491.976.648	136.382.352.407
- <i>Project of Improving Water Supply Capacity of Biwase's water plants</i>	81.664.185.901	-
- <i>Other constructions</i>	194.329.490.995	206.840.138.024
PMU of Tan Hiep Water Factory	110.774.202.657	110.774.202.657
<b>Major repairs of fixed assets</b>	-	<b>1.961.464.004</b>
Other repairs	-	1.961.464.004
<b>Tổng</b>	<b>1.104.163.901.678</b>	<b>1.355.352.625.995</b>

(i) Including land use rights purchased to expanding and upgrading the capacity of the Complex Area Water Supply Enterprise; Southern Binh Duong Waste Treatment Complex project; Tan Hiep Water Factory and build the Trade Center and the Office of the Company at New Urban area of Binh Duong Industry - Urban - Service Complex.

**b) Detailed information on the large projects**

No.	Items	Biwase's Water Improvement Project	Water Supply Capacity	Investment project on manufacturing, installing compost 3 factory - capacity of 840 tons / day	Incinerator with capacity of 8,400 kg / hour belongs to the South Binh Duong solid waste treatment complex
1	Name of project	Biwase's Water Improvement Project	Capacity	Investment project on manufacturing, installing compost 3 factory - capacity of 840 tons / day.	Incinerator with capacity of 8,400 kg / hour belongs to the South Binh Duong solid waste treatment complex.
2	Investor	Binh Duong Water - Environment Joint Stock Company.	Binh Duong Water - Environment Joint Stock Company.	Binh Duong Water - Environment Joint Stock Company.	Binh Duong Water - Environment Joint Stock Company.
3	Construction site	Binh Duong province and a part of Binh Phuoc province.	Binh Duong province and a part of Binh Phuoc province.	Chanh Phu Hoa ward, Ben Cat town, Binh Duong province.	Chanh Phu Hoa ward, Ben Cat town, Binh Duong province.
4	The goal of the project	Improving water supply capacity of Tan Hiep, Uyen Hung, Bau Bang and Chon Thanh water plants.	Improving water supply capacity of Tan Hiep, Uyen Hung, Bau Bang and Chon Thanh water plants.	Increase waste treatment capacity at South Binh Duong solid waste treatment complex by 840 tons / day.	Increase waste treatment capacity at South Binh Duong solid waste treatment complex.
5	Total estimated investment	903.55 billion dong.	903.55 billion dong.	316.32 billion dong.	284.97 billion dong.
6	Invested capital	From the Company's own capital, borrowing capital and others capital.	From the Company's own capital, borrowing capital and others capital.	From the Company's own capital, borrowing capital and others capital.	From the Company's own capital, borrowing capital and others capital.
7	The time estimated for	24 months.	24 months.	24 months.	24 months.
8	Construction status	The volume of work in progress as at 31 December 2021 including: 80.86 billion dong for construction of water transmission pipelines, 0.8 billion dong for other general expenses.	The volume of work in progress as at 31 December 2021 including: 80.86 billion dong for construction of water composting warehouse, fermenting warehouse and refining warehouse; 56.18 billion dong for item classifying and refining garbage system; 10.92 billion dong of control system; 3.34 billion dong for design consultancy expenses and 7.69 billion dong for other general expenses.	The volume of work in progress as at 31 December 2021 including: 114.26 billion dong for item incinerator system; 0.59 billion dong for design consultancy expenses and 2.64 billion dong for other general expenses.	The volume of work in progress as at 31 December 2021 including: 114.26 billion dong for item incinerator system; 0.59 billion dong for design consultancy expenses and 2.64 billion dong for other general expenses.



13 . TANGIBLE FIXED ASSETS

	Buildings, structures		Machine, equipment		Transportation equipment		Management equipment		Perennial and cattle		Others		Total
	VND		VND		VND		VND		VND		VND		
<b>Original cost</b>													
Beginning balance	1.739.271.829.403		861.877.192.892		3.167.682.467.098		12.802.099.801		1.234.999.773		66.499.563.556		5.849.368.152.523
- Purchase in the year	-		30.373.256.827		33.895.402.595		32.081.818		-		713.657.500		65.014.398.740
- Completed construction investment	503.045.615.108		90.351.259.417		332.715.411.350		-		-		42.253.711.137		968.365.997.012
<b>Ending balance of the year</b>	<b>2.242.317.444.511</b>		<b>982.601.709.136</b>		<b>3.534.293.281.043</b>		<b>12.834.181.619</b>		<b>1.234.999.773</b>		<b>109.466.932.193</b>		<b>6.882.748.548.275</b>
<b>Accumulated depreciation</b>													
Beginning balance	1.017.766.759.355		497.966.840.986		1.693.455.891.670		8.821.280.109		306.596.599		35.137.674.153		3.253.455.042.872
- Depreciation for the year	129.444.040.067		90.085.410.832		256.851.764.392		967.227.403		135.833.340		4.828.856.723		482.313.132.757
<b>Ending balance of the year</b>	<b>1.147.210.799.422</b>		<b>588.052.251.818</b>		<b>1.950.307.656.062</b>		<b>9.788.507.512</b>		<b>442.429.939</b>		<b>39.966.530.876</b>		<b>3.735.768.175.629</b>
<b>Net carrying amount</b>													
Beginning of the year	721.505.070.048		363.910.351.906		1.474.226.575.428		3.980.819.692		928.403.174		31.361.889.403		2.595.913.109.651
<b>Ending of the year</b>	<b>1.095.106.645.089</b>		<b>394.549.457.318</b>		<b>1.583.985.624.981</b>		<b>3.045.674.107</b>		<b>792.569.834</b>		<b>69.500.401.317</b>		<b>3.146.980.372.646</b>

- Cost of fully depreciated tangible fixed assets at the end of the year but still in use is VND 983,604,696,448.

14 . INTANGIBLE FIXED ASSETS

	Land use rights VND	Copyrights and patents VND	Computer software VND	Other intangible fixed assets VND	Total VND
<b>Original cost</b>					
Beginning balance	85.027.713.161	49.937.500	7.123.165.536	244.571.250	92.445.387.447
- Purchase in the year	24.318.777.300	48.618.300	545.000.000	-	24.912.395.600
<b>Ending balance of the year</b>	<b>109.346.490.461</b>	<b>98.555.800</b>	<b>7.668.165.536</b>	<b>244.571.250</b>	<b>117.357.783.047</b>
<b>Accumulated amortization</b>					
Beginning balance	2.668.408.142	49.937.500	6.595.729.789	244.571.250	9.558.646.681
- Amortization in the year	1.416.857.843	3.180.229	366.113.730	-	1.786.151.802
<b>Ending balance of the year</b>	<b>4.085.265.985</b>	<b>53.117.729</b>	<b>6.961.843.519</b>	<b>244.571.250</b>	<b>11.344.798.483</b>
Beginning of the year	82.359.305.019	-	527.435.747	-	82.886.740.766
<b>Ending of the year</b>	<b>105.261.224.476</b>	<b>45.438.071</b>	<b>706.322.017</b>	<b>-</b>	<b>106.012.984.564</b>

- Cost of fully depreciated intangible fixed assets at the end of the year but still in use is VND 8,201,621,643.

15 . GOODWILL

	Year 2021 VND	Year 2020 VND
<b>Cost</b>		
- Beginning balance	945.971.893	945.971.893
<b>Ending balance</b>	<b>945.971.893</b>	<b>945.971.893</b>
<b>Accumulated amortisation</b>		
- Beginning balance	275.908.468	181.311.279
- Amortisation for the year	94.597.189	94.597.189
<b>Ending balance</b>	<b>370.505.657</b>	<b>275.908.468</b>
<b>Net carrying amount</b>		
Beginning balance	670.063.425	764.660.614
<b>Ending balance</b>	<b>575.466.236</b>	<b>670.063.425</b>



16 . BORROWINGS

	01/01/2021		During the year		31/12/2021	
	Outstanding balance	Amount can be paid	Increase	Decrease	Outstanding	Amount can be paid
	VND	VND	VND	VND	VND	VND
<b>a) Short-term borrowings</b>						
Short-term debts						
- Vietnam Maritime Commercial Joint Stock Bank - Ho Chi Minh Branch	851.688.940.389	851.688.940.389	1.307.662.235.729	1.379.262.032.679	780.089.143.439	780.089.143.439
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Binh Duong Branch	135.928.518.715	135.928.518.715	-	135.928.518.715	-	-
- Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Branch	183.033.779.345	183.033.779.345	367.934.523.729	359.062.457.234	191.905.845.840	191.905.845.840
- Military Commercial Joint Stock Bank - Binh Duong Branch	246.617.066.329	246.617.066.329	266.293.363.082	340.007.033.704	172.903.395.707	172.903.395.707
- Vietnam International Commercial Joint Stock Bank - Binh Duong Branch	72.780.093.579	72.780.093.579	66.437.691.228	133.476.175.222	5.741.609.585	5.741.609.585
- Shinhan Bank Vietnam Limited - Binh Duong Branch	65.559.953.334	65.559.953.334	322.509.000	65.559.953.334	322.509.000	322.509.000
- Vietnam Export Import Commercial Joint Stock Bank - Binh Duong Branch	80.000.000.000	80.000.000.000	53.132.915.192	121.719.866.476	11.413.048.716	11.413.048.716
- Vietnam Prosperity Joint Stock Commercial Bank	8.116.701.962	8.116.701.962	135.873.277.097	96.945.218.917	47.044.760.142	47.044.760.142
- Standard Chartered Bank (Vietnam) - Ho Chi Minh Branch	5.628.069.603	5.628.069.603	-	5.628.069.603	-	-
- HSBC Bank (Vietnam) Limited	29.459.757.522	29.459.757.522	184.960.000.000	31.139.757.522	183.280.000.000	183.280.000.000
- Chanh Phu Hoa Investment - Construction Joint Stock Company	-	-	128.906.956.401	37.528.981.952	91.377.974.449	91.377.974.449
- Others	-	-	40.000.000.000	-	40.000.000.000	40.000.000.000
Current portion of long-term debts - Parent Company	24.565.000.000	24.565.000.000	63.801.000.000	52.266.000.000	36.100.000.000	36.100.000.000
Current portion of long-term debts - Subsidiary	427.202.476.773	427.202.476.773	356.800.645.496	453.794.881.652	330.208.240.617	330.208.240.617
Current portion of common bond	1.860.000.000	1.860.000.000	-	1.860.000.000	-	-
	-	-	199.948.227.876	100.000.000.000	99.948.227.876	99.948.227.876
<b>Tổng</b>	<b>1.280.751.417.162</b>	<b>1.280.751.417.162</b>	<b>1.864.411.109.101</b>	<b>1.934.916.914.331</b>	<b>1.210.245.611.932</b>	<b>1.210.245.611.932</b>

	01/01/2021		During the year		31/12/2021	
	Outstanding balance	Amount can be paid	Increase	Decrease	Outstanding	Amount can be paid
	VND	VND	VND	VND	VND	VND
<b>b) Long-term borrowings</b>						
Long-term debts	2.450.077.144.738	2.450.077.144.738	706.445.571.531	455.654.881.652	2.700.867.834.617	2.700.867.834.617
- Vietnam Development Bank - Binh Duong Branch	410.097.297.581	410.097.297.581	-	75.690.766.254	334.406.531.327	334.406.531.327
- Asian Development Bank	738.360.562.625	738.360.562.625	221.331.696.575	56.012.675.409	903.679.583.791	903.679.583.791
- Japan International Cooperation Agency	-	-	184.960.000.000	1.680.000.000	183.280.000.000	183.280.000.000
- World Bank	364.849.104.643	364.849.104.643	-	21.462.000.000	343.387.104.643	343.387.104.643
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Binh Duong Branch	136.670.945.487	136.670.945.487	21.314.620.412	16.689.908.362	141.295.657.537	141.295.657.537
- Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Branch	47.013.591.000	47.013.591.000	143.109.702.836	30.120.098.359	160.003.195.477	160.003.195.477
- Vietnam International Commercial Joint Stock Bank - Binh Duong Branch	100.750.383.087	100.750.383.087	36.969.551.708	21.068.710.200	116.651.224.595	116.651.224.595
- Binh Duong Development Investment Fund - at Parent Company	474.354.537.247	474.354.537.247	83.060.000.000	76.000.000.000	481.414.537.247	481.414.537.247
- Binh Duong Development Investment Fund - at Subsidiary	1.860.000.000	1.860.000.000	-	1.860.000.000	-	-
- Binh Duong Environmental Protection Fund	28.217.723.068	28.217.723.068	15.700.000.000	11.541.723.068	32.376.000.000	32.376.000.000
- Vietnam Environmental Protection Fund	6.562.000.000	6.562.000.000	-	2.188.000.000	4.374.000.000	4.374.000.000
- Chanh Phu Hoa Investment - Construction Joint Stock Company	122.600.000.000	122.600.000.000	-	122.600.000.000	-	-
- Others	18.741.000.000	18.741.000.000	-	18.741.000.000	-	-
Common bond	199.218.183.016	199.218.183.016	730.044.860	100.000.000.000	99.948.227.876	99,948.227.876
<b>Tổng</b>	<b>2.649.295.327.754</b>	<b>2.649.295.327.754</b>	<b>707.175.616.391</b>	<b>555.654.881.652</b>	<b>2.800.816.062.493</b>	<b>2.800.816.062.493</b>
Amount due for settlement within 12 months	(429.062.476.773)	(429.062.476.773)	(556.748.873.372)	(555.654.881.652)	(430.156.468.493)	(430.156.468.493)
<b>Amount due for settlement after 12 months</b>	<b>2.220.232.850.981</b>	<b>2.220.232.850.981</b>			<b>2.370.659.594.000</b>	<b>2.370.659.594.000</b>



## Detail information on Short-term debts:

	Currency	Interest rate	Guarantee	31/12/2021	01/01/2021
				VND	VND
- Vietnam Maritime Commercial Joint Stock Bank - Ho Chi Minh Branch	VND	3,50%	Unsecured	-	135.928.518.715
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Binh Duong Branch	VND	3,50% - 4,00%	Inventories; DNW shares	191.905.845.840	183.033.779.345
- Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Branch	VND	3,70% - 4,20%	Claim for debts	172.903.395.707	246.617.066.329
- Military Commercial Joint Stock Bank - Binh Duong Branch	VND	3,70% - 4,00%	Assets formed from loans	5.741.609.585	72.780.093.579
- Vietnam International Commercial Joint Stock Bank - Binh Duong Branch	VND	5,30% - 6,00%	Claim for debts	322.509.000	65.559.953.334
- Shinhan Bank Vietnam Limited - Binh Duong Branch	VND	3,90%	Unsecured	11.413.048.716	80.000.000.000
- Vietnam Export Import Commercial Joint Stock Bank - Binh Duong Branch	VND	3,50%	Unsecured	47.044.760.142	8.116.701.962
- Vietnam Prosperity Joint Stock Commercial Bank	VND	7,40%	Unsecured	-	5.628.069.603
- Standard Chartered Bank (Vietnam) - Ho Chi Minh Branch	VND	5,50%	Unsecured	183.280.000.000	29.459.757.522
- HSBC Bank (Vietnam) Limited	VND	3,36%	Unsecured	91.377.974.449	-
- Chanh Phu Hoa Investment - Construction Joint Stock Company	VND	6,60%	Unsecured	40.000.000.000	-
- Others	VND	6,57% - 7,46%	Unsecured	36.100.000.000	24.565.000.000
				<b>780.089.143.439</b>	<b>851.688.940.389</b>

**Detail information on Long-term loans**

Terms and conditions of long-term loans is as follows:

	Currency	Interest rate	Fees	Year maturity	Guarantee	31/12/2021		01/01/2021
						Long-term debts	In which, current portion of long-term debts	Long-term debts
						VND	VND	VND
- Vietnam Development Bank - Binh Duong Branch	VND	0,00% - 7,18%	0,20%	2020 - 2028	Pledge of trust	203.529.248.932	43.000.000.000	246.529.248.932
- Vietnam Development Bank - Binh Duong Branch	EUR	0,00%	0,20%	2025 - 2032	Pledge of trust	130.877.282.395	18.023.604.900	163.568.048.649
- Asian Development Bank	USD	LIBOR + 0,5%	0,25%	2037	Pledge of trust	720.399.583.791	45.024.973.973	738.360.562.625
- Asian Development Bank	USD	LIBOR		2029	Right to receivables from water supply	183.280.000.000	-	-
- Japan International Cooperation Agency	USD	LIBOR		2029	Right to receivables from water supply	183.280.000.000	-	-
- World Bank	VND	6,75%	0,20%	2037	Pledge of trust	343.387.104.643	21.462.000.000	364.849.104.643
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Binh Duong Branch	VND	6,8% - 8,9%		2021 - 2027	Stock formed from loan (DNW)	141.295.657.537	10.500.000.000	136.670.945.487
- Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Branch	VND	7,60% - 8,80%		2021 - 2028	Stock formed from loan (DNW)	160.003.195.477	30.721.951.544	47.013.591.000
- Vietnam International Commercial Joint Stock Bank - Binh Duong Branch	VND	7,69% - 9,19%		2023	Assets formed from projects	116.651.224.595	29.693.710.200	100.750.383.087
- Binh Duong Development Investment Fund - at Parent Company	VND	3,60% - 7,00%		2021 - 2028	Assets formed from projects; right to receivables from water supply	481.414.537.247	121.300.000.000	474.354.537.247
- Binh Duong Development Investment Fund - at Subsidiary	VND	7,00%		2021	Right to receive dividends	-	-	1.860.000.000
- Binh Duong Environmental Protection Fund	VND	4,20%		2021 - 2025	Pledge of trust	32.376.000.000	8.288.000.000	28.217.723.068
- Vietnam Environmental Protection Fund	VND	2,60%		2023	Pledge of trust	4.374.000.000	2.194.000.000	6.562.000.000
- Chanh Phu Hoa Investment - Construction Joint Stock Company	VND	7,51% - 8,22%		2021	Unsecured	-	-	122.600.000.000





Detailed information on common bond

	31/12/2021	01/01/2021
	VND	VND
Par value	100.000.000.000	200.000.000.000
Cost of issuing bonds	(51.772.124)	(781.816.984)
	<u>99.948.227.876</u>	<u>199.218.183.016</u>

Release agent	Bondholders	Remain quantity	Value	Interest rate	Maturity	Purpose	Secured
			VND				
Tien Phong Commercial Joint Stock Bank	Tien Phong Commercial Joint Stock Bank	1.000	100.000.000.000	The interest rate applicable to interest payment periods will be determined by the Payment Agent at the date of interest rate determination and equal to the reference interest rate plus (+) the amplitude of 3.5%/ year. The interest rate for the first interest period is 9.5%/ year.	Year 2022	Supplement the mobilizing capital of the Company	(i)
		<u>1.000</u>	<u>100.000.000.000</u>				

(i) This common bond is secured by:

- Land plot No. 278 with area of 1,806.6 m2 of industrial park land (expiry date until July 2048) in An Phu ward, Thuan An town, Binh Duong province; land plot No. 175 with area of 2,357.5 m2 of industrial park land (expiry date to July 2048) and land plot No. 176 with area of 288.5 m2 of industrial park land (expiry date to July 2048) in Binh Hoa ward, Thuan An town, Binh Duong province according to the Certificate of land use right CL470476, the number recorded in the Certificate of CT22189 issued by the Department of Natural Resources and Environment of Binh Duong province on 26 December 2017.
- Shares and rights and benefits arising from these shares include:
  - Shares of Binh Duong Producing and Trading Goods Corporation - Joint Stock Company (Stock code: PRT, listed in UpCom): the volume of pledged shares is 12,000,000 shares;
  - Shares of Thanh Le General Import - Export Trading Corporation (Stock code: TLP, listed in UpCom): the volume of pledged shares is 1,200,000 shares;
  - Shares of Dong Nai Water Joint Stock Company (Stock code: DNW, listed in UpCom): the volume of pledged shares is 2,700,000 shares.
- Receivables arising from Tan Uyen Water Supply Branch and Thuan An Water Supply Branch.



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

- Land plots are land use rights formed during the 09 months of additional mortgage commitment, including:

- The land area of 45,139.7 m<sup>2</sup> of the Tan Hiep Water Plant Expansion Project which is owned by the Company and is located in Tan Uyen town, Binh Duong province;
- The land area of 7,000 m<sup>2</sup> of supplementing land fund to expect to build the Company's office, located in Phu Tan ward, Thu Dau Mot city, Binh Duong province;
- The land area of 20,000 m<sup>2</sup> of supplementing land fund to expect to build a commercial housing area for employees, located in My Phuoc 3 Residential Area, Ben Cat town, Binh Duong province.

**c) Borrowings from relevant entities are as follows:**

Relation	31/12/2021		01/01/2021	
	Principal VND	Interest payables VND	Principal VND	Interest payables VND
- Chanh Phu Hoa Investment - Construction Joint Stock Company	40.000.000.000	638.246.576	122.600.000.000	2.354.035.505
- Ms. Dang Thi Muoi	2.000.000.000	49.047.671	1.000.000.000	20.718.904
- Ms. Nguyen Thi Dien	-	-	200.000.000	3.957.260
- Mr. Nguyen Thanh Phong	-	-	1.500.000.000	30.901.918
- Ms. Duong Anh Thu	-	-	500.000.000	10.359.452
<b>Tổng</b>	<b>42.000.000.000</b>	<b>687.294.247</b>	<b>125.800.000.000</b>	<b>2.419.973.039</b>

**17 . SHORT-TERM TRADE PAYABLES**

	31/12/2021		01/01/2021	
	Outstanding balance VND	Amount can be paid VND	Outstanding balance VND	Amount can be paid VND
<b>a) Trade payables detailed by large account balances</b>				
- Vietnam Construction Joint Stock Company No. 5	16.030.192.519	16.030.192.519	34.453.809.687	34.453.809.687
- N.T.P Trade Company Limited	1.840.113.000	1.840.113.000	18.306.257.650	18.306.257.650
- Land Fund Development Center of Ben Cat district	10.292.015.271	10.292.015.271	10.292.015.271	10.292.015.271
- Investment and Industrial Development Corporation - Joint Stock Company	16.487.240.000	16.487.240.000	1.866.480.000	1.866.480.000
- Thu Dau Mot Water Joint Stock Company	7.623.805.061	7.623.805.061	28.031.457.360	28.031.457.360
- Others	145.482.206.793	145.482.206.793	130.596.290.271	130.596.290.271
	<b>197.755.572.644</b>	<b>197.755.572.644</b>	<b>223.546.310.239</b>	<b>223.546.310.239</b>
<b>b) In which: Trade payables from related parties</b> (Detailed as in Notes No. 42)	<b>35.728.054.042</b>	<b>35.728.054.042</b>	<b>58.538.268.137</b>	<b>58.538.268.137</b>

**18 . SHORT-TERM PREPAYMENTS FROM CUSTOMERS**

	31/12/2021		01/01/2021	
	Outstanding balance VND	Amount can be paid VND	Outstanding balance VND	Amount can be paid VND
<b>a) Prepayments from customers detailed by large account balances</b>				
- Kien An Water Joint Stock Company	5.973.811.200	-	-	-
- Technical Infrastructure Development Joint Stock Company	3.814.557.024	-	-	-
- Investment and Industrial Development Corporation - Joint Stock Company	1.034.692.692	1.034.692.692	1.034.692.692	1.034.692.692
- Thuan An Town Urban Management Department	-	-	4.563.828.000	4.563.828.000
- Others	91.024.508.554	62.297.006.668	62.297.006.668	62.297.006.668
	<b>101.847.569.470</b>	<b>62.297.006.668</b>	<b>67.895.527.360</b>	<b>67.895.527.360</b>
<b>b) In which: Prepayment from related parties</b> (Detailed as in Notes No. 42)	<b>2.130.361.564</b>	<b>2.130.361.564</b>	<b>1.217.336.292</b>	<b>1.217.336.292</b>



19 . TAXES AND OTHER PAYABLES TO STATE BUDGET

	Tax receivable at beginning of the year VND	Tax payable at beginning of the year VND	Tax payable in the year VND	Tax paid in the year VND	Tax receivable end of the year VND	Tax payable end of the year VND
Value added tax	298.335.460	31.117.561	6.815.097.674	6.846.215.235	298.335.460	-
Corporate income tax	-	21.341.118.842	107.469.261.243	95.746.862.377	-	33.063.517.708
Personal income tax	25.102.950	425.528	7.745.189.949	7.662.678.485	501.426	58.335.468
Natural resource tax	-	373.828.760	12.359.924.605	12.285.630.625	-	448.122.740
Land tax and land rental	-	-	222.305.040	222.305.040	-	-
Fees, charges and other payables	3.000.000	18.832.116.978	86.196.096.507	88.685.544.254	-	16.339.669.231
	<b>326.438.410</b>	<b>40.578.607.669</b>	<b>220.807.875.018</b>	<b>211.449.236.016</b>	<b>298.836.886</b>	<b>49.909.645.147</b>

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 Consolidated Financial Statements could be changed at a later date upon final determination by the tax authorities.

20 . SHORT-TERM ACCRUED EXPENSES

	31/12/2021 VND	01/01/2021 VND
Accrued interest	27.309.831.448	18.926.563.107
Accrued expense for implementation of construction works	13.590.997.065	1.208.436.789
Accrued expenses of the project which have been recognized revenue	811.573.243	11.297.159.021
Other accrued expenses	4.881.807.472	886.385.776
	<b>46.594.209.228</b>	<b>32.318.544.693</b>

21 . OTHER PAYABLES

	31/12/2021	01/01/2021
	VND	VND
<b>a) Short-term</b>		
Trade union fee, social insurance, unemployment insurance	728.827.474	789.300.363
Short-term deposits, collateral received	11.476.625.491	8.645.472.791
Payables on non-interest borrowings	3.000.000.000	3.000.000.000
- <i>Tu Hai Company Limited</i>	2.000.000.000	2.000.000.000
- <i>Mr. Nguyen Van Hoang</i>	1.000.000.000	1.000.000.000
Other payables	249.154.201.315	236.161.541.869
- <i>Dividends payables (i)</i>	231.504.000.000	225.000.000.000
- <i>Other payables</i>	17.650.201.315	11.161.541.869
	<b>264.359.654.280</b>	<b>248.596.315.023</b>
<b>b) Long-term</b>		
Long-term deposits, collateral received	6.778.636.688	7.140.636.688
Borrowings received from foreign entities without debt covenant (ii)	-	44.360.455.325
Payables to Project Management Units on capital formed fixed assets which was temporary increased, but not yet approved for final settlement	756.349.672.379	575.292.161.408
<b>Tổng</b>	<b>763.128.309.067</b>	<b>626.793.253.421</b>

(i) Detailed as in Note No. 23.

(ii) Amount advanced or direct disbursement from lender to the suppliers. However, debt covenant has not been made between the Company and the Banks.

22 . SHORT-TERM PROVISIONS FOR PAYABLES

	31/12/2021	01/01/2021
	VND	VND
Provision for construction warranty	10.003.197.490	5.041.111.618
Waste and wastewater treatment expenses	7.525.567.192	6.987.839.546
	<b>17.528.764.682</b>	<b>12.028.951.164</b>



## 23 . OWNER'S EQUITY

## a) Changes in owner's equity

	Contributed capital	Share premium	Development and investment fund	Retained earnings	Capital expenditure fund (i)	Non-Controlling Interest	Total
	VND	VND	VND	VND	VND	VND	VND
<b>Beginning balance of previous year</b>	<b>1.500.000.000.000</b>	-	<b>181.953.713.765</b>	<b>414.878.947.586</b>	<b>102.230.254.431</b>	<b>699.270.305</b>	<b>2.199.762.186.087</b>
Increase in capital	375.000.000.000	588.942.364.000	-	-	-	33.350.000.000	997.292.364.000
Profit of the previous year	-	-	-	535.383.822.798	-	46.282.984	535.430.105.782
Purchased additional shares of subsidiary	-	-	-	(150.521.211)	-	(499.478.789)	(650.000.000)
Profit distribution of 2019 at the Parent	-	-	258.203.206.126	(351.266.172.602)	-	-	(93.062.966.476)
Temporary dividend payment in 2020 (v)	-	-	-	(225.000.000.000)	-	-	(225.000.000.000)
Other decrease	-	-	-	-	(4.413.050.400)	-	(4.413.050.400)
<b>Ending balance of previous year</b>	<b>1.875.000.000.000</b>	<b>588.942.364.000</b>	<b>440.156.919.891</b>	<b>373.846.076.571</b>	<b>97.817.204.031</b>	<b>33.596.074.500</b>	<b>3.409.358.638.993</b>
Increase in capital of this year (ii)	54.200.000.000	32.400.000.000	-	-	-	6.650.000.000	93.250.000.000
Profit of the current year	-	-	-	743.842.767.856	-	6.586.332.330	750.429.100.186
Increase from business combination (iii)	-	-	-	4.450.545.924	-	-	4.450.545.924
Purchased additional shares of subsidiary	-	-	-	26.916.927	-	(26.916.927)	-
Profit distribution of 2020 at the Parent (v)	-	-	184.382.221.732	(289.743.491.293)	-	-	(105.361.269.561)
Temporary dividend payment of 2021 (vi)	-	-	-	(231.504.000.000)	-	-	(231.504.000.000)
<b>Ending balance of current year</b>	<b>1.929.200.000.000</b>	<b>621.342.364.000</b>	<b>624.539.141.623</b>	<b>600.918.815.985</b>	<b>97.817.204.031</b>	<b>46.805.489.903</b>	<b>3.920.623.015.542</b>

(i) The Company's capital expenditure fund allocated by the State capital to the Project Management Units for implementation of capital construction which were assigned by the People's Committee of Binh Duong province. When the final settlement of investment capital is approved, the assets formed from this fund will be transferred to other units under Decision of the People's Committee of Binh Duong province. The outstanding balance of capital expenditure fund as at 31 December 2021 is capital expenditure fund allocated by the State capital to Tan Hiep Water Factory Project Management Unit.

(ii) Increase capital according to the results of issuing shares for increase of share capital under the employee share schemes with the number of 5,420,000 shares. Total amount collected from the capital issuance is used reimbursement the capital prepaid advance to invest in Dong Nai Water Supply Joint Stock Company and contribute in Biwase Electric - Construction Joint Stock Company accordance with the purpose in Resolution No. 20/NQ-HDQT dated 24 March 2021 of the Board of Management of Binh Duong Water - Environment Joint Stock Company.

- (iii) Due to the consolidation of Gia Tan Water Supply Joint Stock Company from the time of Gia Tan Water Supply Joint Stock Company became an associate (from 02 July 2021) (See Note No. 5).
- (iv) Changes in the interests of the Company and non-controlling at the time of before and after the subsidiary - Biwase Electric - Construction Joint Stock Company increased capital.
- (v) According to Resolution No. 02/NQ-ĐHCD/2021 dated 12 March 2021 issued by General Meeting of Shareholders, the Company announced its profit distribution plan as follows:

	According to Resolution No. 02/NQ-ĐHCD	Temporary distribution in 2020	Additional distribution in the current year
	VND	VND	VND
Profit after corporate income tax in Separate Financial Statements of 2020	526.806.347.805		
<b>Total profit distributable</b>	<b>526.806.347.805</b>		
<b>Profit distribution</b>			
- Development and investment fund	184.382.221.732	-	184.382.221.732
- Dividend payment of 12% of chartered capital (equivalent to VND 1,200 per share)	225.000.000.000	225.000.000.000	-
- Bonus fund	73.752.888.693	-	73.752.888.693
- Welfare fund	5.268.063.478	-	5.268.063.478
- Bonus fund for Executive Board	26.340.317.390	-	26.340.317.390
	<b>514.743.491.293</b>	<b>225.000.000.000</b>	<b>289.743.491.293</b>
<b>Retained earnings in Separate Financial Statements</b>	<b>12.062.856.512</b>		

- (vi) Dividends for 2021 must be paid according to the Resolution of the Board of Management No. 41/NQ-HDQT dated 30 November 2021 approving the first dividend advance of 2021 by cash and plan to organize the Annual General Meeting of Shareholders 2022 and Notification No. 2102/TB-SGDHCM dated 06 December 2021. Accordingly, the Board of Management has approved the first dividend advance of 2021 of Binh Duong Water - Environment Joint Stock Company with the rate of 12% of charter capital, equivalent to 231.5 billion dong. Cash payment method and payment deadline from 21 April 2022. The last registration date to advance dividends and organize the Annual General Meeting of Shareholders 2022 is 04 January 2022.

**b) Details of Contributed capital**

	31/12/2021	Rate	01/01/2021	Rate
	VND	%	VND	%
Investment and Industrial Development Corporation - Joint Stock Company	375.000.000.000	19,44	375.000.000.000	20,00
Thu Dau Mot Water Joint Stock Company	721.875.000.000	37,42	721.875.000.000	38,50
ECORBIT Co., Ltd (*)	120.000.000.000	6,22	120.000.000.000	6,40
Other shareholders	712.325.000.000	36,92	658.125.000.000	35,10
<b>Total</b>	<b>1.929.200.000.000</b>	<b>100,00</b>	<b>1.875.000.000.000</b>	<b>100,00</b>

(\*) Formerly known as TSK Corp. Co., Ltd.



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

	Year 2021	Year 2020
	VND	VND
Owner's invested capital		
- At the beginning of the year	1.875.000.000.000	1.500.000.000.000
- Increase in the year	54.200.000.000	375.000.000.000
<b>- At the end of the year</b>	<b>1.929.200.000.000</b>	<b>1.875.000.000.000</b>
	Year 2021	Year 2020
	VND	VND
<b>Dividends and profit</b>		
- Dividends, profit payable at the beginning of the year	225.000.000.000	150.000.000.000
- Dividends, profit payable during the year	231.504.000.000	225.000.000.000
+ <i>Dividends distributed on this year profit</i>	<i>231.504.000.000</i>	<i>225.000.000.000</i>
- Dividends, profits paid in money	225.000.000.000	150.000.000.000
+ <i>Dividends distributed on last year profit</i>	<i>225.000.000.000</i>	<i>150.000.000.000</i>
<b>- At the end of the period</b>	<b>231.504.000.000</b>	<b>225.000.000.000</b>

**d) Share**

	31/12/2021	01/01/2021
Quantity of authorized issuing shares	192.920.000	187.500.000
Quantity of issued shares	192.920.000	187.500.000
- <i>Common shares</i>	<i>192.920.000</i>	<i>187.500.000</i>
Quantity of outstanding shares in circulation	192.920.000	187.500.000
- <i>Common shares</i>	<i>192.920.000</i>	<i>187.500.000</i>
Par value per stock: VND 10,000/stock		

**e) Company's funds**

	31/12/2021	01/01/2021
	VND	VND
Development and investment funds	624.539.141.623	440.156.919.891
	<b>624.539.141.623</b>	<b>440.156.919.891</b>

**24 . OFF STATEMENT OF FINANCIAL POSITION ITEMS**

**a) Operating leased assets**

The Company signed Land lease Contract at Nam Tan Uyen Industrial Zone, Vietnam - Singapore Industrial Zone, Complex Area and Chon Thanh district with the purpose of installing raw water pumping stations and booster stations. The lease term is from 22 years to 49 years. Land rental is paid once for the entire term of the lease.

**b) Foreign currencies**

	31/12/2021	01/01/2021
USD	1.717.937,83	9.513,04
EUR	153,10	176,00

**c) Doubtful debts written-offs**

Doubtful debts written-offs as at 31 December 2020 and 30 December 2021 are receipts from selling water meter and other receivables with total amount of VND 2,431,499,363 and VND 2,585,999,820 respectively.

<b>25 . TOTAL REVENUE FROM SALES OF GOODS AND RENDERING OF SERVICES</b>		
	Year 2021	Year 2020
	VND	VND
Revenue from sales of goods	2.179.385.515.021	2.123.219.115.551
Revenue from rendering of services	791.448.143.405	755.461.006.029
Revenue from construction contracts	161.158.648.472	146.657.334.000
<b>Tổng</b>	<b>3.131.992.306.898</b>	<b>3.025.337.455.580</b>
<b>In which: Revenue from relevant parties</b> <i>(Detailed as in Notes No. 42)</i>	<b>71.724.533.014</b>	<b>118.057.970.422</b>
<b>26 . REVENUE DEDUCTIBLE ITEMS</b>		
	Year 2021	Year 2020
	VND	VND
Sale allowances	16.418.769.256	-
<b>Total</b>	<b>16.418.769.256</b>	<b>-</b>
<b>27 . COST OF GOODS SOLD</b>		
	Year 2021	Year 2020
	VND	VND
Cost of goods sold	1.048.519.620.258	1.092.236.894.778
Cost of rendering of services	614.026.906.962	582.579.685.851
Cost of construction contracts	138.246.237.345	114.442.366.407
<b>Tổng</b>	<b>1.800.792.764.565</b>	<b>1.789.258.947.036</b>
<b>28 . FINANCIAL INCOME</b>		
	Year 2021	Year 2020
	VND	VND
Interest income	37.980.106.970	17.671.384.478
Dividends or profits received	45.917.338.500	24.786.611.600
Unrealised gain from foreign exchange differences	26.327.967.677	-
<b>Total</b>	<b>110.225.413.147</b>	<b>42.457.996.078</b>
<b>In which: Financial income from relevant parties</b> <i>(Detailed as in Notes No. 42)</i>	<b>20.891.938.500</b>	<b>8.520.633.600</b>
<b>29 . FINANCIAL EXPENSES</b>		
	Year 2021	Year 2020
	VND	VND
Interest expenses	154.713.371.551	155.533.630.972
Realised losses from foreign exchange difference	-	972.268.637
Unrealised losses from foreign exchange differences	-	15.525.635.075
Provision/ (Reversal of provision) for impairment of investment	(76.368.600.000)	41.827.182.405
Cost of issuing bonds allocation and other financial expenses	782.685.582	741.910.974
<b>Total</b>	<b>79.127.457.133</b>	<b>214.600.628.063</b>
<b>In which: Financial expenses from relevant parties</b> <i>(Details as in Notes No. 42)</i>	<b>6.366.044.932</b>	<b>46.587.175</b>



30 . SELLING EXPENSES	Year 2021	Year 2020
	VND	VND
Raw materials	22.508.299.175	14.310.630.080
Labour expenses	72.003.552.588	63.865.068.255
Depreciation and amortisation expenses	202.813.104.044	241.107.410.879
Expenses of outsourcing services	16.398.295.491	22.177.089.092
Other expenses in cash	11.099.778.326	14.715.040.811
	<b>324.823.029.624</b>	<b>356.175.239.117</b>
<b>31 . GENERAL AND ADMINISTRATIVE EXPENSE</b>		
	Year 2021	Year 2020
	VND	VND
Raw materials	9.995.187.252	9.868.098.979
Labour expenses	80.098.911.880	65.168.929.759
Depreciation and amortisation expenses	6.254.509.971	7.101.093.201
Tax, Charge, Fee	1.081.694.293	154.919.840
Provision expenses	12.681.665.547	11.934.937.284
Expenses of outsourcing services	16.364.306.697	19.826.813.268
Other expenses in cash	18.967.450.316	18.829.375.466
	<b>145.443.725.956</b>	<b>132.884.167.797</b>
<b>32 . OTHER INCOME</b>		
	Year 2021	Year 2020
	VND	VND
Electricity sold to the rental units	21.037.395.421	20.371.309.792
Proceeds from bike racing and sewerage meetings	3.726.860.000	3.750.000.000
Proceeds from sponsorship for prevention of COVID-19	2.702.174.440	-
Reversal of provision on insuring the construction	5.041.111.618	4.849.112.867
10% of environmental protection fee being held	8.246.472.627	7.342.851.356
Others	560.360.167	441.758.676
<b>Total</b>	<b>41.314.374.273</b>	<b>36.755.032.691</b>
<b>In which: Other income from relevant parties</b> <i>(Detailed as in Notes No. 42)</i>	<b>20.263.740.133</b>	<b>18.564.879.084</b>
<b>33 . OTHER EXPENSES</b>		
	Year 2021	Year 2020
	VND	VND
Electricity consumed by the rental units	20.139.994.592	19.950.618.864
Cost of bicycle race and water supply and sewerage meetings	3.726.860.000	3.750.000.000
Expenses for prevention of COVID-19	14.650.000.000	-
Handling losses after the equitization of enterprises	-	5.165.951.427
Interest on late payment for payables to State Budget about depreciation expenses of assets under the project of Thu Dau Mot wastewater treatment plant	22.352.629.986	-
Others	412.281.658	2.811.127.178
	<b>61.281.766.236</b>	<b>31.677.697.469</b>

34 . CURRENT CORPORATE INCOME TAX EXPENSES

	Year 2021	Year 2020
	VND	VND
Binh Duong Water - Environment Joint Stock Company	98.469.463.846	60.593.338.980
Recycled Green Materials Joint Stock Company	-	-
Biwase Electric - Construction Joint Stock Company	7.062.329.215	517.570.548
<b>Current corporate income tax expense</b>	<b>105.531.793.061</b>	<b>61.110.909.528</b>
Adjustment of tax expenses in previous years into current year	1.937.468.182	36.469.329
Tax payable at the beginning of the year	21.341.118.842	22.927.645.907
Tax paid in the year	(95.746.862.377)	(62.733.905.922)
<b>Corporate income tax payable at the end of the year</b>	<b>33.063.517.708</b>	<b>21.341.118.842</b>

35 . DEFERRED INCOME TAX

a) Deferred income tax assets

	31/12/2021	01/01/2021
	VND	VND
Deferred income tax assets related to deductible temporary differences	3.515.166.290	753.249.229
<b>Deferred income tax assets</b>	<b>3.515.166.290</b>	<b>753.249.229</b>

b) Deferred income tax payable

	31/12/2021	01/01/2021
	VND	VND
Corporate income tax rate used to determine the value of Deferred income tax payable	20%	20%
Deferred income tax payable raised from taxable temporary difference	6.882.584.190	1.952.820.391
<b>Deferred income tax payable</b>	<b>6.882.584.190</b>	<b>1.952.820.391</b>

c) Deferred corporate income tax expenses

	Year 2021	Year 2020
	VND	VND
Deferred CIT expense relating to taxable temporary difference	3.817.127.318	1.087.223.805
Returned of deferred income tax assets	38.069.174	1.076.685
Deductible temporary differences	(2.799.986.235)	(754.325.914)
Returned of deferred income tax payable	-	(675.455.595)
<b>Tổng</b>	<b>1.055.210.257</b>	<b>(341.481.019)</b>



### 36 . BASIC EARNING PER SHARE

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

	Year 2021	Year 2020
	VND	VND
Profit after corporate income tax	743.842.767.856	535.384.126.828
Adjustments:		
- Bonus and welfare fund is distributed from the profit after tax (*)	(126.453.270.536)	(107.076.825.366)
Profit distributed for common shares	617.389.497.320	428.307.301.462
Average circulated common shares in the year	190.939.615	155.856.164
<b>Basic earnings per share</b>	<b>3.233</b>	<b>2.748</b>

(\*) According to the Resolution No. 02/NQ-ĐHCE/2021 dated 12 March 2021, the Company plans to appropriate bonus and welfare funds and Reward fund for executive management at the rate of 17% of profit in 2021.

As at 31 December 2021, the Company did not have shares with dilutive potential for earnings per share.

### 37 . BUSINESS AND PRODUCTIONS COST BY ITEMS

	Year 2021	Year 2020
	VND	VND
Raw materials	904.190.297.838	883.474.568.112
Labour expenses	499.917.141.780	465.381.783.590
Depreciation and amortisation expenses	484.124.255.156	465.999.486.251
Provision expenses	23.651.831.328	(460.232.392)
Expenses of outsourcing services	294.380.030.419	265.353.900.782
Other expenses in cash	104.633.749.341	92.687.040.461
<b>Tổng</b>	<b>2.310.897.305.862</b>	<b>2.172.436.546.804</b>

### 38 . FINANCIAL INSTRUMENTS

The types of financial instruments of the Company:

	Carrying amount			
	31/12/2021		01/01/2021	
	Original Cost	Provision	Original Cost	Provision
	VND	VND	VND	VND
<b>Financial Assets</b>				
Cash and cash equivalents	476.004.690.173	-	728.002.889.164	-
Trade and other receivables	1.791.267.690.781	(35.302.714.007)	1.485.964.188.004	(28.338.731.292)
Lending loans	609.672.000.000	-	346.600.000.000	-
Long-term investments	563.252.934.420	(2.083.140.000)	505.233.600.000	(78.451.740.000)
<b>Total</b>	<b>3.440.197.315.374</b>	<b>(37.385.854.007)</b>	<b>3.065.800.677.168</b>	<b>(106.790.471.292)</b>

	Carrying amount	
	31/12/2021	01/01/2021
	VND	VND
<b>Financial Liabilities</b>		
Borrowings and debts	3.580.905.205.932	3.500.984.268.143
Trade and other payables	1.225.243.535.991	1.098.935.878.683
Accrued expenses	46.594.209.228	32.318.544.693
<b>Total</b>	<b>4.852.742.951.151</b>	<b>4.632.238.691.519</b>

Financial assets and financial liabilities are not revalued according to fair value at the year ended because Circular No. 210/2009/TT-BTC and prevailing statutory regulations require to present Financial Statements and additional note for financial instruments but do not provide any relevant instructions for assessment and recognition of fair value of financial assets and liabilities, excluding provisions for bad debts and provision for devaluation of long-term investments which are presented in relevant notes.

#### **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, exchange rates and interest rates.

#### **Price Risk:**

The Company bears price risk of equity instruments from short-term and 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 5 years	Total
	VND	VND
<b>As at 31/12/2021</b>		
Long-term investments	561.169.794.420	561.169.794.420
<b>Total</b>	<b>561.169.794.420</b>	<b>561.169.794.420</b>
<b>As at 01/01/2021</b>		
Long-term investments	426.781.860.000	426.781.860.000
<b>Total</b>	<b>426.781.860.000</b>	<b>426.781.860.000</b>

#### **Exchange rate risk:**

The Company bears the risk of exchange rate due to fluctuation in fair value of future cash flows of a financial instrument according to changes in exchange rates if loans, revenues and expenses of the Company are done in foreign currencies other than VND.

#### **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, borrowings and other financial instruments), detailed as

	Up to 1 year VND	From over 1 year to 5 years VND	More than 5 years VND	Total VND
<b>As at 31/12/2021</b>				
Cash and cash equivalents	476.004.690.173	-	-	476.004.690.173
Trade and other receivables	800.317.999.295	955.646.977.479	-	1.755.964.976.774
Lending	599.672.000.000	-	10.000.000.000	609.672.000.000
<b>Total</b>	<b><u>1.875.994.689.468</u></b>	<b><u>955.646.977.479</u></b>	<b><u>10.000.000.000</u></b>	<b><u>2.841.641.666.947</u></b>
<b>As at 01/01/2021</b>				
Cash and cash equivalents	728.002.889.164	-	-	728.002.889.164
Trade and other receivables	487.282.429.064	970.343.027.648	-	1.457.625.456.712
Lending loans	336.600.000.000	-	10.000.000.000	346.600.000.000
<b>Total</b>	<b><u>1.551.885.318.228</u></b>	<b><u>970.343.027.648</u></b>	<b><u>10.000.000.000</u></b>	<b><u>2.532.228.345.876</u></b>

**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 VND	From over 1 year to 5 years VND	More than 5 years VND	Total VND
<b>As at 31/12/2021</b>				
Borrowings and debts	1.210.245.611.932	1.333.927.414.324	1.036.732.179.676	3.580.905.205.932
Trade and other payables	462.115.226.924	763.128.309.067	-	1.225.243.535.991
Accrued expenses	46.594.209.228	-	-	46.594.209.228
<b>Total</b>	<b><u>1.718.955.048.084</u></b>	<b><u>2.097.055.723.391</u></b>	<b><u>1.036.732.179.676</u></b>	<b><u>4.852.742.951.151</u></b>
<b>As at 01/01/2021</b>				
Borrowings and debts	1.280.751.417.162	1.188.467.817.500	1.031.765.033.481	3.500.984.268.143
Trade and other payables	472.142.625.262	626.793.253.421	-	1.098.935.878.683
Accrued expenses	32.318.544.693	-	-	32.318.544.693
<b>Total</b>	<b><u>1.785.212.587.117</u></b>	<b><u>1.815.261.070.921</u></b>	<b><u>1.031.765.033.481</u></b>	<b><u>4.632.238.691.519</u></b>

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.

**39 . ADDITIONAL INFORMATION FOR THE ITEMS OF THE CONSOLIDATED STATEMENT OF CASH FLOWS**

**a) Proceeds from borrowings during the year**

	<u>Year 2021</u>	<u>Year 2020</u>
	VND	VND
Proceeds from ordinary contracts	1.941.065.110.685	2.408.830.286.709

**b) Actual repayments on principal during the year**

	<u>Year 2021</u>	<u>Year 2020</u>
	VND	VND
Repayment on principal from ordinary contracts	1.872.648.424.361	1.865.120.737.871

**40 . 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 Consolidated Financial Statements.



41 . SEGMENT REPORTING

a) Under business fields:

	Production and trading of water	Waste treatment	Waste-water treatment	Others	Grant total
	VND	VND	VND	VND	VND
Net revenue from sales to external customers	1.969.863.030.925	674.845.448.762	51.329.875.930	419.535.182.025	3.115.573.537.642
Net revenue from business activities	1.072.339.012.400	131.595.767.763	6.037.239.699	104.808.753.215	1.314.780.773.077
	<b>530.710.114.090</b>	<b>52.081.980.961</b>	<b>(6.105.784.824)</b>	<b>173.742.789.959</b>	<b>750.429.100.186</b>
Water production of the year 2021 (m3)	185.758.036				
Water loss rate approved	18,00%				
Real average water loss rate in this period	5,00%				
Estimate water output is saved by reducing water loss rate	29.449.445				
Average production costs in this period (dong/m3)	7.553,76				
Estimated profit after CIT increase by reducing in water loss rate	200.208.635.697				200.208.635.697
<b>Profit after corporate income tax</b> (excluding profit due to reduced water loss rate)	<b>330.501.478.393</b>	<b>52.081.980.961</b>	<b>(6.105.784.824)</b>	<b>173.742.789.959</b>	<b>550.220.464.489</b>
The total cost to acquire fixed assets	-	-	-	-	807.104.067.035
Segment assets	2.900.061.564.008	1.314.334.622.533	56.539.648.639	371.015.073.703	4.641.950.908.883
Unallocated assets					4.427.189.661.869
<b>Total assets</b>	<b>2.900.061.564.008</b>	<b>1.314.334.622.533</b>	<b>56.539.648.639</b>	<b>371.015.073.703</b>	<b>9.069.140.570.752</b>
Segment liabilities	49.645.135.007	101.860.241.996	16.549.797.544	83.185.088.282	251.240.262.829
Unallocated liabilities					4.897.277.292.381
<b>Total liabilities</b>	<b>49.645.135.007</b>	<b>101.860.241.996</b>	<b>16.549.797.544</b>	<b>83.185.088.282</b>	<b>5.148.517.555.210</b>

b) Under geographical areas

The Company's operations are carried out in territory of Vietnam, therefore the Company does not present segment reporting according to geographic area.

**42 . TRANSACTION AND BALANCES WITH RELATED PARTIES**

The list related parties and the relationship between the related parties and the Company are detailed as follows:

<u>Related parties</u>	<u>Relation</u>
- Investment and Industrial Development Corporation - Joint Stock Company	Major shareholder
- Thu Dau Mot Water Joint Stock Company	Major shareholder
- ECORBIT Co., Ltd	Major shareholder
- Chanh Phu Hoa Investment - Construction Joint Stock Company	Associate
- Gia Tan Water Joint Stock Company	Associate
- Quynh Phuc Production and Trading Company Limited	Related parties of the Board of Management
- Dai Phu Thinh Company Limited	Related parties of the Board of Management
- N.T.P Trading Company Limited	Related parties of the Board of Management
- Board of Management, Supervisory Board and General Director	Key management personnel

The Company has the transactions during the year and balances with related parties as follows: (particularly borrowings with related parties are detailed in Note 16).

Transactions during the year:

	<u>Year 2021</u>	<u>Year 2020</u>
	VND	VND
<b>Revenues from sales of goods and rendering of services</b>	<b>71.724.533.014</b>	<b>118.057.970.422</b>
- Investment and Industrial Development Corporation - Joint Stock Company	20.668.447.387	57.880.028.103
- Thu Dau Mot Water Joint Stock Company	24.705.907.458	34.926.531.361
- Chanh Phu Hoa Investment - Construction Joint Stock Company	23.017.563.788	10.769.888.271
- Quynh Phuc Production and Trading Company Limited	3.241.392.827	14.202.948.271
- Dai Phu Thinh Company Limited	80.353.372	278.574.416
- N.T.P Trading Company Limited	10.868.182	-
<b>Financial income</b>	<b>20.891.938.500</b>	<b>8.520.633.600</b>
- Chanh Phu Hoa Investment - Construction Joint Stock Company	20.891.938.500	8.520.633.600
<b>Financial expensives</b>	<b>6.366.044.932</b>	<b>46.587.175</b>
- Thu Dau Mot Water Joint Stock Company	-	28.150.685
- Chanh Phu Hoa Investment - Construction Joint Stock Company	6.366.044.932	18.436.490
<b>Other income</b>	<b>20.263.740.133</b>	<b>18.564.879.084</b>
- Investment and Industrial Development Corporation - Joint Stock Company	200.000.000	-
- Thu Dau Mot Water Joint Stock Company	18.304.520.533	17.982.226.634
- Chanh Phu Hoa Investment - Construction Joint Stock Company	59.219.600	82.652.450
- Dai Phu Thinh Company Limited	700.000.000	200.000.000
- N.T.P Trading Company Limited	1.000.000.000	300.000.000
<b>Purchase of goods, services</b>	<b>505.173.095.476</b>	<b>541.898.012.625</b>
- Thu Dau Mot Water Joint Stock Company	417.024.445.911	385.643.362.193
- Chanh Phu Hoa Investment - Construction Joint Stock Company	8.361.365.929	-
- Quynh Phuc Production and Trading Company Limited	-	35.757.985.123
- Dai Phu Thinh Company Limited	14.748.833.636	22.862.260.909
- N.T.P Trading Company Limited	65.038.450.000	97.634.404.400
<b>Purchase land use rights</b>	<b>13.291.600.000</b>	<b>252.540.400.000</b>
- Investment and Industrial Development Corporation - Joint Stock Company	13.291.600.000	252.540.400.000



Outstanding balances up to the reporting date are as follows:

	31/12/2021	01/01/2021
	VND	VND
<b>Short-term trade receivables</b>	<b>27.171.466.362</b>	<b>38.821.934.232</b>
- Investment and Industrial Development Corporation - Joint Stock Company	15.117.497.738	13.045.559.690
- Thu Dau Mot Water Joint Stock Company	2.010.313.961	5.838.677.806
- Chanh Phu Hoa Investment - Construction Joint Stock Company	4.754.742.340	12.213.696.460
- Quynh Phuc Production and Trading Company Limited	5.250.027.926	7.539.023.376
- Dai Phu Think Company Limited	38.884.397	184.976.900
<b>Short-term prepayments to suppliers</b>	<b>42.880.190.782</b>	-
- Quynh Phuc Production and Trading Company Limited	188.819.532	-
- N.T.P Trading Company Limited	42.691.371.250	-
<b>Other short-term receivables</b>	<b>7.856.529.059</b>	<b>7.612.414.916</b>
- Thu Dau Mot Water Joint Stock Company	6.993.572.874	6.993.572.874
- Gia Tan Water Joint Stock Company	538.457.194	-
- Quynh Phuc Production and Trading Company Limited	324.498.991	324.498.991
- N.T.P Trading Company Limited	-	294.343.051
<b>Short-term trade payables</b>	<b>35.728.054.042</b>	<b>58.538.268.137</b>
- Investment and Industrial Development Corporation - Joint Stock Company	16.487.240.000	1.866.480.000
- Thu Dau Mot Water Joint Stock Company	7.623.805.061	28.031.457.360
- Chanh Phu Hoa Investment - Construction Joint Stock Company	2.216.659.522	-
- Quynh Phuc Production and Trading Company Limited	-	4.475.016.468
- Dai Phu Think Company Limited	7.560.236.459	5.859.056.659
- N.T.P Trading Company Limited	1.840.113.000	18.306.257.650
<b>Short-term prepayments from customers</b>	<b>2.130.361.564</b>	<b>1.217.336.292</b>
- Investment and Industrial Development Corporation - Joint Stock Company	1.034.692.692	1.034.692.692
- Thu Dau Mot Water Joint Stock Company	1.095.668.872	-
- Chanh Phu Hoa Investment - Construction Joint Stock Company	-	182.643.600

Transactions with other related parties:

**Remuneration to members of Board of Management:**

No.	Name	Title	Year 2021	Year 2020
			VND	VND
1	Mr. Nguyen Van Thien	Chairman	1.000.000.000	810.000.000
2	Mr. Tran Chien Cong	Member	116.000.000	96.000.000
3	Mr. Duong Hoang Son	Member	116.000.000	96.000.000
4	Ms. Nguyen Thi Thu Van <i>(Resigned on 12 March 2021)</i>	Member	21.000.000	99.000.000
5	Mr. Nguyen Van Tri	Member	144.000.000	99.000.000
6	Mr. Nguyen Thanh Phong	Member	144.000.000	99.000.000
7	Mr. Ta Trong Hiep	Member	144.000.000	99.000.000
8	Mr. Pham Thanh Vu <i>(Appointed on 12 March 2021)</i>	Member	114.000.000	-
<b>Total</b>			<b>1.799.000.000</b>	<b>1.398.000.000</b>

Salary of General Director and other managers:

No.	Name	Tittle	Year 2021 VND	Year 2020 VND
1	Mr. Tran Chien Cong	General Director	812.000.000	702.000.000
2	Mr. Duong Hoang Son	Deputy General Director	604.000.000	540.000.000
3	Mr. Le Van Gon <i>(Resigned on 12 March 2020)</i>	Deputy General Director	-	135.000.000
4	Mr. Ngo Van Lui	Deputy General Director	460.000.000	540.000.000
5	Mr. Pham Thanh Hung <i>(Appointed on 12 March 2020)</i>	Deputy General Director	604.000.000	450.000.000
<b>Total</b>			<b>2.480.000.000</b>	<b>2.367.000.000</b>

43 . COMPARATIVE FIGURES

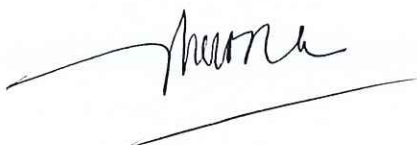
The comparative figures on the Consolidated Statement of financial position and Notes are taken from the Consolidated Financial Statements for the fiscal year ended as at 31 December 2020, which was audited by AASC Auditing Firm Company Limited. The comparative figures on the Consolidated Statement of income, Consolidated Statement of Cash flows and Notes are taken from the Consolidated Financial Statements for the Quarter 4 of 2020, which has been prepared and disclosed by the Company.

Preparer

Chief Accountant

Binh Duong, 21 January 2022

General Director





Tran Chien Cong

Nguyen Thi Mong Thuong

Tran Tan Duc