

SEPARATE FINANCIAL STATEMENTS

**BINH DUONG WATER ENVIRONMENT JOINT
STOCK COMPANY**

for the fiscal year ended as at 31 December 2022
(Audited)

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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 Separate Financial Statements for the fiscal year ended as at 31 December 2022.

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 17th amendment under the Enterprise Registration Certificate of Joint Stock Company dated 05 May 2022.

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	Vice president	(Member, appointed as Vice president on 31 March 2022)
Mr. Duong Hoang Son	Member	
Mr. Pham Thanh Vu	Member	
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	
Mr. Mai Song Hao	Deputy General Director	(Appointed on 08 March 2022)

The members of the Supervisory Board are:

Ms. Duong Anh Thu	Head	
Ms. Tang To Van	Member	(Appointed on 31 March 2022)
Ms. Nguyen Kim Lien	Member	(Resigned on 31 March 2022)
Mr. Nguyen Duc Bao	Member	

AUDITORS

The auditors of the AASC Auditing Firm Company Limited have taken the audit of Separate Financial Statements for the Company.

STATEMENT OF THE BOARD OF GENERAL DIRECTORS’ RESPONSIBILITY IN RESPECT OF THE SEPARATE FINANCIAL STATEMENTS

The Board of General Directors is responsible for preparation of the Separate 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 Separate Financial Statements, the Board of General Directors is required to:

Binh Duong Water Environment Joint Stock Company

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

- Establish and maintain 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 Separate Financial Statements do not contain any material misstatement caused by errors or frauds;
- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Separate Financial Statements;
- Prepare and present the Separate Financial Statements on the basis of compliance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of separate financial statements;
- Prepare the Separate 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 Separate Financial Statements comply with the current State's regulations. 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 Separate Financial Statements give a true and fair view of the financial position as at 31 December 2022, its operation results and cash flows for the year ended of the Company in accordance with the Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of separate 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, 01 March 2023

On behalf of the Board of General Directors
General Director



Tran Chien Cong



No.: 010323.002/BCTC.KT1

INDEPENDENT AUDITORS' REPORT

**To: Shareholders, the Board of Management and Board of General Directors
Binh Duong Water Environment Joint Stock Company**

We have audited the Separate Financial Statements of Binh Duong Water Environment Joint Stock Company prepared on 01 March 2023, as set out on pages 6 to 53 including: Separate Statement of Financial position as at 31 December 2022, Separate Statement of Income, Separate Statement of Cash flows and Notes to Separate Financial Statements for the year ended as at 31 December 2022.

General Directors' Responsibility

The Board of General Directors is responsible for the preparation of Separate Financial Statements that give a true and fair view in accordance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the statutory requirements relevant to preparation and presentation of financial statements and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Separate Financial Statements based on our audit. We conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we comply with standards, ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Separate Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Separate Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Separate Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the Separate Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the Separate Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Auditor's opinion

In our opinion, the Separate Financial Statements give a true and fair view, in all material respects, of the financial position of Binh Duong Water Environment Joint Stock Company as at 31 December 2022, and of the results of its operations and its cash flows for the year then ended in accordance with the Vietnamese Accounting Standards, Vietnamese Enterprise Accounting System and the statutory requirements relevant to preparation and presentation of financial statements.

Emphasis of Matter

We would like to draw readers' attention to the following issue:

The audit procedures have been performed solely for the purpose of providing an audit opinion on the Separate Financial Statements of Binh Duong Water - Environment Joint Stock Company, but do not include audit procedures required by the Vietnam Standards on Auditing No. 1000 - Audit of settlement project report. Therefore, the figures related to the items of "Construction in progress" and "Fixed assets" on the Separate Financial Statements may change after being checked and audited in accordance with the regulations of the State on finalization of construction investment projects.

Our opinion is not modified in respect of this matter.

Ha Noi, 01 March 2023

AASC Auditing Firm Company Limited

Deputy General Director



Pham Anh Tuan

Pham Anh Tuan

Registered Auditor No: 0777-2023-002-1

Auditor

Nguyen Dieu Trang

Nguyen Dieu Trang

Registered Auditor No.: 0938-2023-002-1



SEPARATE STATEMENT OF FINANCIAL POSITION

As at 31 December 2022

Code	ASSETS	Note	31/12/2022	01/01/2022
			VND	VND
100	A. CURRENT ASSETS		2,686,318,916,964	2,611,401,041,577
110	I. Cash and cash equivalents	3	250,523,283,950	432,257,571,520
111	1. Cash		180,523,283,950	119,483,105,767
112	2. Cash equivalents		70,000,000,000	312,774,465,753
120	II. Short-term investments	4	847,839,342,466	595,500,000,000
123	1. Held-to-maturity investments		847,839,342,466	595,500,000,000
130	III. Short-term receivables		927,667,693,849	911,490,016,962
131	1. Short-term trade receivables	5	499,648,946,022	550,171,983,840
132	2. Short-term prepayments to suppliers	6	78,247,125,232	105,116,276,415
135	3. Short-term loan receivables		-	5,000,000,000
136	4. Other short-term receivables	7	391,808,214,301	296,194,025,680
137	5. Provision for short-term doubtful debts		(42,036,591,706)	(44,992,268,973)
140	IV. Inventories	9	650,837,876,097	642,164,577,258
141	1. Inventories		650,837,876,097	642,164,577,258
150	V. Other current assets		9,450,720,602	29,988,875,837
151	1. Short-term prepaid expenses	10	9,094,687,139	8,256,536,622
152	2. Deductible value added tax		57,196,575	21,433,502,329
153	3. Taxes and other receivables from State budget	17	298,836,888	298,836,886
200	B. NON-CURRENT ASSETS		7,066,476,627,127	6,265,812,877,147
210	I. Long-term receivables		952,062,290,878	964,646,977,479
215	1. Long-term loans receivables		-	9,000,000,000
216	2. Other long-term receivables	7	952,062,290,878	955,646,977,479
220	II. Fixed assets		3,525,191,193,800	3,159,180,944,287
221	1. Tangible fixed assets	12	3,420,746,834,884	3,053,287,140,733
222	- Historical cost		7,665,194,264,296	6,775,805,598,803
223	- Accumulated depreciation		(4,244,447,429,412)	(3,722,518,458,070)
227	2. Intangible fixed assets	13	104,444,358,916	105,893,803,554
228	- Historical cost		117,272,783,047	117,137,783,047
229	- Accumulated amortization		(12,828,424,131)	(11,243,979,493)
240	IV. Long-term assets in progress	11	1,028,900,455,839	1,136,838,706,584
242	1. Construction in progress		1,028,900,455,839	1,136,838,706,584
250	V. Long-term investments	4	1,377,630,034,268	948,232,952,991
251	1. Investments in subsidiaries		60,000,000,000	79,436,391,019
252	2. Equity investments in associates and joint - ventures		745,726,749,456	326,376,284,916
253	3. Equity investments in other entities		589,004,660,420	563,252,934,420
254	4. Provision for devaluation of long-term investments		(27,101,375,608)	(30,832,657,364)
255	5. Held-to-maturity investments		10,000,000,000	10,000,000,000
260	VI. Other long-term assets		182,692,652,342	56,913,295,806
261	1. Long-term prepaid expenses	10	182,692,652,342	56,913,295,806
270	TOTAL ASSETS		9,752,795,544,091	8,877,213,918,724

SEPARATE STATEMENT OF FINANCIAL POSITION

As at 31 December 2022

(Continued)

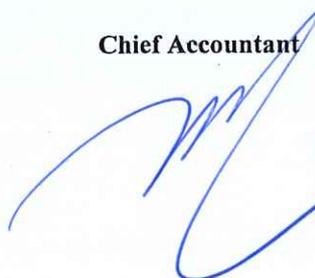
Code CAPITAL	Note	31/12/2022	01/01/2022
		VND	VND
300 C. LIABILITIES		5,406,181,028,956	5,086,968,477,630
310 I. Current liabilities		1,951,167,932,960	1,953,180,574,563
311 1. Short-term trade payables	15	216,763,925,791	175,404,370,344
312 2. Short-term prepayments from customers	16	111,583,835,652	91,451,164,245
313 3. Taxes and other payables to State budget	17	73,725,523,701	48,652,420,984
314 4. Payables to employees		100,851,283,413	72,414,792,611
315 5. Short-term accrued expenses	18	34,461,805,558	32,328,954,624
319 6. Other short-term payables	19	22,504,504,113	264,183,335,957
320 7. Short-term borrowings and finance lease liabilities	14	1,311,571,844,673	1,210,245,611,932
321 8. Provisions for short-term payables	20	5,433,503,556	12,069,817,405
322 9. Bonus and welfare fund		74,271,706,503	46,430,106,461
330 II. Non-current liabilities		3,455,013,095,996	3,133,787,903,067
337 1. Other long-term payables	19	763,247,758,242	763,128,309,067
338 2. Long-term borrowings and finance lease liabilities	14	2,691,765,337,754	2,370,659,594,000
400 D. OWNER'S EQUITY		4,346,614,515,135	3,790,245,441,094
410 I. Owner's equity	21	4,346,614,515,135	3,790,245,441,094
411 1. Contributed capital		1,929,200,000,000	1,929,200,000,000
411a - Ordinary shares with voting rights		1,929,200,000,000	1,929,200,000,000
412 2. Share premium		621,342,364,000	621,342,364,000
418 3. Development and investment funds		882,414,897,848	624,539,141,623
421 4. Retained earnings		815,840,049,256	517,346,731,440
421a - Retained earnings accumulated till the end of the previous period		134,217,036,477	12,062,856,512
421b - Retained earnings of the current period		681,623,012,779	505,283,874,928
422 5. Capital expenditure fund		97,817,204,031	97,817,204,031
440 TOTAL CAPITAL		9,752,795,544,091	8,877,213,918,724

Preparer



Nguyen Thi Mong Thuong

Chief Accountant



Tran Tan Duc

Binh Duong, 01 March 2023

General Director




Tran Chien Cong

SEPARATE STATEMENT OF INCOME

Year 2022

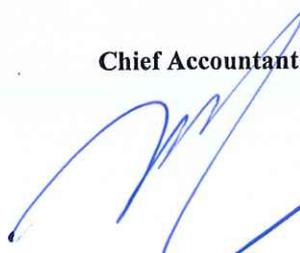
Code	ITEMS	Note	Year 2022	Year 2021
			VND	VND
01	1. Revenue from sales of goods and rendering of services	23	3,572,101,546,577	3,210,838,112,452
02	2. Revenue deductions		-	16,418,769,256
10	3. Net revenue from sales of goods and rendering of services		3,572,101,546,577	3,194,419,343,196
11	4. Cost of goods sold	24	2,201,620,425,953	1,887,720,133,130
20	5. Gross profit from sales of goods and rendering of services		1,370,481,120,624	1,306,699,210,066
21	6. Financial income	25	110,593,834,695	109,920,540,497
22	7. Financial expenses	26	235,418,075,096	96,817,254,736
23	- In which: Interest expenses		169,735,112,786	154,652,953,218
25	8. Selling expenses	27	320,162,135,327	324,572,149,157
26	9. General and administrative expense	28	174,112,347,167	138,856,504,775
30	10. Net profit from operating activities		751,382,397,729	856,373,841,895
31	11. Other income	29	42,369,550,628	43,680,486,236
32	12. Other expense	30	27,605,153,181	62,859,521,175
40	13. Other profit		14,764,397,447	(19,179,034,939)
50	14. Total net profit before tax		766,146,795,176	837,194,806,956
51	15. Current corporate income tax expenses	31	84,523,782,397	100,406,932,028
60	16. Profit after corporate income tax		<u>681,623,012,779</u>	<u>736,787,874,928</u>

Preparer

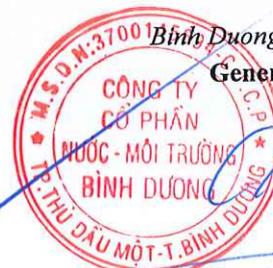


Nguyen Thi Mong Thuong

Chief Accountant



Tran Tan Duc



Binh Duong, 01 March 2023

General Director



Tran Chien Cong

SEPARATE STATEMENT OF CASH FLOWS

Year 2022

(Indirect method)

Code	ITEMS	Note	Year 2022 VND	Year 2021 VND
I. CASH FLOWS FROM OPERATING ACTIVITIES				
01	<i>1. Profits before tax</i>		766,146,795,176	837,194,806,956
	<i>2. Adjustments for:</i>			
02	- Depreciation and amortization of fixed assets and investment properties		524,133,171,393	486,951,442,130
03	- Provisions		7,672,282,748	(47,596,304,412)
04	- Exchange gains/losses from retranslation of monetary items denominated in foreign currency		56,367,722,413	(26,327,967,677)
05	- Gains/losses from investment		(106,782,322,616)	(84,471,508,020)
06	- Interest expense		169,786,884,910	155,382,998,078
07	- Other adjustments		1,107,812,500	-
08	<i>3. Operating profit before changes in working capital</i>		1,418,432,346,524	1,321,133,467,055
09	- Increase/Decrease in receivables		216,598,063,553	(248,906,311,168)
10	- Increase/Decrease in inventories		(8,673,298,839)	(29,230,998,814)
11	- Increase/Decrease in payables (excluding interest payables, corporate income tax payable)		45,550,893,601	152,120,722,680
12	- Increase/Decrease in prepaid expenses		(4,708,776,028)	4,493,720,177
14	- Interest paid		(169,671,648,886)	(146,269,684,877)
15	- Corporate income taxes paid		(70,395,290,033)	(89,366,160,027)
17	- Other payments on operating activities		(97,297,778,852)	(89,127,016,104)
20	<i>Net cash flow from operating activities</i>		1,329,834,511,040	874,847,738,922
II. CASH FLOWS FROM INVESTING ACTIVITIES				
21	1. Purchase or construction of fixed assets and other long-term assets		(868,767,612,229)	(722,861,581,028)
22	2. Proceeds from disposals of fixed assets and other long-term assets		126,136,364	3,293,679,091
23	3. Loans and purchase of debt instruments from other entities		(723,839,342,466)	(403,500,000,000)
24	4. Collection of loans and resale of debt instrument of other entities		485,500,000,000	144,600,000,000
25	5. Equity investments in other entities		(653,360,947,660)	(172,081,819,420)
26	6. Proceeds from equity investment in other entities		15,003,955,608	-
27	7. Interest and dividend received		97,123,907,501	94,200,425,656
30	<i>Net cash flow from investing activities</i>		(1,648,213,902,882)	(1,056,349,295,701)
III. CASH FLOWS FROM FINANCING ACTIVITIES				
31	1. Proceeds from issuance of shares and receipt of contributed capital		-	86,600,000,000
33	2. Proceeds from borrowings		2,329,965,101,227	1,941,065,110,685
34	3. Repayment of principal		(1,961,829,745,899)	(1,870,788,424,361)
36	4. Dividends or profits paid to owners		(231,504,000,000)	(225,000,000,000)
40	<i>Net cash flow from financing activities</i>		136,631,355,328	(68,123,313,676)
50	Net cash flows in the period		(181,748,036,514)	(249,624,870,455)

SEPARATE STATEMENT OF CASH FLOWS

Year 2022
(Indirect method)

Code ITEMS	Note	Year 2022 VND	Year 2021 VND
60 Cash and cash equivalents at the beginning of the period		432,257,571,520	681,918,901,089
61 Effect of exchange rate fluctuations		13,748,944	(36,459,114)
70 Cash and cash equivalents at the end of the period	3	250,523,283,950	432,257,571,520

Preparer



Nguyen Thi Mong Thuong

Chief Accountant



Tran Tan Duc

Binh Duong, 01 March 2023

General Director




Tran Chien Cong

NOTES TO THE SEPARATE FINANCIAL STATEMENTS

Year 2022

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 17th amendment under the Enterprise Registration Certificate of Joint Stock Company dated 05 May 2022.

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 1,929,200,000,000 (One thousand nine hundred and twenty-nine billion, two hundred million dong), equivalent to 192,920,000 shares, with par value of VND 10,000/share.

As at 31 December 2022, the Company have 1,050 employees (as at 01 January 2022: 1,061 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 Separate Financial Statements

Due to the Company's efforts and with the influence of the speed of urbanization in Binh Duong province, during the period, the number of customers using clean water and the volume of clean water consumed; the volume of municipal waste, industrial waste and medical waste increased compared with the previous period. This leads to a high increase in revenue from water production and waste treatment activities in the year 2022 compared with the year 2021. In addition, due to the enhanced prevention of water loss, the water loss rate decreased, leading to a reduction in production costs, contributing to an increase in profit from main operating activities of the Company.

During the year 2022, the Company made to the provision for devaluation of long-term financial investments with the total amount of 8.34 billion dong - resulted in item Total net profit before tax is decreased of 66.96 billion dong compared with the last year (in the year 2021, the Company made the reversal of provision for devaluation of these investments with amount of 58.62 billion dong). Beside that, due to fluctuations in the foreign exchange market, lead to during the year 2022, the Company recorded a loss on foreign exchange differences revaluation at the end of period with the total amount of 56.37 billion dong, resulted total net profit before tax is decreased of 82.70 billion dong compared with the previous year (in the year 2021, the Company recorded a profit on foreign exchange differences revaluation at the end of period with total amount of 26.33 billion dong). Other items are not significant increased/decreased.

The combination of the above reasons makes the Total net profit before tax of the current year decreased by 71.05 billion dong compared with the last year.

Corporate structure

<u>The Company's member entities</u>	<u>Address</u>	<u>Principal activities</u>
1. Head Office	Thu Dau Mot city, Binh Duong province	General management; supplying treated water; Trading of materials used for water sector.
2. Di An Water Supply Branch	Thuan An Town, Binh Duong Province	Supplying treated water; construction of water supply system.
3. Thu Dau Mot Water Supply Branch	Thu Dau Mot city, Binh Duong province	Supplying treated water; construction of water supply system.
4. Complex Area Water Supply Branch	Tan Uyen Town, Binh Duong Province	Supplying treated water; construction of water supply system.
5. Tan Uyen Water Supply Branch	Tan Uyen district, Binh Duong province	Supplying treated water; construction of water supply system.
6. Thuan An Water Supply Branch	Thuan An Town, Binh Duong Province	Supplying treated water.
7. Bau Bang Water Supply Branch	Bau Bang district, Binh Duong province	Supplying treated water; construction of water supply system.
8. Phuoc Vinh Water Supply Branch	Phu Giao district, Binh Duong province	Supplying treated water; construction of water supply system.
9. Dau Tieng Water Supply Branch	Dau Tieng district, Binh Duong province	Supplying treated water; construction of water supply system.
10. Chon Thanh Water Supply Branch	Chon Thanh district, Binh Duong province	Supplying treated water; construction of water supply system.
11. Waste Treatment Branch	Ben Cat district, Binh Duong province	Collect, transport and treat solid waste; Compost production; Provide service for urban works; etc.
12. Thu Dau Mot Sewage Treatment Branch	Thu Dau Mot city, Binh Duong province	Collecting and treating municipal waste; Providing sewerage service, treating waste water based on requirements from customers.
13. Thuan An Sewage Treatment Branch	Thuan An Town, Binh Duong Province	Collecting and treating municipal waste; installation, connection, maintenance, operation, waste water treatment.
14. Di An Sewage Treatment Branch	Di An Town, Binh Duong Province	Collecting and treating municipal waste; installation, connection, maintenance, operation, waste water treatment.
15. Tan Uyen Sewage Treatment Branch	Tan Uyen Town, Binh Duong Province	Collecting and treating municipal waste; installation, connection, maintenance, operation, waste water treatment.
16. Civil Construction - Mechanical and Electrical Technology Branch	Thu Dau Mot city, Binh Duong province	Design and construction of electric and automatic system.
17. Urban Work Branch	Thu Dau Mot city, Binh Duong province	Manufacturing and trading bottled pure water with Biwase brand; Plant, cultivate and sell ornamental trees.
18. Water Supply Sewerage Consulting Branch	Thu Dau Mot city, Binh Duong province	Environmental consulting service; investigation service; making design of water sewerage system.
19. Con Voi Commerce Branch	Ben Cat Town, Binh Duong province	Trading compost production.

Besides that, as at 31 December 2022, the Company also has Tan Hiep Water Factory Project Management Unit (“PMU”) which operates with the capital of the Company and borrowings for implementation of construction investment projects for business purpose. The figures of this PMU is also included in the Separate Financial Statements for the fiscal year ended as at 31 December 2022 of the Company.

Information of subsidiaries, associated company of the Company are provided in Note No. 4.

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 Circular No. 200/2014/TT-BTC dated 22 December 2014 of the Minister of Finance and the Circular No. 53/2016/TT-BTC dated 21 March 2016 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC.

Declaration of compliance with Accounting Standards and Accounting System

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

2.3 . Basis for preparation of Separate Financial Statements

Separate Financial Statements are presented based on historical cost principle.

Separate Financial Statements of the Company are prepared based on summarization of transactions incurred, then recorded into accounting books of dependent accounting entities, at the offices of the Company and dependent Project Management Unit.

The Users of this Separate Financial Statements should study the Separate Financial Statements combined with the Consolidated Financial Statements of the Company and its subsidiaries for the fiscal year ended as at 31 December 2022 of the Company in order to gain enough information regarding the financial position, results of operations and cash flows of the Group.

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

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

2.5 . Foreign currency transactions

Foreign currency transactions during the period are translated into Vietnam Dong using the actual rate at transaction date.

Actual exchange rate when revaluating monetary items denominated in foreign currencies at the reporting date of Separate Financial Statements is determined on the following principles:

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

All exchange differences arising as a result of transactions or revaluation at the balance sheet date shall be recorded into the financial income or expense in the fiscal year.

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 . 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.

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

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

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

- *Investments in subsidiary, associates*: provision for devaluation of investments is made when the investee has incurred a loss, based on the Financial Statements of subsidiary, associate on provision date.
- *Long-term investments (other than trading securities) without significant influence on the investee*: based on the Financial Statements at the provision date of the investee.
- *Investments held to maturity*: the provisions for doubtful debts shall be made according to the recovery under regulatory requirements.

2.8 . 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 Separate Financial Statements based on the remaining maturity of the receivables at the reporting date.

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

2.9 . Inventories

Inventories are initially recognized at original cost including purchase price, processing cost and other costs incurred in bringing the inventories to their location and condition at the time of initial recognition. After initial recognition, at the reporting date, inventories are stated at the lower of cost and 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.

Provision for devaluation of inventories made at the end of the period is based on the excess of original cost of inventory over their net realizable value.

2.10 . Fixed assets

Tangible fixed assets and intangible fixed assets are stated at the historical cost. During the useful lives, tangible fixed assets 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.

2.11 . Construction in progress

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

2.12 . 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 year of the lease.

2.13 . Prepaid expenses

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

The calculation and allocation of long-term prepaid expenses to operating expenses in each 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 Separate 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.

2.14 . 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 Separate Financial Statements based on the remaining maturity of the receivables at the reporting date.

2.15 . 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.

2.16 . 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.

2.17 . Borrowing costs

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

2.18 . Accrued expenses

Accrued expenses include 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 as operating expenses during the period shall be carried out under the matching principle between revenues and expenses during the period. Accrued expenses are settled with actual expenses incurred. The difference between accrued and actual expenses is reverted.

2.19 . Provision for payables.

The provision for payables included payables provision on waste and wastewater treatment expenses. Provision for payables is only recognized when meeting all of the following conditions:

- The Company have a present debt obligation (legal obligation or joint obligation) as a result of past events; and
- It is probable that the decrease in economic benefits may lead to the requirement for debt settlement;
- 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 wastes treatment expenses is made based on the carrying amount of wastes to be treated at the end of the period 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.

2.20 . 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 the Company.

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

2.21 Revenue

Revenue is recognized when it is probable that the economic benefits will flow to the Company which can be reliably measured. Revenue is determined as the reasonable value of received or receivable amounts minus (-) trade discount, reductions in the price of goods sold and value of returns of goods sold.

Financial income

Financial incomes include income from assets yielding interest, royalties, dividends and other financial gains by the Company shall be recognised when the two (2) 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.

2.22 . Revenue deductions

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

Trade discounts 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 period, until the next period are incurred deductible items, the Separate Financial Statements records a decrease in revenue under the principles: If incurred prior to the issuance of the Separate Financial Statements then record a decrease in revenue on the Separate Financial Statements of the reporting period; and if incurred after the release of Separate Financial Statements then record a decrease in revenue of incurring period.

2.23 . 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.

2.24 . Financial expenses

Items recorded into financial expenses consist of:

- Expenses or losses relating to financial investment activities;
- Borrowing costs;
- 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.

2.25 . Corporate income tax

a) 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.

b) Tax incentives policies

From 2014, the Company is entitled to a preferential corporate income tax rate of 10% on taxable income from socialization activities (water supply; collect, transport and treat solid waste) in accordance with Circular No. 78/2014/TT-BTC dated 18 June 2014 of the Ministry of Finance. The remaining was applied with tax rate of 20%.

2.26 . Related Parties

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

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

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

2.27 . Partial information

A segment is a distinguishable component of the Company that is engaged in providing an individual or group of related products or services (business segment), or providing products or services within a particular economic environment (geographical segment). Each segment is subject to risks and returns that are different from other components.

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

3 . CASH AND CASH EQUIVALENTS

	31/12/2022	01/01/2022
	VND	VND
Cash on hand	1,017,301,038	821,950,318
Demand deposits	177,497,427,625	117,335,366,589
Cash in transit	2,008,555,287	1,325,788,860
Cash equivalents (*)	70,000,000,000	312,774,465,753
	<u>250,523,283,950</u>	<u>432,257,571,520</u>

(*) As at 31 December 2022, the cash equivalents is term deposits of 01 month deposited at commercial banks with interest 6.0%/ year.

4 . FINANCIAL INVESTMENTS

a) Held-to-maturity investments

	31/12/2022		01/01/2022	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Short-term investments	847,839,342,466	-	595,500,000,000	-
Term deposits (i)	847,839,342,466	-	595,500,000,000	-
Long-term investments	10,000,000,000	-	10,000,000,000	-
Bonds (ii)	10,000,000,000	-	10,000,000,000	-
	<u>857,839,342,466</u>	<u>-</u>	<u>605,500,000,000</u>	<u>-</u>

(i) Term deposits from 06 months to 13 months at commercial banks with interest rate of from 4.1% /year to 8.9% /year. At 31 December 2022, the term deposits value at 60 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.

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b) Equity investments in other entities

	Stock Code	31/12/2022				01/01/2022				
		Original cost	Provision	Rate of voting rights %	VND	Original cost	Provision	Rate of voting rights %	VND	
										VND
Investments in subsidiaries										
- Recycled Green Materials Joint Stock Company (i)		60,000,000,000	-	-	-	79,436,391,019	(12,072,788,575)	-	(12,072,788,575)	98.80%
- Biwase Electric - Construction Joint Stock Company		60,000,000,000	-	60.00%	-	60,000,000,000	-	-	-	60.00%
Equity investments in associate										
- Chanh Phu Hoa Investment Construction Joint Stock Company (ii)		745,726,749,456	(27,101,375,608)	43.48%	-	326,376,284,916	(16,676,728,789)	-	(16,676,728,789)	43.16%
- Gia Tan Water Joint Stock Company (iii)		122,687,365,500	(27,101,375,608)	31.52%	-	69,839,240,500	(16,676,728,789)	-	(16,676,728,789)	32.46%
- Can Tho 2 Water Supply Joint Stock Company (iv)		145,597,901,040	-	48.86%	-	-	-	-	-	-
- Can Tho Water Supply - Sewerage Joint Stock Company (iv)	CTW	148,744,438,500	-	24.64%	-	-	-	-	-	-
Equity investments in other entities										
- Dong Nai Water Joint Stock Company (v)	DNW	589,004,660,420	-	18.53%	-	563,252,934,420	(2,083,140,000)	-	(2,083,140,000)	17.70%
- Binh Duong Producing and Trading Goods Corporation	PRT	213,760,200,000	-	4.00%	-	213,760,200,000	-	-	-	4.00%
- Thanh Le General Import - Export Trading Corporation	TLP	18,387,540,000	-	0.51%	-	18,387,540,000	(2,083,140,000)	-	(2,083,140,000)	0.51%
- Sonadezei Corporation	SNZ	4,919,334,420	-	0.04%	-	4,919,334,420	-	-	-	0.04%
		<u>1,394,731,409,876</u>	<u>(27,101,375,608)</u>			<u>969,065,610,355</u>	<u>(30,832,657,364)</u>		<u>(30,832,657,364)</u>	

The Company has not determined the fair value of financial investments since Vietnamese Accounting Standards and Vietnamese Corporate Accounting System has not had any detailed guidance on the determination of the fair value.

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(i) During the period, the subsidiary - Recycled Green Materials Joint Stock Company completed the dissolution procedures and closed the tax code according to the Resolution No. 08/BB-HDQT dated 22 March 2022 of the Board of Management of Binh Duong Water Environment Joint Stock Company. Accordingly, the Company has recognized the profit/loss from the dissolution of the subsidiary in the Separate Financial Statements as follows:

	Book value at the date of dissolution	Other adjustments (*)	Fair value at the date of dissolution
	VND	VND	VND
Assets			
Cash and cash equivalents	6,800,994,663	-	6,800,994,663
- <i>Cash</i>	6,800,994,663	-	6,800,994,663
Receivables	81,887,428	-	81,887,428
- <i>Other receivables</i>	81,887,428	-	81,887,428
Total assets	6,882,882,091	-	6,882,882,091
Liabilities			
Current liabilities	-	55,796,175	55,796,175
- <i>Taxes and other payables to State budget</i>	-	55,796,175	55,796,175
Total liabilities	-	55,796,175	55,796,175
Total net assets	6,882,882,091	(55,796,175)	6,827,085,916
In which:			
- Attributable to non-controlling interests			81,887,428
- Attributable to the parent (1)			6,745,198,488
The original cost of investments in subsidiary (2)			19,436,391,019
Difference (3)			(12,691,192,531)
Reversal of provision for impairment of investment (4)			12,072,788,575
Loss from the dissolution of the subsidiary (3 + 4)			(618,403,956)

(*) Adjustments according to the tax finalization of the subsidiary - Recycled Green Materials Joint Stock Company at the time of dissolution.

(ii) According to the Resolution No. 10/2022/NQ-DHCD-CPHA dated 18 March 2022 of General Meeting of Shareholders of Chanh Phu Hoa Investment - Construction Joint Stock Company on approving the plan to issue shares to existing shareholders, the Company made an additional purchase of 3,280,000 shares, equivalent to total par value and purchase cost of VND 32,800,000,000 and VND 72,160,000,000. After the above transactions, as at 31 December 2022, the Company owns 19,680,000 shares of Chanh Phu Hoa Investment - Construction Joint Stock Company with the total investment cost of VND 328,697,044,416; the rate of voting rights of the Company at Chanh Phu Hoa Investment - Construction Joint Stock Company is 43.48%.

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(iii) According to the Resolution No. 05/2021/NQ-HDQT dated 29 June 2021 of extraordinary General Meeting of Shareholders of Gia Tan Water Joint Stock Company, during the period the Company made an additional purchase of 804,962 shares, equivalent to total par value and purchase cost of VND 8,049,625,000. Simultaneously, according to the Resolution No. 01/NQ-DHCD/2022 dated 15 March 2022 of Gia Tan Water Joint Stock Company on the issuance of shares to increase charter capital for existing shareholders and private placement, the Company purchased of 4,119,850 shares, equivalent to total par value and purchase cost of VND 41,198,500,000 and 44,798,500,000 respectively. After above transactions, as at 31 December 2022, the Company owns 10,559,550 shares, equivalent to total par value of VND 105,595,500,000; with the purchase cost of VND 122,687,365,500. The rate of voting rights of the Company at Gia Tan Water Joint Stock Company as at 31 December 2022 is 31.52 %.

(iv) According to the Minutes of the meeting and Resolution No. 07/BB-HDQT dated 22 March 2022, the Board of Management of the Company has agreed on investing in the Can Tho 2 Water Supply Joint Stock Company and Can Tho Water Supply - Sewerage Joint Stock Company ("CTW"). As result, during the period, the Company has performed to:

- Sign the Share Transfer Contract No. 24023/2022/HDCN-NS3-BTWASE dated 23 February 2022 with the seller - Ha Noi Water Manufacturing Joint Stock Company No. 3 ("NS3"). The subject of the Contract is 5,752,584 shares of Can Tho 2 Water Supply Joint Stock Company owned by NS3, equivalent to 48.86% of charter capital of Can Tho 2 Water Supply Joint Stock Company; total transfer value is VND 149,509,658,160. Transactions of shares transferred were completed on 06 April 2022 and therefore, the Can Tho 2 Water Supply Joint Stock Company officially became an equity investment in associate of the Company since 06 April 2022. Simultaneously, the Company recorded a decrease in the value of the investment corresponding to the dividend distributed in 2021 - the period before the investment date with a total amount of VND 3,911,757,120. Therefore, as at 31 December 2022, the Company owns 5,752,584 shares of Can Tho 2 Water Supply Joint Stock Company, equivalent to the rate of voting rights of 48.86% with total original cost of VND 145,597,901,040.
- Buy 6,900,000 shares CTW, equivalent to 24.64% of charter capital of Can Tho Water Supply - Sewerage Joint Stock Company, by order matching method with total par value and total cost of VND 69,000,000,000 and VND 153,091,438,500 respectively. Above transactions were completed on 13 April 2022 and therefore, the Can Tho Water Supply - Sewerage Joint Stock Company officially became an equity investment in associate of the Company since 13 April 2022. Simultaneously, the Company recorded a decrease in the value of the investment corresponding to the dividend distributed in 2021 - the period before the investment date with a total amount of VND 4,347,000,000. Therefore, as at 31 December 2022, the Company owns 6,900,000 shares of Can Tho Water Supply - Sewerage Joint Stock Company, equivalent to the rate of voting rights of 24.64% with total original cost of VND 148,744,438,500.

(v) According to the Minutes of the meeting and Resolution No. 03AA/BB-HDQT dated 09 December 2022, the Board of Management of the Company has agreed on investing in the Dong Nai Water Joint Stock Company ("DNW"). As result, during the period, the Company has performed to buy 1,000,000 shares DNW by order matching method with total par value and total cost of VND 10,000,000,000 and VND 25,751,726,000 respectively. This transaction was performed and completed on 27 December 2022. After the above transactions, as at 31 December 2022, the Company owns 22,240,000 shares of DNW with the total investment cost of VND 351,937,586,000. The rate of voting rights of the Dong Nai Water Joint Stock Company as at 31 December 2022 is 18.53%.

Major transactions between the Company and the Company's subsidiaries and associates during the period: Details as in Notes No. 38.

Investments in other entities

Detailed information on the Company's other entities as at 31 December 2022 as follows:

Name of investee company	Place of establishment and operation	Rate of interest	Principle activities
- Dong Nai Water Joint Stock Company	Dong Nai	18.53%	Supplying clean water.
- Binh Duong Producing and Trading Goods Corporation	Binh Duong	4.00%	Trading business, industrial zone.
- Thanh Le General Import - Export Trading Corporation	Binh Duong	0.51%	Trading petroleum; water transportation and real estate business.
- Sonadezei Corporation	Dong Nai	0.04%	Investment in industrial cities and industrial zone.

5 . SHORT-TERM TRADE RECEIVABLES

	31/12/2022		01/01/2022	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
a) Related parties	129,095,944,504	-	54,078,994,450	(6,346,730,707)
Investment and Industrial Development Corporation - Joint Stock Company	2,632,933,807	-	15,117,497,738	-
Thu Dau Mot Water Joint Stock Company	9,751,956,073	-	1,961,518,007	(112,000,000)
Recycled Green Materials Joint Stock Company	-	-	13,360,086,618	(5,663,403,587)
Biwase Electric - Construction Joint Stock Company	88,303,214,772	-	13,638,477,490	-
Chanh Phu Hoa Investment - Construction Joint Stock Company	10,615,638,705	-	4,712,502,274	(571,327,120)
Gia Tan Water Joint Stock Company	8,533,987,443	-	-	-
Quynh Phuc Production and Trading Company Limited	9,228,610,560	-	5,250,027,926	-
N.T.P Trading Company Limited	1,535,000	-	-	-
Dai Phu Thinh Company Limited	28,068,144	-	38,884,397	-
b) Other parties	370,553,001,518	(42,036,591,706)	496,092,989,390	(31,338,216,721)
Vietnam - Singapore Industrial Park Joint Venture Company Limited	31,724,013,635	-	35,638,800,572	-
Department of Natural Resources and Environment of Tan Uyen town	24,152,080,536	-	49,441,804,726	-
Department of Natural Resources and Environment of Di An city	23,199,239,000	-	62,407,777,620	-
Others	291,477,668,347	(42,036,591,706)	348,604,606,472	(31,338,216,721)
	499,648,946,022	(42,036,591,706)	550,171,983,840	(37,684,947,428)

6 . SHORT-TERM PREPAYMENTS TO SUPPLIES

	31/12/2022		01/01/2022	
	Value VND	Provision VND	Value VND	Provision VND
a) Related parties	4,162,720,728	-	42,880,190,782	-
Biwase Electric - Construction Joint Stock Company	267,552,396	-	-	-
Quynh Phuc Production and Trading Company Limited	188,819,532	-	188,819,532	-
N.T.P Trading Company Limited	3,706,348,800	-	42,691,371,250	-
b) Other parties	74,084,404,504	-	62,236,085,633	(7,307,321,545)
Duc Long Transport Commercial Construction Industry Joint Stock Company	2,490,000,000	-	11,527,800,000	-
Land Fund Development Center of Ben Cat district	4,108,761,134	-	7,007,520,704	-
Bosch Vietnam Company Limited	7,985,674,440	-	-	-
Phuong Linh Trading and Electrical Engineering Production Company Limited	8,854,401,600	-	-	-
Others	50,645,567,330	-	43,700,764,929	(7,307,321,545)
	78,247,125,232	-	105,116,276,415	(7,307,321,545)

7 . OTHER RECEIVABLES

7.1 Other short-term receivables

	31/12/2022		01/01/2022	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
a) Detailed by content				
Advances	48,221,878,520	-	54,101,099,425	-
Mortgages, deposits	1,359,959,263	-	21,681,844,926	-
Receivables from materials advanced for construction	9,340,173,020	-	16,101,356,563	-
Receivables from lending materials	53,881,904,612	-	145,582,845,283	-
Loan interest receivable, deposit interest	19,615,869,090	-	10,368,068,417	-
Dividend receivable	-	-	141,000,000	-
Deposit to buy shares of water supply companies (i)	200,000,000,000	-	-	-
Other receivables	59,388,429,796	-	48,217,811,066	-
	391,808,214,301	-	296,194,025,680	-
b) Detailed by customer				
<i>Related parties</i>	<i>54,755,443,473</i>	<i>-</i>	<i>149,733,487,746</i>	<i>-</i>
Investment and Industrial Development Corporation - Joint Stock Company	900,000,000	-	-	-
Thu Dau Mot Water Joint Stock Company	-	-	6,993,572,874	-
Recycled Green Materials Joint Stock Company	-	-	4,150,642,463	-
Biwase Electric - Construction Joint Stock Company	40,636,740,127	-	137,726,316,224	-
Gia Tan Water Joint Stock Company	12,924,360,295	-	538,457,194	-
Quynh Phuc Production and Trading Company Limited	-	-	324,498,991	-
N.T.P Trading Company Limited	294,343,051	-	-	-
<i>Other parties</i>	<i>337,052,770,828</i>	<i>-</i>	<i>146,460,537,934</i>	<i>-</i>
DNP Water Joint Stock Company (i)	200,000,000,000	-	-	-
Others	137,052,770,828	-	146,460,537,934	-
	391,808,214,301	-	296,194,025,680	-

7.2 Other long-term receivables

	31/12/2022		01/01/2022	
	Value VND	Provision VND	Value VND	Provision VND
Receivables from the Sewerage Project Management Unit in Binh Duong province (ii)	952,062,290,878	-	955,646,977,479	-
	<u>952,062,290,878</u>	<u>-</u>	<u>955,646,977,479</u>	<u>-</u>

- (i) According to the Minutes of the meeting and Resolution No. 33/BB-HĐQT dated 23 November 2022, the Board of Management of the Company has agreed on investing in companies in filed of water supply through the transferring of shares owned by DNP Water Joint Stock Company ("DNPW") and other investors. As result, the Company has performed to signed a Deposit Agreement on Transferring of shares No. 2812/2022/TTDC-LA/DNPW-BIWASE dated 28 December 2022 with the seller - DNP Water Joint Stock Company and other investors. The subject of the Agreement is all shares owned by/or arranged to be transferred by DNPW. At the date of Reporting, the Company has made a deposit of 200 billion dong to secure the performance of the transaction as stipulated in this Agreement.
- (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 677.73 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.

8 . DOUBTFUL DEBTS

	31/12/2022		01/01/2022	
	Original cost VND	Recoverable amount VND	Original cost VND	Recoverable amount VND
Total value of overdue debts	70,577,370,354	28,540,778,648	85,443,866,871	40,451,597,898
- <i>Kim Cat Tuong Company Limited</i>	8,188,328,274	1,048,717,857	8,638,328,274	3,253,266,353
- <i>Recycled Green Materials Joint Stock Company</i>	-	-	12,000,893,125	6,337,489,538
- <i>Others</i>	62,389,042,080	27,492,060,791	64,804,645,472	30,860,842,007
	<u>70,577,370,354</u>	<u>28,540,778,648</u>	<u>85,443,866,871</u>	<u>40,451,597,898</u>

9 . INVENTORIES

	31/12/2022		01/01/2022	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Raw materials	362,238,867,393	-	380,181,051,137	-
Tools, supplies	767,789,417	-	666,787,007	-
Work in progress (*)	244,136,003,715	-	232,177,666,532	-
Finished goods	41,734,819,552	-	28,101,967,384	-
Goods	1,960,396,020	-	1,037,105,198	-
	<u>650,837,876,097</u>	<u>-</u>	<u>642,164,577,258</u>	<u>-</u>

(*) 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 2022 is VND 185,918,678,745. Total design capacity of the Project include 12 floors, 216 apartments with the floor area of 16,689.8 m²; standard of 25m²/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 m². 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 was been implementing necessary procedures for acceptance and overall handover in order to putting in use.

10 . PREPAID EXPENSES

	31/12/2022	01/01/2022
	VND	VND
a) Short-term		
Tools and supplies waiting for allocation	6,222,664,673	5,102,352,027
Processing and repairing expenses	375,638,226	1,672,125,433
Premium expenses	1,305,296,396	694,964,395
Others	1,191,087,844	787,094,767
	<u>9,094,687,139</u>	<u>8,256,536,622</u>
b) Long-term		
Tools and supplies waiting for allocation	6,030,171,064	6,940,969,210
Substantial expenditure on fixed asset overhaul	6,265,730,929	3,112,495,378
Cost of installing water pipelines	7,977,446,875	15,514,734,517
Land rental costs	23,108,523,125	23,855,157,341
Cost of compensation and site clearance for expansion of the Tan Hiep Water Plant (i)	119,239,511,779	-
Value of the business advantages of the enterprise	3,797,655,224	4,810,363,280
Others	16,273,613,346	2,679,576,080
	<u>182,692,652,342</u>	<u>56,913,295,806</u>

- (i) This is compensation and site clearance of the Project "Tan Hiep Water Plant Expansion". The total cost of compensation and site clearance is 121.90 billion dong. In which, the total value of compensation and support was approved under the Decision No. 7049/QD-UBND dated 29 October 2019 of People's Committee of Binh Duong province is 115.99 billion dong; the cost of implementation of compensation for Land Fund Development Center of Tan Uyen town is 2.32 billion dong and the other cost of compensation is 3.59 billion dong. The Project is leased land by the State and offset value of compensation and site clearance which was paid by the Company with the land rent fees during the lease term. In which, the total value of compensation and site clearance to be offset with land rent is 10.52 billion dong and the remaining compensation value of 111.38 billion dong which are allocated over the lease term of 442 months. The total value allocated during the period and accumulated to 31 December 2022 is 2.67 billion dong.

11 . CONSTRUCTION IN PROGRESS

a) Construction in progress

	31/12/2022	01/01/2022
	VND	VND
Procurement of fixed assets	398,118,790,074	429,596,816,591
Land use rights (i)	398,118,790,074	429,596,816,591
Construction in progress	629,495,628,025	707,241,889,993
- Investment project on manufacturing, installing compost 3 factory - capacity of 840 tons /day (ii)	-	138,432,652,998
- Investment project on manufacturing, installing compost 4 factory - capacity of 840 tons / day	35,772,240,835	-
- Incinerator with capacity of 8,400 kg / hour belongs to the South Binh Duong solid waste treatment complex	123,547,172,066	117,491,976,648
- Project of improving water supply capacity of the Company's water plants	194,447,719,566	99,479,916,378
- Other constructions	275,728,495,558	351,837,343,969
Major repairs of fixed assets	1,286,037,740	-
Other repairs	1,286,037,740	-
	<u>1,028,900,455,839</u>	<u>1,136,838,706,584</u>

- (i) Including land use rights purchased to build the Trade Center and the Office of the Company at New Urban area of Binh Duong Industry - Urban - Service Complex; expanding Southern Binh Duong Waste Treatment Complex project and expanding the water supply plants of the Company.
- (ii) Investment project on manufacturing, installing compost 3 factory - capacity of 840 tons/day has finished, handed over and put into use during the year. Accordingly, the Company recorded an increase in the value of tangible fixed assets with total value of 138.79 billion dong.

b) Detailed information on the large projects

No.	Items	Biwase's Water Improvement Project	Water Supply Capacity	Investment project on manufacturing, installing compost 4 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 Supply Improvement Project	Capacity	Investment project on manufacturing, installing compost 4 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, Ben Cat town, Binh Duong 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.	Increase waste treatment capacity at the South Binh Duong solid waste treatment complex by 840 tons / day.	Expand service of collection and treatment of waste and industrial waste of all kinds to urban areas, residential areas and industrial zones.	Expand service of collection and treatment of waste and industrial waste of all kinds to urban areas, residential areas and industrial zones.
5	Total estimated investment	903.55 billion dong.	363.49 billion dong.	284.97 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 2022 including: 186 billion dong for construction of water transmission pipelines; 8.45 billion dong for other general expenses.	The volume of work in progress as at 31 December 2022 including: 11.15 billion dong for items of classifying warehouse, composting warehouse, fermenting warehouse and refining warehouse; 19.92 billion dong for item classifying and refining garbage system; 2.81 billion dong of control system and 1.89 billion dong for other general expenses.	The volume of work in progress as at 31 December 2022 including: 54.24 billion dong for item incinerator system; 69.15 billion dong for ancillary processing equipment systems and 0.16 billion dong for other general expenses.	The volume of work in progress as at 31 December 2022 including: 54.24 billion dong for item incinerator system; 69.15 billion dong for ancillary processing equipment systems and 0.16 billion dong for other general expenses.

Binh Duong Water Environment Joint Stock Company

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12 . TANGIBLE FIXED ASSETS

	Buildings	Machine, equipment	Transportation equipment	Management equipment	Perennial and cattle	Others	Total
	VND	VND	VND	VND	VND	VND	VND
Original cost							
Beginning balance	2,219,897,004,930	956,415,265,209	3,531,204,926,170	12,744,181,619	1,234,999,773	54,309,221,102	6,775,805,598,803
- Purchase in the period	19,448,762,448	51,772,150,220	62,895,635,914	843,811,837	-	33,000,000	134,993,360,419
- Completed construction investment	19,546,852,811	214,842,890,239	520,852,087,708	-	-	-	755,241,830,758
- Liquidation, disposal	-	-	(846,525,684)	-	-	-	(846,525,684)
Ending balance of the period	2,258,892,620,189	1,223,030,305,668	4,114,106,124,108	13,587,993,456	1,234,999,773	54,342,221,102	7,665,194,264,296
Accumulated depreciation							
Beginning balance	1,142,089,368,144	579,387,299,329	1,953,856,275,496	9,698,507,512	442,429,939	37,044,577,650	3,722,518,458,070
- Depreciation for the period	115,332,789,322	112,104,050,158	292,506,667,424	886,387,475	135,833,340	1,614,558,880	522,580,286,599
- Liquidation, disposal	-	-	(651,315,257)	-	-	-	(651,315,257)
Ending balance of the period	1,257,422,157,466	691,491,349,487	2,245,711,627,663	10,584,894,987	578,263,279	38,659,136,530	4,244,447,429,412
Net carrying amount							
Beginning of the period	1,077,807,636,786	377,027,965,880	1,577,348,650,674	3,045,674,107	792,569,834	17,264,643,452	3,053,287,140,733
Ending of the period	1,001,470,462,723	531,538,956,181	1,868,394,496,445	3,003,098,469	656,736,494	15,683,084,572	3,420,746,834,884

- Cost of fully depreciated tangible fixed assets at the end of the period but still in use is VND 1,296,633,959,633.

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13 . INTANGIBLE FIXED ASSETS

	Land use rights	Copyrights and patents	Computer software	Other intangible fixed assets	Total
	VND	VND	VND	VND	VND
Original cost					
Beginning balance	109,346,490,461	98,555,800	7,448,165,536	244,571,250	117,137,783,047
- Purchase in the period	-	-	218,000,000	-	218,000,000
- Other decrease	-	-	(83,000,000)	-	(83,000,000)
Ending balance of the period	109,346,490,461	98,555,800	7,583,165,536	244,571,250	117,272,783,047
Accumulated amortization					
Beginning balance	4,078,278,235	53,117,729	6,868,012,279	244,571,250	11,243,979,493
- Amortization in the period	1,318,516,332	16,206,096	249,722,210	-	1,584,444,638
Ending balance of the period	5,396,794,567	69,323,825	7,117,734,489	244,571,250	12,828,424,131
Net carrying amount					
Beginning of the period	105,268,212,226	45,438,071	580,153,257	-	105,893,803,554
Ending of the period	103,949,695,894	29,231,975	465,431,047	-	104,444,358,916

- Cost of fully depreciated intangible fixed assets at the end of the period but still in use is VND 6,859,674,286.



14 . BORROWINGS

	01/01/2022		During the period		31/12/2022	
	Outstanding balance	Amount can be paid	Increase	Decrease	Outstanding balance	Amount can be paid
	VND	VND	VND	VND	VND	VND
a) Short-term borrowings						
Short-term debts						
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Binh Duong Branch	780,089,143,439	780,089,143,439	1,637,475,101,227	1,527,681,995,990	889,882,248,676	889,882,248,676
- Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Branch	191,905,845,840	191,905,845,840	535,507,198,137	427,435,607,597	299,977,436,380	299,977,436,380
- Military Commercial Joint Stock Bank - Binh Duong Branch	172,903,395,707	172,903,395,707	346,366,737,355	475,515,376,030	43,754,757,032	43,754,757,032
- Vietnam International Commercial Joint Stock Bank - Sai Gon Branch	5,741,609,585	5,741,609,585	24,096,135,618	29,837,745,203	-	-
- Shinhhan Bank Viet Nam Limited - Binh Duong Branch	322,509,000	322,509,000	-	322,509,000	-	-
- Vietnam Export Import Commercial Joint Stock Bank - Binh Duong Branch	11,413,048,716	11,413,048,716	36,114,802,559	32,392,243,238	15,135,608,037	15,135,608,037
- Kasikornbank Public Company Limited - Ho Chi Minh Branch	47,044,760,142	47,044,760,142	-	47,044,760,142	-	-
- Standard Chartered Bank (Mauritius) Limited	-	-	30,845,748,105	30,845,748,105	-	-
- HSBC Bank (Vietnam) Limited	183,280,000,000	183,280,000,000	191,160,000,000	184,560,000,000	189,880,000,000	189,880,000,000
- Hongkong and Shanghai Banking Corporation Limited - Singapore Branch	91,377,974,449	91,377,974,449	129,484,479,453	148,818,006,675	72,044,447,227	72,044,447,227
- Tien Phong Commercial Joint Stock Bank	-	-	237,350,000,000	-	237,350,000,000	237,350,000,000
- Chanh Phu Hoa Investment - Construction Joint Stock Company	40,000,000,000	40,000,000,000	58,800,000,000	58,800,000,000	-	-
- Others	36,100,000,000	36,100,000,000	47,750,000,000	52,110,000,000	31,740,000,000	31,740,000,000
Current portion of long-term debts	330,208,240,617	330,208,240,617	421,689,595,997	330,208,240,617	421,689,595,997	421,689,595,997
Current portion of common bond	99,948,227,876	99,948,227,876	51,772,124	100,000,000,000	-	-
	1,210,245,611,932	1,210,245,611,932	2,059,216,469,348	1,957,890,236,607	1,311,571,844,673	1,311,571,844,673

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Binh Duong Water Environment Joint Stock Company

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	01/01/2022		During the period		31/12/2022	
	Outstanding balance	Amount can be paid	Increase	Decrease	Outstanding balance	Amount can be paid
	VND	VND	VND	VND	VND	VND
b) Long-term borrowings						
Long-term debts						
- Vietnam Development Bank - Binh Duong Branch	2,700,867,834,617 334,406,531,327	2,700,867,834,617 334,406,531,327	770,483,187,008 3,592,380,609	357,896,087,874 67,229,107,581	3,113,454,933,751 270,769,804,355	3,113,454,933,751 270,769,804,355
- Asian Development Bank	903,679,583,791	903,679,583,791	30,975,806,399	47,136,318,549	887,519,071,641	887,519,071,641
- Japan International Cooperation Agency	183,280,000,000	183,280,000,000	6,600,000,000	-	189,880,000,000	189,880,000,000
- World Bank	343,387,104,643	343,387,104,643	-	21,462,000,000	321,925,104,643	321,925,104,643
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Binh Duong Branch	141,295,657,537	141,295,657,537	-	10,500,000,000	130,795,657,537	130,795,657,537
- Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Branch	160,003,195,477	160,003,195,477	-	47,521,951,544	112,481,243,933	112,481,243,933
- Vietnam International Commercial Joint Stock Bank - Binh Duong Branch	116,651,224,595	116,651,224,595	-	29,693,710,200	86,957,514,395	86,957,514,395
- Binh Duong Development Investment Fund	481,414,537,247	481,414,537,247	111,940,000,000	121,300,000,000	472,054,537,247	472,054,537,247
- Binh Duong Environmental Protection Fund	32,376,000,000	32,376,000,000	24,000,000,000	10,859,000,000	45,517,000,000	45,517,000,000
- Vietnam Environmental Protection Fund	4,374,000,000	4,374,000,000	-	2,194,000,000	2,180,000,000	2,180,000,000
- DEG - Deutsche Investitions und Entwicklungsgesellschaft mbH	-	-	593,375,000,000	-	593,375,000,000	593,375,000,000
Common bond	99,948,227,876	99,948,227,876	51,772,124	100,000,000,000	-	-
	2,800,816,062,493	2,800,816,062,493	770,534,959,132	457,896,087,874	3,113,454,933,751	3,113,454,933,751
Amount due for settlement within 12 months	(430,156,468,493)	(430,156,468,493)	(421,741,368,121)	(430,208,240,617)	(421,689,595,997)	(421,689,595,997)
Amount due for settlement after 12 months	2,370,659,594,000	2,370,659,594,000			2,691,765,337,754	2,691,765,337,754

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Binh Duong Water Environment Joint Stock Company

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Detail information on Short-term debts:

	Currency	Interest rate	Guarantee	31/12/2022	01/01/2022
				VND	VND
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Binh Duong Branch	VND	4.80% - 7.00%	Inventories; stocks	299,977,436,380	191,905,845,840
- Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Branch	VND	8.00% - 8.50%	Claim for debts	43,754,757,032	172,903,395,707
- Military Commercial Joint Stock Bank - Binh Duong Branch	VND	3.70%	Unsecured	-	5,741,609,585
- Vietnam International Commercial Joint Stock Bank - Sai Gon Branch	VND	4.50%	Unsecured	-	322,509,000
- Shinhan Bank Vietnam Limited - Binh Duong Branch	VND	4.30%	Unsecured	15,135,608,037	11,413,048,716
- Vietnam Export Import Commercial Joint Stock Bank - Binh Duong Branch	VND	3.50%	Unsecured	-	47,044,760,142
- Standard Chartered Bank (Mauritius) Limited	USD	6.20%	Unsecured	189,880,000,000	183,280,000,000
- HSBC Bank (Vietnam) Limited	VND	4.50% - 7.30%	Unsecured	72,044,447,227	91,377,974,449
- Hongkong and Shanghai Banking Corporation Limited - Singapore Branch	USD	USD SOFR + 2%	Unsecured	237,350,000,000	-
- Chanh Phu Hoa Investment - Construction Joint Stock Company	VND	6.60%	Unsecured	-	40,000,000,000
- Others	VND	6.68% - 9.55%	Unsecured	31,740,000,000	36,100,000,000
				889,882,248,676	780,089,143,439

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Detail information on Long-term debts

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

	Currency	Interest rate	Loan Fees	Year maturity	Guarantee	31/12/2022		01/01/2022
						Long-term debts	In which, current portion of long-term	Long-term debts
						VND	VND	VND
- Vietnam Development Bank - Binh Duong Branch	VND	5.80% - 7.18%	0.20%	2020 - 2028	Pledge of trust	160,529,248,932	43,000,000,000	203,529,248,932
- Vietnam Development Bank - Binh Duong Branch	EUR	0.00%	0.20%	2025 - 2032	Pledge of trust	110,240,555,423	17,606,269,100	130,877,282,395
- Asian Development Bank	USD	LIBOR + 0.5%	0.25%	2037	Pledge of trust	697,639,071,641	46,509,271,285	720,399,583,791
- Asian Development Bank	USD	LIBOR USD 6M + 3.80%		2029	Right to receivables from water supply	189,880,000,000	29,203,544,000	183,280,000,000
- Japan International Cooperation Agency	USD	LIBOR USD 6M + 2.65%		2029	Right to receivables from water supply	189,880,000,000	29,203,544,000	183,280,000,000
- World Bank	VND	6.75%	0.20%	2037	Pledge of trust	321,925,104,643	21,462,000,000	343,387,104,643
- Joint Stock Commercial Bank for Foreign Trade of Vietnam - Binh Duong Branch	VND	6.80% - 8.90%		2021 - 2027	Stocks; Assets formed from borrowing	130,795,657,537	16,000,000,000	141,295,657,537
- Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Branch	VND	9.40% - 10.40%		2021 - 2028	Stocks; Assets formed from borrowing; right to receivables from waste treatment	112,481,243,933	21,942,524,544	160,003,195,477
- Vietnam International Commercial Joint Stock Bank - Binh Duong Branch	VND	10.10% - 11.60%		2023	Assets formed from projects	86,957,514,395	26,582,514,395	116,651,224,595
- Binh Duong Development Investment Fund	VND	3.60% - 7.00%		2021 - 2028	Assets formed from projects; rights to receivables from water supply and waste treatment	472,054,537,247	113,900,000,000	481,414,537,247
- Binh Duong Environmental Protection Fund	VND	4.20%		2021 - 2025	Pledge of trust; term deposits	45,517,000,000	11,716,000,000	32,376,000,000
- Vietnam Environmental Protection	VND	2.60%		2023	Term deposits	2,180,000,000	2,180,000,000	4,374,000,000
- DEG - Deutsche Investitions und Entwicklungsgesellschaft mbH	USD	6.97%		2030	Right to receivables from water supply; stocks	593,375,000,000	42,383,928,673	-
Amount due for settlement within 12 months						3,113,454,933,751	421,689,595,997	2,700,867,834,617
						(421,689,595,997)		(330,208,240,617)
Amount due for settlement after 12 months						2,691,765,337,754		2,370,659,594,000

Loans from banks and other credit institutions are secured by the mortgage contract/ pledging with the lender and registered fully secured transactions.



Detail information on common bond

	31/12/2022	01/01/2022
	VND	VND
Par value	-	100,000,000,000
Cost of issuing bonds	-	(51,772,124)
	-	<u>99,948,227,876</u>

c) Borrowings from relevant entities are as follows:

Relation	31/12/2022		01/01/2022	
	Principal	Interest payables	Principal	Interest payables
	VND	VND	VND	VND
- Chanh Phu Hoa Investment - Associate Construction Joint Stock Company	-	-	40,000,000,000	638,246,576
- Ms. Dang Thi Muoi Chairman's wife	2,000,000,000	49,413,699	2,000,000,000	49,047,671
	<u>2,000,000,000</u>	<u>49,413,699</u>	<u>42,000,000,000</u>	<u>687,294,247</u>

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Binh Duong Water Environment Joint Stock Company
No. 11, Ngo Van Tri street, Phu Loi ward, Thu Dau Mot city, Binh Duong province

15 . SHORT-TERM TRADE PAYABLES

	31/12/2022		01/01/2022	
	Outstanding balance	Amount can be paid	Outstanding balance	Amount can be paid
	VND	VND	VND	VND
a) Related parties				
- Investment and Industrial Development Corporation - Joint Stock Company	132,152,926,831	132,152,926,831	49,938,315,980	49,938,315,980
- Thu Dau Mot Water Joint Stock Company	16,487,240,000	16,487,240,000	16,487,240,000	16,487,240,000
- Recycled Green Materials Joint Stock Company	14,191,487,969	14,191,487,969	7,623,805,061	7,623,805,061
- Biwase Electric - Construction Joint Stock Company	-	-	1,334,562,596	1,334,562,596
- Chanh Phu Hoa Investment - Construction Joint Stock Company	80,776,680,002	80,776,680,002	16,002,115,342	16,002,115,342
- N.T.P Trading Company Limited	20,697,518,860	20,697,518,860	2,216,659,522	2,216,659,522
- Dai Phu Think Company Limited	-	-	-	-
b) Other parties				
- Vietnam Construction Joint Stock Company No. 5	84,610,998,960	84,610,998,960	125,466,054,364	125,466,054,364
- Land Fund Development Center of Ben Cat district	10,292,015,271	10,292,015,271	16,030,192,519	16,030,192,519
- Others	74,318,983,689	74,318,983,689	10,292,015,271	10,292,015,271
	<u>216,763,925,791</u>	<u>216,763,925,791</u>	<u>175,404,370,344</u>	<u>175,404,370,344</u>

16 . SHORT-TERM PREPAYMENTS FROM CUSTOMERS

	31/12/2022		01/01/2022	
	Outstanding balance	Amount can be paid	Outstanding balance	Amount can be paid
	VND	VND	VND	VND
a) Related parties				
- Investment and Industrial Development Corporation - Joint Stock Company	4,867,999,244	4,867,999,244	2,130,361,564	2,130,361,564
- Thu Dau Mot Water Joint Stock Company	1,034,692,692	1,034,692,692	1,034,692,692	1,034,692,692
- Chanh Phu Hoa Investment - Construction Joint Stock Company	3,567,500,189	3,567,500,189	1,095,668,872	1,095,668,872
- Quynh Phuc Production and Trading Company Limited	259,000,000	259,000,000	-	-
- Dai Phu Think Company Limited	1,170,000	1,170,000	-	-
b) Other parties				
- Others	5,636,363	5,636,363	89,320,802,681	89,320,802,681
	<u>111,583,835,652</u>	<u>111,583,835,652</u>	<u>89,320,802,681</u>	<u>89,320,802,681</u>

Binh Duong Water Environment Joint Stock Company

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

Separate Financial Statements

for the fiscal year ended as at 31 December 2022

17 . TAXES AND OTHER PAYABLES TO STATE BUDGET

	Tax receivable at beginning of the period	Tax payable at beginning of the period	Tax payable in the period	Tax paid in the period	Tax receivable end of the period	Tax payable end of the period
	VND	VND	VND	VND	VND	VND
Value added tax	298,335,460	-	22,841,342,152	13,447,538,357	298,335,460	9,393,803,795
Corporate income tax	-	31,864,320,295	84,523,782,397	70,395,290,033	-	45,992,812,659
Personal income tax	501,426	308,718	13,021,392,000	13,021,392,002	501,428	308,718
Natural resource tax	-	448,122,740	14,484,028,153	14,473,947,273	-	458,203,620
Land tax and land rental	-	-	281,313,156	281,313,156	-	-
Fees, charges and other payables	-	16,339,669,231	100,469,084,672	98,928,358,994	-	17,880,394,909
	298,836,886	48,652,420,984	235,620,942,530	210,547,839,815	298,836,888	73,725,523,701

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

18 . SHORT-TERM ACCRUED EXPENSES

	31/12/2022	01/01/2022
	VND	VND
Accrued interest	27,373,295,348	27,309,831,448
Other accrued expenses	7,088,510,210	5,019,123,176
	34,461,805,558	32,328,954,624

In which: Accrued expenses with related parties

- Chanh Phu Hoa Investment - Construction Joint Stock Company
- Ms. Dang Thi Muoi

	-	638,246,576
	49,413,699	49,047,671
	49,413,699	687,294,247

19 . OTHER PAYABLES

	31/12/2022	01/01/2022
	VND	VND
a) Short-term		
Trade union fee, social insurance, health insurance, unemployment insurance	659,845,148	728,827,474
Short-term deposits, collateral received	7,009,322,691	11,476,625,491
Payables on non-interest borrowings	2,000,000,000	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
Other payables	12,835,336,274	248,977,882,992
- <i>Dividends payables (i)</i>	-	231,504,000,000
- <i>Other payables</i>	12,835,336,274	17,473,882,992
	22,504,504,113	264,183,335,957
b) Long-term		
Long-term deposits, collateral received	8,257,636,688	6,778,636,688
Payables to Project Management Units on capital formed fixed assets which was temporary increased, but not yet approved for final settlement	754,990,121,554	756,349,672,379
	763,247,758,242	763,128,309,067
c) In which: Other payables to related parties		
- Quynh Phuc Production and Trading Company Limited	889,969,620	889,969,620
	889,969,620	889,969,620
(i) Detailed as in Note No. 21.		

20 . SHORT-TERM PROVISIONS FOR PAYABLES

	31/12/2022	01/01/2022
	VND	VND
Provision for construction warranty	-	4,544,250,213
Waste and wastewater treatment expenses	5,433,503,556	7,525,567,192
	5,433,503,556	12,069,817,405

21 . OWNER'S EQUITY

a) Changes in owner's equity

	Contributed capital		Share premium	Development and investment fund		Retained earnings fund (i)	Capital expenditure fund (i)		Total
	VND	VND		VND	VND		VND	VND	
Beginning balance of the previous period	1,875,000,000,000	588,942,364,000	440,156,919,891	301,806,347,805	97,817,204,031	3,303,722,835,727			
Increase in capital of the previous period	54,200,000,000	32,400,000,000	-	-	-	86,600,000,000			
Profit of the previous period	-	-	-	736,787,874,928	-	736,787,874,928			
Profit distribution	-	-	184,382,221,732	(289,743,491,293)	-	(105,361,269,561)			
Temporary dividend payment in 2021 (ii)	-	-	-	(231,504,000,000)	-	(231,504,000,000)			
Ending balance of the previous period	1,929,200,000,000	621,342,364,000	624,539,141,623	517,346,731,440	97,817,204,031	3,790,245,441,094			
Profit of this period	-	-	-	681,623,012,779	-	681,623,012,779			
Profit distribution (ii)	-	-	257,875,756,225	(383,129,694,963)	-	(125,253,938,738)			
Ending balance of this period	1,929,200,000,000	621,342,364,000	882,414,897,848	815,840,049,256	97,817,204,031	4,346,614,515,135			

(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 2022 is capital expenditure fund allocated by the State capital to Tan Hiep Water Factory Project Management Unit.

(iii) According to Resolution No. 11/NQ-DHCD/2021 dated 31 March 2022 issued by General Meeting of Shareholders, the Company announced its profit distribution plan as follows:

	According to Resolution No. 11/NQ-DHCD VND	Temporary distribution in 2021 VND	Additional distribution in the current period VND
Retained earning in 2020	12,062,856,512		
Profit after corporate income tax in 2021	736,787,874,928		
Total profit distributable	748,850,731,440		
Profit distribution			
- Development and investment fund	257,875,756,225	-	257,875,756,225
- Dividend payment of 12% of chartered capital (equivalent to VND 1,200 per share)	231,504,000,000	231,504,000,000	-
- Bonus fund	95,782,423,741	-	95,782,423,741
- Welfare fund	7,367,878,749	-	7,367,878,749
- Bonus fund for Executive Board	22,103,636,248	-	22,103,636,248
	614,633,694,963	231,504,000,000	383,129,694,963
Retained earnings	134,217,036,477		

b) Details of Contributed capital

	31/12/2022 VND	Rate %	01/01/2022 VND	Rate %
Investment and Industrial Development Corporation - Joint Stock Company	375,000,000,000	19.44	375,000,000,000	19.44
Thu Dau Mot Water Joint Stock Company	721,875,000,000	37.42	721,875,000,000	37.42
ECORBIT Co., Ltd	120,000,000,000	6.22	120,000,000,000	6.22
Other shareholders	712,325,000,000	36.92	712,325,000,000	36.92
	1,929,200,000,000	100.00	1,929,200,000,000	100.00

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

	Year 2022 VND	Year 2021 VND
Owner's invested capital		
- At the beginning of the period	1,929,200,000,000	1,875,000,000,000
- Increase in the period	-	54,200,000,000
- At the end of the period	1,929,200,000,000	1,929,200,000,000

	Year 2022 VND	Year 2021 VND
Dividends and profit		
- Dividends, profit payable at the beginning of the period	231,504,000,000	225,000,000,000
- Dividends, profit payable during the period	-	231,504,000,000
+ <i>Dividends distributed on this period profit</i>	-	231,504,000,000
- Dividends, profits paid in money	231,504,000,000	225,000,000,000
+ <i>Dividends distributed on last year profit</i>	231,504,000,000	225,000,000,000
- At the end of the period	-	231,504,000,000

d) Share

	31/12/2022	01/01/2022
Quantity of authorized issuing shares	192,920,000	192,920,000
Quantity of issued shares	192,920,000	192,920,000
- <i>Common shares</i>	192,920,000	192,920,000
Quantity of outstanding shares in circulation	192,920,000	192,920,000
- <i>Common shares</i>	192,920,000	192,920,000
Par value per stock: VND 10,000 /stock		

e) Dividends

	31/12/2022 VND	01/01/2022 VND
Dividends declared after balance sheet date:	250,796,000,000	-
- <i>Dividends declared on common shares (*)</i>	250,796,000,000	-

(*) On 06 January 2023, the Board of Management of the Company issued the Resolution No. 37/NQ-HDQT approving the first dividend advance of 2022 by cash and plan to organize the Annual General Meeting of Shareholders 2023. Accordingly, the Board of Management has approved the first dividend advance of 2022 of Binh Duong Water - Environment Joint Stock Company with the rate of 13% of charter capital, equivalent to 250,796,000,000 billion dong. Cash payment method and payment deadline from 26 April 2023. The last registration date to advance dividends and organize the Annual General Meeting of Shareholders 2022 is 31 January 2023.

f) Company's funds

	31/12/2022 VND	01/01/2022 VND
Development and investment funds	882,414,897,848	624,539,141,623
	882,414,897,848	624,539,141,623

22 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

	31/12/2022	01/01/2022
- USD	17,774.14	1,717,937.83
- EUR	131.98	153.10

c) Doubtful debts written-offs

Doubtful debts written-offs as at 31 December 2021 and 31 December 2022 are receipts from selling water meter and other receivables with total amount of VND 2,585,999,820 and VND 12,616,579,335 respectively.

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

	Year 2022	Year 2021
	VND	VND
Revenue from sales of goods	2,619,178,679,487	2,362,086,033,480
Revenue from rendering of services	927,895,400,194	792,168,143,405
Revenue from construction contracts	25,027,466,896	56,583,935,567
	<u>3,572,101,546,577</u>	<u>3,210,838,112,452</u>
In which: Revenue from relevant parties <i>(Detailed as in Notes No. 38)</i>	<u>268,436,972,982</u>	<u>245,585,326,452</u>

24 . COST OF GOODS SOLD

	Year 2022	Year 2021
	VND	VND
Cost of goods sold	1,432,955,307,131	1,215,248,059,967
Cost of rendering of services	749,660,598,652	614,026,906,962
Cost of construction contracts	19,004,520,170	58,445,166,201
	<u>2,201,620,425,953</u>	<u>1,887,720,133,130</u>

25 . FINANCIAL INCOME

	Year 2022	Year 2021
	VND	VND
Interest income	40,420,183,836	37,675,234,320
Dividends or profits received	64,207,800,000	45,917,338,500
Realised gain from foreign exchange differences	3,124,034,060	-
Unrealised gain from foreign exchange differences	-	26,327,967,677
Other financial incomes	2,841,816,799	-
	<u>110,593,834,695</u>	<u>109,920,540,497</u>
In which: Financial income from relevant parties <i>(Detailed as in Notes No. 38)</i>	<u>34,752,499,538</u>	<u>20,891,938,500</u>

26 . FINANCIAL EXPENSES

	Year 2022	Year 2021
	VND	VND
Interest expenses	169,735,112,786	154,652,953,218
Losses due to disposal of financial investments (*)	618,403,956	-
Realised losses from foreign exchange difference	303,556,998	-
Foreign exchange differences revaluation at the end of period	56,367,722,413	-
Provision/ (Reversal of provision) for impairment of investment	8,341,506,819	(58,618,384,064)
Cost of issuing bonds allocation and other financial expenses	51,772,124	782,685,582
	<u>235,418,075,096</u>	<u>96,817,254,736</u>
In which: Financial expenses to related parties <i>(Detailed as in Notes No. 38)</i>	<u>631,232,876</u>	<u>6,366,044,932</u>

(*) Detailed as in Notes No. 4b.

27 . SELLING EXPENSES

	Year 2022	Year 2021
	VND	VND
Raw materials	21,439,065,099	22,508,299,175
Labour expenses	80,739,669,533	71,852,459,412
Depreciation and amortisation expenses	178,808,221,386	202,813,104,044
Expenses of outsourcing services	19,092,819,527	16,355,251,400
Other expenses in cash	20,082,359,782	11,043,035,126
	320,162,135,327	324,572,149,157

28 . ENTERPRISE ADMINISTRATIVE EXPENSES

	Year 2022	Year 2021
	VND	VND
Raw materials	9,688,477,716	9,450,924,015
Labour expenses	98,149,066,420	77,245,481,835
Depreciation and amortisation expenses	4,382,455,791	5,837,556,452
Tax, Charge, Fee	498,979,988	1,059,691,574
Provision expenses	5,967,089,778	10,981,213,411
Expenses of outsourcing services	19,524,027,510	15,930,925,694
Other expenses in cash	35,902,249,964	18,350,711,794
	174,112,347,167	138,856,504,775

29 . OTHER INCOME

	Year 2022	Year 2021
	VND	VND
Electricity sold to the rental units	23,531,953,576	22,635,684,784
Proceeds from bike racing and sewerage meetings	2,850,000,000	3,726,860,000
Proceeds from sponsorship for prevention of COVID-19	700,000,000	2,702,174,440
Reversal of provision on insuring the construction	4,544,250,213	5,041,111,618
10% of environmental protection fee being held	10,059,319,451	8,246,472,627
Liquidation of fixed assets	-	878,935,200
Others	684,027,388	449,247,567
	42,369,550,628	43,680,486,236

In which: Other income from relevant parties
(Detailed as in Notes No. 38)

22,401,637,287	24,955,708,587
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30 . OTHER EXPENSES

	Year 2022	Year 2021
	VND	VND
Electricity consumed by the rental units	22,849,356,979	21,738,283,955
Cost of bicycle race and water supply and sewerage meetings	3,753,310,606	3,726,860,000
Expenses for prevention of COVID-19	-	14,650,000,000
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	1,002,485,596	391,747,234
	27,605,153,181	62,859,521,175

31 CURRENT CORPORATE INCOME TAX EXPENSES

	Year 2022	Year 2021
	VND	VND
Total profit before tax	766,146,795,176	837,194,806,956
Increase	2,735,789,996	26,369,469,243
- <i>Ineligible expenses</i>	2,735,789,996	22,583,884,280
- <i>Other adjustments to increase profit before tax</i>	-	3,785,584,963
Decrease	(64,207,800,000)	(45,917,338,500)
- <i>Dividend</i>	(64,207,800,000)	(45,917,338,500)
Taxable income	704,674,785,172	817,646,937,699
- <i>Taxable income with tax rate of 10%</i>	564,111,746,371	650,599,236,939
- <i>Taxable income with tax rate of 20%</i>	140,563,038,801	167,047,700,760
Current corporate income tax expense	84,523,782,397	98,469,463,846
Adjustment of tax expenses in previous period into current period	-	1,937,468,182
Tax payable at the beginning of the period	31,864,320,295	20,823,548,294
Tax paid in the period	(70,395,290,033)	(89,366,160,027)
Corporate income tax payable at the end of the period	45,992,812,659	31,864,320,295

32 BUSINESS AND PRODUCTIONS COST BY ITEMS

	Year 2022	Year 2021
	VND	VND
Raw materials	1,019,933,461,004	842,116,302,536
Labour expenses	531,519,897,773	456,794,897,856
Depreciation and amortisation expenses	524,095,104,645	486,913,375,382
Provision expenses	3,875,026,142	16,492,431,915
Expenses of outsourcing services	334,653,901,285	282,120,862,498
Other expenses by cash	103,276,168,695	103,634,915,057
	2,517,353,559,544	2,188,072,785,244

33 FINANCIAL INSTRUMENTS

Financial risk management

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

Market risk

The Company may face market risks such as changes on prices, exchange rates and interest rates.

Price Risk:

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

	More than VND	Total VND
As at 31/12/2022		
Long-term investments	589,004,660,420	589,004,660,420
	<u>589,004,660,420</u>	<u>589,004,660,420</u>
As at 01/01/2022		
Long-term investments	561,169,794,420	561,169,794,420
	<u>561,169,794,420</u>	<u>561,169,794,420</u>

Exchange rate risk:

The Company bears the risk of exchange rate according to changes in exchange rates if loans; expenses; import of materials, goods, machinery and equipment 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, loans and other financial instruments), detailed as follows:

	Up to 1 year VND	From over 1 year to 5 years VND	More than 5 years VND	Total VND
As at 31/12/2022				
Cash and cash equivalents	250,523,283,950	-	-	250,523,283,950
Trade and other receivables	849,420,568,617	952,062,290,878	-	1,801,482,859,495
Lending	847,839,342,466	-	10,000,000,000	857,839,342,466
	<u>1,947,783,195,033</u>	<u>952,062,290,878</u>	<u>10,000,000,000</u>	<u>2,909,845,485,911</u>
As at 01/01/2022				
Cash and cash equivalents	432,257,571,520	-	-	432,257,571,520
Trade and other receivables	808,681,062,092	955,646,977,479	-	1,764,328,039,571
Lending	600,500,000,000	9,000,000,000	10,000,000,000	619,500,000,000
	<u>1,841,438,633,612</u>	<u>964,646,977,479</u>	<u>10,000,000,000</u>	<u>2,816,085,611,091</u>

Liquidity Risk

Liquidity risk is the risk in which the Company has trouble in settlement of its financial obligations due to lack of funds.

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
As at 31/12/2022				
Loans and borrowings	1,311,571,844,673	1,642,227,860,274	1,049,537,477,480	4,003,337,182,427
Trade and other payables	239,268,429,904	763,247,758,242	-	1,002,516,188,146
Accrued expenses	34,461,805,558	-	-	34,461,805,558
	<u>1,585,302,080,135</u>	<u>2,405,475,618,516</u>	<u>1,049,537,477,480</u>	<u>5,040,315,176,131</u>
As at 01/01/2022				
Loans and borrowings	1,210,245,611,932	1,333,927,414,324	1,036,732,179,676	3,580,905,205,932
Trade and other payables	439,587,706,301	763,128,309,067	-	1,202,716,015,368
Accrued expenses	32,328,954,624	-	-	32,328,954,624
	<u>1,682,162,272,857</u>	<u>2,097,055,723,391</u>	<u>1,036,732,179,676</u>	<u>4,815,950,175,924</u>

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.

34 . ADDITIONAL INFORMATION FOR THE ITEMS OF THE SEPARATE STATEMENT OF CASH FLOWS

a) Proceeds from borrowings during the period

	Year 2022 VND	Year 2021 VND
Proceeds from ordinary contracts	2,329,965,101,227	1,941,065,110,685

b) Actual repayments on principal during the period

	Year 2022 VND	Year 2021 VND
Repayment on principal from ordinary contracts	1,861,829,745,899	1,770,788,424,361
Repayment on principal of common bonds	100,000,000,000	100,000,000,000

35 . OTHER INFORMATION

During the year 2020, the Company successfully issued 37,500,000 shares to the public through public offering by auction at Ho Chi Minh City Stock Exchange and collected total amount of VND 963,942,364,000 after deducting issuance costs. Accordingly, the Company's charter capital increase from 1,500 billion dong to 1,875 billion dong after successfully issuing. The Company has used the total capital proceed from shares issuance in accordance with the purposes of using capital stated at:

- Resolution No. 19/NQ-HDQT dated 17 March 2020 of the Annual General Meeting of Shareholders of Binh Duong Water - Environment Joint Stock Company on approving Proposal No. 17/TT dated 16 March 2020 of the Board of Management regarding the shares issuance to increase charter capital;
- Meeting Minutes and Resolution No. 27/BB-HDQT dated 02 June 2020 of the Board of Management approving plan on issuing shares to increase charter capital;
- Meeting Minutes and Resolution No. 28/BB-HDQT dated 02 June 2020 of the Board of Management adjusting the Plan on issuing shares to increase charter capital;
- Resolution No. 45/NQ-HDQT dated 28 October 2020 by the Board of Management of Binh Duong Water - Environment Joint Stock Company on approving the result of shares offering of shares to increase charter capital in 2020.

Detail information of the progress of using capital proceed from shares issuance to increase charter capital from VND 1,500 billion to VND 1,875 billion of the Company accumulated to 31 December 2022 as follows:

No.	Purpose of using capital	According to the plan of using capital	Used amount accumulated to 31/12/2022	Unused amount accumulated to 31/12/2022	Progress accumulated to 31/12/2022	Note
		VND	VND	VND		
		(1)	(2)	(3) = (1) - (2)		
1	The 1st payment for bond principal BWEBOND2018	100,000,000,000	100,000,000,000	-	100%	
2	Reimbursement for 02 categories of the Project of Investment in Water supply in Binh Duong Complex (expansion, raising the capacity of Tan Hiep water plant by 100,000 m3/day)	109,428,586,000	109,428,586,000	-	100%	
3	Preparing for the investment capital for the Project of construction investment in incinerator, capacity of 8,400 kg/hour at the Southern Binh Duong Waste Treatment Complex	85,490,060,691	85,490,060,691	-	100%	
4	Preparing for the investment capital for the Project of construction investment in compost production factory, capacity increased by 840 tons/day at the Southern Binh Duong Waste Treatment Complex	112,167,934,731	112,167,934,731	-	100%	
5	Reimbursement for the counterpart fund that the Company has paid according to the commitment of capital contribution to Chanh Phu Hoa Investment - Construction Joint Stock Company (phase 1/2020)	65,543,340,000	65,543,340,000	-	100%	
6	Capital contribution for the phase 2/2020 to Chanh Phu Hoa Investment - Construction Joint Stock Company	49,157,502,000	49,157,502,000	-	100%	
7	Reimbursement for the counterpart fund that the Company paid for land (phase 1, phase 2) to prepare land fund to serve the plan of construction of BIWASE Office Building in the New City of Binh Duong province	175,449,120,000	175,449,120,000	-	100%	
8	Land payment (phase 3, phase 4) to serve the plan of construction of BIWASE Office Building in the New City of Binh Duong province	116,966,080,000	102,345,320,000	14,620,760,000	88%	
9	Additional capital for production and business activities	149,739,740,578	149,739,740,578	-	100%	
	- Depreciation payments for drainage projects to the State Budget	50,000,000,000	50,000,000,000	-	100%	
	- Pay salary and loans interest	99,739,740,578	99,739,740,578	-	100%	
Total		963,942,364,000	949,321,604,000	14,620,760,000		

36 . SUBSEQUENT EVENTS AFTER THE REPORTING PERIOD

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

37 . 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	2,158,646,274,659	707,053,107,026	151,393,555,051	555,008,609,841	3,572,101,546,577
Net revenue from business activities	1,135,505,224,561	112,912,229,930	39,160,216,256	82,903,449,877	1,370,481,120,624
Profit after corporate income tax	581,593,237,024	13,125,873,107	18,724,632,794	68,179,269,854	681,623,012,779
Water production of the year 2022 (m3)	193,850,826				
Water loss rate approved	18.00%				
Real average water loss rate in this year	5.00%				
Estimate water output is saved by reducing water loss rate	30,732,448				
Average production costs in this year (dong/m3)	7,597.77				
Estimated profit after CIT increase by reducing in water loss rate	210,148,264,297				210,148,264,297
Profit after corporate income tax	371,444,972,727	13,125,873,107	18,724,632,794	68,179,269,854	471,474,748,482
<i>(excluding profit due to reduced water loss rate)</i>					
The total cost to acquire fixed assets					782,514,940,432
Segment assets	3,333,710,414,348	1,357,891,817,093	64,398,412,678	144,239,627,082	4,900,240,271,201
Unallocated assets					4,852,555,272,890
Total assets	3,333,710,414,348	1,357,891,817,093	64,398,412,678	144,239,627,082	9,752,795,544,091
Segment liabilities	18,601,666,177	74,705,900,370	23,219,449,393	71,710,208,992	188,237,224,932
Unallocated liabilities					5,217,943,804,024
Total liabilities	18,601,666,177	74,705,900,370	23,219,449,393	71,710,208,992	5,406,181,028,956

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.

38 . TRANSACTION AND BALANCES WITH RELATED PARTIES

The list related parties and the relation 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
- Recycled Green Materials Joint Stock Company	Subsidiary
- Biwase Electric - Construction Joint Stock Company	Subsidiary
- Chanh Phu Hoa Investment - Construction Joint Stock Company	Associate
- Gia Tan Water Joint Stock Company	Associate
- Can Tho 2 Water Supply Joint Stock Company	Associate
- Can Tho Water Supply - Sewerage Joint Stock Company	Associate
- Binh Duong Producing and Trading Goods Corporation	Mr. Nguyen Van Thien - Chairman of the Company, is also member of the Board of Management of this Company
- Dong Nai Water Joint Stock Company	Mr. Nguyen Van Thien - Chairman of the Company, is also Vice president of this Company
- Quynh Phuc Production and Trading Company Limited	Mr. Nguyen Van Tri - member of the Company's Board of Management is also the Director of this Company
- N.T.P Trading Company Limited	Mr. Nguyen Thanh Phong - the Company's member of the Board of Management is also the Director of this Company
- Cho Lon Water Supply Joint Stock Company	Mr. Nguyen Thanh Phong - the Company's member of the Board of Management is also the member of the Board of Management of this Company
- Trung An Water Supply Joint Stock Company	Mr. Nguyen Thanh Phong - the Company's member of the Board of Management is also the member of the Board of Management of this Company
- Phu An Water Joint Stock Company	Mr. Nguyen Thanh Phong - the Company's member of the Board of Management is also the Chairman of this Company
- Dai Phu Think Company Limited	Brother of Mr. Ta Trong Hiep - member of the Company's Board of Management - is also the Director of this Company
- Hiep Thanh Phu Import Export Trading Joint Stock Company	Mr. Ta Trong Hiep - the Company's member of the Board of Management is also the Chairman of this Company
- Anh Huy Water Supply and Sewerage Trading Construction Consultant Company Limited	Ms. Duong An Thu - the Company's Head of Supervisory Board is also the member of the Board of Management of this Company
- Board of Management, Supervisory Board and General Director	Key management personnel

Except for the information with related parties are presented at Notes above, the Company has the transactions during the period and balances with related parties as follows:

Transactions during the period:

	Year 2022	Year 2021
	VND	VND
Revenues from sales of goods and rendering of services	268,436,972,982	245,585,326,452
- Investment and Industrial Development Corporation - Joint Stock Company	9,882,152,442	20,668,447,387
- Thu Dau Mot Water Joint Stock Company	19,989,166,752	21,304,542,565
- Recycled Green Materials Joint Stock Company	-	1,493,320,677
- Biwase Electric - Construction Joint Stock Company	204,385,030,070	185,846,830,522
- Chanh Phu Hoa Investment - Construction Joint Stock Company	16,867,512,762	12,939,570,920
- Gia Tan Water Joint Stock Company	7,977,888,373	-
- Quynh Phuc Production and Trading Company Limited	8,976,911,430	3,241,392,827
- N.T.P Trading Company Limited	13,144,194	10,868,182
- Dai Phu Thinh Company Limited	345,166,959	80,353,372
Financial income	34,752,499,538	20,891,938,500
- Thu Dau Mot Water Joint Stock Company	2,841,816,799	-
- Biwase Electric - Construction Joint Stock Company	7,200,000,000	-
- Chanh Phu Hoa Investment - Construction Joint Stock Company	24,600,000,000	20,891,938,500
- Dai Phu Thinh Company Limited	110,682,739	-
Financial expensives	631,232,876	6,366,044,932
- Chanh Phu Hoa Investment - Construction Joint Stock Company	631,232,876	6,366,044,932
Other income	22,401,637,287	24,955,708,587
- Thu Dau Mot Water Joint Stock Company	20,933,466,273	18,304,520,533
- Recycled Green Materials Joint Stock Company	-	1,598,289,363
- Biwase Electric - Construction Joint Stock Company	200,000,000	3,293,679,091
- Chanh Phu Hoa Investment - Construction Joint Stock Company	168,171,014	59,219,600
- Quynh Phuc Production and Trading Company Limited	800,000,000	-
- N.T.P Trading Company Limited	300,000,000	1,000,000,000
- Dai Phu Thinh Company Limited	-	700,000,000
Purchase of goods, services	1,014,581,905,231	711,711,092,243
- Thu Dau Mot Water Joint Stock Company	479,266,849,554	417,024,445,911
- Recycled Green Materials Joint Stock Company	38,288,106,543	9,903,342,396
- Biwase Electric - Construction Joint Stock Company	349,665,851,153	211,487,559,189
- Chanh Phu Hoa Investment - Construction Joint Stock Company	244,599,981	8,211,604,111
- N.T.P Trading Company Limited	147,116,498,000	63,198,337,000
- Dai Phu Thinh Company Limited	-	1,885,803,636
Purchase land use rights	-	13,291,600,000
- Investment and Industrial Development Corporation - Joint Stock Company	-	13,291,600,000

Outstanding balances up to the reporting date are as follows:

	31/12/2022	01/01/2022
	VND	VND
Loan receivables	-	14,000,000,000
- Recycled Green Materials Joint Stock Company	-	14,000,000,000

Transactions with other related parties:

Remuneration to members of Board of Management:

No.	Name	Tittle	Year 2022 VND	Year 2021 VND
1	Mr. Nguyen Van Thien	Chairman	1,357,000,000	1,000,000,000
2	Mr. Tran Chien Cong	Vice president	120,000,000	116,000,000
3	Mr. Duong Hoang Son	Member	120,000,000	116,000,000
4	Ms. Nguyen Thi Thu Van <i>(Resigned on 12 March 2021)</i>	Member	-	21,000,000
5	Mr. Nguyen Van Tri	Member	144,000,000	144,000,000
6	Mr. Nguyen Thanh Phong	Member	144,000,000	144,000,000
7	Mr. Ta Trong Hiep	Member	144,000,000	144,000,000
8	Mr. Pham Thanh Vu <i>(Appointed on 12 March 2021)</i>	Member	144,000,000	114,000,000
Total			2,173,000,000	1,799,000,000

Remuneration to members of Supervisory Board

No.	Name	Tittle	Year 2022 VND	Year 2021 VND
1	Ms. Duong Anh Thu	Head	678,500,000	520,000,000
3	Mr. Nguyen Duc Bao	Member	72,000,000	70,000,000
4	Ms. Nguyen Kim Lien <i>(Severance from 29 October 2021)</i>	Member	-	58,000,000
8	Ms. Tang To Van <i>(Appointed on 31 March 2022)</i>	Member	48,000,000	-
Total			798,500,000	648,000,000

Salary of General Director and other managers:

No.	Name	Tittle	Year 2022 VND	Year 2021 VND
1	Mr. Tran Chien Cong	General Director	1,085,600,000	812,000,000
2	Mr. Duong Hoang Son	Deputy General Director	814,200,000	604,000,000
3	Mr. Ngo Van Lui	Deputy General Director	415,000,000	460,000,000
4	Mr. Pham Thanh Hung	Deputy General Director	814,200,000	604,000,000
5	Mr. Mai Song Hao <i>(Appointed on 08 March 2022)</i>	Deputy General Director	575,000,000	-
Total			3,704,000,000	2,480,000,000

Except for the transactions with related party as mentioned above, other related parties have no transaction during the period and no closing balance as at the balance sheet date with the Company.

39 . COMPARATIVE FIGURES

The comparative figures are the figures in the Separate Financial Statements for the fiscal year ended as at 31 December 2021, which was audited by AASC Auditing Firm Company Limited.

Preparer



Nguyen Thi Mong Thuong

Chief Accountant



Tran Tan Duc

Binh Duong, 01 March 2023

General Director



Tran Chien Cong

