

CONSOLIDATED FINANCIAL
STATEMENTS

BINH DUONG WATER ENVIRONMENT JOINT STOCK
COMPANY

for Quarter 4, 2022

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REPORT OF THE BOARD OF GENERAL DIRECTORS

The Board of General Directors of Binh Duong Water Environment Joint Stock Company (“the Company”) presents its report and the Company’s Consolidated Financial Statements for Quarter 4, 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)
Mr. Nguyen Duc Bao	Member	

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

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

- Establish and maintain of an internal control system which is determined necessary by the Board of General Directors and Board of Management to ensure the preparation and presentation of Consolidated Financial Statements do not contain any material misstatement caused by errors or frauds;
- Select suitable accounting policies and then apply them consistently;

- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Consolidated Financial Statements;
- Prepare and present the Consolidated Financial Statements on the basis of compliance with Vietnamese Accounting Standards, Vietnamese Corporate Accounting System and the current requirements relevant to preparation and presentation of consolidated financial statements;
- Prepare the Consolidated Financial Statements on going concern basis unless it is inappropriate to presume that the Company will continue in business.

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

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

Other commitments

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

Binh Duong, 25 January 2023

On behalf of the Board of General Directors
General Director



Tran Chien Cong

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2022

Code	ASSETS	Note	31/12/2022	01/01/2022
			VND	VND
100	A. CURRENT ASSETS		2,786,194,240,014	2,718,621,324,034
110	I. Cash and cash equivalents	4	275,261,970,068	476,004,690,173
111	1. Cash		203,161,970,068	159,130,224,420
112	2. Cash equivalents		72,100,000,000	316,874,465,753
120	II. Short-term investments	5	871,911,342,466	599,672,000,000
123	1. Held-to-maturity investments		871,911,342,466	599,672,000,000
130	III. Short-term receivables		912,083,198,836	910,549,920,943
131	1. Short-term trade receivables	6	467,336,526,269	532,888,583,249
132	2. Short-term prepayments to suppliers	7	79,629,152,638	117,539,243,193
136	3. Other short-term receivables	8	407,154,111,635	302,732,130,053
137	4. Provision for short-term doubtful debts		(42,036,591,706)	(42,610,035,552)
140	IV. Inventories	10	713,823,785,462	697,709,085,585
141	1. Inventories		713,823,785,462	697,709,085,585
150	V. Other current assets		13,113,943,182	34,685,627,333
151	1. Short-term prepaid expenses	11	9,371,695,773	8,884,137,712
152	2. Deductible value added tax		3,443,410,521	25,502,652,735
153	3. Taxes and other receivables from State budget	19	298,836,888	298,836,886
200	B. NON-CURRENT ASSETS		7,200,932,467,538	6,355,232,641,953
210	I. Long-term receivables		952,062,290,878	955,646,977,479
216	1. Other long-term receivables	8	952,062,290,878	955,646,977,479
220	II. Fixed assets		3,616,648,154,874	3,252,993,357,210
221	1. Tangible fixed assets	13	3,512,155,476,057	3,146,980,372,646
222	- Historical cost		7,724,903,205,553	6,882,748,548,275
223	- Accumulated depreciation		(4,212,747,729,496)	(3,735,768,175,629)
227	2. Intangible fixed assets	14	104,492,678,817	106,012,984,564
228	- Historical cost		117,372,783,047	117,357,783,047
229	- Accumulated amortization		(12,880,104,230)	(11,344,798,483)
240	IV. Long-term assets in progress		999,951,284,685	1,104,163,901,678
242	1. Construction in progress	12	999,951,284,685	1,104,163,901,678
250	V. Long-term investments	5	1,446,564,567,570	981,391,143,922
252	1. Equity investments in associates and joint -		847,559,907,150	410,221,349,502
253	2. Equity investments in other entities		589,004,660,420	563,252,934,420
254	3. Provision for devaluation of long-term investments		-	(2,083,140,000)
255	4. Held-to-maturity investments		10,000,000,000	10,000,000,000
260	VI. Other long-term assets		185,706,169,531	61,037,261,664
261	1. Long-term prepaid expenses	11	182,692,652,342	56,946,629,138
262	2. Deferred income tax assets	34	3,013,517,189	3,515,166,290
269	3. Goodwill	15	-	575,466,236
270	TOTAL ASSETS		9,987,126,707,552	9,073,853,965,987

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2022
 (Continued)

Code CAPITAL	Note	31/12/2022 VND	01/01/2022 VND
300 C. LIABILITIES		5,449,407,465,757	5,148,517,555,210
310 I. Current liabilities		1,988,974,094,639	2,007,847,067,953
311 1. Short-term trade payables	17	183,655,673,136	197,755,572,644
312 2. Short-term prepayments from customers	18	122,463,022,423	101,847,569,470
313 3. Taxes and other payables to State budget	19	75,887,491,066	49,909,645,147
314 4. Payables to employees		101,726,502,913	73,175,934,109
315 5. Short-term accrued expenses	20	76,090,603,924	46,594,209,228
319 6. Other short-term payments	21	22,544,730,953	264,359,654,280
320 7. Short-term borrowings and finance lease liabilities	16	1,326,161,975,853	1,210,245,611,932
321 8. Provisions for short-term payables	22	5,433,503,556	17,528,764,682
322 9. Bonus and welfare fund		75,010,590,815	46,430,106,461
330 II. Non-current liabilities		3,460,433,371,118	3,140,670,487,257
337 1. Other long-term payables	21	763,247,758,242	763,128,309,067
338 2. Long-term borrowings and finance lease liabilities	16	2,691,765,337,754	2,370,659,594,000
341 3. Deferred income tax payables	34	5,420,275,122	6,882,584,190
400 D. OWNER'S EQUITY		4,537,719,241,795	3,925,336,410,777
410 I. Owner's equity	23	4,537,719,241,795	3,925,336,410,777
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		888,750,111,957	624,539,141,623
421 4. Retained earnings		956,537,214,913	605,632,211,216
421a - Retained earnings accumulated till the end of the period		213,814,222,618	88,580,048,129
421b - Retained earnings of the current period		742,722,992,295	517,052,163,087
422 5. Capital expenditure fund		97,817,204,031	97,817,204,031
429 6. Non-Controlling Interest		44,072,346,894	46,805,489,907
440 TOTAL CAPITAL		9,987,126,707,552	9,073,853,965,987

Preparer



Nguyen Thi Mong Thuong

Chief Accountant



Tran Tan Duc

General Director




Tran Chien Cong

Binh Duong, 25 January 2023

CONSOLIDATED STATEMENT OF INCOME
for Quarter 4, 2022

Code ITEMS	Note	Quarter 4		Accumulated to the end of this quarter	
		Current year	Previous year	Current year	Previous year
		VND	VND	VND	VND
01	25	1,043,251,236,467	1,017,801,536,116	3,483,746,674,741	3,135,285,985,989
02		-	3,872,184,524	-	16,418,769,256
10		1,043,251,236,467	1,013,929,351,592	3,483,746,674,741	3,118,867,216,733
11	26	705,868,823,562	630,203,689,227	2,062,680,280,274	1,804,086,443,324
20		337,382,412,905	383,725,662,365	1,421,066,394,467	1,314,780,773,409
21	27	21,865,945,702	34,574,789,753	104,210,980,933	110,225,413,147
22	28	35,124,055,628	4,630,259,736	225,660,680,172	79,127,457,133
23		47,814,949,259	38,147,948,524	170,492,600,996	154,713,371,551
24		7,388,344,707	4,153,418,267	17,988,093,108	8,022,385,041
25	29	87,810,047,083	95,350,007,948	320,162,135,327	324,823,029,624
26	30	54,460,721,072	47,009,601,579	181,992,620,764	145,443,725,956
30		189,241,879,531	275,464,001,122	815,450,032,245	883,634,358,884
31	31	16,663,233,798	13,593,653,301	50,149,673,891	41,314,374,273
32	32	6,689,034,378	6,090,750,465	27,597,411,366	61,281,766,236
40		9,974,199,420	7,502,902,836	22,552,262,525	(19,967,391,963)
50		199,216,078,951	282,966,903,958	838,002,294,770	863,666,966,921

CONSOLIDATED STATEMENT OF INCOME

for Quarter 4, 2022

Code ITEMS	Note	Quarter 4		Accumulated to the end of this quarter	
		Current year VND	Previous year VND	Current year VND	Previous year VND
51	16. Current corporate income tax expenses	29,394,212,079	38,761,724,486	92,522,498,343	107,469,261,243
52	17. Deferred corporate income tax expenses	(527,312,157)	(112,475,941)	(960,659,967)	1,055,210,257
60	18. Profit after corporate income tax	<u>170,349,179,029</u>	<u>244,317,655,413</u>	<u>746,440,456,394</u>	<u>755,142,495,421</u>
61	19. Profit after tax attributable to shareholders of the parent	167,579,286,389	244,080,326,022	742,722,992,295	748,556,163,087
62	20. Profit after tax attributable to non-controlling interests	2,769,892,640	237,329,391	3,717,464,099	6,586,332,334
70	21. Basic earnings per share	721	1,061	3,195	3,254

Preparer

Thuong

Nguyen Thi Mong Thuong

Chief Accountant

Tran Van Duc

Tran Van Duc



Tran Chien Cong

CONSOLIDATED STATEMENT OF CASH FLOWS

for Quarter 4, 2022

(Indirect method)

Code	ITEMS	Note	Accumulated to the end of this quarter	
			Current year	Previous year
			VND	VND
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	1. Profits before tax		838,002,294,770	863,666,966,921
	2. Adjustments for:			
02	- Depreciation and amortization of fixed assets and investment properties		479,256,052,509	484,162,321,904
03	- Provisions		(6,336,710,927)	(58,187,120,935)
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		(120,186,535,014)	(91,919,830,511)
06	- Interest expense		170,544,373,120	155,443,416,411
07	- Other adjustments		49,135,605,186	37,269,827,921
08	3. Operating profit before changes in working capital		1,466,782,802,057	1,364,107,614,034
09	- Increase/Decrease in receivables		236,473,445,772	(307,772,917,051)
10	- Increase/Decrease in inventories		(16,114,699,877)	(75,991,387,200)
11	- Increase/Decrease in payables (excluding interest payables, corporate income tax payable)		17,916,390,278	238,949,151,925
12	- Increase/Decrease in prepaid expenses		(4,324,850,240)	4,135,717,517
14	- Interest paid		(170,429,137,096)	(146,330,103,210)
15	- Corporate income taxes paid		(77,489,902,582)	(95,746,862,377)
17	- Other payments on operating activities		(100,480,693,750)	(89,127,016,104)
20	Net cash flow from operating activities		1,352,333,354,562	892,224,197,534
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	1. Purchase or construction of fixed assets and other long-term assets		(874,348,981,839)	(770,140,221,131)
22	2. Proceeds from disposals of fixed assets and other long-term assets		1,834,873,101	-
23	3. Loans and purchase of debt instruments from other entities		(744,839,342,466)	(407,672,000,000)
24	4. Collection of loans and resale of debt instrument of other entities		472,600,000,000	144,600,000,000
25	5. Equity investments in other entities		(653,360,947,660)	(142,081,819,420)
26	6. Proceeds from equity investment in other entities		8,258,757,120	-
27	7. Interest and dividend received		90,426,219,053	94,441,416,816
30	Net cash flow from investing activities		(1,699,429,422,691)	(1,080,852,623,735)
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
31	2. Proceeds from issuance of shares and receipt of contributed capital		-	93,250,000,000
32	2. Repayment of contributions capital and repurchase of stock issued		(81,887,428)	-
33	3. Proceeds from borrowings		2,364,641,172,907	1,941,065,110,685
34	4. Repayment of principal		(1,981,915,686,399)	(1,872,648,424,361)
36	5. Dividends or profits paid to owners		(236,304,000,000)	(225,000,000,000)
40	Net cash flow from financing activities		146,339,599,080	(63,333,313,676)

CONSOLIDATED STATEMENT OF CASH FLOWS

for Quarter 4, 2022

(Indirect method)

Code ITEMS	Note	Accumulated to the end of this quarter	
		Current year	Previous year
		VND	VND
50 Net cash flows in the period		(200,756,469,049)	(251,961,739,877)
60 Cash and cash equivalents at beginning of the period		476,004,690,173	728,002,889,164
61 Effect of exchange rate fluctuations		13,748,944	(36,459,114)
70 Cash and cash equivalents at end of the period	4	<u>275,261,970,068</u>	<u>476,004,690,173</u>

Preparer



Nguyen Thi Mong Thuong

Chief Accountant



Tran Tan Duc



Binh Duong, 25 January 2023

General Director



Tran Chien Cong

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for Quarter 4, 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 1,120 employees (as at 31 December 2021: 1,131 employees).

Business field

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

Business activities

Main business activities of the Company are:

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

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

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 waste-water treatment increased compared with the same previous last year. This leads to a high increase in revenue from water production and waste-water treatment activities in the Quarter 4 of 2022 compared with the same period of last year. However, due to decrease in the volume of treated municipal waste in the Quarter 4 of 2022 compared with the same period last year, which leading to revenue from sales of goods and rendering of services of Quarter 4 of 2022 decrease compared with the same period of last year.

Beside that, due to fluctuations in the foreign exchange market, lead to during the period Quarter 4 of 2022, the Company recorded a loss on foreign exchange differences revaluation at the end of period with the total amount of 34.68 billion dong, resulted total net profit before tax is decreased of 54.54 billion dong than the previous period (in the Quarter 4 of 2021, the Company recorded a profit on foreign exchange differences revaluation at the end of period with total amount of 19.86 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 period decreased by 83.75 billion dong compared with the same previous last year.

The Company's structure:

The Company has two (02) subsidiary which have consolidated in consolidated financial statements as at 31/12/2022 include:

<u>Name of company</u>	<u>Head office</u>	<u>Proportion of ownership</u>	<u>Voting rights held by the Group</u>	<u>Principal activities</u>
Recycled Green Materials Joint Stock Company (i)	Binh Duong	98.80%	98.80%	Recycle scrap, produce construction
Biwase Electric - Construction Joint Stock Company	Binh Duong	60.00%	60.00%	Electric production, electrical system construction, architectural activities and technical consulting

- (i) During the period, the susidiary - Recycled Green Materials Joint Stock Company completed the dissolution procedures, closed the tax code and officially discontinued operation from 29 June 2022. Therefore, the Company has stopped to consolidate the Recycled Green Materials Joint Stock Company in the Consolidated Financial Statements since 30 June 2022.

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

2 . ACCOUNTING SYSTEM AND ACCOUNTING POLICY

2.1 . Accounting period and accounting currency

Annual accounting period commences from 01 January and ends as at 31 December.
 The Company maintains its accounting records in VND.

2.2 . Standards and Applicable Accounting Policies

Applicable Accounting Policies

The Company applies Corporate Accounting System issued under the Circular No. 200/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance, the Circular No. 53/2016/TT-BTC dated 21 March 2016 issued by Ministry of Finance amending and supplementing some articles of the Circular No. 200/2014/TT-BTC and the Circular No. 202/2014/TT-BTC dated 22 December 2014 by the Ministry of Finance guiding the preparation and presentation of Consolidated Financial Statements.

Declaration of compliance with Accounting Standards and Accounting System

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

2.3 . Basis for preparation of Consolidated Financial Statements

Consolidated financial statements are prepared based upon consolidating Separate Financial Statements of the Company and its subsidiaries under its control for quarter 4, 2022. Control right is in practice when the Company has power to govern the financial and operating policies of invested companies to obtain benefits from their activities.

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

The results from operations of subsidiary disposed during the period is included in the Consolidated Financial Statements up to the effective date of disposal.

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

Non-controlling interest

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

2.4 . Financial Instruments

Initial recognition

Financial assets

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

Financial liabilities

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

Subsequent measurement after initial recognition

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 year are translated into Vietnam Dong using the actual rate at transaction date.

Actual exchange rate when revaluing monetary items denominated in foreign currencies at the reporting date of Consolidated 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
- 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 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 . Goodwill

Goodwill or gain on a purchase is measured as the difference between the cost of investment and the fair value of the subsidiary's net identifiable assets at the acquisition date held by the parent. (the time when the parent company holds control of the subsidiary). Low interest (if any) will be recognized in the consolidated statement of income. Goodwill is amortized on a straight-line basis over an estimated useful life of 10 years. Periodically, the Company will evaluate the loss of goodwill at the subsidiary, if there is evidence that the loss of goodwill is greater than the annual allocation, it will be allocated according to the amount of goodwill lost. loss in the year of arising.

2.8 . Financial investments

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

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

For the adjustment of the value of investments in joint ventures and associates from the date of investment to the beginning of the reporting period, the Company shall:

- For the adjustment to the income statement of previous periods: make an adjustment to the undistributed profit after tax according to net adjusted accumulated amount to the beginning of the reporting period.
- For the adjustment due to the difference in revaluation of assets and the difference in foreign exchange rates, recorded in the balance sheet of the previous periods: determine the adjustment to the corresponding items on the balance sheet according to net accumulated adjusted amount.

For the adjustment of the value of investments in joint ventures and associates arising in the period, the Company shall exclude the preferred dividends of other shareholders (if preferred shares are classified as Owner's capital); expected number of deductions for bonus and welfare funds of joint ventures and associates; share of profits related to transactions of joint ventures, associates contributing capital or selling assets to the Company before determining the Company's share in the profit or loss of the joint venture or associated company during the reporting period. The Company then adjusts the value of the investment in proportion to its share in profits and losses of joint ventures and associates and immediately recognizes it in the consolidated income statement.

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

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

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

- *Investments held long-term (other than trade securities) and not influencing significantly on the investee:* If an investment in listed shares or the fair value of the investment is determined reliably, the provisions shall be made according to the market value of the shares; if an investment is not determined the fair value at the reporting time, the provision shall be made according to Financial Statements on provision date of the investee.
- *Investments held to maturity:* the provisions for doubtful debts shall be made according to the recovery under regulatory requirements.

2.9 . Receivables

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

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

2.10 . Inventories

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

The cost of inventory is calculated by mobile weighted average method.

Inventory is recorded by perpetual method.

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

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

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

2.11 . Fixed assets

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

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

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

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

2.12 . Construction in progress

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

2.13 . Operating lease

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

2.14 . Prepaid expenses

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

The calculation and allocation of long-term prepaid expenses to operating expenses in each 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 expense include prepaid land rental, including those related to leased land for which the Company has received the Certificates of land use rights but is not eligible to recognize intangible fixed assets under Circular No. 45/2013/TT-BTC issued by the Ministry of Finance on 25 April 2013, guiding regulation on management, use and depreciation of fixed asset and other costs related to the guarantee for the use of leased land. These costs are recognized in the Consolidated Financial Statements on a straight-line basis over the term of the land lease agreement;
- Tools and instruments include assets held by the Company for use in the ordinary course of business, with cost of each asset less than VND 30 million and therefore ineligible for recognition are fixed assets according to current regulations. Cost of tools and instruments is amortized on a straight-line not over than 36 month;
- Goodwill arising from the equitization of state-owned enterprise is allocated gradually within no more than 10 years.
- Others prepaid expenses are stated at cost and amortized using the straight-line method over their useful lives.

2.15 . Payables

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

2.16 . Borrowings

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

2.17 . Bonds released

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

2.18 . Borrowing costs

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

2.19 . Accrued expenses

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

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

2.20 . 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;
- It is probable that the decrease in economic benefits may lead to the requirement for debt settlement; and
- Debt obligation can be estimated reliably.

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

- *Provision on 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 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

2.21 . Owner's equity

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

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

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

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

2.22 . 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

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

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

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

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

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

2.25 . Corporate income tax

a) Current corporate income tax expenses and Deferred corporate income tax expenses

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

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

Do not offsetting current corporate income tax expenses and deferred corporate income tax expenses.

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 (clean water supply; collection, transportation and treatment of solid waste, waste water) in accordance with Circular No. 78/2014/TT-BTC dated 18 June 2014 of the Ministry of Finance.

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

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

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

c) Current corporate income tax rate

For Quarter 4, 2022, the Company is entitled to the following corporate income tax rates:

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

2.26 . Earning per shares

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

2.27 . Related Parties

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

- Enterprises, directly or indirectly through one or more intermediaries, having control over the Company or being under the control of the Company, or being under common control with the Company, including the Company's parent, subsidiaries and affiliated companies;

- Individuals, directly or indirectly, holding voting power of the Company that have a significant influence on the Company, key management personnel including directors and employees of the Company, the close family members of these individuals;
- Enterprises due to the above-mentioned individuals directly or indirectly hold an important part of the voting rights or have significant influence on the Company.

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

2.28 . Partial information

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

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

3 . BUSINESS COMBINATION

Dissolution of Recycled Green Materials Joint Stock Company

During the period, the subsidiary - Recycled Green Materials Joint Stock Company completed the dissolution procedures and in the process of completing the procedures to close 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 loss from dissolution of subsidiary on the item of financial expenses in the Consolidated Financial Statements (Note No. 28).

4 . CASH AND CASH EQUIVALENTS

	31/12/2022	01/01/2022
	VND	VND
Cash on hand	1,199,424,452	1,481,510,169
Demand deposits	199,953,990,329	156,322,925,391
Cash in transit	2,008,555,287	1,325,788,860
Cash equivalents (*)	72,100,000,000	316,874,465,753
	275,261,970,068	476,004,690,173

(*) As at 31 December 2022, the cash equivalents is term deposits from 01 month to 02 months deposited at commercial banks with interest from 3.2% / year to 6.0% / year.

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

5 . FINANCIAL INVESTMENTS

a) Held-to-maturity investments

	31/12/2022		01/01/2022	
	Original cost VND	Provision VND	Original cost VND	Provision VND
Short-term investments				
- Term deposits (i)	871,911,342,466	-	599,672,000,000	-
	871,911,342,466	-	599,672,000,000	-
Long-term investments				
- Bonds (ii)	10,000,000,000	-	10,000,000,000	-
	10,000,000,000	-	10,000,000,000	-
	<u>881,911,342,466</u>		<u>609,672,000,000</u>	

(i) Term deposits from 04 months to 13 months at commercial banks with interest rate of from 3.7%/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.

b) Equity investments in associates

	31/12/2022				01/01/2022			
	Address	Proportion of ownership	Voting rights held by the Group	Value by equity method	Address	Proportion of ownership	Voting rights held by the Group	Value by equity method
- Chanh Phu Hoa Investment - Construction Joint Stock Company (i)	Binh Duong	43.48%	43.48%	433,187,741,670	Binh Duong	43.16%	43.16%	345,540,039,806
- Gia Tan Water Joint Stock Company (ii)	Dong Nai	31.52%	31.52%	111,113,382,525	Dong Nai	32.46%	32.46%	64,681,309,696
- Can Tho 2 Water Supply Joint Stock Company (iii)	Can Tho	48.86%	48.86%	149,415,651,073				
- Can Tho Water Supply - Sewerage Joint Stock Company (iii)	Can Tho	24.64%	24.64%	153,843,131,882				
				<u>847,559,907,150</u>				<u>410,221,349,502</u>

- (i) 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%.
- (ii) 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 %.
- (iii) 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-BIWAASE 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.

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

c) Equity investments in other entities (*)	Stock code	31/12/2022		01/01/2022			
		Original cost VND	Provision VND	Rate of voting rights %	Original cost VND	Provision VND	Rate of voting rights %
- Dong Nai Water Joint Stock Company	DNW	351,937,586,000	-	18.53%	326,185,860,000	-	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)	0.51%
- Sonadezei Corporation	SNZ	4,919,334,420	-	0.04%	4,919,334,420	-	0.04%
		<u>589,004,660,420</u>	<u>-</u>		<u>563,252,934,420</u>	<u>(2,083,140,000)</u>	

(i) 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%.

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.

6 . SHORT-TERM TRADE RECEIVABLES

	31/12/2022		01/01/2022	
	Giá trị	Dự phòng	Giá trị	Dự phòng
	VND	VND	VND	VND
a) Related parties	89,411,600,197	-	27,171,466,362	(683,327,120)
Investment and Industrial Development Corporation - Joint Stock Company	2,632,933,807	-	15,117,497,738	-
Thu Dau Mot Water Joint Stock Company	13,212,724,987	-	2,010,313,961	(112,000,000)
Chanh Phu Hoa Investment - Construction Joint Stock Company	10,615,638,705	-	4,754,742,340	(571,327,120)
Gia Tan Water Joint Stock Company	53,692,088,994	-	-	-
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	377,924,926,072	(42,036,591,706)	505,717,116,887	(32,644,064,062)
Vietnam - Singapore Industrial Park Joint Venture Company	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	16,383,661,634	-	62,407,777,620	-
Others	305,665,170,267	(42,036,591,706)	358,228,733,969	(32,644,064,062)
	<u>467,336,526,269</u>	<u>(42,036,591,706)</u>	<u>532,888,583,249</u>	<u>(33,327,391,182)</u>

7 . SHORT-TERM PREPAYMENTS TO SUPPLIES

	31/12/2022		01/01/2022	
	Giá trị VND	Dự phòng VND	Giá trị VND	Dự phòng VND
a) Related parties	3,895,168,332	-	42,880,190,782	-
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	75,733,984,306	-	74,659,052,411	(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	52,295,147,132	-	56,123,731,707	(7,307,321,545)
	<u>79,629,152,638</u>	<u>-</u>	<u>117,539,243,193</u>	<u>(7,307,321,545)</u>

8 . OTHER RECEIVABLES

8.1 Other short-term receivables

	31/12/2022		01/01/2022	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
a) Detailed by content				
Advances	61,524,372,269	-	61,984,637,434	-
Mortgages, deposits	1,391,959,263	-	18,819,844,926	-
Receivables from materials advanced for	50,806,070,552	-	153,827,672,787	-
Receivables from lending materials	13,245,164,486	-	7,856,529,059	-
Loan interest receivable, deposit interest receivable	19,994,585,266	-	9,192,857,446	-
Dividend receivable	-	-	141,000,000	-
Other receivables	260,191,959,799	-	50,909,588,401	(1,975,322,825)
	<u>407,154,111,635</u>	<u>-</u>	<u>302,732,130,053</u>	<u>(1,975,322,825)</u>
b) Detailed by customer				
<i>Related parties</i>	<i>14,118,703,346</i>	-	<i>7,856,529,059</i>	-
Investment and Industrial Development Corporation - Joint Stock Company	900,000,000	-	-	-
Thu Dau Mot Water Joint Stock Company	-	-	6,993,572,874	-
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>393,035,408,289</i>	-	<i>294,875,600,994</i>	<i>(1,975,322,825)</i>
Others	393,035,408,289	-	294,875,600,994	(1,975,322,825)
	<u>407,154,111,635</u>	<u>-</u>	<u>302,732,130,053</u>	<u>(1,975,322,825)</u>

8.2 Other long-term receivables

	31/12/2022		01/01/2022	
	Value	Provision	Value	Provision
	VND	VND	VND	VND
Receivables from the Sewerage Project Management Unit in Binh Duong province (i)	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) 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.

9 . DOUBTFUL DEBTS

	31/12/2022		01/01/2022	
	Original cost	Recoverable amount	Original cost	Recoverable amount
	VND	VND	VND	VND
Total value of overdue debts	70,577,370,354	28,540,778,648	76,933,979,524	34,323,943,972
- Kim Cat Tuong Company Limited	8,188,328,274	1,048,717,857	8,638,328,274	3,253,266,353
- Others	62,389,042,080	27,492,060,791	68,295,651,250	31,070,677,619
	<u>70,577,370,354</u>	<u>28,540,778,648</u>	<u>76,933,979,524</u>	<u>34,323,943,972</u>

10 . INVENTORIES

	31/12/2022		01/01/2022	
	Original cost	Provision	Original cost	Provision
	VND	VND	VND	VND
Raw materials	362,659,580,912	-	380,258,449,188	-
Tools, supplies	767,789,417	-	666,787,007	-
Work in progress (*)	306,701,199,561	-	287,644,776,808	-
Finished goods	41,734,819,552	-	28,101,967,384	-
Goods	1,960,396,020	-	1,037,105,198	-
	713,823,785,462	-	697,709,085,585	-

(*) 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.

11 . PREPAID EXPENSES

	31/12/2022	01/01/2022
	VND	VND
a) Short-term		
Tools and supplies waiting for allocation	6,373,969,411	5,543,584,339
Processing and repairing expenses	375,638,226	1,672,125,433
Premium expenses	1,324,336,036	694,964,395
Others	1,297,752,100	973,463,545
	9,371,695,773	8,884,137,712
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
Costs 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	2,712,909,412
	182,692,652,342	56,946,629,138

- (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.

12 . CONSTRUCTION IN PROGRESS

a) Construction in progress

	31/12/2022	01/01/2022
	VND	VND
Procurement of fixed assets	399,035,456,741	429,596,816,591
Land use rights (i)	398,118,790,074	429,596,816,591
Tài sản B	916,666,667	-
Construction in progress	599,629,790,204	674,567,085,087
- Investment project on manufacturing, installing compost 3 factory - capacity of 840 tons / day	-	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	123,507,270,764	117,491,976,648
- Project of improving water supply capacity of the Company's water plants	170,287,533,193	81,664,185,901
- Other constructions	270,062,745,412	336,978,269,540
Major repairs of fixed assets	1,286,037,740	-
Other repairs	1,286,037,740	-
	<u>999,951,284,685</u>	<u>1,104,163,901,678</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.

b) Detailed information on the large projects

No.	Items	Biwase's Water Improvement Project	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 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.	Capacity	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.	Capacity	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.	Capacity	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.
5	Total estimated investment	903.55 billion dong.		363.49 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.
7	The time estimated for	24 months.		24 months.	24 months.
8	Construction status	The volume of work in progress as at 31 December 2022 including: 161.84 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: 54.20 billion dong for item incinerator system; 69.15 billion dong for ancillary processing equipment systems and 0.16 billion dong for other general expenses.

13 . TANGIBLE FIXED ASSETS

	Buildings, structures	Machine, equipment	Transportation equipment	Management equipment	Perennial and cattle	Others	Total
	VND	VND	VND	VND	VND	VND	VND
Original cost							
Beginning balance	2,242,317,444,511	982,601,709,136	3,534,293,281,043	12,834,181,619	1,234,999,773	109,466,932,193	6,882,748,548,275
- Purchase in the period	19,448,762,448	34,923,994,996	64,712,494,969	875,911,837	-	33,000,000	119,994,164,250
- Completed construction investment	2,264,155,336	214,502,147,615	466,755,089,235	-	-	39,485,626,526	723,007,018,712
- Liquidation, disposal	-	-	(846,525,684)	-	-	-	(846,525,684)
Ending balance of the period	2,264,030,362,295	1,232,027,851,747	4,064,914,339,563	13,710,093,456	1,234,999,773	148,985,558,719	7,724,903,205,553
Accumulated depreciation							
Beginning balance	1,147,210,799,422	588,052,251,818	1,950,307,656,062	9,788,507,512	442,429,939	39,966,530,876	3,735,768,175,629
- Depreciation for the period	115,349,100,150	111,894,614,774	239,360,288,177	893,175,650	135,833,340	9,997,857,033	477,630,869,124
- Liquidation, disposal	-	-	(651,315,257)	-	-	-	(651,315,257)
Ending balance of the period	1,262,559,899,572	699,946,866,592	2,189,016,628,982	10,681,683,162	578,263,279	49,964,387,909	4,212,747,729,496
Net carrying amount							
Beginning of the period	1,095,106,645,089	394,549,457,318	1,583,985,624,981	3,045,674,107	792,569,834	69,500,401,317	3,146,980,372,646
Ending of the period	1,001,470,462,723	532,080,985,155	1,875,897,710,581	3,028,410,294	656,736,494	99,021,170,810	3,512,155,476,057

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

14 . 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	7,668,165,536	244,571,250	117,357,783,047
- Purchase in the period	-	-	218,000,000	-	218,000,000
- Liquidation, disposal	-	-	(120,000,000)	-	(120,000,000)
- Liquidation, disposal	-	-	(83,000,000)	-	(83,000,000)
Ending balance of the period	109,346,490,461	98,555,800	7,683,165,536	244,571,250	117,372,783,047
Accumulated amortization					
Beginning balance	4,078,278,235	53,117,729	6,968,831,269	244,571,250	11,344,798,483
- Amortization in the period	1,318,516,332	16,206,096	274,722,206	-	1,609,444,634
- Liquidation, disposal	-	-	(74,138,887)	-	(74,138,887)
Ending balance of the period	5,396,794,567	69,323,825	7,169,414,588	244,571,250	12,880,104,230
Net carrying amount					
Beginning of the period	105,268,212,226	45,438,071	699,334,267	-	106,012,984,564
Ending of the period	103,949,695,894	29,231,975	513,750,948	-	104,492,678,817
- Cost of fully depreciated intangible fixed assets at the end of the period but still in use is VND 6,859,674,286.					

15 . GOODWILL

	Year 2022	Year 2021
	VND	VND
Cost		
- Beginning balance	945,971,893	945,971,893
Ending balance	945,971,893	945,971,893
Accumulated amortisation		
- Beginning balance	370,505,657	275,908,468
- Amortisation for the period	47,298,595	94,597,189
- Other reduction due to dissolution of subsidiary	528,167,641	-
Ending balance	945,971,893	370,505,657
Net carrying amount		
Beginning balance	575,466,236	670,063,425
Ending balance	-	575,466,236

16 . 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	1,672,151,172,907	1,547,767,936,490	904,472,379,856	904,472,379,856
- Vietnam Joint Stock Commercial Bank for Industry and Trade - Binh Duong Branch	191,905,845,840	191,905,845,840	570,183,269,817	447,521,548,097	314,567,567,560	314,567,567,560
- 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	24,096,155,618	29,837,745,203	-	-
- Shinhan Bank Vietnam Limited - Binh Duong Branch	322,509,000	322,509,000	-	322,509,000	-	-
- Vietnam Export Import Commercial Joint Stock Bank - Binh Duong Branch	1,413,048,716	1,413,048,716	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	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 - Parent Company	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	2,093,892,541,028	1,977,976,177,107	1,326,161,975,853	1,326,161,975,853

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

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	314,567,567,560	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
				<u>904,472,379,856</u>	<u>780,089,143,439</u>

Detail information on Long-term loans

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

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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

	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	Long-term debts
						VND	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; right to receivables from water supply	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; right 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 Fund	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	-	
						<u>3,113,454,933,751</u>	<u>421,689,595,997</u>	<u>2,700,867,834,617</u>	
						(421,689,595,997)		(330,208,240,617)	
						<u>2,691,765,337,754</u>		<u>2,370,659,594,000</u>	

Amount due for settlement within 12 months

Amount due for settlement after 12 months

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

Detailed 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 VND	Interest payables VND	Principal VND	Interest payables VND
- Chanh Phu Hoa Investment - 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>

Binh Duong Water Environment Joint Stock Company

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

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17 . SHORT-TERM TRADE PAYABLES

	31/12/2022		01/01/2022	
	Outstanding balance	VND	Outstanding balance	VND
a) Related parties				
- Investment and Industrial Development Corporation - Joint Stock Company	69,520,531,479		69,520,531,479	
- Thu Dau Mot Water Joint Stock Company	16,487,240,000		16,487,240,000	
- Chanh Phu Hoa Investment - Construction Joint Stock Company	14,216,077,969		14,216,077,969	
- Gia Tan Water Joint Stock Company	2,882,283,001		2,882,283,001	
- N.T.P Trading Company Limited	26,784,132,920		26,784,132,920	
- Dai Phu Think Company Limited	9,150,797,589		9,150,797,589	
b) Other parties	114,135,141,657		114,135,141,657	
- Vietnam Construction Joint Stock Company No. 5	-		-	
- Land Fund Development Center of Ben Cat district	10,292,015,271		10,292,015,271	
- Land Fund Development Center of Ben Cat district	6,735,634,815		6,735,634,815	
- Others	97,107,491,571		97,107,491,571	
	<u>183,655,673,136</u>		<u>183,655,673,136</u>	
			<u>197,755,572,644</u>	
				<u>162,027,518,602</u>
				16,030,192,519
				10,292,015,271
				13,992,087,974
				121,713,222,838
				<u>197,755,572,644</u>
				<u>197,755,572,644</u>

18 . SHORT-TERM PREPAYMENTS FROM CUSTOMERS

	31/12/2022		01/01/2022	
	Outstanding balance	VND	Outstanding balance	VND
a) Related parties				
- Investment and Industrial Development Corporation - Joint Stock Company	4,917,999,244		4,917,999,244	
- Thu Dau Mot Water Joint Stock Company	1,034,692,692		1,034,692,692	
- Chanh Phu Hoa Investment - Construction Joint Stock Company	3,567,500,189		3,567,500,189	
- Quynh Phuc Production and Trading Company Limited	259,000,000		259,000,000	
- Dai Phu Think Company Limited	51,170,000		51,170,000	
	5,636,363		5,636,363	
b) Other parties	117,545,023,179		117,545,023,179	
- Kien An Water Joint Stock Company	5,973,811,200		5,973,811,200	
- Others	111,571,211,979		111,571,211,979	
	<u>122,463,022,423</u>		<u>122,463,022,423</u>	
				<u>101,847,569,470</u>
				<u>101,847,569,470</u>

19 . 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	-	26,609,179,965	17,215,376,170	298,335,460	9,393,803,795
Corporate income tax	-	33,063,517,708	92,522,498,343	77,489,902,582	-	48,096,113,469
Personal income tax	501,426	58,335,468	13,957,438,667	13,956,798,864	501,428	58,975,273
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	100,472,084,672	98,931,358,994	-	17,880,394,909
	<u>298,836,886</u>	<u>49,909,645,147</u>	<u>248,326,542,956</u>	<u>222,348,697,039</u>	<u>298,836,888</u>	<u>75,887,491,066</u>

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

20 . SHORT-TERM ACCRUED EXPENSES

	31/12/2022	01/01/2022
	VND	VND
Accrued interest	27,373,295,348	27,309,831,448
Accrued expense for implementation of construction works	39,700,612,403	13,590,997,065
Accrued expenses of the project which have been recognized revenue	3,773,110,156	811,573,243
Other accrued expenses	5,243,586,017	4,881,807,472
	<u>76,090,603,924</u>	<u>46,594,209,228</u>

In which: Accrued expenses with related parties

- Chanh Phu Hoa Investment - Construction Joint Stock Company	-	638,246,576
- Ms. Dang Thi Muoi	49,413,699	49,047,671
	<u>49,413,699</u>	<u>687,294,247</u>

21 . OTHER PAYABLES

	31/12/2022	01/01/2022
	VND	VND
a) Short-term		
Trade union fee, social 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	12,875,563,114	249,154,201,315
- <i>Dividends payables (i)</i>	-	231,504,000,000
- <i>Other payables</i>	12,875,563,114	17,650,201,315
	<u>22,544,730,953</u>	<u>264,359,654,280</u>
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
	<u>763,247,758,242</u>	<u>763,128,309,067</u>

(i) Detailed as in Note No. 23.

22 . SHORT-TERM PROVISIONS FOR PAYABLES

	31/12/2022	01/01/2022
	VND	VND
Provision for construction warranty	-	10,003,197,490
Waste and wastewater treatment expenses	5,433,503,556	7,525,567,192
	<u>5,433,503,556</u>	<u>17,528,764,682</u>

23 . OWNER'S EQUITY

a) Changes in owner's equity

	Contributed capital		Share premium		Development and investment fund		Retained earnings		Capital expenditure fund (i)		Non-Controlling Interest		Total	
	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND	VND
Beginning balance of previous period	1,875,000,000,000	588,942,364,000	440,156,919,891	373,846,076,571	97,817,204,031	33,596,074,500	3,409,358,638,993							
Increase in capital	54,200,000,000	32,400,000,000	-	-	-	6,650,000,000	93,250,000,000							
Profit of the previous period	-	-	-	748,556,163,087	-	6,586,332,334	755,142,495,421							
Increase from business combination	-	-	-	4,450,545,924	-	-	4,450,545,924							
Purchased additional shares of subsidiary	-	-	-	26,916,927	-	(26,916,927)	-							
Profit distribution of 2020 at the Parent	-	-	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 previous period	1,929,200,000,000	621,342,364,000	624,539,141,623	605,632,211,216	97,817,204,031	46,805,489,907	3,925,336,410,777							
Profit of the current period	-	-	-	742,722,992,295	-	3,717,464,099	746,440,456,394							
Dissolution of the subsidiary	-	-	-	-	-	(81,887,428)	(81,887,428)							
Profit distribution of 2021 at the Parent (ii)	-	-	257,875,756,225	(383,129,694,963)	-	-	(125,253,938,738)							
Profit distribution of 2021 at the subsidiary (iii)	-	-	6,335,214,109	(8,688,293,635)	-	(6,368,719,684)	(8,721,799,210)							
Ending balance of current period	1,929,200,000,000	621,342,364,000	888,750,111,957	956,537,214,913	97,817,204,031	44,072,346,894	4,537,719,241,795							

(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.

(ii) 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 in Separate Financial Statements	12,062,856,512		
Profit after corporate income tax in Separate Financial Statements of 2021	736,787,874,928		
Total profit distributable	<u>748,850,731,440</u>		
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
	<u>614,633,694,963</u>	<u>231,504,000,000</u>	<u>383,129,694,963</u>
Retained earnings in Separate Financial Statements	<u>134,217,036,477</u>		

(iii) Biwase Electricity - Construction Joint Stock Company distributed profits according to the Resolution of the General Meeting of Shareholders No. 27/NQ-DHDCD dated 26 March 2022.

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
	<u>1,929,200,000,000</u>	<u>100.00</u>	<u>1,929,200,000,000</u>	<u>100.00</u>

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	<u>1,929,200,000,000</u>	<u>1,929,200,000,000</u>

	Year 2022	Year 2021
	VND	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	4,800,000,000	231,504,000,000
+ <i>Dividends distributed on last period profit</i>	4,800,000,000	-
+ <i>Dividends distributed on this period profit</i>	-	231,504,000,000
- Dividends, profits paid in money	236,304,000,000	225,000,000,000
+ <i>Dividends distributed on last period profit</i>	236,304,000,000	225,000,000,000
- At the end of the period	<u>-</u>	<u>231,504,000,000</u>

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

	Year 2022	Year 2021
	VND	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	01/01/2022
	VND	VND
Development and investment funds	888,750,111,957	624,539,141,623
	<u>888,750,111,957</u>	<u>624,539,141,623</u>

24 . OFF STATEMENT OF FINANCIAL POSITION ITEMS

a) Operating leased assets

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

b) Foreign currencies

	31/12/2022	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.

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

	Year 2022	Year 2021
	VND	VND
Revenue from sales of goods	2,421,176,855,841	2,182,679,194,112
Revenue from rendering of services	927,895,400,194	791,448,143,405
Revenue from construction contracts	134,674,418,706	161,158,648,472
	<u>3,483,746,674,741</u>	<u>3,135,285,985,989</u>
In which: Revenue from relevant parties <i>(Detailed as in Notes No. 42)</i>	<u>150,337,601,534</u>	<u>71,724,533,014</u>

26 . COST OF GOODS SOLD

	Year 2022	Year 2021
	VND	VND
Cost of goods sold	1,226,448,461,697	1,051,813,299,017
Cost of rendering of services	749,531,149,096	614,026,906,962
Cost of construction contracts	86,700,669,481	138,246,237,345
	<u>2,062,680,280,274</u>	<u>1,804,086,443,324</u>

27 . FINANCIAL INCOME

	Year 2022	Year 2021
	VND	VND
Interest income	41,237,330,074	37,980,106,970
Dividends or profits received	57,007,800,000	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>104,210,980,933</u>	<u>110,225,413,147</u>
In which: Financial income from relevant parties <i>(Detailed as in Notes No. 42)</i>	<u>27,552,499,538</u>	<u>20,891,938,500</u>

28 . FINANCIAL EXPENSES

	Year 2022	Year 2021
	VND	VND
Interest expenses	170,492,600,996	154,713,371,551
Loss from dissolution of subsidiary	528,167,641	-
Realised losses from foreign exchange difference	303,556,998	-
Unrealised losses from foreign exchange differences	56,367,722,413	-
Reversal of provision for impairment of investment	(2,083,140,000)	(76,368,600,000)
Cost of issuing bonds allocation and other financial expenses	51,772,124	782,685,582

	<u>225,660,680,172</u>	<u>79,127,457,133</u>
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In which: Financial expenses from relevant parties
 (Details as in Notes No. 42)

	<u>631,232,876</u>	<u>6,366,044,932</u>
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29 . SELLING EXPENSES

	Year 2022	Year 2021
	VND	VND
Raw materials	21,439,065,099	22,508,299,175
Labour expenses	80,739,669,533	72,003,552,588
Depreciation and amortisation expenses	178,808,221,386	202,813,104,044
Expenses of outsourcing services	19,092,819,527	16,398,295,491
Other expenses in cash	20,082,359,782	11,099,778,326

	<u>320,162,135,327</u>	<u>324,823,029,624</u>
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30 . GENERAL AND ADMINISTRATIVE EXPENSE

	Year 2022	Year 2021
	VND	VND
Raw materials	10,099,950,836	9,995,187,252
Labour expenses	100,563,200,889	80,098,911,880
Depreciation and amortisation expenses	4,657,106,086	6,254,509,971
Tax, Charge, Fee	507,035,164	1,081,694,293
Provision expenses	7,841,690,199	12,681,665,547
Expenses of outsourcing services	20,749,731,905	16,364,306,697
Other expenses in cash	37,573,905,685	18,967,450,316

	<u>181,992,620,764</u>	<u>145,443,725,956</u>
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31 . OTHER INCOME

	Year 2022	Year 2021
	VND	VND
Electricity sold to the rental units	23,531,953,576	21,037,395,421
Proceeds from bike racing and sewerage meetings	2,650,000,000	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	9,237,186,744	5,041,111,618
10% of environmental protection fee being held	10,059,319,451	8,246,472,627
Liquidation of fixed assets	1,639,662,674	-
Others	2,331,551,446	560,360,167
	<u>50,149,673,891</u>	<u>41,314,374,273</u>
In which: Other income from relevant parties	<u>22,201,637,287</u>	<u>20,263,740,133</u>

(Detailed as in Notes No. 42)

32 . OTHER EXPENSES

	Year 2022	Year 2021
	VND	VND
Electricity consumed by the rental units	22,849,356,979	20,139,994,592
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	994,743,781	412,281,658
	<u>27,597,411,366</u>	<u>61,281,766,236</u>

33 . CURRENT CORPORATE INCOME TAX EXPENSES

	Year 2022	Year 2021
	VND	VND
Binh Duong Water - Environment Joint Stock Company	84,477,546,518	98,469,463,846
Recycled Green Materials Joint Stock Company	-	-
Biwase Electric - Construction Joint Stock Company	8,044,951,825	7,062,329,215
Current corporate income tax expense	<u>92,522,498,343</u>	<u>105,531,793,061</u>
Adjustment of tax expenses in previous years into current period	-	1,937,468,182
Tax payable at the beginning of the period	33,063,517,708	21,341,118,842
Tax paid in the period	(77,489,902,582)	(95,746,862,377)
Corporate income tax payable at the end of the period	<u>48,096,113,469</u>	<u>33,063,517,708</u>

34 . DEFERRED INCOME TAX

a) Deferred income tax assets

	31/12/2022	01/01/2022
	VND	VND
Deferred income tax assets related to deductible temporary differences	3,013,517,189	3,515,166,290
Deferred income tax assets	<u>3,013,517,189</u>	<u>3,515,166,290</u>

b) Deferred income tax payable

	31/12/2022	01/01/2022
	VND	VND
Corporate income tax rate used to determine the value of Deferred income tax payable	20%	20%
Deferred income tax payable raised from taxable temporary difference	5,420,275,122	6,882,584,190
Deferred income tax payable	5,420,275,122	6,882,584,190

c) Deferred corporate income tax expenses

	Year 2022	Year 2021
	VND	VND
Deferred CIT expense relating to taxable temporary difference	(1,462,309,068)	3,817,127,318
Returned of deferred income tax assets	-	38,069,174
Deductible temporary differences	501,649,101	(2,799,986,235)
	(960,659,967)	1,055,210,257

35 . BASIC EARNING PER SHARE

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

	Year 2022	Year 2021
	VND	VND
Profit after corporate income tax	742,722,992,295	748,556,163,087
Adjustments:	(126,262,908,690)	(127,254,547,725)
- Bonus and welfare fund is distributed from the profit after tax (*)	(126,262,908,690)	(127,254,547,725)
Profit distributed for common shares	616,460,083,605	621,301,615,362
Average circulated common shares in the period	192,920,000	190,939,615
Basic earnings per share	3,195	3,254

(*) According to the Resolution No. 11/NQ-DHDCD dated 31 March 2022, the Company plans to appropriate bonus and welfare funds and Reward fund for executive management at the rate of 17% of profit in 2022.

As at 31 December 2022, the Company did not have shares with dilutive potential for earnings per share.

36 . BUSINESS AND PRODUCTIONS COST BY ITEMS

	Year 2022	Year 2021
	VND	VND
Raw materials	1,034,576,429,590	907,483,976,929
Labour expenses	548,157,233,491	499,917,141,780
Depreciation and amortisation expenses	479,217,985,761	484,124,255,156
Provision expenses	5,749,626,563	23,651,831,328
Expenses of outsourcing services	391,573,779,299	294,380,030,419
Other expenses in cash	115,071,853,907	104,633,749,341
	<u>2,574,346,908,611</u>	<u>2,314,190,984,953</u>

37 . 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 short-term and long-term security investments due to uncertainty on future prices of the securities. Long-term securities are held for long-term strategies, at the end of the period, the Company has no plans to sell these investments.

	More than 5 years	Total
	VND	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 due to fluctuation in fair value of future cash flows of a financial instrument according to changes in exchange rates if loans, revenues and expenses of the Company are done in foreign currencies other than VND.

Interest rate risk:

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

Credit Risk

Credit risk is risk in which the potential loss may be incurred if a counterpart fails to perform its obligations under contractual terms or financial instruments. The Company has credit risk from operating activities (mainly for trade receivables) and financial activities (including bank deposits, borrowings and other financial instruments), detailed as 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	275,261,970,068	-	-	275,261,970,068
Trade and other receivables	832,454,046,198	952,062,290,878	-	1,784,516,337,076
Lending	871,911,342,466	-	10,000,000,000	881,911,342,466
	<u>1,979,627,358,732</u>	<u>952,062,290,878</u>	<u>10,000,000,000</u>	<u>2,941,689,649,610</u>
As at 01/01/2022				
Cash and cash equivalents	476,004,690,173	-	-	476,004,690,173
Trade and other receivables	800,317,999,295	955,646,977,479	-	1,755,964,976,774
Lending loans	599,672,000,000	-	10,000,000,000	609,672,000,000
	<u>1,875,994,689,468</u>	<u>955,646,977,479</u>	<u>10,000,000,000</u>	<u>2,841,641,666,947</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				
Borrowings and debts	1,326,161,975,853	1,642,227,860,274	1,049,537,477,480	4,017,927,313,607
Trade and other payables	206,200,404,089	763,247,758,242	-	969,448,162,331
Accrued expenses	76,090,603,924	-	-	76,090,603,924
	<u>1,608,452,983,866</u>	<u>2,405,475,618,516</u>	<u>1,049,537,477,480</u>	<u>5,063,466,079,862</u>
As at 01/01/2022				
Borrowings and debts	1,210,245,611,932	1,333,927,414,324	1,036,732,179,676	3,580,905,205,932
Trade and other payables	462,115,226,924	763,128,309,067	-	1,225,243,535,991
Accrued expenses	46,594,209,228	-	-	46,594,209,228
	<u>1,718,955,048,084</u>	<u>2,097,055,723,391</u>	<u>1,036,732,179,676</u>	<u>4,852,742,951,151</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.

38 . ADDITIONAL INFORMATION FOR THE ITEMS OF THE CONSOLIDATED STATEMENT OF CASH FLOWS

a) Proceeds from borrowings during the period

	<u>Year 2022</u> VND	<u>Year 2021</u> VND
Proceeds from ordinary contracts	2,364,641,172,907	1,941,065,110,685

b) Actual repayments on principal during the period

	<u>Year 2022</u> VND	<u>Year 2021</u> VND
Repayment on principal from ordinary contracts	1,881,915,686,399	1,772,648,424,361
Repayment on principal of common bonds	100,000,000,000	100,000,000,000

39 . 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		

40 . SUBSEQUENT EVENTS AFTER THE END OF THE PERIOD

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

41 . SEGMENT REPORTING

a) Under business fields:

	Production and trading of water VND	Waste treatment VND	Waste-water treatment VND	Others VND	Grant total VND
Net revenue from sales to external customers	2,158,646,274,659	707,053,107,026	151,393,555,051	466,653,738,005	3,483,746,674,741
Net revenue from business activities	1,135,505,224,561	112,912,229,930	39,160,216,256	133,488,723,720	1,421,066,394,467
	<u>581,593,237,024</u>	<u>13,125,873,107</u>	<u>18,724,632,794</u>	<u>132,996,713,469</u>	<u>746,440,456,394</u>
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 period (<i>dong/m3</i>)	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 <i>(excluding profit due to reduced water loss rate)</i>	<u>371,444,972,727</u>	<u>13,125,873,107</u>	<u>18,724,632,794</u>	<u>132,996,713,469</u>	<u>536,292,192,097</u>
The total cost to acquire fixed assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>738,803,565,969</u>
Segment assets	3,267,935,517,009	1,355,322,375,479	39,875,962,618	329,806,099,218	4,992,939,954,324
Unallocated assets					4,994,186,753,228
Total assets	<u>3,267,935,517,009</u>	<u>1,355,322,375,479</u>	<u>39,875,962,618</u>	<u>329,806,099,218</u>	<u>9,987,126,707,552</u>
Segment liabilities	17,961,385,069	119,569,081,360	20,390,943,104	102,277,059,488	260,198,469,021
Unallocated liabilities					5,189,208,996,736
Total liabilities	<u>17,961,385,069</u>	<u>119,569,081,360</u>	<u>20,390,943,104</u>	<u>102,277,059,488</u>	<u>5,449,407,465,757</u>

b) Under geographical areas

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

42 . TRANSACTION AND BALANCES WITH RELATED PARTIES

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

Related parties	Relation
- 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	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 is also member of the Board of Management of this Company
- Dong Nai Water Joint Stock Company	Mr. Nguyen Van Thien 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
- 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 Thinh 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	150,337,601,534	71,724,533,014
- Investment and Industrial Development Corporation - Joint Stock Company	10,395,714,872	20,668,447,387
- Thu Dau Mot Water Joint Stock Company	30,605,613,360	24,705,907,458
- Chanh Phu Hoa Investment - Construction Joint Stock Company	16,867,512,762	23,017,563,788
- Gia Tan Water Joint Stock Company	83,133,537,957	-
- 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	27,552,499,538	20,891,938,500
- Thu Dau Mot Water Joint Stock Company	2,841,816,799	-
- 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 expenses	631,232,876	6,366,044,932
- Chanh Phu Hoa Investment - Construction Joint Stock Company	631,232,876	6,366,044,932
Other income	22,201,637,287	20,263,740,133
- Investment and Industrial Development Corporation - Joint Stock Company	-	200,000,000
- Thu Dau Mot Water Joint Stock Company	20,933,466,273	18,304,520,533
- Chanh Phu Hoa Investment - Construction Joint Stock Company	168,171,014	59,219,600
- Quynh Phuc Production and Trading Company Limited	800,000,000	-
- Dai Phu Thinh Company Limited	-	700,000,000
- N.T.P Trading Company Limited	300,000,000	1,000,000,000
Purchase of goods, services	655,984,829,958	505,173,095,476
- Thu Dau Mot Water Joint Stock Company	479,505,685,914	417,024,445,911
- Chanh Phu Hoa Investment - Construction Joint Stock Company	244,599,981	8,361,365,929
- Gia Tan Water Joint Stock Company	2,669,620,658	-
- Dai Phu Thinh Company Limited	11,230,034,805	14,748,833,636
- N.T.P Trading Company Limited	162,334,888,600	65,038,450,000
Purchase land use rights	-	13,291,600,000
- Investment and Industrial Development Corporation - Joint Stock Company	-	13,291,600,000

Transactions with other related parties:

Remuneration to members of Board of Management:

No.	Name	Title	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	Member	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	Title	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	Title	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.

43 . COMPARATIVE FIGURES

The comparative figures on the Consolidated Consolidated Statement of financial position and Notes are taken from the Consolidated Financial Statements for the fiscal year ended as at 31 December 2021, which was audited by AASC Auditing Firm Company Limited. The comparative figures on the Consolidated Consolidated Statement of income, Consolidated Consolidated Statement of Cash flows and Notes are taken from the Consolidated Consolidated Financial Statements for the Quarter 4 of 2021, which has been prepared and disclosed by the Company.

Preparer



Nguyen Thi Mong Thuong

Chief Accountant



Tran Tan Due



Binh Duong, 25 January 2023

General Director

Tran Chien Cong