**VKD: The report on using the proceeds**

On 30/12/2016, Khanh Hoa Mineral Water Joint Stock Company has announced information as follows:

**I. The public offering details:**

- Total proceeds gained from the public offering: VND 98,399,880,000

- Total net proceeds gained from the public offering: VND 98,294,880,000

Details of the report of the public offering’s result (in the attached file) have been sent to SSC, HNX, CBTT on 01/07/2016.

**II. The estimated using plan:** To invest in fixed asset and supplement circulating capital

Proceeds using plan in detail:

|  |  |
| --- | --- |
| **Purpose** | **Investment value (dong)** |
| - To invest in fixed asset (machine, housing, architecting products…) | 70,000,000,000 |
| - To supplement to the circulating capital | 28, 400,000,000 |
| **Total** | **98,400,000,000** |

**III. The schedule of using the proceeds:**

|  |  |
| --- | --- |
| **Purpose** | **Investment value (dong)** |
| - To invest in fixed asset, equipment for manufacturing.... | 15,180,039,616 |
| - To supplement the circulating capital; serving for business purpose and scale extension | 83,114,840,384 |
| **Total** | **98,294.880,000** |

Purpose: To assure enough machine and equipment for business operation plan and launch new products, Vikoda has balanced the capital and taken circulating capital from other source of the company to invest while waiting for the method of issuance. Therefore, the Board has changed the capital using purpose to assure the balance of the work forces to fit the previously scheduled investment demand of the company. The Board would inform the shareholders and ask for approval on this issue in the next General Meeting.

We guarantee the accuracy of the above information and commit to obey all legal regulations of securities and securities market.