

Code **TNI**
Company name Thanh Nam Group Joint Stock Company
Date 11/16/2017
Subject Board resolution on the plan for capital increase

Content:

Thanh Nam Group Joint Stock Company announces the Board resolution dated November 13, 2017 as follows:

1. The Board of Directors approved the investment plan for Danang Sky Garden Project in Hoang Sa Street, Da Nang City.
2. The Board of Directors approved to adjust the plan for public offering:

The 201 extraordinary general meeting of shareholders approved the plan for offering shares to the existing shareholders to raise the charter capital. The total offering volume is 31,500,000 shares, the selling price of VND10,000/share. The proceeds is expected at VND315,000,000,000. The Board of Directors planned to use all proceeds pursuant to the Board resolution dated September 29, 2017:

Project	Amount
To invest in Danang Sky Garden Project	VND117,748,674,963
To pay short-term debts (in BIDV – Thanh Xuan Branch)	VND105,704,365,037
To raise the working capital	VND91,546,960,000
Total	VND315,000,000,000

However, the Company is preparing procedure to apply license for the investment and construction of Danang Sky Garden Project. The project has not been built infrastructure and the procedure for the application of license is expected to be completed in the end of Quarter 1/2018. Therefore, the project has not been disbursed as planned in the the Board resolution dated September 29, 2017.

The Board of Directors decided to adjust the plan for capital disbursement as follows:

Project	Amount
To invest in Danang Sky Garden Project	VND30,834,000,000
To pay short-term debts (in BIDV – Thanh Xuan Branch)	VND154,614,907,255
To raise the working capital	VND129,551,092,745
Total	VND315,000,000,000