**L62: Annual General Mandate**

On 29 April 2017, Lilama Corporation – Lilama 69-2 Joint Stock Company announced the Annual General Mandate as follows:

**Article 1: Approve the operation report of the Board of Directors in 2016; Report of production, business and investment in 2016; the plan of 2017 and the report of the Board of Supervisors with the following main contents:**

**1. Production and business results in 2016 (the following basic Categorys):**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **No** | **Category** | **Unit** | **Plan for 2016** | **Implementation in 2016** | **Rate of implementation/plan 2016** |
| 1 | Total assets value | VND billion | 400 | 400 | 100% |
| 2 | Revenue | VND billion | 352 | 338,37 | 96,02% |
| 3 | Profit before tax | VND billion | 4,2 | 4,83 | 115% |
| 4 | Payables to the Budget | VND billion | 15 | 18,85 | 125,7% |
| 5 | Profit/turnover ratio | % | 1,19% | 1,43% | 120,17% |
| 6 | Profit/chartered capital ratio | % | 7,31% | 8,42% | 115,18% |
| 7 | Dividend | % | 2% | 0% | 0% |

**2. Regarding development investment:**

-The investment plan for 2016 is VND 20 billion.

-The Implementation in 2016 is VND 16,25 billion (Of which VND 3,85 billion is of project in 2015), including: 5 tons crane, forklift, peening machine for cleaning beam H, bolt welding machine, digital cutting machine, 1500KVA electrical substation, CNC drilling machine ...

**3. Some targets for production and business in 2017**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **No** | **Category** | **Unit** | **Implementation in 2016** | **Plan for 2017** | **Rate of plan/Implementation 2016** |
| 1 | Value of total assets | VND billion | 400 | 450 | 112,5% |
| 2 | Revenue | VND billion | 338,37 | 370 | 109,3% |
| 3 | Profit before tax | VND billion | 4,83 | 5,5 | 113,9% |
| 4 | Payables to the Budget | VND billion | 18,85 | 18 | 95,5% |
| 5 | Profit/turnover ratio | % | 1,43% | 1,49% | 104,2% |
| 6 | Dividend | % | 0% | 4% |  |

**4. Basic construction investment in 2017**

- Transition project from 2016: VND 7,4 billion.

- New investment project in 2017: VND 20 billion. The General Meeting of Shareholders authorizes the Board of Directors to approve the investment procedures and adjust the project in accordance with regulations.

**Article 2: Approve the audited financial statements of 2016, plan of profit distribution 2016.**

**1. Some indicators in audited financial statement for 2016**

|  |  |
| --- | --- |
| **Targets** | **Surplus at 31 December, 2016 (VND)** |
| **I. GENERAL ASSETS** | 517.417.316.705 |
| 1. Short-term assets | 418.857.452.758 |
| 2. Long-term assets | 98.559.863.947 |
| **II.TOTAL LIABILITIES AND OWNERS’EQUITY** | **517.417.316.705** |
| 1. Liabilities | 420.868.268.927 |
| a,Short-term debt | 395.304.306.308 |
| b, Long-term debt | 25.563.962.619 |
| 2.Owners' equity | 96.549.047.778 |
| a.Owners’ investment capital | 57.418.170.000 |
| -The state capital | 30.478.070.000 |
| -The capital of shareholders | 26.940.100.000 |
| b, Surplus of chartered capital | 12.897.222.273 |
| c, Funds of Owners' equity | 20.314.699.737 |
| d, Undistributed profits | 5.918.955.768 |
| **III. BUSINESS RESULT** |  |
| 1.A net revenue from sales and service | 338.370.450.843 |
| 2. Gross accounting profit before tax | 4.832.336.503 |
| 3. Business income tax | 936.619.564 |
| 4. Profit after business income tax | 3.895.716.939 |

**2. Plan of profit distribution plan in 2016**

|  |  |  |  |
| --- | --- | --- | --- |
| **No** | **Explanation** | **Amount** | **Note** |
| **I** | **Undistributed profits transferred from last year** | **2.023.238.829** |  |
| **II** | **Business results in 2016** |  |  |
| 1 | Profit before tax | 4.832.336.503 |  |
| 2 | Business income tax | 936.619.564 |  |
| 3 | Deductions | 0 |  |
| 4 | Remaining profit after deduction, after tax | 3.895.716.939 | II.1-II.2 |
| **III** | **Profit distribution plan in 2016** | **3.895.716.939** |  |
| 1 | Deduction for development investment fund | 1.168.715.082 | II.4x30% |
| 2 | Deduction for bonus and welfare fund | 779.143.338 | II.4x20% |
| 3 | Deduction of reserve fund for supplementary chartered capital | 1.947.858.469 | II.4x50% |
| IV | Remaining profit (after tax, after deduction) | 0 | II.4-III |
| V | Pay dividend in 2016 | 0 |  |
| VI | Remaining profit after distribution in 2016 | 2.023.238.829 | I+IV-V |

**Article 3: Approve the balance of the salary and remuneration fund of the Board of Directors and the Board of Supervisors in 2016; Plan of salary, remuneration in 2017.**

* **Make the final settlement of salary fund in 2016**

Total salaries and remunerations of company’s managers, including:

- Total salary and remuneration fund of Board of Directors, Board of Supervisors according to the plan: VND 1.952.836.000

- Total payment: VND 1,945,936,000

* **Plan of salary and remuneration 2017:**

The salary of specialized managers, remuneration of members of Board of Directors, members of the Board of Supervisors, secretary in 2017 are as follows:

- The salary of specialized managers shall be determined and paid together with their production and business categorys compared to the adjacent year. The preservation and development of capital of company shall comply with the provisions of Decree 53/2016 ND-CP.

- Remuneration of non-specialized managers:

+ Members of the Board of Directors and the head of the Board of Supervisors shall be paid remuneration equal to 15% of the salary of the members of the Board of Directors.

+ Members of the Board of Supervisors and the secretary shall be paid remuneration equal to 15% of the salary of chief accountant of the company.

**Article 4: Approve the proposal to select the unit to audit Company's financial statements for 2017 (According to Report No. 68 / L62-2017)**

**Article 5: Approve the plan of issuing share to increase chartered capital in 2017 at Report No.69/HDQT L62-2017 (Continue the approved content at the General Meeting of Shareholders)**

**Article 6: Approve the dismission and additional election of members of the Board of Directors for the term of 2014-2019**

* Dismiss Mr. Nguyen Quoc Hung - Member of the Board of Directors.
* Elect 01 member of Board of Directors in additon.

**Article 7: Approve of the results of additional election of members of the Board of Directors for the term of 2014-2019**

Mr. Do Tien Thanh is elected the member of Board of Directors of LILAMA 69-2 Joint Stock Company.

**Article 8: This Resolution is approved by the Annual General Meeting of Shareholders of LILAMA 69-2 Joint Stock Company in full text at the meeting**

The Board of Directors shall base this resolution on its implementation.