

Code KSA
Company name Binh Thuan Mineral Industry Joint Stock Company
Date 06/07/2018
Subject KSA reports the progress of use of capital

Content:

Binh Thuan Mineral Industry Joint Stock Company reports the progress of use of capital as follows:

I. Stock for public offering:

1. Stock name: Stock of Binh Thuan Mineral Industry Joint Stock Company
2. Stock code: KSA
3. Stock type: common stock
4. Par value: VND10,000/share
5. Issue volume:
 - 56,056,416 shares to the existing shareholders
6. Total mobilized capital: VND560,564,160,000
7. Beginning date: September 07, 2015
8. Ending date: November 19, 2015

II. Plan for use of capital:

1. Plan for use of capital:

No.	Purpose	Amount (VND)
1	Co-operate with Saigon Investment Co., Ltd. to exploit Titanium Zircon Mine in Long Son, Suoi Nuoc, Mui Ne ward, Phan Thiet city, Binh Thuan province	150,000,000,000
2	Pay for land rent to Bao Thu Industrial Investment and Development JSC	60,000,000,000
3	Build the first phase of Binh Thuan Titanium Slag Processing Plant in Ham Tan district, Binh Thuan province	300,000,000,000
4	Conduct the licensing procedures for Titanium Zircon Mine in Suoi Nhum, Thuan Quy, Ham Thuan Nam district, Binh	30,000,000,000

	Thuan province	
5	Raise the working capital for the exploitation	20,564,160,000
	Total	560,564,160,000

2. Adjusted plan:

The Board of Directors decided to cancel the co-operation and investment with Saigon Investment Co., Ltd. to exploit Titanium Zircon Mine in Long Son after reassessing the profitability of the project. Therefore, the Board decided to invest in another project:

No.	Purpose	Financial source	Amount (VND)
1	Exploit Titanium Zircon Mine in Phuoc Hai, Phuoc Hai and An Hai commune, Ninh Phuoc district, Binh Thuan province	Capital from the public offering	150,000,000,000
		Capital withdrawn from subsidiary Binh Thuan BTC Mineral Industry Company Limited	50,000,000,000
	Total		200,000,000,000

3. Progress of use of capital:

3.1. About the investment of VND150 billion:

On March 17, 2016, KSA and Dat Quang Chu Lai Mineral JSC signed a memorandum of understanding. Therefore, on May 19, 2016, Dat Quang Chu Lai Mineral JSC transferred 7.9 million shares or 79% stake in Dat Quang Ninh Thuan Mineral JSC to KSA.

3.2. On November 19, 2015, KSA paid VND60 billion for the rented land to Bao Thu Industrial Investment and Development JSC.

3.3. Build the first phase of Binh Thuan Titanium Slag Processing Plant (VND300 billion):

- On October 30 and 31, 2015, KSA signed three contracts with three partners to build the plant. KSA paid in advance VND300 billion to the three partners.

3.4. Conduct the licensing procedures for Titanium Zircon Mine in Suoi Nhum, Thuan Quy, Ham Thuan Nam district, Binh Thuan province (VND30 billion):

- The Company is conducting necessary procedure to get a license for Titanium Zircon Mine in Suoi Nhum, Thuan Quy, Ham Thuan Nam district, Binh Thuan province.