**VTH: Explanation for the stock put into alert status**

On 12 Mar 2020, Viet Thai Electric Cable Corporation explained the stock put into alert status as follows:

In response to Official Letter No.321/ SGDHN - QLNN dated March 11, 2020 of the Hanoi Stock Exchange on explaining the causes and proposing solutions to overcome the situation of securities put into alert status, our answer is as follows:

1. Profit: According to the audited balance sheet of 2019, the retained after-tax profit on 31 December 2019 was negative VND 124,244,490

Reasons: in 2019, the profit was VND 4,140,190,100 and loss in 2018 carried over: VND 4,264,434,590

2. Remedy:

a) From Quarter 4/ 2019, we have built an organizational structure in line with production and business requirements; improve brand and product quality: flexibly apply sales policies; expand distribution channels

b) Expected production and business plan for 2020:

- Revenue: 200,708,496,000

- Profit: VND 1,128,810,165