**PVV: Explanation for the qualified opinions of auditor**

On 20 Mar 2020, Vinaconex 39 Joint Stock Company explained the qualified opinions of auditor follows:

On 31 December 2019, the Company had some bad debts, specifically: Receivables from customers amounting to about VND 43.1 billion; Advances to construction teams and a number of suppliers related to settled works with amount of about VND 32.3 billion; These receivables were largely not reconciled and overdue for many years; customers were in very difficult period, insolvent and possible to stop operation. No provision was made by the Company and reflected in the financial statements in 2019 related to these bad debts. According to our estimation, based on the overdue time and solvency of customers related to these receivables, the Company needs to make additional provision for doubtful debts with money about VND 75.4 billion. Accordingly, the Company's business results in 2019 will decrease in the corresponding amount

On December 31, 2019, the Company monitored the investment amount with Bac Trung Bo Mineral Investment Joint Stock Company with amount of compartment VND 91.6 billion and the corresponding receivable interest of VND 20.138 billion, these principal and interest were overdue many years ago. The City did not evaluate the possibility of deploying the projects as well as the loss (if any) from the investments mentioned above. We are unable to gather sufficient evidence regarding the fair value of these investments to determine whether the Company is required to make provisions in making and presenting financial statements ended on 31 Dec 2019 or not

At the time of preparation of the 2019 financial statements, our Company had outstanding debts pending for settlement. Currently, we are continuing to complete the procedures for finalizing the uncompleted items and recovering outstanding debts related to the works. Based on the actual figures of the settlement, the Board of Directors commits to fully record the liabilities as well as entering in the account the potential losses (if any) related to uncompleted items and constructions in the next years

For the entrusted investment mentioned above, our Company continues to work to recover the investment in the shortest possible time

6.2 The content of explanation for the auditor's qualified opinions on the reviewed consolidated financial statements:

In the reviewed consolidated financial statements, the auditor's qualified opinions are as follows:

On 31 December 2019, the Company and subsidiaries had some bad debts, specifically: Receivables from customers amounting to about VND 43.1 billion; Advances to construction teams and a number of suppliers with amount of about VND 63 billion; these debts were overdue many years ago, the customers were in the very difficult period, insolvent and likely to stop business operations. No provision was made by the Company and reflected in the 2019 consolidated financial statements related to these bad debts. According to our estimates, based on the overdue time and solvency of customers related to these receivables, the Company needs to make additional provision for doubtful debts with money of about VND 106.1 billion. Accordingly, if the Company makes provisions at the above maximum level, the Company's consolidated business results in 2019 shall decrease in a corresponding amount.

On 31 December 2019, the Company monitored the entrusted investment with Bac Trung Bo Mineral Investment Joint Stock Company with an amount of about VND 91.6 billion with receivable interest of about VND 20.138 billion, the principal and interest were overdue many years ago. The company did not assess the ability to implement investment projects as well as the level of losses (if any) from the investments mentioned above. We are unable to gather sufficient evidence regarding the reasonable assumption of these investments to determine whether the Company has to make provisions in making and presenting financial statements ended on 31 Dec 2019 or not

In 2011, PVV Industrial Civil Engineering Joint Stock Company (a subsidiary of the Company) invested in a plywood factory through the acquisition of plywood processing plant in Yen Phu commune, Yen Mo district - Ninh Binh province (including workshops, machinery and technology lines) with a total investment of VND 17.620 million. Up to the present time, the project is in temporary operation cease, the total investment cost of the Project incurred VND 12,028,218,927, prepayment to the project transferor - Yen Mo Agricultural Mechanical Joint Stock Company with the amount of VND 4,658,459,180. No working minutes between the two sides on continuing implementation of the project or returning the advances. With the information and witness collected at present, we cannot determine the ability to recover the advances as well as the loss from investing in this project. No provisions made by the Management Board related to the objects and projects ceased to operation mentioned above

Currently, PVV Industrial Civil Construction Joint Stock Company is still working with partners to consider whether the project will continue to be implemented or to repay the advanced amount. The Board of Directors commits to fully reorganization of the liabilities as well as potential losses (if any) after reaching an agreement on the issue between the parties