

Code NKG
Company name Nam Kim Steel Joint Stock Company
Date 07/12/2021
Subject Approval on stock issuance to pay dividend for 2020

Content:

The Board resolution dated July 12, 2021, the BOD of Nam Kim Steel Joint Stock Company approved the following issues:

1. Approving the stock issuance to pay dividend for 2020 and stock issuance to raise capital from the owner's equity:
 - Stock name: Nam Kim Steel Joint Stock Company
 - Stock type: common share
 - Stock code: NKG
 - Par value: 10,000 dongs
 - Additional issuance volume: 36,399,974 shares; Of which:
 - + Stock issuance to raise capital from the owner's equity: 23,659,983 shares
 - + Stock issuance to pay dividend for 2020: 12,739,991 shares
 - Total value (at par value): VND363,999,740,000
 - a. Stock issuance to raise capital from the owner's equity:
 - + Equity surplus until December 31, 2020: 766,255,590,000 dongs
 - + Bonus shares issuance to raise equity: 236,599,830,000 dongs
 - + Equity surplus balance after issuance: 529,655,760,000 dongs.
 - b. Stock issuance to pay dividend for 2020:
 - + Profit after tax in 2020: 247,229,914,896 dongs
 - + Advanced cash dividend payment (3%/par value): 51,599,960,400 dongs
 - + Appropriation to Reward and Welfare fund: 1,420,011,434 dongs
 - + Appropriation to Investment and Development fund: 21,300,171,509 dongs
 - + Other funds: 946,674,289 dongs
 - + Stock issuance to pay dividend (7%/par value): 127,399,910,000 dongs

- + Profit in 2020 after the appropriation to funds and dividend payment: 44,563,187,264 dongs
 - Issuance object: to issue shares to existing shareholders
 - Issuance purpose: additional issuance to pay final dividends for 2020 and raise capital from the owner's equity.
 - Distribution method: to implement rights
 - Distribution ratio:
 - a. Stock issuance to raise capital from the owner's equity:
 - + Exercise ratio: 13% (At the record date, shareholder who owns 100 shares will receive 13 new shares)
 - + For example: at the record date, shareholder A owns 116 shares. With 100:13 performing ratio, the shareholder A will receive: $116 * 13 / 100 = 15.08$ shares. According to rounding policy, the shareholder A will receive 15 new shares and the fractional shares of 0.08 will be cancelled.
 - b. Stock issuance to pay dividend for 2020:
 - + Exercise ratio: 7% (At the record date, shareholder who owns 100 shares will receive 07 new shares).
 - + For example: at the record date, shareholder A owns 116 shares. With 100:7 performing ratio, the shareholder A will receive: $116 * 7 / 100 = 8.12$ shares. According to rounding policy, the shareholder A will receive 08 new shares and the fractional shares of 0.12 will be cancelled.
 - Plan to deal with fractional shares: The distributed shares will be rounded down to units, the fractional shares (if any) will be cancelled.
 - Distribution time: within 45 days from the date of receipt of documents from the State Securities Commission (SSC).
 - Issuance consulting organization: Baoviet Securities Joint Stock Company (BVSC).
2. Approving the dossier of stock issuance to pay dividend for 2020 and Stock issuance to raise capital from the owner's equity to submit to the State Securities Commission (SSC):
- Report on stock issuance to pay dividend for 2020 to existing shareholders and raise capital from the owner's equity;
 - Business Registration Certificate;

- Separate and consolidated audited financial statements in 2020;
- Resolution of Annual General Meeting 2021 approved the plan for stock issuance to pay final dividends of 2020 and raise capital from the owner's equity;
- Other documents.