**KHL: Explanation on trading restriction**

On December 19, 2023, Hung Long Mineral and Building Materials JSC announced Official Dispatch No. 01/2023/KHL, as follows:

Hung Long Mineral and Building Materials JSC explains the reasons and plan to overcome the trading restriction of the Company's KHL shares under Decision No. 1274/QD-SGDHN dated December 07, 2023.

On December 19, 2023, Hung Long Mineral and Building Materials JSC announced Official Dispatch No. 02/CV-KHL, as follows:

1. On the Company's plan to overcome the issue:

On September 26, 2023, our Company had a meeting with the Business Registration Office - Quang Ninh Authority for Planning and Investment to report the current business situation and present a specific plan to recover production and business activities for Q4/2023 as follows:

* Convene the Annual General Meeting 2023 in October 2023
* Consolidate the company’s human resources system
* Develop business strategy and objectives for the new phase
* Borrow capital from shareholders and investors to recover the production and business activities of the factory
* Submit the complete dossiers and Information disclosure to relevant regulatory authorities according to legal regulations.

Following the meeting with the Business Registration Office - Quang Ninh Authority for Planning and Investment, we sent Official Dispatch No. 01/CV-KHL dated October 12, 2023 on the explanation according to Decision No. 1034/QD-SGDHN dated October 05, 2023 and report the plan to overcome the issue to HNX and State Securities Commission.

1. On the implementation of the plan to overcome the issue:

Since submitting the plan to overcome the issue to the Quang Ninh Authority for Planning and Investment and the Department and State Securities Commission, our company has made efforts to implement the plan in order to bring the business back to operation as soon as possible. Specifically as follows:

* 1. On the organization of the General Meeting
* On October 2, 2023, the Company announced the record date for organizing the General Meeting
* On December 3, 2023, the Company successfully held the Annual General Meeting 2023, consolidated the human resources system, and approved a plan to address outstanding issues of the company.
	1. On consolidating the human resources system:
* On December 3, 2023, the General Meeting elected a new Board of Directors; the newly elected Board of Directors conducted a meeting immediately after the General Meeting to appoint positions and consolidate the human resources systems of relevant departments responsible for managing the business operations of the company.
* On December 8, 2023, our Company submitted dossiers to change the legal representative of the Company, and the Business Registration Office - Quang Ninh Authority for Planning and Investment approved it on December 14, 2023.
	1. On audit of the Financial Statements
* The General Meeting approved and assigned the Board of Directors to implement the selection of Financial Statements audit cfirm.
* The Company has contacted an audit company to conduct a review and examination of accounting dossiers in order to implement auditing the Financial Statements.
* Following the completion of the Financial Statements audit, the Company will implement Information disclosure according to legal regulations.
* Expected time for the issue of the Audited Financial Statements: December 2023.
	1. Business plan:

The Company’s Board of Leaders is currently formulating goals and business development plans for the upcoming phase and devising a plan to borrow capital from shareholders and investors to recover business operations of the factory.