**NAU: Board Resolution**

On January 16, 2024, Nghe An Urban Works & Environment Joint Stock Company announced Resolution No. 01/NQ-HDQT on borrowing capital and using assets as security at the Joint Stock Commercial Bank for Investment and Development of Viet Nam (BIDV) - Thanh Vinh Branch, as follows:

‎‎Article 1. Approve the loan and guarantee of the Company at BIDV Thanh Vinh (the Bank) to invest in purchasing vehicles to serve the Waste treatment project at the Dong Vinh landfill. Specific information is as follows:

* Total value of loan limit request: VND 5,850,000,000
* Purpose: Vehicle procurement plan to serve the waste treatment project at Dong Vinh landfill.
* Interest rate: According to regulations of BIDV Thanh Vinh.
* Loan term: 60 months.
* Time of debt payment: Quarterly, total repayment periods is 20;
* Source for debt payment: Source of asset depreciation and profits.
* Collaterals: Assets from the loan.
* Debt payment method:

Unit: Million VND

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Targets | In 2024 | In 2025 | In 2026 | In 2027 | In 2028 |
| Profits before tax (1) | 800 | 800 | 800 | 800 | 800 |
| Corporate income tax (2) | 150 | 150 | 150 | 150 | 150 |
| Adjust receivables, payables, raw materials, inventory... (3) |  | - | - | - |  |
| Depreciation of loan assets (4) | 1,285 | 1,285 | 1,285 | 1,285 | 1,285 |
| Other depreciation (5) | 1,000 | 1,000 | 1,000 | 1,000 | 1,000 |
| Principal debts (medium and long term) due for payment other than property investment loans (6) | 1,276 | 1,276 | 1,276 | 1,276 | 1,276 |
| Funds (7) | 200 | 200 | 200 | 200 | 200 |
| Dividend rate (8) | 0 | 0 | 0 | 0 | 0 |
| Source for debts payment (=(1)-(2)+(3)+(4)+(5)-(6)-(7)-(8)) | 1,759 | 1,759 | 1,759 | 1,759 | 1,759 |

(1)(2)(3) According to the company's business plan, propose profit before tax, corporate income tax and increases or decreases in receivables, payables, raw materials, and inventory.

1. Depreciation of loan assets: Total investment value of fixed assets in 2024 is VND 9,000 million. For the Depreciation period of 07 years, the depreciation value for loan assets is VND 1,285 million.
2. Other Depreciation: Depreciation expenses for the Company's existing assets that are still depreciated annually.
3. Principal debts (medium and long term) due for payment other than property investment loans: According to the Company's debt repayment plan, it is VND 1,276 million. (Total medium and long-term loan balance in 2021: VND 2,380 million, loan period: 5 years, annual principal repayment: VND 476 million; 2022: VND 2,778 million, loan period: 03 years, annual principal repayment: VND 800 million).

(7), (8): According to the company's plan to make provisions for funds or dividends.

It is expected that for the maximum loan period of 05 years, the average interest rate is 10.5%, the highest annual interest and principal is VND 1,282 million (including: VND 1,160 million of principal and 122 million VND of interest). Regarding the source of debt repayment according to the above plan, the company is fully capable of paying principal and interest on time and in full.

Principal Debt payment plan: Based on the company's business plan, the company is expected to borrow the total value of investment assets for a period of 5 years, with the expected depreciation period being 07 years.

Unit: Million VND

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | In 2024 | In 2025 | In 2026 | In 2027 | In 2028 |
| Q1 | 290 | 290 | 290 | 290 | 290 |
| Q2 | 290 | 290 | 290 | 290 | 290 |
| Q3 | 290 | 290 | 290 | 290 | 290 |
| Q4 | 290 | 290 | 290 | 290 | 340 |
| Total | 1,160 | 1,160 | 1,160 | 1,160 | 1,210 |

‎‎Article 2. Approve on pledging and mortgaging assets under the rights of use and ownership of the Company and other assets mobilized by a third party (if any) at the Bank to secure the performance of payment obligations to the Bank for the above loan.

Expected assets include:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| No. | Name | Amount | Unit price (VND) | Total |
| 1 | Trash Compactor | 02 | 850,000,000 | 1,700,000,000 |
| 2 | CAT D6 Bulldozers | 01 | 2,500,000,000 | 2,500,000,000 |
| 3 | Hyundai 15 ton crane truck with 8-ton crane | 01 | 1,600,000,000 | 1,600,000,000 |
| 4 | Howo truck with a load capacity of 15.9 tons | 02 | 1,600,000,000 | 3,200,000,000 |
|  | Total: |  |  | 9,000,000,000 |

And other assets will continue to be added during the credit relation.

‎‎Article 3. Assign Mr. Nguyen Chi Thong, Chair of the Board of Directors, legal representative of the Company to negotiate, approve, sign and implement contracts and documents related to borrowing capital, mortgaging, pledging assets at the Bank including but not limited to: Loan request form; Request form for issuing guarantee; Limit credit contract; Guarantee contract; Capital withdrawal list/Specific credit contract; Disbursement request form; Table of disbursement plan; Secured transaction registration form; Minutes of delivery and receipt of documents related to each disbursement; pledge contract; Minutes of valuation of assets and other relevant documents.

Mr. Nguyen Chi Thong is entitled to authorize another person to represent the Company to perform the above tasks. This authorization is made into a separate document.

The Board of Directors of the Company is responsible for all documents and contracts signed by Mr. Nguyen Chi Thong or the person authorized by Mr. Nguyen Chi Thong representing Nghe An Urban Works & Environment Joint Stock Company with the Bank in accordance with the contents stated in this document.

‎‎Article 5. This Resolution takes effect from the date of its signing.

‎‎Article 6. Members of the Board of Directors of the Company, relevant units and individuals are responsible for the implementation of this Resolution.