**CPI: Explanation of restricted trading of CPI shares**

On March 04, 2024, Cai Lan Port Investment Joint Stock Company announced Official Dispatch No. 37/CV-CPI on the explanation of restricted trading of CPI shares as follows:

Comply with Notice No. 469/TB-SGDHN signed on February 20, 2024, of Hanoi Stock Exchange on the securities status of CPI shares on the UPCOM trading system and Decision No. 79/QD-SGDHN dated February 20, 2024, on maintaining trading restrictions.

1. Reasons for maintaining transaction restrictions: The organization with trading transactions has negative owners’ equity based on the audited Financial Statements 2023.
2. Explain on CPI’s negative owner's equity:

CPI has invested capital into Cai Lan International Container Terminal Limited Liability Company (CICT) with a total value of VND 473 billion. However, CICT's business was inefficient, incurring losses every year leading to negative owners' equity. The company had to make provisions for 100% of the above investment, so the accumulated loss on its balance sheet on December 31, 2023, exceeded owners' equity.

1. Plan to overcome the situation of restricted transactions:

CPI has been implementing solutions to restructure CICT's loans to cut loans and reduce interest rates. CICT's business will be efficient, and profitable, and reduce accumulated losses after a successful restructuring. CPI will get a reversal from the funds appropriated which leads to improving the negative owners' equity.