**SPD: Explanation on SPD stock under alert**

On March 12, 2024, Danang Seaproducts Import-Export Corporation announced Official Dispatch No. 17/CV-CT as follows:

Reasons for being placed under warning: The Annual Financial Statements were given qualified opinions for 03 consecutive years.

Regarding qualified opinions No. 15/2024/BCKT-E.AFA in the Audited Financial Statements: “As stated in Footnote 4.2, the Auditor could not collect the Financial Statements as well as the financial information of the investment in the joint venture - New City Seadanang Investment Joint Stock Company, the alternative procedures also cannot be carried out. The total original price of the investment as of December 31, 2023 is VND 18,365,570,000. With this limitation, we cannot consider provisions for long-term financial impairment according to regulations. Due to the limited audit scope, the auditor was unable to express an opinion on the effect of the above investment on other items in the Financial Statements.

The Company hereby explains this issue as follows:

The Company's Board of Directors is always aware of managing and improving the efficiency of using capital. However, regarding the capital invested in New City Seadanang Investment Joint Stock Company, the Company is having difficulty contacting to manage the capital. The Company's Board of Directors always pays attention and finds ways to handle this investment with specific tasks in 2024 as follows:

On January 5, 2024, the Company sent Official Dispatch No. 01C/CV-CT on "Request to provide Financial Statements for 2019, 2020, 2021, 2022, 2023; return all documents at 31 NHS and plan for the Annual General Meeting 2024.

The Company has up to date yet to receive a response about providing the statements from New City Seadanang Investment Joint Stock Company (NCS).

Plans: The Company will continue to take more specific and detailed actions in the coming time, to request NCS to provide information related to the Financial Statements as well as implement appropriate alternative procedures. The Company closely follows and strictly implements the instructions of the Board of Directors in issued Resolutions.