**VE4: Explanation on and remedy for VE4 stock under alert**

On April 5, 2024, VNECO4 Electricity Construction JSC announced Official Dispatch No. 03CV/VNECO4-HDQT on measures and roadmap to tackle VE4 stock under alert as follows:

1. Regarding the undistributed profit after tax as of December 31, 2023 being negative:

Before 2022, the business had always been profitable, but by December 31, 2023, the target for undistributed profit after tax was: VND -5,103,212,987, due to the influence of the following factors:

* The revenue in 2023 increased, but the unit prices of the contracts during the year were low, resulting in additional costs to accelerate the project schedule, prices of raw materials were scarce and higher compared to previous years.
* The interest expenses increased due to delays in payment from the investor and the general contractor.
* The expenses related to existing projects have been addressed and any losses have been carried forward in 2023.
* Increase provisions for bad debts according to regulations.
* A number of risks arising in production, business and corporate governance.

1. Solutions and roadmap:
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* Promote production and business to increase revenue: In 2024, besides the amount of work transferred from 2023 being VND 64 billion, the Company will actively bid for jobs to increase revenue and thereby increase profits.
* Thoroughly implement savings and reduce costs in the production and business process.
* Closely follow the market to select Contracts to purchase Supplies and Materials at the most competitive prices to reduce input costs, and at the same time manage production and business to reduce costs at all stages.
* Strengthen management, especially management of Fuel, Materials, Spare Parts and do a good job of maintenance and preservation of fixed assets, tools and equipment to reduce spare parts replacement costs and repair expenses.
* The company actively searches for jobs, directly bids for project management boards, selects projects with reasonable unit prices, and combines good management to make business profitable.
* Focus on sourcing projects from investors being project management boards of electrical industry to minimize credit risks and expedite capital recovery.
  1. Roadmap:

Given the actual circumstance plus the company's current capacity, VNECO4 Electricity Construction JSC believes in sustainable development and generating profits in the coming years. Accordingly, the Company also aims to gradually reduce accumulated losses on Financial Statements as early as possible.