**CEN: Explanation of shares being put under trading restriction**

On April 17, 2024, CENCON Viet Nam Joint Stock Company announced Official Dispatch No. 1704/2024/CV-CEN to explain the reasons and provide remedy plan for shares being put under trading restriction as follows:

1. The reason for the audit company’s disclaimer of opinion on the Financial Statements 2023 is as follows:
* Revenue from sales and services provision: The gold sales transactions of the Company are cash transactions. The Audit Company cannot evaluate the reasonableness of this transaction and determine whether it is necessary to adjust the data on the Financial Statements.
* The Company has received the transfer of the Lan Huy Hoang Hotel and Restaurant Tourist Area Project since September 16, 2021, however, by the time of preparing the Financial Statements 2023, the unit has not yet completed the procedures to transfer ownership from Lao Cai Coastal Company Limited to CENCON Viet Nam Joint Stock Company. Using existing dossiers, the Audit Company cannot determine the impact of the above issue on the Financial Statements.
* The Company has an investment in Cenon Electric Car Company Limited (now Truong Thanh Auto Investment Joint Stock Company) with the amount of VND 50,400,000,000. The Company has based on the data from the Financial Statements 2023 prepared by Truong Thanh Auto Investment Joint Stock Company, which have not been audited, as a basis for determining the provision for reduction in investment prices at the time of December 31, 2023. Using existing dossiers, the Audit Company cannot determine the reliability of these Financial Statements.
1. Remedy plan:
* For gold sales transactions: Our company is a gold jewelry business (not permitted to process and trade gold bars). Because gold buying and selling is a specific business item, our customers do not want to transfer money and 100% of the customers purchase in cash. Therefore, in the coming time, we will research, evaluate, and provide solutions to overcome this situation.
* For the transfer of Lan Huy Hoang Hotel and Restaurant Tourist Area Project: Currently, we are also coordinating with Lao Cai Coastal Company Limited, the Management Board of Economic Zones of Lao Cai Province to complete the project transfer procedures as soon as possible in the near future, we will calculate, develop plans, and coordinate with relevant parties to complete the project transfer.
* For capital contribution at Truong Thanh Auto Investment Joint Stock Company: Because Truong Thanh Auto Investment Joint Stock Company was newly established on September 2023 and was mainly focused on projects, besides, the accounting staff was insufficient and could not promptly submit the audited statements as required. We have worked on the audited content with Truong Thanh Auto Investment Joint Stock Company and will have it completed in the near future.