**HKB: Explanation on and remedy for HKB stock under trading restriction**

On April 23, 2024, Ha Noi - Kinh Bac Agriculture and Food JSC announced Official Dispatch No. 12/HKB-CV on explaining Official Dispatch No. 257/QD-SGDHN dated April 03, 2024 as follows:

1. Reason for the disclaimer of opinion on the Audited Financial Statements 2023:

Auditor’s disclaimer of opinion in the independent auditor's reports No. 126/2024/BCKT-CPA VIETNAM-NV1 and No. 127/2024/BCKT-CPA VIETNAM-NV2, issued by CPA Vietnam Auditing Company Limited.

1. Reason:

* The deduction for Goodwill is due to the audit standard according to the accounting entries of the previous audit company, arising from 2016.
* HKB Company is restructuring and rearranging credit capital with banks, so it cannot meet enough short-term capital to serve production and business activities.

1. Solution:

* The Company is trying to exploit the existing warehouse and facilities assets and to find partners to implement new projects (such as solar energy production, etc.) to create efficiency from investment and business to overcome current difficulties and grow profitable to revive the development of the business.
* The Company is striving to come up with new solutions for business cooperation and investment, new methods to connect, consolidate management dossiers and new business strategies. When there are signs of new prospects, the Company will report to the shareholders, Hanoi Stock Exchange, and relevant management agencies.