**CII120018: Report on changes in capital /proceeds use plan from the offering/issuance**

On April 1, 2024, Ho Chi Minh City Infrastructure Investment Joint Stock Company announced Official Dispatch No. 280/2024/BC-CII on reporting changes in capital /proceeds use plan from the offering/issuance as follows:

1 Issued shares

Name of shares: bonds of Ho Chi Minh City Infrastructure Investment Joint Stock Company (Security code: CII424002)

Type of shares: Bonds converted into common shares

Par value: VND 100,000/bond

Number of issued shares: 28,130,689 bonds

Total amount of mobilized money: VND 2,813,068,900,000, in which the mobilized amount for the project is: VND 0.

The end date of the offering: January 25, 2024

2 The plan to use the capital/proceeds from the offering/issuance:

|  |  |  |  |
| --- | --- | --- | --- |
| No. | Items using capital | Value (VND) | Capital usage time |
| 1 | Invest in corporate bonds issued separately by BOT Ninh Thuan Province Company Limited | 1,200,000,000,000 | QI/2024 |
| 2 | Invest in corporate bonds issued privately by Hanoi Highway Construction and Investment Joint Stock Company | 1,613,068,900,000 | QI/2024 |
| Total | 2,813,068,900,000 |  |

As of the date of this Report:

* Total proceeds from the offering of CII424002 Convertible Bonds were used: VND 1,723,068,900,000, in which:
* Invest in corporate bonds issued privately by Hanoi Highway Construction and Investment Joint Stock Company: VND 1,200,000,000,000
* Invest in corporate bonds issued privately by Hanoi Highway Construction and Investment Joint Stock Company: VND 523,068,900,000
* Remaining unused amount: VND 1,090,000,000,000

2 Plan for changes:

|  |  |  |  |
| --- | --- | --- | --- |
| No. | Items using capital | Value (VND) | Capital usage time |
| 1 | Contribute capital to BOT Ninh Thuan Province Company Limited (with Business Registration Certificate No. 0312869740 issued by the Department of Planning and Investment of Ho Chi Minh City for the first time on July 25, 2014) (“Company Ninh Thuan”), and/or invest in corporate bonds issued separately by Ninh Thuan Company. | 1,200,000,000,000 | QI/2024 |
| 2 | Payment of bond CIIB2024009 (securities code: CII120018) which was issued to the public by Ho Chi Minh City Infrastructure Investment JSC on December 28, 2020. | 500,000,000,000 | Quarter II/2024 |
| 3 | Payment of bond CIIB2124001 (securities code: CII121006) which was issued to the public by Ho Chi Minh City Infrastructure Investment JSC on April 12, 2021. | 590,000,000,000 | Quarter II/2024 |
| 4 | Invest in corporate bonds privately issued by Hanoi Highway Construction and Investment Joint Stock Company (with Business Registration Certificate No. 0309132587 issued by the Department of Planning and Investment of Ho Chi Minh City for the first time on July 14, 2009). | 523,068,900,000 | QI/2024 |
| Total | 2,813,068,900,000 |  |

3 Reason for the change:

* CII424002 Convertible Bond issuance progress is longer than expected (Issuance date: January 25, 2024) that has affected the capital mobilization progress of the Convertible Bond Package 2 approved in General Mandate No. 48/NQ-DHDCD dated May 24, 2023, expected to be issued to pay bond CIIB2124001 due on April 13, 2024 and bond CIIB2024009 due on June 28, 2024;
* On the other hand, on June 24, 2023, Hanoi Highway Construction and Investment Joint Stock Company was refinanced by the Vietnam Joint Stock Commercial Bank for Foreign Trade ("Vietcombank") with an amount of VND 2,397.839 billion with a term of 7 years. Vietcombank's current lending interest rate is very low, only 8.0%/year (Base interest rate: 4.8%/year + margin of 3.2%/year) while the interest rate for mobilizing Bond CII424002 of Ho Chi Minh City Technical Infrastructure Investment Joint Stock Company is 10%/year (for the first year). Therefore, funds raised from Bond CII424002 should be refinanced to loans with interest rates higher than 10%/year.

4 Bases for changes:

* General Mandate No. 50/NQ-DHDCD of Ho Chi Minh City Technical Infrastructure Investment Joint Stock Company dated February 27, 2024 on approving the adjustment of the Capital Use Plan of Convertible Bonds CII424002 (attached);
* Resolution of the CII424002 Bond Owners Conference (approved by collecting pinions via ballot) dated April 1, 2024 on approving the adjustment of the Plan for using capital of CII424002 Convertible Bond (attached).