**LNC: Explanation on Financial Statements FY 2023**

On March 25, 2024, LeNinh Joint Stock Company announced Official Dispatch No. 197CV/CTLN explaining the auditor's qualified opinion in the Financial Statements 2023 as follows:

Qualified audit opinion: “At the date of preparing the Financial Statements as of December 31, 2023, the Company has not recorded overdue interest from suppliers in 2023 with the amount of VND 1,119,988,509. If this act of record is fully implemented, on the Balance Sheet as of December 31, 2023, the expense “Short-term payables” will increase by VND 1,119,988,509 and the target “This year's undistributed profit after tax” will decrease by the corresponding amount. On the income statement for the fiscal year ending December 31, 2023, "Financial expenses" will increase by VND 1,119,988,509 and the "Total profit before tax" target will decrease by a corresponding amount.

We would like to explain as follows:

This is a partner for the traditional supply of goods and materials to the company, and both parties have been cooperating as partners for many years. The occurrence of delayed interest is based on the economic contract and agreement between the two parties. However, the partner has been providing support to the Company during the recent period due to the financial difficulties faced by the Company. In 2023, LeNinh Joint Stock Company paid the partner a principal of VND 1,200,000,000. We have planned to review the accrued interest and the repayment plan for the principal debt. Therefore, after both parties worked together and reached an agreement, by reconciling specific data, the Company now has sufficient basis and accurate data to be included in the Financial Statements.