**BT6: Explanation and proposal of solutions for securities status**

On May 3, 2024, Beton 6 Corporation announced Official Dispatch No. 0305/2024/CV-BT6 on the explanation related to Decision No. 413/QD-SGDHN dated April 24, 2024, on maintaining trading restrictions as follows:

1. Reason for maintaining trading restrictions:

Beton 6 Corporation's shares are maintained trading restrictions due to negative owners’ equity in the Audited Semi-annual Financial Statements for 2023. The main reason leading to negative owners’ equity is the challenging production activities of the Company, resulting in continuous operating losses from 2017 until now. Specifically:

* From 2017 to 2019, several major projects of the Company were either delayed or canceled, leading to a decrease in construction orders, and causing financial difficulties due to large outstanding debts from customers. Although the Company actively pursued debt recovery, it did not yield satisfactory results. The capital shortage led to the Company's inability to repay loans and principal debts on time, resulting in increasing interest costs due to additional late payment penalties.
* Since late 2017, the Company initiated a restructuring process of its product system. However, due to credit limit, the Company only subcontracted products within its core strengths instead of entering contracts to supply products directly to customers. This led to a significant decline in revenue in subsequent years.
* In 2020, the Company faced insolvency, leading to a bankruptcy petition filing. The People's Court of Binh Duong Province announced Decision No. 01/2020/QD-MTTPS on January 16, 2020, to initiate bankruptcy procedures against Beton 6 Corporation.
* Subsequently, the Covid pandemic from 2020 to 2021 forced the Company to suspend operations due to social distancing measures, directly impacting its production and business activities, resulting in decreased revenue and continued losses for two consecutive years.
* The challenging economic situation and the Covid pandemic affected the overall economy and the real estate sector as well as the construction materials industry. Beton 6 Corporation accumulated debts from customers overdue for many years, with many customers declaring bankruptcy or suspending operations, necessitating Beton 6 to make provisions according to regulations, increasing expenses for provision for doubtful receivables.
* During the bankruptcy period, the Company attempted to maintain production, bearing all expenses such as employee salaries, land lease fees, severance pay, and other expenses, resulting in continued business losses during this period.

The aforementioned factors led to Beton 6's prolonged business losses since 2017, resulting in negative owners’ equity.

1. Remedy plan:

Beton 6 Corporation is in the process of business recovery based on the Decision recognizing Resolution of the Creditors' Meeting No. 01/2023/QDST-PS dated August 23, 2023, announced by the People's Court of Binh Duong Province. The Company is gradually implementing business recovery plans approved by the Creditors' Meeting, including (i) Debt restructuring to convert debt into share capital through private placement to swap debt, thereby reducing loan pressure and increasing the company's charter capital to alleviate negative owners’ equity; (ii) Mobilizing capital from strategic investors through private placement to supplement capital, improve financial conditions to restore production and business activities; (iii) The Company is conducting a review and reorganization of its management system to be lean and efficient, aligning with the new business strategy.