**PEN: Explanation and report on the situation of overcoming the securities being put under alert**

On July 03, 2024, Petrolimex Installation No. III Joint Stock Company announced Official Dispatch No. 47/XL3-CBTT on the explanation and report on the situation of overcoming the securities being put under alert as follows:

1. Main reasons affecting the production and business results in the first 6 months of 2024:

The Semi-annual Financial Statements 2024 with an expected spending profit before tax of VND200 million. Therefore, profit after tax as of June 30, 2024 is expected to continue to have an accumulated loss of VND23.42 billion.

1. Remedy plan:
2. Continue to focus on phase acceptance and settlement, liquidate contracts of completed projects, continue to promote debt collection, and recover financial amounts invested in external units, liquidate ineffective assets to recover capital for production and business, and reduce bank interest costs.
3. Enhance marketing to create job search sources, build competitive prices and closely follow the investor to be able to sign contracts for construction, installation, and supply of materials and equipment.
4. Enhance cooperation with competent and experienced units. Especially foreign contractors aim to expand cooperative relationships. Promote customer search, bidding to provide construction and services on installation, and production of mechanical structural products for domestic and foreign projects, especially LNG, LPG, renewable energy projects, etc. to ensure the company's annual production plan and create many jobs for employees.
5. Expand commercial and service activities to increase revenue and profits for the company. Fully exploit existing premises and change business directions to add additional income sources for the company.