**C69: Official dispatch on explaining, reporting solutions and routes to overcome the situation of shares being put under alert**

On July 3, 2024, 1369 Construction Joint Stock Company announced Official Dispatch No. 45/CVGT-C69.2024 on explaining, reporting solutions and routes to overcome the situation of shares put under alert as follows:

1. Explanation:

As detailed in Document No. 22/CVGT-C69.2024 dated March 30, 2024, when disclosing information on the Audited Financial Statements 2023, the Annual Financial Statements of the Company were given an auditor's qualified opinion by the audit company regarding the "Prepayment for sellers", Branch of Dong Hai Quang Ninh Construction Joint Stock Company - Thong Nhat Limestone Enterprise, the amount of VND10,147,497,533 (section V.4 of the Financial Statement Footnotes), this is due to:

* Thong Nhat Limestone Enterprise is a long-term partner of the Company. The Company regularly imports goods in large quantities, so the Company has a better financial policy with this partner than others. Therefore, Thong Nhat Limestone Enterprise always prioritizes supplying goods to the Company earlier than other partners, so that the Company always ensures readiness for large orders with customers.
* The Company also evaluates the demand in the market for stone products, which are becoming increasingly scarce, which will lead to fluctuations in price increases when market demand is increasing, prepayment is also the basis for partners to limit price increases when supplying goods to our Company. In addition, maintaining prepayment with the above amount is not large compared to the total revenue the company recorded as a normal level for the Company.
1. Solutions and routes to overcome the situation of shares put under alert.
* Solutions: The company overcame the auditor’s opinion by importing goods and collecting prepayments.
* Route to overcome the situation:
* The parties delivered goods from January 1, 2024, to March 31, 2024, value of goods delivered: VND2,051,449,400, prepayment balance as of March 31, 2024: VND8,096,048,133.
* On April 1, 2024, the parties agreed that the Branch of Dong Hai Quang Ninh Construction Joint Stock Company - Thong Nhat Limestone Enterprise will refund 1369 Construction Joint Stock Company the remaining prepayment on March 31, 2024: VND8,096,048,133. The branch of Dong Hai Quang Ninh Construction Joint Stock Company - Thong Nhat Limestone Enterprise completed the return of money on April 5, 2024, prepayment balance as of April 5, 2024: VND0.

Thus, on April 5, 2024, the Company completely overcame the auditor's qualified opinion.