

No: .....<sup>14</sup> /CV- FGL

" *Re: Explanation of causes and remedial plan  
for the maintenance of securities under  
warning status*

Gia Lai, April <sup>th</sup>15, 2026

**Kind attention: STATE SECURITIES COMMISSION  
HANOI STOCK EXCHANGE**

- Organization name: **GIA LAI COFFEE JOINT STOCK COMPANY**
- Stock code: FGL
- Address: 97 Pham Van Dong/Yet Kieu - Thong Nhat Ward - Pleiku - Gia Lai
- Tel: 0269 - 3716715
- Email: giacomex.fgl@gmail.com Website: <http://gialaicoffee.com.vn/>

Gia Lai Coffee Joint Stock Company ("Company") would like to send our respectful greetings and cooperation to your Agency.

On April 1, 2026, the Hanoi Stock Exchange issued Notice No. 1308/TB-SGDHN regarding the handling of violations for shares; accordingly, FGL shares maintain their "Warning" status pursuant to Decision No. 281/QĐ-SGDHN dated April 1, 2026, issued by the Hanoi Stock Exchange.

Pursuant to Clause 3, Article 37 of the Regulations on Registration and Management of Listed Securities Transactions issued under Decision No. 17/QĐ-HĐTV dated March 31, 2022, by the Board of Members of the Vietnam Exchange (VNX), public companies are required to explain the causes and provide a remedial plan for the warning status of their securities within 15 days from the date the status is imposed.

Gia Lai Coffee Joint Stock Company would like to explain and report on measures to address the situation of securities being on quarterly warning as follows:

The Review Report on Financial Information for the fiscal period ended No. 18/2026/BCKT/AUD-VVALUES dated March 20, 2026, by the Da Nang Branch of Chuan Viet Auditing and Consulting Co., Ltd (Chuẩn Việt) contained qualified opinions regarding the Company's Financial Statements for the fiscal year ended December 31, 2025, specifically:

*Regarding Long-term Borrowings and Finance Lease Liabilities: As presented in Note V18.b, the long-term loan of Bien Ho Tea JSC has no collateral. However, the Board of Directors of the Company decided to use Land Use Right Certificates and ownership of houses and other assets attached to land granted to the Company to secure the loans of Bien Ho Tea JSC (a related party under the same investment group) at Agribank – Gia Lai Branch. Securing loans for a related party as mentioned above is not in compliance with Decree No. 155/2020/NĐ-CP dated December 31, 2020, guiding the Law on Securities.*

*Regarding Contingent Liabilities: As presented in Section VIII.1, land rent and late payment penalties according to Tax Authority notices have not been fully recorded in the Company's operating expenses for previous years, specifically:*



*State-Owned Enterprise Period: VND 7,754,365,354 (land rent) and VND 5,104,518,215 (late payment penalties).*

*Joint Stock Company Period (2019): VND 395,826,472 (land rent) and VND 368,799,753 (late payment penalties). Due to a lack of consensus on these obligations, the Company has filed a lawsuit against the Director of the Gia Lai Provincial Tax Department, and the case has been accepted by the People's Court of Gia Lai Province. These figures may affect the Balance Sheet depending on the final decision of the competent authorities.*

### **Remedial Plan for the Qualified Opinions:**

The aforementioned issues are related to the asset handover and financial settlement during the equitization process of the Company.

Regarding the first issue (Mortgage for related party): These assets were used as collateral to secure capital for the business operations of both companies to prevent operational paralysis. In the coming period, the Company will convene a General Meeting of Shareholders to seek alternative capital-raising plans to redeem these mortgaged assets.

Regarding the second issue (Land rent and penalties): These liabilities arose during the SOE period and were not included in the equitization plan or enterprise valuation dossier. Furthermore, the Tax Department's calculation of land rent on land areas already returned to local management is inappropriate. The Company has submitted petitions to the Provincial People's Committee and relevant departments and is actively pursuing the administrative lawsuit at the People's Court of Gia Lai Province to resolve the matter.

The above is the explanation and report on measures to overcome the situation of stocks being in the periodic warning status of Gia Lai Coffee Joint Stock Company.

The company respectfully hopes that the competent authority will continue to support, care and help to create conditions to soon remove FGL stocks from the warning status in the near future.

Sincerely./.

**GIA LAI COFFEE JOINT STOCK COMPANY**  
**DEPUTY GENERAL DIRECTOR**



**NGUYEN VAN QUAN**

**Recipient:**

- As above
- Gia Lai Coffee Joint Stock Company