

**HO CHI MINH CITY
ELECTRIC POWER TRADING
INVESTMENT CORPORATION**

**SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness**

No.: 0025/TRADIN-TCKT

Ho Chi Minh City, April 16, 2026

Re: Explanation of the reasons for being placed under warning status due to the annual financial statements receiving a qualified audit opinion for 03 consecutive years, the causes, and the proposed remedial plan.

To: Hanoi Stock Exchange

- Pursuant to Circular 96/2020/TT-BTC dated November 16, 2020, of the Ministry of Finance guiding the disclosure of information on the securities market;
- Pursuant to the Law on Securities No. 54/2019/QH14, as amended and supplemented by Law No. 56/2024/QH15;
- Pursuant to the Regulation on Registration and Management of Unlisted Securities Trading issued in conjunction with Decision No. 23/QĐ-HĐTV dated March 18, 2026, of the Board of Members of the Vietnam Stock Exchange;
- Pursuant to Decision No. 411/QĐ-SGDHN dated April 07, 2026, of the Hanoi Stock Exchange regarding the maintenance of the warning status;
- Pursuant to the audited separate and consolidated financial statements for the year 2025 of Ho Chi Minh City Electric Power Trading Investment Corporation;
- Pursuant to the actual situation;

Ho Chi Minh City Electric Power Trading Investment Corporation (Tradincorp), stock code HTE, reports on the matter of the qualified audit opinion for 03 consecutive years as follows:

According to the Independent Auditor's Report No. A0625255-R/MOORE AISC-DN6 dated March 30, 2026, issued by MOORE AISC Auditing and Informatics Services Company Limited, the following qualified opinion was stated:

As presented in Note V.7 of the accompanying separate financial statements, the Company has not yet allocated general administrative expenses incurred from previous fiscal years for each construction and installation contracting department to determine the cost of each completed construction and installation product for which revenue has been recognized. The failure to allocate the aforementioned general administrative expenses stems from the decision of the Board of Management in those fiscal years. If the Company had allocated and recognized these as expenses in previous years in accordance with Vietnamese Accounting Standards and the corporate accounting regime, the items "Work-in-progress production and business costs" and "Undistributed profit after tax" at the end of previous fiscal years as well as at December 31, 2025, would have decreased by the corresponding amount of VND 12,498,253,760.

Ho Chi Minh City Electric Power Trading Investment Corporation would like to provide the following explanation:

As of December 31, 2025, this is identified as general administrative expenses currently recorded under the work-in-progress production and business costs item, which were suspended as of December 31, 2025, in the amount of VND 12,498,253.760. According to the qualified opinion, these general administrative expenses were incurred prior to 2022 for all departments directly participating in the company's main production activities, such as the commercial, construction and installation, and consulting departments. This is an expense for which the auditing firm stated that it could not accurately determine the object, the event, as well as the amount to be allocated and the value of the loss provision to be recorded in the expenses in the income statement for the current year 2025, because this is an expense accumulated from many years prior to 2022. Therefore, when reviewing all records and documents of contracts/projects that have been accepted and completed or are still in progress from previous years, our Company is also unable to provide a reasonable and lawful basis for allocating this expense within the current year.

Therefore, we are temporarily accepting the qualified opinion regarding this general expense in the 2025 financial statements. Tradincorp will proceed to plan, analyze, and evaluate the reasons for the existence of this general expense, which has been accumulated for a long time from 2022 and earlier, first to notify and warn the relevant departments to implement better cost management policies. At the same time, the Company's Board of General Directors will develop a specific plan and strategy to allocate this expense in accordance with regulations and annual business conditions. The Board of Management is building a business policy based on efforts to generate more profit in order to allocate these work-in-progress expenses within two years, 2026-2027, or by 2028 at the latest, while also aiming to lead the company out of the warning status as soon as possible and return to its former growth trajectory.

The above is the explanation of the causes and the remedial plan of Ho Chi Minh City Electric Power Trading Investment Corporation, stock code HTE, regarding the qualified audit opinion for 03 consecutive years and the maintenance of the warning status, submitted to the Hanoi Stock Exchange for information.

Respectfully reported.

Recipients:

- As above;
- Company website;
- Archive: Admin, Finance & Accounting Dept.

Legal Representative 

Nguyen Anh Vu