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| VIETNAM ELECTRICITY**POWER ENGINEERING****CONSULTING JSC 1** | **SOCIALIST REPUBLIC OF VIETNAM** **Independence – Freedom – Happiness**  |
| No.: 04 /TTr-TVD1-HDQT**DRAFT** |  *Hanoi, 4th June, 2024* |

**SUBMISSION LETTER**

**On approval of the 2023 Audited Financial Statements**

 To: The 2024 Annual General Meeting of Shareholders

*Pursuant to:*

*Charter on organization and operation of the Company;*

*Resolution No. 06/NQ-TVD1-HDQT dated 29th February, 2024 of the Management Board on organization plan and content of the 2024 Annual General Meeting of Shareholders (General Meeting) and Resolution No.16/NQ-TVD1-HDQT dated 03rd June, 2024 on the General Meeting organization.*

The Management Board (MB) respectfully submits the Financial Statements for the 2023 fiscal year from 1st January, 2023 to 31st December, 2023 to the 2024 Annual General Meeting of Shareholders for the approval (including the Consolidated Financial Statements and the Parent Company’s Separate Financial Statements) which have been audited by AASC Auditing Firm Co., Ltd.

The 2023 Financial Statements have been released according to regulations and fully posted on the Company's website at www.pecc1.com.vn, including:

* Independent audit report: full acceptance;
* Accounting balance sheet;
* Business results statement;
* Statements of cash flows;
* Financial statements notes.
1. Some key indicators in the 2023 Audited Financial Statements are as given below:

*Unit: billion VND*

| No. | Indicators | Consolidated Financial Statements | Separate Financial Statements of the Parent company |
| --- | --- | --- | --- |
| I | Total revenue | 534.67 | 509.48 |
| 1 | Revenue of the main business  | 533.27 | 507.46 |
|  | -Revenue from Investigation, Design, Construction & erection | 316.02 | 292.86 |
|  | - Revenue from power sale | 214.59 | 214.60 |
| 2 | Financial revenue  | 1.24 | 1.90 |
| 3 | Other incomes | 0.16 | 0.12 |
| III | Before-tax profit | 95.68 | 107.68 |
| IV | After-tax profit | 68.76 | 80.98 |

1. Results of processing outstanding financial matters in 2023

In 2023, based on the profit results of production and business activities, upon to the request of the independent audit agency, the Company settled the outstanding financial matters with a total value of VND 41,557 billions. Details are as given below:

*Unit: billion VND*

| No. | Interpretation | Consolidated financial statements | Separate financial statements of the parent company |
| --- | --- | --- | --- |
| 1 | Provision for devaluation of inventories  | 29.86  | 20.46  |
| - | Set aside | 30.22  | 20.81  |
| + | Contract(s) that have been completed, and settled  | 3.04  | 0.84  |
| + | Contract(s) incurred more costs, however, the Investor terminated the Contract performance.  | 27.03  | 19.98  |
| + | The A-B contract has not been signed yet | 0.15  | -  |
| - | Revert/refund  | 0.36  | 0.36  |
| + | Contract(s) that have been completed, and settled | 0.29  | 0.29  |
| + | Contract(s) that have been completed and in settling process.  | 0.07  | 0.07  |
| 2 | Provisions for short-term bad receivables | 8.56  | 2.29  |
| - | Parent Company  | -  | 2.29  |
| + | Set aside | 10.88  | 28.26  |
| + | Revert/refund  | 0.04  | 30.54  |
| 3 | Transferring the outstanding business costs to the cost price.  | 3.14  | 3.14  |
| - | Contract(s) that have been completed, and settled  | 0.74  | 0.74  |
| - | Contract(s) that incurred more costs, however, the Investor terminated the Contract performance.  | 0.51  | 0.51  |
| - | Contract(s) that incurred more costs, however, the A-B contract has not been signed yet | 1.89  | 1.89  |
|   | **Total** | **41.56**  | **21.31**  |

The Management Board respectfully submits the Audited Consolidated Financial Statements and the Parent company's Audited Separate Financial Statements for 2023 to the General Meeting for approval./.

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| ***cc:***- As mentioned above;- P7 (for posting Website);- Archive: Filed, MB. | **FOR & ON BEHALF OF THE MANAGEMENT BOARD** **CHAIRMAN****Nguyen Tai Anh** |