

This issue has been explained by the Company in previous financial statements (from 2008 to 2024). The main reasons are:

The prolonged downturn of both domestic and international shipping markets since 2008 has yet to recover.

Shipping companies, including DDM, typically rely on foreign currency loans (USD) to invest in vessel projects, resulting in high interest expenses and exchange rate losses over the years.

Vessels have high investment value, leading to large depreciation expenses.

These prolonged difficulties since 2008 have caused the Company's significant accumulated losses as mentioned above.

However, the Company has developed a five-year business plan (2026–2030) aimed at achieving annual profitability by restructuring assets and liabilities to enhance operational efficiency and ensure debt repayment capability. Additionally, the Vietnam Maritime Corporation (VIMC), a major shareholder, has issued directives for the 2025 business and development plans and the five-year plan (2026–2030), along with a strong commitment to support the Company through this difficult period. At present, the Company remains operational with sufficient cash flow. The Company is striving to fulfill the objectives of the five-year plan (2026–2030) to overcome its challenges and ensure stable, continuous development in the future.

Decision No. 191/QD-SGDHN stipulates: Maintaining warning status for DDM shares of Dong Do Marine Joint Stock Company.

Reason: The Company has received a qualified audit opinion for three or more consecutive years.

The qualified audit opinions over the past three years cover the following issues:

b.1 “Since September 13, 2014, pursuant to the asset handover record No. 09/2014/BBBG/DDM-PVB regarding debt settlement at the request of lending institutions, the Company handed over the vessel Dong Mai to PvcomBank (a co-lender with Maritime Bank) and has since ceased recognizing interest expenses and depreciation for this asset. The accrued interest and depreciation not recorded amount to VND 713,695,304 and VND 718,202,444 respectively. The outstanding principal and interest of VND 291,030,252,528 are recorded under 'Other Payables' and the remaining book value of the vessel Dong Mai (VND 158,710,066,366) is recorded under 'Other Receivables'. As of the audit date, we were unable to obtain sufficient documentation from the lending bank (aside from the asset handover minutes), and therefore cannot express an opinion on the Company's suspension of depreciation and interest expense, or the carrying value of this fixed asset.”

b.2 “As disclosed in Note 2.4, the Company has an accumulated loss of approximately VND 951.153 billion, negative equity of over VND 814.782 billion, and all loans and finance leases are overdue. These circumstances indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. Nevertheless, the Company has developed a five-year business plan

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(2026–2030) with the goal of achieving annual profits based on asset and debt restructuring to enhance efficiency and ensure solvency. Furthermore, VIMC, as a major shareholder, has approved the 2025 business and investment development plan and the 2026–2030 corporate development roadmap, with strong commitments to support the Company during this challenging period. As such, the Company’s separate financial statements for the fiscal year ended December 31, 2024, have been prepared on a going concern basis.”

Company's explanation:

Regarding b.1, DDM and PvcomBank have actively coordinated to resolve this matter and held multiple discussions. However, both parties have yet to reach a consensus on a concrete resolution (such as a mutually agreed method for determining the fair value of the vessel Dong Mai to settle the collateral). Therefore, the Company has not yet obtained the necessary supporting documentation to provide additional disclosures for this matter. Moving forward, DDM will continue to proactively work with PvcomBank to agree on an appropriate asset valuation method and address all related issues to resolve the outstanding debt.

For b.2, the Company has already provided explanations and proposed remedies under item a above.

2. In order to gradually address the current situation, Dong Do Marine Joint Stock Company has been and continues to actively seek more efficient vessel operation methods to maximize revenue, reduce operating costs, and tightly manage both direct and indirect expenses. The Company is also seeking reliable customers and quality cargo to increase freight rates and improve efficiency.

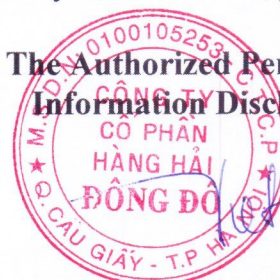
Additionally, the Company will strive to expand auxiliary service activities to enhance business results and improve cash flow.

Dong Do Marine Joint Stock Company respectfully submits this explanation!

Receipt:

- As above.
- Achieved.

**The Authorized Person for
Information Disclosure**



Le Viet Hung