**TH1: Explanation for disclaimer of opinion of the auditor on 2019 financial statement**

On 29 Jun 2020, The Vietnam National General Export - Import Joint Stock Company No.1 explained the disclaimer of opinion of the auditor on 2019 financial statement as follows:

We would like to explain reasons for the disclaimer of opinion of AASC Auditing Firm Company Limited on financial statement of the fiscal year ended 31 December 2019 of The Vietnam National General Export - Import Joint Stock Company No.1 as follows:

On December 31, 2019, the Company had an accumulated loss of VND 336.43 billion in the Balance Sheet, equity of negative VND 152.69 billion, short-term debts exceeding short-term assets of VND 285.24 billion, all bank loans overdue, and increase in overdue bad debts, and in 2019, the Company had profit before tax of negative VND 36.89 billion, cash flow of negative VND 1.23 billion. In particular, the Company's Office had accumulated loss in the Balance Sheet of negative VND 336.43 billion VND, equity of VND 152.69 billion, short-term debts exceeding short-term assets of VND 285.24 billion, all bank loans overdue, and increase in overdue bad debts, and in 2019, the Company had pre-tax profit of negative VND 38.13 billion, cash flow in the year of negative VND 501.59 million. These issues, together with those presented in Note 1, indicated material uncertainties that led to doubts about the Company's ability of continuous operation. However, the Company's financial statement for 2019 was still presented on the basis of assumption of continuous operation

For the loan between the Company and Vietnam Asia Commercial Joint Stock Bank – Ha Noi Branch. The auditing company cannot fully evaluate the impact (if any) of the security asset agreement on the items on the financial statements in 2019 as well as the necessary adjustments to this agreement

Above is the explanation of the Company. The explanation was also disclosed on the Company’s website : http://www.gel.com.vn/ and <http://www.generalexim.com.vn/>

Regarding the plan for overcoming the above-mentioned reasons, the Company also put into operation plan in 2020 and submitted to the annual General Meeting of Shareholders for approval. Accordingly, in 2020 the Company will focus on financial restructuring, asset restructuring to reduce financial pressure to create capital resources for business. Especially working with credit institutions to get loans for business departments

Above is the explanation of the Company. We hereby certify that the above information is true and fully responsible before the law for the contents.