

PETROVIETNAM CONSTRUCTION
JOINT STOCK CORPORATION
**PETROLEUM PIPELINE & TANK
CONSTRUCTION COMPANY**

SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

No.: **159** /DOBC-TCKT

Re: Explanation of audit opinion in the 2025
audit report.

Ho Chi Minh City, March 24, 2026

To:

- State Securities Commission
- Hanoi Stock Exchange
- AASC Auditing Firm Co., Ltd.

First and foremost, Petroleum Pipeline & Tank Construction Company (DOBC) would like to extend our respectful greetings to the State Securities Commission, the Hanoi Stock Exchange, and AASC Auditing Firm Co., Ltd.

DOBC Company would like to provide an explanation regarding the auditor's disclaimer of opinion on the 2025 financial statements as follows:

1. Basis for the disclaimer of opinion:

1.1. The land plot at 35G, 30/4 Street, Ward 9, Vung Tau City, Ba Ria - Vung Tau Province (now 35G, 30/4 Street, Tam Thang Ward, Ho Chi Minh City) is part of the land area for which the People's Committee of Ba Ria - Vung Tau Province issued Decision No. 3339/QD-UBND dated October 28, 2022, regarding the land reclamation. Currently, the Company has not had the land reclaimed and has not processed the value of the assets on the land.

Regarding the value of land use rights at plot 35G, 30/4 Street, Tam Thang Ward, Ho Chi Minh City, with a value of VND 4.41 Billion, the accumulated depreciation as of December 31, 2025, is VND 4.41 Billion, and the depreciation for the period is VND 0.44 Billion; the Company is still tracking this under the intangible fixed assets item.

As of the present time, Petroleum Industrial and Civil Construction Joint Stock Company (PVC-IC) and Petroleum Pipeline & Tank Construction Company (DOBC), which are under PETROCONS, are still using land plots 35D and 35G and are declaring and paying annual land taxes. At the same time, the unit has sent official letters to the competent authorities to request approval for the plan to handle assets on the land when the unit relocates. At the time of preparing the financial statements, DOBC Company is still awaiting a written response from the competent authorities to proceed with the next steps.

1.2. "We have not collected sufficient documents related to the balances as of January 01, 2025, and December 31, 2025, for liabilities with values of VND 15.55 Billion and VND 18.64 Billion, respectively; and receivables with values of VND 10.31 Billion and VND 10.82 Billion, respectively."

"The value of outstanding receivables as of January 01, 2025, and December 31, 2025, which are VND 131.89 Billion and VND 130.49 Billion, respectively, has not been reviewed and assessed for provisioning by the company."

- As of December 31, 2025, we did send out debt confirmation minutes for receivables and payables; however, due to the wide area of operations and the large volume of work, we have not received all the debt confirmation minutes back. We will expedite the collection of these confirmation minutes as soon as possible.

Receivables as of December 31, 2025, are mainly from Petrovietnam Construction Joint Stock Corporation (Parent Company) in the amount of VND 60.49 Billion; from Petroleum Equipment Assembly And Metal Structure Joint Stock Company (an internal unit of the Parent Company) in the amount of 17.29 Billion VND; and from Petrovietnam Construction Joint Stock Corporation in the amount of VND 49.34 Billion. Large outstanding receivables are mainly receivables from the Parent Company and are receivables related to projects that are currently being executed or have been completed and are awaiting unit price agreement for recognition. By January 2026, we had recovered VND 44 Billion of debt from the Parent Company; therefore, we assess that although the debts are long-standing, there is still a possibility of recovery, so no provision has been made. We commit to collecting these amounts in the future and there are no losses related to these debts.

2. Matter of emphasis:

"We draw the attention of the readers of the Financial Statements to the events mentioned in Note 1, which indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. However, the accompanying Financial Statements are still presented on the basis of the going concern assumption."

To address the issue of debt settlement, the Company's Board of Management has evaluated the business plan and cash flow plan as well as the ability to recover debts as follows:

- Promote the recovery of short-term receivables from customers, especially receivables from construction contracts with customers under the "Thai Binh 2 Thermal Power Plant" project, as revenue from this project accounts for a dominant proportion.

- In 2026, the Company also signed a new contract for the installation of equipment at the Long Phu 1 Thermal Power Plant Project and a number of contracts for the purchase and sale of materials to partially ensure the supplementation of cash flow for the unit's production activities.

- The Company has been approved by banks such as: Vietnam Maritime Commercial Joint Stock Bank - Vung Tau Branch, Military Commercial Joint Stock Bank - Vung Tau Branch, and Tien Phong Commercial Joint Stock Bank - Ho Chi Minh Branch to grant credit limits with a total credit limit from the banks of approximately VND 100 Billion. The approval of credit facilities from banks has helped the Company pay off debts when due or cover the Company's regular expenses and execute new projects with bank guarantees, helping the Company continue

operations and have cash flow for production and business activities. In addition, the Company also borrows from individual sources to have additional capital to ensure that the Company's operations are always smooth for at least the next 12 months.

- Strengthen cost control through reasonable staffing of departments to minimize salary costs and other regular expenses while still ensuring the necessary resources for production.

By this official letter, DOBC Company respectfully requests the State Securities Commission and the Hanoi Stock Exchange to consider and approve the above explanation of the Company.

Also by this official letter, the Company respectfully requests AASC Auditing Firm Co., Ltd. to confirm the above explanation.

DOBC Company commits to being responsible before the law for the content of the above explanation.

Thank you very much!

Recipients:

- As addressed;
- BOD, BOS, Director (for reporting);
- Archived: AD, Finance and Accounting Department.

**IN CHARGE OF
INFORMATION DISCLOSURE**



Mai Đình Bảo