

No.: 04 /2023/KBC/BC-BKS

*Bac Ninh, June 2<sup>nd</sup>, 2023*

1<sup>st</sup> draft on 02/06/2023  
Re-presented on  
16/06/2023

## **REPORT TO THE GENERAL MEETING OF SHAREHOLDERS**

Reporting on the supervising activities of the Supervisory Board in 2022

**Dear Our Valued Shareholders!**

The Supervisory Board would like to report to the Annual General Meeting of Shareholders in 2023 on the activities of the Supervisory Board in 2022 and some recommendations as follows:

### **I. ACTIVITIES OF THE SUPERVISORY BOARD IN 2022**

#### **1. Activities of the Supervisory Board in 2022**

In 2022, the Supervisory Board performed the main tasks including:

- Examining and reviewing data of transactions related to production and business activities and corporate governance activities; reviewing the contents and plans approved by the General Meeting of Shareholders and the Board of Directors. On that basis, the Supervisory Board also made recommendations for the Board of Directors and the Board of Directors.
- Supervising financial management activities and preparing financial statements to ensure the truthfulness and reasonableness of the presented financial data; Actively exchanging information with the Independent Auditor during the audit of financial statements when deemed necessary.
- Reviewing and evaluating the operation and internal management of the Board of Directors, members of the Board of Directors, members of the Executive Board, and leaders based on the criteria of the interests of shareholders and the Corporation.
- Reviewing and evaluating the coordination activities of departments in the business management and administration process.
- Supervising the implementation of the Resolutions of the General Meeting of Shareholders and the Resolutions of the Board of Directors; Closely supporting the Board of Directors and Board of Directors in implementing the Resolutions.

#### **2. Meetings of the Supervisory Board and self-assessment reports of the Supervisory Board members:**

In 2022, the Supervisory Board held 06 meetings on the following contents:

- Approving the end of the term 2017-2022 of the Corporation; Preparing reports on inspection and supervision of business activities and financial management of the Corporation for the fourth quarter of 2021 and the content of the report to submit to the 2022 Annual General Meeting of Shareholders; preparing reports on inspection and supervision of business activities and financial management in the first quarter, second quarter and third quarter of 2022. At the same time, in January 2023, the Supervisory Board also reviewed and supervised the Corporation's activities arising in the fourth quarter of 2022.
- Under the direction and assignment of the Head of the Supervisory Board, the members of the Supervisory Board all attended all the meetings during the year, each member according to their professional field, actively implemented the task of supervision and inspection for the activities of the Board of Directors, Executive Board and specialized departments of the Corporation. The Supervisory Board members self-assessed that they have fulfilled their functions and duties in accordance with the provisions of law and the Corporation's Charter.

### **3. Remuneration, operating expenses of the Supervisory Board and salary, bonus and allowance expense of the Head of Supervisory Board**

The details of remuneration, operating expenses of the Supervisory Board and salary, bonus and allowance expenses of Head of Supervisory Board in 2022 are as follows:

<b>No</b>	<b>Full name</b>	<b>Title</b>	<b>Remuneration of members of the SB and salary and bonus of Head of the SB</b>	<b>Total income tax paid by KBC</b>	<b>Total expenses of the SB</b>
1	Nguyen Bich Ngoc	Head of the SB	252,459,000	10,669,235	263,128,235
2	The Thi Minh Hong	Member of the SB	50,000,000	5,555,556	55,555,556
3	Tran Tien Thanh	Member of the SB	50,000,000	5,555,556	55,555,556
<b>Total</b>					<b>374,239,347</b>

## **II. SUPERVISION AND ASSESSMENT OF THE OPERATION OF THE CORPORATION**

### **1. Business results and key financial indicators as of December 31<sup>st</sup>, 2022**

#### **1.1. Business activities of the Parent Company:**

- Total revenue: **1,618.68 billion VND**, equals to **134.18%** of 2021.
- Total profit after tax: **610.75 billion VND**, equals **1,051.75%** of 2021.

- Total assets: **22,727.07 billion VND**, equals to **112.5%**
- 
- of 2021.
- Total equity: **11,470.86 billion VND**, equals to **108.98%** of 2021

## **1.2. Consolidated business results of the Corporation:**

- Total revenue: **3,498.07 billion VND**, equals to **72.39 %** of 2021, equals to **35.69%** of the business plan.
- Total profit after tax: **1,576.53 billion VND**, equals **116.63%** of 2021, equal to **35%** of the business plan.
- Benefits for shareholders of the Parent company: **1,526.35 billion VND**, equals to **139.41%** of 2021.
- Total assets: **34,906.51 billion VND**, equals to **112.59%** of 2021.
- Equity: **17,845.52 billion VND**, equals to **107.7 %** of 2021.

The Board of Supervisors confirms that the above business results of the Corporation have been checked for correctness, legitimacy and in accordance with the current financial reporting regime. The data is guaranteed to be truthful and accurate.

## **2. Results of monitoring the financial performance of the Corporation**

- Financial activities of the Corporation in 2022 were transparent and fully complied with the provisions of law and the Corporation's Charter.
- The process of managing cash flow, capital and assets of the enterprise ensured the highest safety and minimized risks for the business.
- The financial statements (with or without the assessment of independent auditors) reflected the financial position of the Corporation in a transparent, correct and reasonable manner.
- The financial statements were issued and disclosed periodically in accordance with regulations.

## **3. Monitoring results for members of the Board of Directors, members of the Executive Board and Managers.**

- The Board of Directors during the year conducted business management activities as planned. The members of the Board of Directors and the Executive Board were all clearly assigned tasks to ensure the work progress. The work results were promptly organized by the Board of Directors and Executive Board to report or adjust in accordance with reality.
- Managers properly and fully performed their functions, tasks and assigned powers, ensuring professionalism and efficiency in their work. Based on the results of the implementation of the plan, the managers regularly reported periodically or irregularly to the Board of Directors, promptly asking for solutions.

#### **4. Assessment on the coordination between the Supervisory Board, the Board of Directors and the Executive Board**

- The Board of Directors, Supervisory Board, and Executive Board worked closely together in the spirit of building cooperation. The resolutions of the Board of Directors were considered by the Supervisory Board for the correctness in the implementation process.

#### **5. Other problems**

- The Supervisory Board reviewed and responded to the draft documents submitted to the 2023 Annual General Meeting of Shareholders.
- For the transactions between the Corporation and related parties, the Supervisory Board has no opinion different from the transactions with related parties detailed in the corporate governance report and audited financial statement.

#### **6. Some suggestions**

- The Supervisory Board recommended the Board of Directors and the Board of General Directors to direct relevant departments to speed up investment in infrastructure construction and complete legal procedures for projects such as Nam Son - Hap Linh Industrial Park, Trang Due 3 Industrial Park, Phuc Ninh Urban Area, Trang Cat Urban Area, and at the same time promoting the establishment of new projects as planned by the Board of Directors and Board of Directors.
- The Supervisory Board recommends and proposes to the General Meeting of Shareholders to approve the list of independent auditing organizations mentioned in the Report of the Annual General Meeting of Shareholders in 2023 to implement the 2023 audited financial statements for the Corporation.

The above is the report on activities of the Supervisory Board in 2022. Supervisory Board submit to the General Meeting of Shareholders for consideration and approval. The Board of Supervisors would like to thank the General Meeting of Shareholders, the Board of Directors, the Executive Board for their support and cooperation with the Supervisory Board during the last term.

#### **Recipients:**

- The shareholders;
- Members of Board of Directors;
- Members of Executive Board
- Members of Supervisory Board;
- Stored: Admin.

**ON BEHALF OF THE SUPERVISORY**

**HEAD OF THE BOARD**

**(Signed)**

**NGUYEN BICH NGOC**