



Ho Chi Minh City, April 23, 2021

No. **03/2021/BCDH-BKS-BCG**

REPORT ON 2020 OPERATIONS OF THE BOARD OF SUPERVISORS AND 2021 OPERATION PLAN

To: Shareholders of Bamboo Capital Joint Stock Company

- Pursuant to the Law on Enterprise No.59/2020/QH14 dated 17/06/2020 of the National Assembly of the Socialist Republic of Vietnam;
- Pursuant to the Securities Law No.54/2019/QH14 dated 26/11/2019 of the National Assembly of the Socialist Republic of Vietnam;
- Pursuant to the Charter of Bamboo Capital Joint Stock Company (BCG) approved on 16/03/2021 (in the authority of the Company's General Meeting of Shareholders on 24/09/2020) (the 10th amendment);

To conduct duties as stipulated in the Company's Charter and the applicable laws, the Board of Supervisors (BOS) would like to report to the General Meeting of Shareholders (GMS) on inspection and control in 2020 and operation orientation for 2020 with the following contents:

I. OPERATIONS OF THE BOARD OF SUPERVISORS IN 2020:

1. Personnel:

The BOS include 03 members:

- Mr. Dinh Hoai Chau – Head of the BOS
- Mr. Nguyen Viet Cuong – Member
- Mr. Kou Kok Yiow – Member

2. Operations of the Board of Supervisors:

- To supervise compliance with the laws and the Company's Charter for the BODs and the Executive Committee in management and direction of the Company;
- To supervise performance of the Resolutions approved at the Annual and Extraordinary General Meetings;
- To propose appointment of independent audit firm for the audit of the annual financial statements, including review of the mid-year financial statements and the year-end financial statements;
- To inspect and monitor operations of the BODs and the Executive Committee; attend and closely follow contents at the BODs meetings for effective supervision.

- To check legality, validity and truth in management and direction of business activities and in accounting, statistics and preparation of the financial statements;

II. SUPERVISION RESULTS IN 2020

1. Supervision results in 2020 under the GMS's resolutions:

- The BODs and the Board of Management (BOM) comply with proposals approved at the annual General Meeting, such as distributed or undistributed profit plan, dividend payment, remuneration plan and appointment of audit firm.
- To supervise activities of investment, capital withdrawal, lending, borrowing, purchase and sale of the assets in the approved appraisal, in the sequences under the internal regulations on administration.
- To supervise business plan and financial position with annual growth.

2. Supervision of financial position in 2020:

The BOS periodically discusses with the independent audit firm about auditing, audit results and other matters interested in the internal control system; and periodically review and analyze information and figures in the financial statements.

Based on the periodic reports and analysis figures presented by the Executive Committee at the BODs meetings, the BOS evaluates:

- Basic items of indebtedness, loans, liquidity, cash flows and owner's equity are achieved.
- Revenue from operating activities and profits is obtained under the plan. Assets, resources and new projects on renewable energy, real estate, trading and manufacturing are highly increased and further developed in the coming years.
- The Company's financial statements in 2020 fully reflected its operations and financial position and are presented in the forms in accordance with Vietnamese Accounting Standards and the applicable regulations.

The following are some information on consolidated financial position and consolidated operation results of the Company:

Items	<i>Currency unit: VND billion</i>			
	2019	2020	Variation	% increase
Net revenue from sale of goods and rendering of services	1,575.88	1,854.94	279.06	17.71%
Cost of goods sold	1,296.84	1,434.69	137.85	10.63%
Gross profit from sale of goods and rendering of services	279.04	420.26	141.22	50.61%
Revenue from financial activities	327.48	854.31	526.83	160.87%
Financial expenses	185.47	554.64	369.17	199.05%
Interest or loss in the joint ventures and associates				
Selling expenses	71.38	110.38	39.00	54.64%
General administration expenses	176.13	222.51	46.38	26.33%

Net revenue from operating activities	189.53	334.64	145.11	76.56%
Other profits	2.8	-1.39	-4.19	-149.64%
Total accounting profit before tax	192.33	333.25	140.92	73.27%
Profit after corporate income tax	140.52	266.42	125.90	89.60%

Currency unit: VND billion

Items	01/01/2020	31/12/2020	Variation	% increase
Current assets	2,287.19	11,338.11	9,050.92	395.72%
Non-current assets	4,967.46	12,798.72	7,831.26	157.65%
Total assets	7,254.65	24,136.83	16,882.18	232.71%
Current liabilities	3,118.31	10,609.46	7,491.15	240.23%
Non-current liabilities	2,511.81	10,564.06	8,052.25	320.58%
Owner's equity	1,624.53	2,963.31	1,338.78	82.41%
Total resources	7,254.65	24,136.83	16,882.18	232.71%

3. Supervision of operations in 2020:

The BOS closely monitored risk management in investments and regular operating activities of the Company through frequently discussing and contributing opinions with the BODs and the BOM. Risk detection through control will be timely recommended to minimize risks and prevent or transfer risks in accordance with the laws and ensure benefits of relevant parties.

The BOS recognizes no significant risks in the Company's management system as well as compliance with the laws, the Charter and regulations of relevant individuals and units.

4. Appraisal of the financial statements and report from the BODs and reports from the BOM

a) Appraisal of report from the BODs

Report from the BODs reflected in a full and true manner operations and directions of the Company and resolutions of the BODs in conformity with the laws and the Company's Charter.

b) Appraisal of report from the BOM:

Report from the BOM reflected in a full, true and fair manner the Company's 2020 business results. The BOM's decisions on business management conform to and comply with the laws, the Company's Charter and resolutions of the BODs and of the shareholders.

5. Results from coordination between the BOS and the BODs, the BOM and the shareholders

- The BOS recognized that members of the BODs and the BOM have created favorable conditions for the BOS to fulfil its duties.

- The BOS attended the BODs meetings to conduct supervision and obtain direct opinions about matters in the authority of the BOS.
- The BODs, the BOS and the BOM have always readily coordinated with the shareholders under the applicable Law on Enterprise to handle the matters that the shareholders concern; assist in providing information for the shareholders through information disclosure, communications, events or direct information to the requesting shareholders;

III. CONCLUSIONS AND RECOMMENDATIONS

1. Conclusions

In 2020, the BOS has not found any abnormalities in the Company's activities and any suggestions of the shareholders and the employees. The Company's activities in 2020 were in compliance with the laws, its Charter and the GMS's resolutions.

2. Recommendations

Through study, research and supervision, the BOS has given some recommendations to the BODs and the Executive Committee as follows:

- To regularly monitor macroeconomic situation; review and analyze impacts of macroeconomic changes on the enterprise to provide flexible and effective solutions in performing business activities and projects;
- To periodically consolidate, analyze and assess environmental impacts in the enterprise on its strategies to timely make adjustments in conformity with its business strategies;
- To continue to complete personnel training strategy and branding strategy through individual branding, communication means, internet and associations;
- To continue to review and consolidate organizational structure, personnel and professional qualifications in line with requirements of the business activities and of the state management agency;
- To regularly encourage its employees to apply their creative thoughts and best solutions to administration activities with a view to use and develop resources in an effective manner;
- To regularly evaluate effective investments to adjust business activities, attain the set targets and optimally obtain profits from investment activities.

IV. OPERATION PLAN OF THE BOS IN 2021:

To perform strategic targets and business objectives annually set by the Company, the BOS will strive to fulfil its functions and duties as approved in the Company's Charter and the GMS's resolutions, control risks to the best within or outside the enterprise; and provide the BODs and the Executive Committee with necessary professional consultations to improve effective use of the Company's capital and assets.

On quarterly basis, the BOS conducts supervision and inspections under its duties approved in the Company's Charter and the GMS's resolutions as follows:

- To review quarterly and annual business plans and give opinions if necessary to the BODs and the BOM;

- To supervise operations of the BODs and the BOM in compliance with the laws and the GMS's resolutions;
- To periodically review and check deployment of business plan by the BODs and the Executive Committee in implementing the business strategies;
- To appraise quarterly, mid-year and year-end financial statements;
- To attend and discuss with the audit firm about matters related to the audit of the annual financial statements to settle problems;
- To review and check compliance with the resolutions and the law on accounting for accounting and preparation of the annual financial statements;
- To regularly update new knowledge about corporate governance, risk management and new regulations of the Law on Enterprise; update and acquire knowledge about tax, accounting and finance to have the most profound understanding in inspection and supervision;
- To study and consult the BODs and the Executive Committee if necessary to the best administration of business risks.

The above is the Report on 2020 operations and 2021 operation plan from the BOS.

Yours sincerely,

Recipients:

- As above;
- BODs;
- General Directors;
- Accounting Department;
- Archives: BOS, Office of the BODs;

**ON BEHALF OF
THE BOARD OF SUPERVISORS
HEAD OF THE BOARD**

Dinh Hoai Chau