

Hanoi, 22 March 2024



Report of Inspection Committee

At Annual General Meeting of Shareholders 2024

Of Global Data Service JSC

Pursuant to:

- *Law on Enterprises No. 59/2020/QH14 of Social Republic of Vietnam National Assembly issued on 17/6/2020;*
- *Functions and Duty of Inspection Committee stipulated in the Charter on Organization and Operation of Global Data Service JSC (GDS);*
- *Resolution of Annual General Meeting of Shareholders 2023;*
- *Financial Statement 2023 audited by Ernst & Young (Vietnam) Ltd.;*
- *Documents regarding business operation of GDS.*

I. ACTIVITIES OF INSPECTION COMMITTEE IN FY 2023:

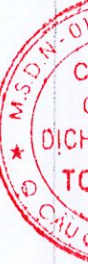
Inspection Committee (IC) would like to report to General Shareholder Meeting on result of inspection and supervision all operation of GDS in 2023 as bellows:

1. Supervising the operation of Board of Management (BOM), Board of Director in managing and operating the company and supervising the implement the duties and planes which were approved by General Meeting of Shareholders.
2. Inspecting the audited Financial Statement 2023 of Company.

The inspection was implemented in compliance with the Law on enterprises 2020 and the Company Charter.

II. INSPECTING BUSINESS RESULT AND FINANCIAL SITUATION IN FY 2023

IC performed the inspection based on the data and documents provided by Company. IC agreed the Financial Statement of 2023 which was audited by Ernst & Young (Vietnam) Ltd.. The report reflected exactly the financial situation of GDS of 2023, the business result and cash flow during 1st January to December 31st, 2023.



a/ Result of business operation

Unit: Mil. VND

ID	Criteria	Actual 2022	BP 2023	Actual 2023	Ratio of Actual/BP 2023	Ratio of actual 2023/2022
I	Total Revenue	144,391	155,942	150,593	96.57%	104.30%
1	Operating income	135,897	146,769	139,487	95.04%	102.64%
2	Financial income	8,482	9,173	11,025	120.19%	129.99%
3	Other income	12		81		667.87%
II	Total cost	90,025	98,255	94,814	96.50%	105.32%
1	Operating cost	75,166		78,542		104.49%
2	Selling cost	6,772		7,238		106.88%
3	Management cost	8,024		8,445		105.25%
4	Financial cost	63		590		929.90%
5	Other	0	0	0		
III	Profit after tax	54,366	57,687	55,778	96.69%	102.60%
1	Profit before tax	54,366	57,687	55,778	96.69%	102.60%
2	Operating P/L	54,354	48,514	55,697	114.81%	102.47%
3	Other income	12	9,173	81	0.88%	667.87%

(Source: Resolution of AGM 2023 and audited FS 2023 of GDS)

*** Implementing the targets assigned by the AGM 2023:**

Based on the audited Financial Statement, the business result of 2023 as bellows:

- **Revenue 2023:** Achieved VND 150.593 billion, reaching 96.57% of the revenue plan and 104.3% of the actual revenue of 2022.

- **Profit after tax 2023:** Achieved VND 55.778 billion, reaching 96.69% of the plan and increased by 2.6% compared to actual 2022.

- Debt as of December 31st, 2023:

In 2023, the short-term receivables of customer decrease compared to 2022 (decreasing from VND 21.669 Billion to VND 19.363 Billion). The other short-term receivables increase slightly compared to 2022, increasing from VND 4.341 billion to VND 4.598,9 billion.

- **In 2023, the provision for short-term doubtful debts** is 536,725,839 VND keep unchanged.

This is receivable dept of NCS Technology JSC which has been overdue since 2017.

- **Financial investments** as of December 31st, 2023, is VND 180 billion.

This is bank deposits with terms of from 6 months to 1 year with interest rate is from 4.4% to 6.8%/year, according to the interest rate table in the deposit contract.

- **Cash equivalents** as of December 31st, 2023 including bank deposits in VND (VND 10.0 billion) with a term of 1 month and earning interest rates at least 2.3%/year (the interest rate as of December 31st, 2022 was 6%).

- **The provision for long-term payables:**

The amount set up is VND 8,120,041,608, increasing by VND 578,714,584 compared to the beginning of 2023.

This provision is for site reimbursement costs in Thang Long Industrial Park: The Company stopped making additional provisions from 2019, but in 2023 because of the inflation rate and government bond interest rates have fluctuated that the provision is VND 8,120,041,608 higher than set upped amount of VND 7,541,327,024 and company have to set up more.

b/ Major criteria of financial status

Unit: Mil. VND

No.	Criteria	31/Dec/2022	31/Dec/2023	Rate 2023/2022
I	Total asset	224,802	270,091	120.15%
1	Short-term asset	177,626	226,307	127.41%
-	Cash and cash equivalent	13,669	22,132	161.92%
-	Receivables	137,200	180,000	131.20%
-	Short-term financial investment	26,043	23,491	90.20%
2	Long term asset	21,669	19,363	89.36%
-	Tangible fixed asset	714	685	95.85%
-	Intangible fixed asset	47,176	43,783	92.81%
II	Liabilities and Owners' equity	1,507	1,497	99.29%
1	Liabilities	41,536	38,491	92.67%
-	Current liabilities	4,132	3,795	91.84%
-	Non-current liabilities	224,802	270,091	120.15%
2	Owners' Equity	18,243	19,380	106.23%
-	Contributed capital	10,701	11,260	105.22%
-	Other funds belonging to owners' equity	7,541	8,120	107.67%
-	Accumulated loss	206,559	250,711	121.37%

Criteria	Unit	2022	2023
Assets structure			
- Current assets/Total assets	%	0,79	0,84
- Long term assets/Total assets	%	0,21	0,16
Capital structure			
- Liabilities/Total asset	%	0,08	0,07
- Liabilities/Owners' equity	%	0,92	0,93
Short term solvency			
- Short term solvency	times	16,60	20,10
- Quick ratio	times	16,60	20,10

- Assets structure of GDS: The proportion of short-term assets on total assets in 2023 increased slightly compared to 2022. Short-term receivables of customers in 2023 (VND 19.363 billion) decreased by 10.6% compared to 2022.
- Capital structure: mainly owner equity and liabilities keeps very small ratio.
- The debt ratio continuously decreased, being 7% as of December 2023 reflect the capital structure is better than 2022. GDS have not any loan from the bank, so there was no pressure to repay debt.
- The financial ratio (owner's equity/total liabilities and owner's equity) lightly increased from 91.89% to 92.82%, reflecting the proactive of capital is better than last 2022.
- The short term solvency increased from 16.6 to 20.10 and quick solvency increase from 16.6 up to 20.10, reflects company has ability to pay all debt of short-term and the situation in 2023 is better than 2022.

III – RESULT OF SUPERVISING THE INVESTMENT, SALARY FUND AND COMPENSATION FOR BOM, IC

- In 2023, company invested 8 assets with total cost of VND 3.39 Billion, depreciation time is 60 months, includes:

No.	Assets name	Increasing original price (VND)	Depreciation time (months)	Using from
1	Storage Dell ME5024 Storage Array	316,027,545	60	27/Feb/2023
2	Server HPE DL 360 Gen10 P19766-B21	208,590,909	60	11/Sep/2023
3	Server HPE DL 360 Gen10 P19766-B21	208,590,909	60	11/Sep/2023
4	ITV Camera System	778,906,888	60	17/Apr/2023
5	Camera System	880,226,075	60	17/Apr/2023
6	Firewall FG-601E	326,800,000	60	08/May/2023
7	Firewall FG-601E	326,800,000	60	08/May/2023
8	Extended the telecommunication network cabling sys (Server room to MM room)	344,399,000	60	15/Dec/2023
	Total	3,390,341,326		

- As business plan 2023, the salary fund of company is VND 23.336 Billion, in total the salary fund of the Board of Directors is VND 2.486 Billion.

In actual, company paid:

- + Salary fund : VND 22.423 Billion
- + Payment from Rewarding Fund for all employees : VND 19.905 Billion
- + The salary fund of the Board of Directors : VND 2.518 Billion

- BOM and IC haven not received any compensation in 2023.

IV - EVALUATION AND PROPOSAL

1. Evaluation of implement the resolution of General Shareholder Meeting

BOD and all employees of GDS had not achieved the target of revenue (reaching 96.57%) and profit ((reaching 96.69%) assigned by the General Meeting of Shareholders.

2. Result of supervising BOM, BOD and other managers

- BOM has enough 5 members as regulated structure as company Charter.
- The resolutions of the Board of Management are consistent with the functions and powers in accordance with the law and the Company's charter.
- BOM and BOD had strictly implemented the resolution of AGM 2023.
- IC agrees with report of BOM 2023 submitting to AGM 2024.

3. Relations between IC and BOM, BOD and shareholders

In 2023, IC had received support from BOM, BOD, and had provided all information of business operation and financial situation of company as requested. IC did not receive any complain from shareholders about violation of BOM, BOD and other managers of company during the performance of their duties.



4. Recommendations

Based on viewing company documents, IC recommend BOM and BOD as bellows:

1/ Regarding to the bad debts of NCS Technology JSC arising from 2017, we suggested company continue to collect or sell debts to a third party or sue in court. In 2023, the Company has not completely handled bad debts of NCS Technology JSC.

2/ It is necessary to consider researching investment for building the second Datacenter in Hanoi to expand the market and customer.

V - ACTION PLAN OF IC IN 2024

In order to completing the responsibilities of IC as Law on enterprises and the charter, IC submits the action plan for 2024 as bellows:

1/ Checking, supervising all operation & management activities of BOM and BOD.

2/ Inspecting company in FY 2024.

3/ Acting inspection as requested from BOM or group of shareholders as stipulated in the Charter.

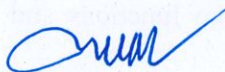
4/ Attending the meeting of BOM.

5/ Keeping the relationship with BOM, BOD and the departments of company.

The above content is inspection report of IC for activities in 2023 and action plan 2024.

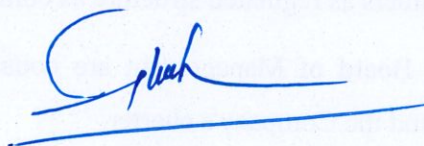
We would like to thank the Shareholders for their trust in assigning tasks. Thank to the BOM and BOD and relevant departments for creating conditions for us to complete the tasks.

IC member



Nguyen Thi Lan Anh

IC member



Tran Thi Ngoc Linh

IC member

22, March, 2024

Shunsuke Nishimura

Shunsuke Nishimura

Shunsuke Nishimura

Att.:

- As above mentioned;
- BOM, BOD of GDS;
- To file of IC, GDS.