

STATEMENT TO THE ANNUAL GENERAL MEETING OF SHAREHOLDERS 2019

(Re: Selection of the independent auditor for 2020)

Kind Attn to: THE GENERAL MEETING OF SHAREHOLDERS OF DHG PHARMA

- Pursuant to Enterprise Law No.68/2014/QH13 dated 26 Nov 2014 and guidances on the implementation of the Enterprise Law;
- Pursuant to the Charter of DHG Pharmaceutical Joint Stock Company (DHG Pharma) issued on 25 June 2019;
- Pursuant to the list of audit firms approved by the State Securities Commission to audit for the listed organizations;
- To enhance business performance, financial transparency, risk control and to create value to stakeholders,

The Board of Director (BOD) of DHG Pharma respectfully submits to the AGM 2019 for approval of the principles and proposal on the selection of the independent auditor to audit the financial statements FY2020 of the Company as follows:

1. Principles and orientations for the selection of an independent auditor

- Reputable international auditors are allowed to operate in Vietnam, and are approved by the State Securities Commission to conduct audits for organizations and enterprises with public interests.
- The auditor has a skillful and highly experienced team, giving priority to the auditor with extensive experience in auditing pharmaceutical enterprises.
- The auditor has no interest of conflict with the Company.
- The auditor offers a reasonable fee in accordance with the scope of audit requested by DHG Pharma.

2. The demand for selecting an independent auditor for the Financial statements FY 2020:

- Besides the demand on auditing the yearly financial statement and reviewing the interim financial statement in accordance with the law, DHG Pharma also needs to review the quarterly financial statements in 2020 with specialized requirements and specific time limit to serve for the consolidated financial statements of the parent company Taisho.

- Based on the above principles, orientations, the demand on auditing and reviewing the Financial Statements, and the request of Audit Committee, the BOD submits to the General Meeting of Shareholders to select Deloitte Vietnam Co., Ltd. as the independent auditor for the financial statements in 2020 (This is also the auditor for the financial statements FY2019).

Respectfully submits to the AGM for consideration and approval.

Best regards./.

Recipients:

**ON BEHALF OF THE BOD
HEAD OF AUDIT COMMITTEE**

- *As kind attention;*
- *Archived: BOD Secretary*

Do Le Hung

[NOTICE: This Convocation Notice is a translation of the Vietnamese language original for convenience purpose only, and in the event of any discrepancy, the Vietnamese language original shall prevail.]