DA NANG NEW SILICON VALLEY IN VIET NAM

66Semiconductor industry and AI are the main driving force to promote breakthrough development of Da Nang City in the coming time ??

THE DEVELOPMENT OF DA NANG'S SEMICONDUCTOR INDUSTRY IS CLOSELY LINKED WITH THE GROWTH OF ITS ELECTRONICS INDUSTRY, DIGITAL TRANSFORMATION AND THE DEVELOPMENT OF SMART CITY, BASED ON R&D AND INNOVATION, WITH A PRIORITY ON IC DESIGN, CHIP TESTING AND PACKAGING.



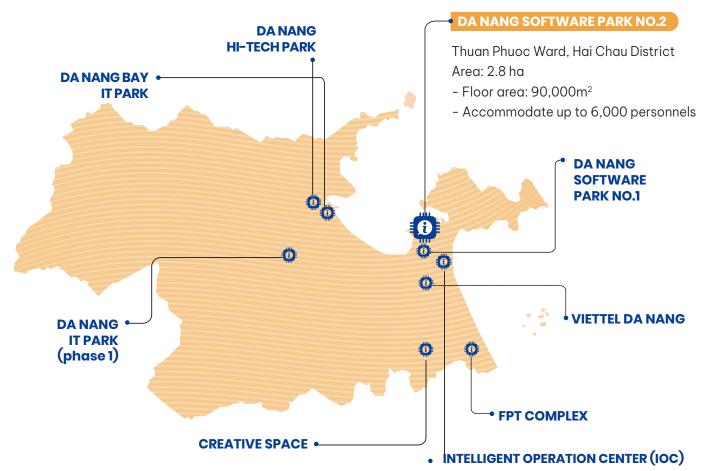
HIGH-QUALITY HUMAN RESOURCES

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ROBUST INFRASTRUCTURE

IT INFRASTRUCTURE





- 15 substations (110kV) capacity 1,331 MW
- 4,873 load substations capacity 2,341 MW
- Software Park No. 2: 3 substations (110kV) – capacity 57 MW
- Da Nang Hi-tech Park: 2 substations (110kV) – capacity 57 MW



- Da Nang Data Center: 115 TB (500 sqm, 34 racks, Tier-III)
- VNPT Data Center: 800 sqm, 100 racks, Tier-III)
- CMC Data Center: (200 sqm, 11 racks, Tier-III)
- Viettel Data Center: (100 racks)
- Software Park No.2: (Scheduled 800 sqm, 80 racks)



Connectivity infrastructure

- \bullet 02 SMW and APG fiber optic routes, total capacity of 55.13 Tb/s
- North-South transmission lines with a total current capacity of 14.2 Tb/s



SPECIAL INVESTMENT INCENTIVES FOR STRATEGIC INVESTORS AND STRATEGIC PARTNERS



Chip design (fabless companies)



Suppliers of manufacturing equipment & materials



ATP (foundries)



Al services and solutions providers

STRATEGIC INVESTORS



Charter capital

> 500 billion VND (20 million USD)

Having experience in investing in a similar project with total investment capital

>1,000 billion VND (40 million USD)



List of business lines

_ Innovation centers, data centers, R&D centers associated with training

Researching and supporting technology transfer in the fields of IT and AI



Biotechnology Automation technology New material technology Clean energy

Investment capital of more than **2,000** billion VND (80 million USD)

Charter capital

> 1,000 billion VND (40 million USD)

Having experience in investing in a similar project with total investment capital

>2,000 billion VND (80 million USD)

List of business lines

Semiconductor chip technology

Integrated Circuit (IC) Chips

Manufacturing of components and microchips

Flexible electronics

New battery technologies

New materials

Defense industry

Hi-technologies and high-tech products approved by the Prime Minister

Investment capital of more than **2,000** billion VND (80 million USD)



INVESTMENT INCENTIVES FOR STRATEGIC INVESTORS



Being allowed to lease land without going through auction for land use rights or investor selection bidding



The competent authority shall agree in principle on the investment proposal and grant decision of in-principle acceptance of the investment project not going through auction for land use rights or investor selection bidding



Being allowed to select to pay land rental on lump-sum basis for the whole lease term



Being entitled to priority treatment for customs procedures and tax procedures for exported and imported goods of the project



Being allowed to include 150% of actual research and development (R&D) expenses as deductible costs for determining taxable income when calculating corporate income tax

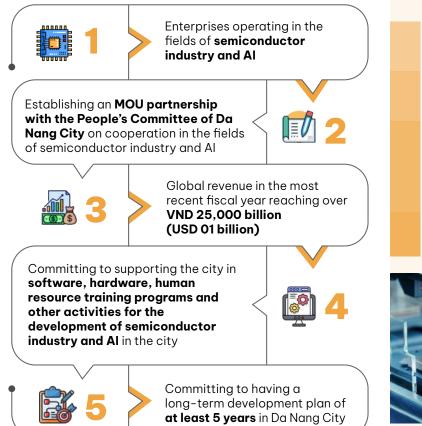


Being supported up to 5% of the total cost of purchase of equipment for production, costs of relocating properties, production lines, equipment, technologies and costs of new investment projects by the State



Being entitled to incentives related to tax rates; tax exemption and reduction; land rents ... when investing in Da Nang Hi-tech Park

STRATEGIC PARTNERS



GENERAL INCENTIVES

Corporate Income Tax Tax exemption for a period of 05 years for innovation activities Tax exemption for a period of 05 years for incomes from salaries, wages for experts, Personal Income Tax scientists, talents, individuals working in the fields of design, production, packaging, testing of semiconductor industry and AI M&A of enterprises in PIT exemption for individuals, CIT exemption for organizations with income the fields of innovation, generating from the transfer of shares, contributed capital, the right to contribute capital in enterprises operating in the fields of innovation, semiconductor industry semiconductor industry & AI and AI (not yet IPO) for 5 years from the time of capital contribution activity Organizing project selection activities Being supported the Hiring expert cost for developing Direct labor wages start-up projects by Support services the State Expenses for use of technical establishments, incubators, and co-working areas Expenses for incubating, R&D, perfecting technology, launching product trial Being supported to Supporting the cost of training and upskilling for learners develop the workforce Supporting the cost for remuneration of income and accommodation expenses for by the State experts and scientists



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INCENTIVES FOR STRATEGIC PARTNERS

Being allowed to directly lease ICT infrastructure assets without going through auction process

Being directly appointed as suppliers of specialized equipment for the State

Being supported up to 5% of the total cost of purchase of equipment for production, costs of relocating properties, production lines, equipment, technologies and costs of new investment projects by the State

Being supported part of the cost of hiring highly qualified talents by the State

