

**HOANG ANH GIA LAI
AGRICULTURAL
JOINT STOCK COMPANY**

THE SOCIALIST REPUBLIC OF VIETNAM
Independence - Freedom - Happiness

No.: 21/2025/CV-HAGL Agrico
(About: Explanation of the
Reviewed Interim Financial
Statements for 2025)

Gia Lai, August 29, 2025

To: **HANOI STOCK EXCHANGE**

- Pursuant to the Law on Securities No. 54/2019/QH14 dated November 26, 2019 of the National Assembly of the Socialist Republic of Vietnam, effective from January 1, 2021;
- Pursuant to Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance guiding information disclosure on the securities market;
- Pursuant to the reviewed separate and consolidated interim financial statements for 2025 of Hoang Anh Gia Lai Agricultural Joint Stock Company.

Hoang Anh Gia Lai Agricultural Joint Stock Company ("the Company", stock code: HNG) hereby provides explanations on the loss and the fluctuation in profit after tax in the Reviewed Separate and Consolidated Interim Financial Statements for 2025, as follows:

UNIT: billion VND

| Indicators | Reviewed Interim Financial Statements for 2025 | Reviewed Interim Financial Statements for 2024 | Variance |
|---|---|---|-----------------|
| Profit after tax in the Separate Financial Statements | 71.2 | 215.4 | (144.2) |
| Loss after tax in the Consolidated Financial Statements | (258.9) | (363.5) | (104.6) |

Profit after tax in the Reviewed Separate Interim Financial Statements for 2025 was **VND 71.2 billion**, representing a decrease of **VND 144.2 billion** compared with the same period in 2024. The primary reason was an increase in interest expenses of **VND 114 billion** compared with the same period. In addition, as the appreciation of the USD/VND exchange rate during the first half of 2025 was lower, the resulting foreign exchange gains from the revaluation of receivables denominated in foreign currencies were also lower than in the same period of 2024.

Loss after tax in the Reviewed Consolidated Interim Financial Statements for 2025 was **VND 258.9 billion**, representing a decrease of **VND 104.6 billion** compared with the same 6-month period in 2024. The principal reason for the loss was the recognition of depreciation expenses of non-productive plantations and inefficient assets amounting to **VND 130.3 billion**. At the same time, interest expenses amounted to **VND 229.1**

billion, an increase of **VND 74 billion** compared with the same 6-month period in 2024.

In the Reviewed Consolidated Interim Financial Statements for 2025, the auditor emphasized the issue of going concern, citing the following reasons: the Company incurred a net loss of **VND 258.9 billion** and had accumulated losses of **VND 9,643 billion**; the Company's short-term liabilities exceeded its short-term assets by **VND 12,955.3 billion**. The Company is continuing to implement projects to ensure operating cash flow, undertaking the restructuring of certain debts, and working with relevant parties to settle outstanding payables and recover land use right certificates for projects in Laos and Cambodia, in order to complete investment legal procedures and mobilize funding for further investment. On this basis, the Company has prepared and presented the 6-month Financial Statements of 2025 on the assumption of going concern within the next 12 months.

The above constitutes the Company's explanation regarding losses and fluctuations in profit after tax in the Separate and Consolidated Reviewed Interim Financial Statements for 2025 of Hoang Anh Gia Lai Agricultural Joint Stock Company.

Sincerely./.

Recipients:

- As addressed;
- Archive: Administrative Office.

**ON BEHALF OF
THE GENERAL DIRECTOR**

DEPUTY GENERAL DIRECTOR



Phan Ba Cuong