

ILA JOINT STOCK COMPANY

No.: 86/2026/ILA-CV.GT

Re: "Explanation of reviewed consolidated
financial statements"

SOCIALIST REPUBLIC OF VIETNAM

Independence - Freedom - Happiness

Ho Chi Minh City, March 31, 2026

**To: STATE SECURITIES COMMISSION
HANOI STOCK EXCHANGE**

Listing organization: ILA Joint Stock Company

Stock code: ILA

Head office address: 49, Street No. 5, An Phu An Khanh Urban Area, An Phu Ward, Thu Duc City, Ho Chi Minh City, Vietnam.

Pursuant to Circular No. 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance on Circular guiding information disclosure on the stock market.

1. Net profit after tax for the reporting period showed a loss:

- Revenue decreased compared to the same period last year due to the generally difficult economic situation and the severe impact of natural disasters on the subsidiary, ILA Mineral Joint Stock Company, in 2025, leading to a decline in revenue and a significant increase in cost of goods sold during the period of inactivity.
 - Business management expenses increased, mainly due to the provision for doubtful receivables at the subsidiaries. This provision for doubtful receivables was made in accordance with the auditor's prudence principle.
 - In 2025, the company allocated the fair value at the date of acquisition of the subsidiary, ILA Mineral Joint Stock Company, when the company had already generated revenue from quarrying operations. This resulted in an increase in the cost of goods sold from quarrying operations on the consolidated financial statement to VND 5,269,701,399.
- ⇒ Due to the main factors mentioned above, the consolidated business results for the period showed a loss of VND 27,056,802,707.

2. The after-tax profit in the income statement for the reporting period changes by 10% or more compared to the same period of the previous year.

The after-tax financial report shows a loss of nearly VND 24.991 billion compared to the same period last year, mainly due to the following reasons:

- Gross profit decreased by VND 19.23 billion, a decrease of over 148% compared to the same period.
- Business management expenses increased by VND 2.5 billion.
- Financial revenue decreased by VND 1.5 billion.
- Deferred income tax increased by VND 1.8 billion.

Due to the following reasons:

- The difficult economic situation in general and the construction industry in particular have greatly affected the Company. The Company mainly operates in the construction and raw material extraction sectors serving construction. Therefore, revenue in 2025 decreased sharply compared to the same period.
 - In addition, in 2025, too many natural disasters severely affected the Company, especially ILA Mineral Joint Stock Company, leading to a decline in revenue and a significant increase in cost of goods sold during periods of inactivity.
 - Business management expenses increased mainly due to the provision for doubtful receivables at subsidiaries. The provision for doubtful receivables was made according to the prudence principle of the Auditor.
 - In 2025, the Company allocated the fair value at the date of acquisition of the subsidiary, ILA Mineral Joint Stock Company, when the Company had revenue from the sale of quarrying operations. This resulted in an increase in the cost of goods sold on the consolidated report by VND 5,269,701,399.
 - Financial revenue decreased because the Company closed its deposits due to the need to settle payments to suppliers.
- ⇒ Deferred income tax expense increased due to the provision for financial investments arising at the parent company, so the deferred corporate income tax was calculated and recorded according to regulations.

3. The difference between the pre- and post-audit profit of 5% or more in the after-tax profit for the reporting period:

The company's reported profit for the period was a negative VND 13.75 billion, while the audited profit was a negative VND 27 billion. The difference of VND 13.25 billion

was due to the auditors' recommendation to make additional provisions for doubtful receivables at subsidiaries, exclude internal revenue, increase the cost of goods sold, and allocate the fair value at the date of acquisition of the subsidiary, ILA Mineral Joint Stock Company, when the company had already generated revenue from quarrying operations. This resulted in an increase of VND 5.2 billion in the cost of goods sold from quarrying operations on the consolidated financial statement.

4. The company explains the difference between the self-prepared report for Q4/2025 and the audited report as follows:

- Due to accounting errors in classifying and recording accounting accounts:
- Provisions for doubtful receivables were not recorded because they were assessed as still recoverable.
- Provisions for financial investments were not recorded because the subsidiaries did not make provisions for doubtful receivables before the audit and did not incur losses.
- Intercompany transactions were not excluded and recorded according to the guidelines for presenting and preparing consolidated financial statements.
- The fair value allocation at the date of acquisition of the subsidiary, ILA Mineral Joint Stock Company, was not recorded when the company had already generated revenue from the sale of quarrying operations. This resulted in an increase of VND 5.2 billion in the cost of goods sold on the consolidated report.

Based on the above-mentioned main factors, discrepancies arose between the self-prepared and audited reports.

Above are the explanatory contents on the business performance results in the Reviewed consolidated Financial statements of for the year 2025 of ILA Joint Stock Company.

Thank you very much./.

Receiving place:

- As above
- Save HR

ILA JOINT STOCK COMPANY

General Director



HOANG NHU HUE