

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

**SOCIALIST REPUBLIC OF VIETNAM**  
**Independence - Freedom - Happiness**

No: A2./2025/CV-HAGL Agrico

Gia Lai, April 29, 2025

*(About: Explanation for losses and  
fluctuations in after-tax profit on the  
Q1/2025 Financial Statements compared  
to the same period)*

To: **HA NOI STOCK EXCHANGE**

- Pursuant to the Law on Securities No. 54/2019/QH14 dated November 26, 2019, issued by 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, issued by the Ministry of Finance, providing guidance on information disclosure on the securities market;
- Pursuant to the Separate and Consolidated Financial Statements ("FS") for Q1/2025 of Hoang Anh Gia Lai Agricultural Joint Stock Company.

Hoang Anh Gia Lai Agricultural Joint Stock Company ("the Company"; stock code: HNG) hereby provides the explanation for the losses and fluctuations in after-tax profit on the Separate FS and Consolidated FS for Q1/2025 as follows:

UNIT: billion VND

Indicator	Q1/2025 FS	Q1/2024 FS	Variance
(Loss)/Profit after tax on Separate FS	(38.8)	95.4	(134.2)
Loss after tax on Consolidated FS	(84.5)	(47.1)	(37.4)

Loss after tax on Separate FS for Q1/2025 was **38.8 billion VND**, a fluctuation of **134.2 billion VND** compared to the same period in Q1/2024. The primary reason was an increase in the principal balance of borrowings from **7,695 billion VND** (as of March 31, 2024) to **9,744 billion VND**, leading to an increase of **60.3 billion VND** in interest expenses. In addition, the Company recorded a foreign exchange gain of **9.6 billion VND** arising from the revaluation of receivables from Subsidiaries and other entities denominated in foreign currencies, while in Q1/2024, this figure was **97.7 billion VND**.

Loss after tax on Consolidated FS for Q1/2025 was **84.5 billion VND**, an increase of **37.4 billion VND** compared to the same period in Q1/2024. The main reason for the loss was the recognition of depreciation expenses amounting to **21.4 billion VND** for non-productive plantations and inefficient assets. Additionally, **financial expenses** incurred in Q1/2025 amounted to **99 billion VND**, of which interest expenses were **98.7 billion VND**, an increase of **36 billion VND** compared to Q1/2024, mainly arising from previous loans for rubber and oil palm projects that are still being accounted for.

The above is the Company's explanation for the losses and fluctuations in production and business results as presented in the Separate and Consolidated Financial Statements for Q1/2025 of Hoang Anh Gia Lai Agricultural Joint Stock Company.

Best regards./.

***Recipients:***

- As above;
- Archive.

**ON BEHALF OF  
THE GENERAL DIRECTOR  
DEPUTY GENERAL DIRECTOR**



**Nguyen Hoang Phi**