

**HA NOI – KINH BAC AGRICULTURE  
AND FOOD JSC**

No: 14 /HKB-CV  
V/v: Explanation of 2024 Profit  
Compared to the Same Period of the  
Previous Year and Auditor's Disclaimer  
of Opinion

**CỘNG HOÀ XÃ HỘI CHỦ NGHĨA VIỆT NAM**

**Độc lập - Tự do - Hạnh phúc**

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*Ha Noi, date 26 month 03 year 2025*

To:                   - The State Securities Commission  
                          - The Ha Noi Stock Exchange

- Issuer's Name: HA NOI – KINH BAC AGRICULTURE AND FOOD JSC (HKB Company).
- Stock code: HKB  
Pursuant to Circular No. 96/2020/TT-BTC dated November 16, 2020, of the Ministry of Finance guiding the disclosure of information on the securities market, HKB Company hereby provides an explanation regarding the fluctuations in business results for 2024 compared to 2023 and the auditor's disclaimer of opinion on the consolidated and combined financial statements for the fiscal year 2024 ended December 31, 2024, as follows:

**I. Audited Financial Statements as of December 31, 2024**

**1. Combined Financial Statements**

- Profit after corporate income tax in 2023 (loss):       **11.962.487.467 VND**
- Profit after corporate income tax in 2024 (loss):       **12.710.565.255 VND**

**2. Consolidated Financial Statements:**

- Profit after corporate income tax in 2023 (loss):       **58.297.169.547 VND**
- Profit after corporate income tax in 2024 (loss):       **58.994.592.535 VND.**

**Reasons:**

HKB company is currently undergoing a restructuring process and reorganizing its credit capital with banks. As a result, the company has not been able to secure sufficient short-term capital to support its production and business activities.

The business results in the Consolidated Financial Statements for 2024 recognize a goodwill amount of **45.160.979.628 VND**

**II. The auditor has disclaimed an opinion on the combined and consolidated financial statements due to the following reasons:**

- Lack of sufficient and appropriate audit evidence regarding the existence, accuracy, and completeness of goodwill as of December 31, 2024.
- Lack of confirmation letters for advances made to Mr. Pham Thanh Binh and Mr. Nguyen Chi Dang.
- The cause of inventory shortages has not been determined.

- The company continued to incur accumulated losses in 2024, with current liabilities exceeding current assets as of December 31, 2024.

Currently, the Company's management is working with relevant departments to reconcile advance payment records related to Mr. Pham Thanh Binh and Mr. Nguyen Chi Dang and to determine the cause of the inventory shortage.

HKB hereby provides an explanation regarding the auditor's disclaimer of opinion as outlined above.

**Recipients:**

- As above,
- Disclosure.
- To be archived at the Board of Directors, Executive Management, and the Company Office

Chairman Of Directors ✓  
  
**Dương Quang Lu**