

Re: Explanation of the difference in profit
after tax on the consolidated financial
statements for Quarter II/2025 compared
to the same period in 2024

To:

- State Securities Commission
- Ho Chi Minh City Stock Exchange
- Hanoi Stock Exchange

BAF Vietnam Agriculture Joint Stock Company would like to provide an explanation regarding the difference in Profit After Tax in the Consolidated Financial Statements for QII 2025 compared to the same period in 2024 as follows:

In the Consolidated Financial Statements for QII 2025 of the Company:

Indicator	2025 (VND)	2024 (VND)	Increase (Decrease) Difference	
			(VND)	%
Pre-tax Profit Quarter II	210,296,786,295	68,621,349,437	141,675,436,858	206%
Accumulated Net Pre-tax Profit for 6 Months	351,291,639,163	207,106,033,011	144,185,606,152	70%
Profit After Tax Quarter II	196,174,236,665	35,954,280,962	160,219,955,703	446%
Accumulated Net Profit After Tax for 6 Months	329,720,335,941	154,608,826,536	175,111,509,405	113%

Profit after tax for the first six months of 2025 increased compared to the same period in 2024, mainly driven by simultaneous improvements in market conditions, production scale, and the quality of profit structure. Specifically:

- Live hog prices remained at high levels in Q2/2025, ranging from VND 65,000 to 70,000 per kg, creating favorable conditions for large-scale livestock enterprises with effective cost control.
- The cumulative pig output of the Company in the first half of 2025 reached 330,000 heads, an increase of approximately 30% compared to the same period in 2024. Reflecting stable operational capacity, effective disease control, and disciplined scale-up in line with the Company's plan
- The price of raw materials for animal feed production at the beginning of 2025 also remained stable at the levels of 2024, contributing to maintaining competitive production costs
- A key improvement in profit quality: Unlike the same period in 2024, when a significant portion of profit came from a one-off real estate transaction, 100% of the Company's profit in the first six months of 2025 was derived from core livestock operations. This indicates robust development in the Company's main business and demonstrates its successful strategic shift toward a more focused and sustainable operational structure.

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With a foundation built on professional and methodical investment, BAF continues to optimize livestock efficiency, tightly control costs, and maintain cost of goods sold below industry averages. The Company remains committed to sustainable scale expansion and biosecurity, ensuring long-term profitable growth.

Above is the additional explanation from BAF Vietnam Agriculture Joint Stock Company.

Thank you sincerely./.

Recipients:

- *As above*
- *Archived at Accounting Department*
Administrative Department.



General Director

Bui Huong Giang

