**HKB: Explanation on profit after tax 2023 before and after audit**

On March 29, 2024, Ha Noi - Kinh Bac Agriculture and Food JSC announced Official Dispatch No. 07/HKB-CV explaining profits in 2023 compared to the same period last year and the auditor's rejection opinion as follows:

1. Audited Financial Statements as of December 31, 2023
2. Combined Financial Statements

* Profit after corporate income tax in 2022 (loss): VND 12,501,259,767

Profit after corporate income tax in 2023 (loss): VND 11,962,487,467

1. Consolidated Financial Statements:

* Profit after corporate income tax in 2022 (loss): VND 58,789,547,620
* Profit after corporate income tax in 2023 (loss): VND 58,297,169,547.

Reason:

HKB Company is in the stage of restructuring and rearranging credit capital with banks, so it cannot meet enough short-term capital to serve production and business activities.

Business results on the Consolidated Financial Statements 2023 accounting for "Commercial Advantage" are: VND 45,160,979,628

1. The auditor gives a disclaimer of opinion on the Combined and Consolidated Financial Statements because:

* Unable to collect sufficient reasonable evidence about the completeness and integrity of the Goodwill as of December 31, 2022.
* Haven't received advance confirmation letters from Mr. Pham Thanh Binh and Mr. Nguyen Chi Dang.
* Haven’t determine the cause of inventory shortage
* Business activities in 2023 continue to have accumulated losses, short-term debts exceed current assets as of December 31, 2023.

Currently, the Company's Leaders are coordinating with relevant departments to compare advance debt documents of Mr. Pham Thanh Binh and Mr. Nguyen Chi Dang and determine the cause of the inventory shortage.