

*Ho Chi Minh City, 24 January 2025*

Re: Explanation of the difference in profit  
after tax on the combined financial  
statements for Quarter 4/2024 compared  
to the same period in 2023

**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 Combined Financial Statements for Q4 2024 compared to the same period in 2023 as follows:

In the Combined Financial Statements for Q4 2024 of the Company:

Indicator	2024 (VND)	2023 (VND)	Increase (Decrease) Difference	
			VND	%
Profit After Tax Quarter 4	128,638,843,469	19,727,002,846	108,911,840,623	552%
Accumulated Net Profit After Tax for 12 Months	395,173,133,994	50,375,678,813	344,797,455,181	684%

The Profit After Tax in Q4 2024 improved significantly compared to Q4 2023 due to the following reasons:

- The pig market price in 2024 experienced a certain recovery after hitting a low in Q4 2023 and maintaining a level above 60,000 VND/kg, currently almost reach 70,000 VND/kg
- The cumulative pig output of BaF in the 2024 is almost double that of the same period in the previous year.
- In Q4 2024, despite the livestock industry continuing to face challenging disease outbreaks and the complicated situation of natural disasters and floods,... the Company implemented timely control measures to minimize damages.
- The price of raw materials for animal feed production has decreased compared to the previous period and has remained at a low level, contributing to reduced production costs and increased livestock efficiency.
- Additionally, the difference in the cumulative profit for year 2024 was partly explained in Q1 by the significant profit recorded from the sale of the Mai Chi Tho land plot.

This land was initially intended for the development of BaF's new office building. However, after relocating to a more suitable location in 2023 and considering the necessity, the Company determined that retaining the asset was unnecessary. Thus, the decision was made to transfer the property to focus resources on its core livestock business.



With a well-planned and professional investment strategy from the outset, the Company focuses on optimizing livestock performance, controlling costs to enhance operational efficiency, and maintaining a cost of goods sold lower than the industry standard. The goal is to sustain the pig herd, prevent disease outbreaks, and continue expanding in scale according to the planned objectives.

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**

