

No. ~~1048~~ /ĐHB-KTTC

Subject: Explanation of the first 6 months
of 2025 business results.

Bac Ninh, date ~~01~~ month ~~8~~ Year 2025

**To: - State Securities Commission;
- Hanoi Stock Exchange.**

Pursuant to Clause 4.a, Article 14 of Circular 96/2020/TT-BTC dated November 16, 2020 of the Ministry of Finance guiding the disclosure of information on the stock market.

Based on the Financial Report for the first 6 months of 2025, Ha Bac Fertilizer and Chemicals Joint Stock Company (stock code: DHB) would like to explain as follows:

1. Explanation for the first 6 months of 2025 business results which is changed by more than 10% compared to the first 6 months of 2024, changing from loss to profit.

The Company's production and business results in the first 6 months of 2025 were a profit of VND 57.6 billion, an increase of VND 156.8 billion compared to first 6 months of 2024, changing from loss to profit, mainly due to the following reasons:

- Production situation is more stable than the same period in 2024 (in the first 6 months of 2024, the Company encountered a problem and had to stop the machine for a long time to fix it, 45 days without products).

- The world Urea market is developing favorably, Urea selling price is increasing. The Company has focused on serving the domestic market, the remaining amount is exported to some countries such as Korea, Japan... Sales revenue increased sharply, 377 billion VND higher than the first 6 months of 2024, leading to the Company's production and business results being highly effective compared to the same period.

2. Explain the exception audit opinion.

Moore AISC Auditing and Informatics Services Co., Ltd. has issued an exceptional audit opinion on the final settlement of the project to revamping and expanding the Ha Bac Nitrogenous Fertilizer and Chemicals Plant.

Implementing the direction of Vietnam National Chemical Group on the progress of project settlement to be completed in 2017, on December 1, 2017, the Company completed the Project Settlement Report for the completion of the Ha Bac Nitrogenous Fertilizer and Chemicals Plant Project, in which the EPC contract is self-settled.

In recent times, the Company has continued to coordinate and urge the Contractor to complete the final settlement documents. However, up to now, the two

parties have not agreed on some outstanding contents. Therefore, up to now, the A-B settlement of the EPC contract has not been completed and there is not enough basis to approve the project settlement as well as not being able to confirm with the Contractor the related debts.

Above is the explanation of Ha Bac Fertilizer and Chemical Joint Stock Company on the production and business results of the first 6 months of 2025.

Thank you very much!

Received by:

- As above;
- Stored by Administrative office, Financial Accounting Department.



General Director

Nguyen Van Dung