Business Performance Report for the first 6 months of 2026

of Lao Culture Tourism Group Public Company

I. Report of the Company

1. Background

Lao Cement Public Company (LCC) is shifted from Lao Cement Co., Ltd. established in 1998 as a joint venture between Nhun Nan International Economic and Technical Cooperation Company (CYC) of People's Republic of China and State-owned Agriculture, Industry and Import-Export Service Development Company (DAI) of Lao PDR with the respective ownership rate of 60% (CYC) and 40% (DAI); the initial registered capital of US$ 1,100,000. Its main purpose is to build a cement factory financed by the Chinese Government. The Governmental loan was 269,612,040 yuan or US$ 32,561,841 at that time. By the end of 2014, the company repaid all principal and interest of this loan.

The company started to build Vang Vieng cement factory 2 on December 26, 1999 which officially started production on March 22, 2002 and has continued to produce and consume Ca Thing Thong cement according to American standards ASTM-C-150, GB-175: 2007 standards of People's Republic of China. There are 03 types of cement: Ca Thing Thong (Golden Bull brand) red cement, Ca Thing Thong (Golden Bull brand) blue cement and Ca Thing Thong (Golden Bull brand) green cement. Cement is all manufactured from domestic materials such as limestone, clay, sand, plaster and coal.

In 2013, the Government of Lao PDR adjusted the share ratio of the Company: 51% of Nhun Nan Yunnan International Economic and Technical Cooperation Company (CYC) and 49% of State-owned Agriculture, Industry and Import-Export Service Development Company (DAI). So far after being shifted into a public company and registered on the Lao stock market on March 02, 2018, the share ratio has been 35.6964% (UQNT), 34.2966% (DAI), 0.007% (Founding shareholders) and 30% (the public).

✡. Information of the Company

- Company name: Lao Culture Tourism Public Group Company
- Head office: Phonphanao Village, Xayxetha district, Vientiane Capital
- Tel: 021 451116, Fax: 021 451117
- Registered capital: LAK 20,002,000,000

✡. Vision, goal and mission:

1. Vision:

   * Create a company to become a comprehensive tourism and culture company.
   * Building a safe and environment-friendly production company, paying attention to quality, fairly cooperating with partners, maintaining mutual benefits and sustainable industrial development.

2. Mission:

   * Make customers satisfied about service.
   * Reduce production and consumption costs, increase business efficiency.
   * Develop technical and industrial personnel of the company to become experts in the future.

II. Business Operation Status for the First 6 Months of 2026

During the first 6 months of 2026, the company carried out various operations according to plan with good progress, as follows:

1. Cultural-Tourism Building Construction Project

The Cultural-Tourism Building, located in Phonphanao Village, Xaysetha District, Vientiane Capital, is a complex combining a hotel, condominiums, and offices into a single integrated facility. The groundbreaking ceremony was held on April 25, 2023, and by October 2025, the main structural framework was completed. Up to the first six months of 2026, exterior wall decoration has reached 30% completion, interior decoration on the 2nd and 13th floors is fully completed, interior decoration on floors 11–20 is approximately 70% complete, floors 3–4 are approximately 50% complete, and the 1st floor is approximately 70% complete.

2. Cultural & Tourism Economic-Industrial Demonstration Zone Construction Project in Vang Vieng District

This project is located in Khanmak Village, Vang Vieng District, Vientiane Province, covering a total area of 594 hectares, including the areas of Vang Vieng Cement Plants No. 1 and No. 2. The groundbreaking ceremony was held on January 12, 2024. To date, the master plan, Economic-Technical Feasibility Study, and Environmental Impact Assessment (EIA) report have

been completed and approved by the Ministry of Information, Culture and Tourism and Vientiane Province. In addition, a Land Survey and Measurement Certificate covering 1,981,314 square meters has been issued by Vientiane Province, while the Land Survey and Measurement Certificate for the remaining plot is currently being processed.

3. Vang Vieng Blue Moon Resort Construction Project (Vang Vieng Training Center, Ministry of National Defence)

This project is located in Phonxou Village, Vang Vieng District, Vientiane Province, covering an area of approximately 185,621 square meters. Its groundbreaking ceremony was also held on January 12, 2024. Initial construction began in 2025, including electrical systems, water systems, and road repairs. As of April 2026, the construction of roads, guard posts, painting of the project entrance arch, promotional signboards, and other works have been completed.

4. Agricultural Machinery Spare Parts Distribution Market Construction Project

This project is located in Nonkhilek Village, Sikhottabong District, Vientiane Capital, functioning as a commercial building cluster integrating commerce, residences, a hotel, and offices in the same zone. The groundbreaking ceremony took place on April 4, 2024. As of April 2026, Building No. 3, "Cultural-Tourism Condo," has been officially handed over. It is a 4-story building covering 602.88 square meters, featuring commercial shops on the 1st floor and condo units on floors 2–4, with a total construction area of 2,723.84 square meters.

5. Employee Dormitory Construction Project of Lao Culture & Tourism Group Public Company

This construction project is located in Nonsavang Village, Xaysetha District, Vientiane Capital, covering an area of 1,185 square meters. It is a 3-story building with a total of 17 bedrooms. Structural construction of the building is approximately 90% complete, along with partial interior decoration.

6. Pha Bua Mountain Buddha Statue Construction Project

Located at the summit of Pha Bua Mountain, Nakhun Village, Vang Vieng District, Vientiane Province, this project covers an area of 1,087,759 square meters, situated approximately 12 kilometers from the Vang Vieng Cultural & Tourism Economic-Industrial Demonstration Zone. The architectural design plan has been completed. In 2025, a proposal to establish the Pha Bua Mountain Buddha Statue Foundation was submitted and officially approved by the Organization Commission of the Party Central Committee on April 3, 2026, guaranteeing financial support for the project's construction. Surveying work was completed in 2025, and road construction began in January 2026; to date, the access road to the mountain summit is complete. As agreed upon with the Buddhist Fellowship Association, August 28, 2026, has been set as the date for the press conference announcing the official establishment of the Pha Bua Mountain Buddha Statue Foundation.

7. February 12 Comprehensive Training Field Construction Project

Located in the northeastern part of Vang Vieng District, Vientiane Province, 5.73 kilometers from the town center, this project covers a total area of 90 hectares. Phase 1 construction utilizes 30 hectares, reserving 60 hectares for future expansion. This comprehensive training field project is undertaken in cooperation with Infantry Division 1; a Memorandum of Understanding (MOU) on joint construction was signed with Infantry Division 1 on July 29, 2026. Detailed design and master planning for the project are currently underway.

8. Mining Operations

On June 3, 2024, the company signed a joint development agreement in the mining sector in Huaphanh Province covering an area of 131.92 square kilometers with the Rural Development State Company under the Ministry of National Defence. Subsequently, statutory application documents were submitted to the government; currently, the project is awaiting the signing of the concession agreement between the government and the Ministry of National Defence. Additionally, both parties agreed to jointly develop the land of the Rural Development State Company to construct new buildings. Architectural design and survey work for this project have been completed, and construction will begin upon approval.

9. Laksao Light Industrial Park Zone Construction Project and Cigarette Factory Construction Project

The cigarette factory construction project serves as the core pillar of the Light Industrial Park Zone in the Laksao area, Bolikhamxay Province (hereinafter referred to as the "Industrial Park Zone"). Based on the master plan of the Industrial Park Zone covering 100 hectares and infrastructure (a USD 10 million investment by Lao Culture & Tourism Group Public Company), and led by Fasta Tobacco Trading Co., Ltd., a modern cigarette manufacturing factory with an annual production capacity of 500,000 master cartons will be constructed. The project will also attract supporting enterprises—such as tobacco leaf curing, box packaging and printing, filter tip manufacturing, and flavor/aroma processing—to establish the first fully integrated cigarette industrial chain in the Indochina Peninsula. The project is planned across 10 hectares within the Cigarette Industrial Zone of the Light Industrial Park. Construction includes a modern smart cigarette manufacturing plant, a tobacco leaf aging warehouse and primary processing center, supporting facilities (tobacco box printing, packaging materials, filter tips, flavor processing), a cross-border logistics bonded warehouse with customs inspection facilities, offices, staff quarters, and public utilities.

The feasibility study report for this project has been submitted to the Rural Development State Company and is currently under review and consideration.

10. Comprehensive Cooperation with the Ministry of Information, Culture and Tourism

In 2025, a proposal was submitted to the Ministry of Information, Culture and Tourism (MICT) to allow the subsidiary company, Lao National Tourism Planning & Design Institute Sole Co., Ltd., to participate in the planning, design, promotion, construction, and operation of various tourism sites registered on the MICT roster. In collaboration with relevant departments of MICT, the initiative aims to transform tourism sites into modern, fully equipped, standardized,

safe, and attractive destinations. The proposal received preliminary approval in principle, and the company has prepared detailed work plans, budgets, and personnel to participate in consultative meetings organized by relevant departments of MICT. Furthermore, the company submitted a proposal to jointly establish the "Vang Vieng Tourism Management and Service Center," with the official request letter and supporting documents already submitted to MICT.

II. Annual Work Plan for 2026

In addition to continuing the successful execution of the aforementioned projects according to plan, the company will collaborate with Xishuangbanna Culture & Tourism Group Co., Ltd. (PRC) to operate cross-border tourism activities, establishing channels for Lao citizens to visit Xishuangbanna for tourism and medical check-ups, and bringing Chinese tourists to Laos. Simultaneously, the company will actively prepare to resume stock trading on the stock exchange.

III. Financial Position

Details are provided in the company's Financial Report for the First 6 Months of 2026.

IV. General Meetings of Shareholders and Board of Directors Meetings

As of June 30, 2026, the company convened 1 Annual General Meeting of Shareholders and 1 Regular Board of Directors Meeting to consider and approve key resolutions as follows:

- Agenda of the 2025 Annual General Meeting of Shareholders of Lao Culture & Tourism Group Public Company
- Annual Financial Report 2025 of Lao Culture & Tourism Group Public Company
- Annual Business Operation Report 2025 of Lao Culture & Tourism Group Public Company
- Establishment of GLC Coffee Brand Management Co., Ltd.
- Construction Contract for the Pha Bua Mountain Buddha Statue Project in Vang Vieng
- Name Change of Lao International Exhibition Services Sole Co., Ltd.
- Share Transfer of Fasta Tobacco Trading Co., Ltd.
- Increase of Registered Capital and Shareholding Ratios of Lao National Tourism Planning & Design Institute Sole Co., Ltd.

V. Basic Information for the Board of Directors and Staff

The Board of Directors of Lao Culture & Tourism Group Public Company consists of 11 members: 4 Lao directors (including 1 independent director) and 7 Chinese directors (including 2 independent directors).

As of June 30, 2026, the company employs 25 permanent staff members and 13 service contract personnel.

- The Board of Directors has the following detailed information:

	**Mr. Nie Lei** **DOB:** 11/12/1971	**Nationality:** Chinese	Chairman of the Board of Directors
	**Mr. Vanthong Sitthikoun DOB:** 02/03/1960	**Nationality:** Lao	Vice Chairman of the Board of Directors
	**Mr. Liu Hao** **DOB:** 01/12/1977	**Nationality:** Chinese	Director, Managing Director / CEO
	**Mr. Khambon Xaylaovong** **DOB:** 15/02/1958	**Nationality:** Lao	Director, Deputy Managing Director
	**Mr. Zhang Jinghua** **DOB:** 26/11/1978	**Nationality:** Chinese	Director, Chief Financial Officer
	**Mr. Sinthanou Somfongbouddakhan** **DOB:** 20/07/1971	**Nationality:** Lao	Director, Deputy Managing Director

	**Mrs. Zhai Lingling** **DOB:** 10/10/1949	**Nationality:** Chinese	Director
	**Mr. Ding Zhenshu** **DOB:** 18/11/1973	**Nationality:** Chinese	Director
	**Mr. Dai Yonghua** **DOB:** 03/07/1973	**Nationality:** Chinese	Independent Director
	**Mr. Liu Wenzhu** **DOB:** 11/1973	**Nationality:** Chinese	Independent Director
	**Mr. Vikhamdeng Inthaxai** **DOB:** 15/08/1980	**Nationality:** Lao	Independent Director

VI. Dividend Plan

As the company remains in a restructuring and business model transformation phase, with no profit currently available for distribution to shareholders, no dividend payout plan is scheduled for 2026.

VII. Other Important Matters

- **Litigation Matters:** As of June 30, 2026, there are no litigation cases.
- **Regulatory Sanctions on Executive Management:** As of June 30, 2026, no regulatory sanctions have been imposed on senior executives by supervisory authorities.

- **Changes in Major Shareholders and Managing Director:** As of June 30, 2026, there have been no changes in major shareholders or the Managing Director.
- **Acquisition of Shares in Other Companies and Sale of Company Assets:** As of June 30, 2026, there were no acquisitions of shares in other companies or sales of company assets.
- **High-Value Related Party Transactions:** As of June 30, 2026, there were no high-value related party transactions involving the company.
- **Independence of Parent Company:** Independence is maintained across personnel, assets, accounting and finance, business operations, and organizational structure.
- **Engagement of Audit Firm:** The company continues to retain the services of its existing audit firm in 2026, with no changes made.
- **Significant Contracts and Guarantees:** As of June 30, 2026, no major contracts or guarantees were executed.

This concludes the Business Operation Report for the First 6 Months of 2026 of Lao Culture Tourism Public Group Company.

Lao Culture Tourism Public Group Company

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