LAO AGROTECH PUBLIC COMPANY AND ITS SUBSIDIARY

INTERIM CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025



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AUDITOR'S REPORT ON THE REVIEW OF THE INTERIM CONSOLIDATED FINANCIAL INFORMATION

To the Shareholders and the Board of Directors of Lao Agrotech Public Company

We have reviewed the interim consolidated financial information of Lao Agrotech Public Company and its subsidiary, which comprises the consolidated statement of financial position as at 30 June 2025, the related consolidated statements of income, changes in equity, and cash flows for the six-month period then ended, and the condensed notes to the interim consolidated financial information. Management is responsible for the preparation and presentation of this interim consolidated financial information in accordance with the accounting policies as described in Note 2 to the interim consolidated financial information. Our responsibility is to express a conclusion on this interim consolidated financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity". A review of interim consolidated financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial information is not prepared, in all material respects, in accordance with the accounting policies as described in Note 2 to this interim consolidated financial information.

For PricewaterhouseCoopers (Lao) Sole Company Limited

By Pongphan Domerongphanudom
Partner

Vientiane Capital, Lao PDR
Date: 26 August 2025

LAO AGROTECH PUBLIC COMPANY AND ITS SUBSIDIARY

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025

	Notes	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
ASSETS			
Current assets			
Cash and cash equivalents	4	423,782,899	3,556,622,752
Trade and other receivables, net	5	7,312,714,885	7,745,187,515
Inventories, net	6	428,905,846	210,538,164
Factory supplies, net	7	4,672,450,766	1,321,893,384
Deferred plantation costs – Palm sapling for sale	8	1,004,676,611	799,422,815
Other current assets		6,663,471,609	6,413,200,610
Total current assets		**20,506,002,616**	**20,046,865,240**
Non-current assets			
Property, plants and equipment, net	9	20,170,363,253	19,820,758,071
Deferred plantation costs - Palm, net	10	22,546,548,485	22,802,068,802
Deferred plantation costs - Pongamia tree	11	15,233,204,164	9,158,137,050
Deferred plantation costs – Acacia trees	12	2,970,026,192	2,860,608,812
Total non-current assets		**60,920,142,094**	**54,641,572,735**
Total assets		**81,426,144,710**	**74,688,437,975**
LIABILITIES AND EQUITY			
Liabilities			
Current liabilities			
Trade and other payable	13	22,145,688,295	10,710,564,109
Other current liabilities	14	256,887,574	55,847,258
Short term borrowings	15	2,000,000,000	2,000,000,000
Current portion of finance lease liabilities	16	879,793,125	840,316,500
Total current liabilities		**25,282,368,994**	**13,606,727,867**
Non-current liability			
Other non-current liabilities		18,223,424,449	18,223,424,449
Total non-current liability		**18,223,424,449**	**18,223,424,449**
Total liabilities		**43,505,793,443**	**31,830,152,316**
Equity			
Share capital		50,000,000,000	50,000,000,000
Share premium		3,269,466,406	3,269,466,406
Retained earnings (deficits)			
Appropriated – Legal reserve		932,158,245	932,158,245
Unappropriated		(16,281,273,384)	(11,343,338,992)
Total equity		**37,920,351,267**	**42,858,285,659**
Total liabilities and equity		**81,426,144,710**	**74,688,437,975**

Mr. Phongtarn Pichjumnong
Deputy Director
Date: 26 August 2025

Mr. Vanhsalerm Sisukhammang
Chief Accountant
Date: 26 August 2025

The accompanying notes on page 7 - 14 are an integral part of this consolidated financial information.

LAO AGROTECH PUBLIC COMPANY AND ITS SUBSIDIARY

CONSOLIDATED STATEMENT OF INCOME
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	Notes	Unaudited 30 June 2025 LAK	Unaudited 30 June 2024 LAK
Revenue from sales		17,761,206,234	20,370,170,954
Cost of sales		(16,789,210,819)	(16,834,112,978)
Gross profit		**971,995,415**	**3,536,057,976**
Selling and administrative expenses		(6,018,431,422)	(6,678,663,062)
Other income		1,069,091,888	1,214,287,061
Loss on exchange rate		(832,457,559)	(924,550,498)
Operating loss		**(4,809,801,678)**	**(2,852,868,523)**
Finance costs		(128,132,714)	(103,139,794)
Loss before income tax expenses		**(4,937,934,392)**	**(2,956,008,317)**
Income tax expenses	17	(-)	(-)
Loss for the period		**(4,937,934,392)**	**(2,956,008,317)**
Loss per share			
Basic loss per share	18	(49.38)	(29.56)

Mr. Phongtarn Pichjumnong
Deputy Director
Date: 26 August 2025

Mr. Vanhsalerm Sisukhammang
Chief Accountant
Date: 26 August 2025

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LAO AGROTECH PUBLIC COMPANY AND ITS SUBSIDIARY

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

			Retained earnings (deficits)		
	Issued and paid-up share capital LAK	Share premium LAK	Legal reserve LAK	Unappropriated LAK	Total LAK
Opening balance at 1 January 2025 – Audit	50,000,000,000	3,269,466,406	932,158,245	(11,343,338,992)	42,858,285,659
Loss for the period	(-)	(-)	(-)	(4,937,934,392)	(4,937,934,392)
Closing balance at 30 June 2025 – Unaudited	**50,000,000,000**	**3,269,466,406**	**932,158,245**	**(16,281,273,384)**	**37,920,351,267**
Opening balance at 1 January 2024 – Audit	50,000,000,000	3,269,466,406	932,158,245	(9,587,013,508)	44,614,611,143
Loss for the period	(-)	(-)	(-)	(2,956,008,317)	(2,956,008,317)
Closing balance at 30 June 2024 – Unaudited	**50,000,000,000**	**3,269,466,406**	**932,158,245**	**(12,543,021,825)**	**41,658,602,826**

Mr. Phongtarn Pichjumnong
Deputy Director
Date: 26 August 2025

Mr. Vanhsalerm Sisukhammang
Chief Accountant
Date: 26 August 2025

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LAO AGROTECH PUBLIC COMPANY AND ITS SUBSIDIARY

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	Notes	Unaudited 30 June 2025 LAK	Unaudited 30 June 2024 LAK
Cash flows from operating activities			
Loss before income tax expenses		**(4,937,934,392)**	**(2,956,008,317)**
Adjustments for:			
Depreciation charges	9	1,030,934,400	1,144,372,054
Amortisation charges	10	481,044,711	464,860,249
Gain from disposal of property, plant, and equipment	9	(60,000,000)	(-)
Write-off deferred plantation costs - Palm sapling for sale	8	32,919,448	36,298,242
Write-off deferred plantation costs - Pongamia tree	11	262,258,453	(-)
Foreign exchange losses/(gain)		832,958,642	(496,728,420)
Interest expenses		128,132,714	103,139,794
Allowance for doubtful debts		(-)	480,996,000
Reversed for allowance for doubtful debts	5	(202,102,451)	(-)
Changes in working capital:			
Trade and other receivables, net		634,575,081	753,027,878
Inventories, net		(218,367,682)	(52,324,589)
Factory supplies, net		(3,350,557,382)	(1,630,834,720)
Deferred plantation costs - Palm sapling for sale		(238,173,244)	39,340,512
Other current assets		(250,270,999)	(2,789,248,285)
Trade and other payables		5,545,629,379	2,691,902,362
Other current liabilities		204,346,565	40,079,955
Cash used in operating activities		**(104,606,757)**	**(2,171,127,285)**
Interest paid		(128,132,714)	(103,139,794)
Net cash used in operating activities		**(232,739,471)**	**(2,274,267,079)**

Mr. Phongtarn Pichjumnong
Deputy Director
Date: 26 August 2025

Mr. Vanhsalerm Sisukhammang
Chief Accountant
Date: 26 August 2025

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CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	Notes	Unaudited 30 June 2025 LAK	Unaudited 30 June 2024 LAK
Cash flows from investing activities			
Purchases of property, plant and equipment	9	(1,266,212,826)	(2,628,032,667)
Plantation costs paid – Palm tree	10	(225,524,394)	(168,470,695)
Plantation costs paid - Pongamia trees	11	(1,364,433,089)	(2,243,912,275)
Proceed from disposal of property, plant and equipment	9	60,000,000	(-)
Purchases of deferred plantation costs – Acacia trees	12	(109,417,380)	(1,462,394,142)
Net cash used in investing activities		**(2,905,587,689)**	**(6,502,809,779)**
Cash flows from financing activities			
Proceeds from short-term borrowings	15	2,000,000,000	2,000,000,000
Repayments of short-term borrowings	15	(2,000,000,000)	(2,000,000,000)
Finance leases principal repayments		(-)	(240,379,107)
Net cash used in financing activities		**(-)**	**(240,379,107)**
Net decrease in cash and cash equivalents		**(3,138,327,160)**	**(9,017,455,965)**
Cash and cash equivalents at the beginning of the period	4	3,556,622,752	14,386,401,761
Effect of exchange rate changes on cash and cash equivalents		5,487,307	1,377,459,789
Cash and cash equivalents at the end of the period	**4**	**423,782,899**	**6,746,405,585**
Significant non-cash items:			
Acquisitions of property, plant and equipment which have not been paid	9	312,770,000	1,808,277,273
Acquisitions of Pongamia which have not been paid	11	4,774,449,234	(-)

Mr. Phongtarn Pichjumnong
Deputy Director
Date: 26 August 2025

Mr. Vanhsalerm Sisukhammang
Chief Accountant
Date: 26 August 2025

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1 General information

LAO AGROTECH PUBLIC COMPANY (the Company) and its subsidiary which is Lao Dee Green Sole Co.,Ltd (together, "the Group") are respectively listed and limited companies incorporated and domiciled in the Lao PDR.

The address of its registered office is Nongkhankhu village, Naxaythong district, Vientiane Lao People Democratic Republic.

The Parent's shares were firstly traded at Lao Securities Exchange on 25 September 2017.

The principal activity of the group is to carry on the palm oil industry which starting from palm sapling cultivation, palm plantation, palm product processing and sell by the Group itself. The Group also provides the financial supports and palm saplings to the farmers for planting and buyback the palm seed.

In addition, the Group also imports finished goods such as cooking oil and monosodium glutamate from Thailand to sell in Lao PDR.

In September 2023, the Group invested in Lao Dee Green Sole Co., Ltd by purchasing of 100,000 shares which is 100% of total shares from Lao Dee Green Sole Co., Ltd, amounting to 240,422,000,000 (100,000 shares with 2,404,220 par value per share). During for the six-month period ended 30 June 2025, the Group has additional paid of LAK 3,051,210,549 (2024: LAK 10,944,555,481). As at 30 June 2025, the Group has paid in total of LAK 13,995,766,030 (the value of paid are classify to in kind is LAK 6,282,156,612 and in cash is LAK 7,713,609,418).

The principal activity of the subsidiary is to establish high quality tree plantations, primarily of acacia, and to process this wood, together with sustainably produced plantation acacia, into high value ready-made products for the export market.

The Company's project located at Taoi and Samoi district, Salavan province, Lao PDR.

The interim consolidated financial information were authorised for issued by the director on 26 August 2025.

2 Basis of preparation

The interim consolidated financial information has been prepared in accordance with the Group's accounting policies as described in more details in the annual consolidated financial statements for the year ended 31 December 2024. The primary financial information (i.e. consolidated statement of financial position, consolidated statement of income, consolidated statement of changes in equity and consolidated statement of cash flows) is presented in a format consistent with the annual consolidated financial statements complying with the reporting and disclosure regulation issued by Lao Securities and Exchange Commission Office.

The interim consolidated financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2024.

2 Basis of preparation (continued)

Going concern assumption

As of 30 June 2025, the Group's current liabilities exceeded its current assets by LAK 4,776,366,378. The Group has also reported recurring net losses for the financial years ending 31 December 2023 and 2024, as well as for the six-month period ending 30 June 2025. These conditions suggest a potential liquidity risk.

However, the Group has received formal confirmation letters from a trade payable stating that they will not demand repayment of payables totaling LAK 13,310,838,234 within the next twelve months from 30 June 2025. Additionally, the major shareholders have confirmed to provide sufficient financial assistance to support the Group as needed, allowing it to continue operations and meet its financial obligations until the Group's financial position improves. Furthermore, the Group has submitted a formal action plan to the Lao Securities Exchange (LSX) to address and recover from the net losses incurred.

The Group preserved positive equity as of 30 June 2025. Management believes that, based on the financial support committed by shareholder and the revised business plan, the going concern basis of accounting remains appropriate for the preparation of these financial information.

3 Estimates

The preparation of interim consolidated financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, incomes and expenses. Actual results may differ from these estimates.

In preparing this interim consolidated financial information, significant judgements made by management in applying the Group's accounting policies and key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2024.

4 Cash and cash equivalents

	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Cash on hand	51,821,965	5,248,000
Deposits held at call with bank[(i)]	371,960,934	3,551,374,752
	423,782,899	**3,556,622,752**

(i) Deposits held at call with banks represent cash deposited in three different currencies being LAK, US Dollar, and Thai Baht in current accounts with local reputable banks and foreign bank branches.

5 Trade and other receivables, net

	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Trade receivable[(i)]	8,655,182,285	9,289,757,366
Other receivable	339,600,000	339,600,000
Less: Allowance doubtful debts[(ii)]	(1,682,067,400)	(1,884,169,851)
	7,312,714,885	**7,745,187,515**

(i) Trade receivables mainly consist of receivables from sales of palm sapling, biodiesel, and crude palm oil during the year.

(ii) The movement for allowance doubtful debts are summarised below:

	LAK
Opening balance at 1 January 2025 - Audited	1,884,169,851
Addition	(-)
Reversed for allowance doubtful[(iii)]	(202,102,451)
Ending balance at 30 June 2025 - Unaudited	**1,682,067,400**

(iii) During the period the Company successfully recovered amounts that had been previously considered doubtful, resulting in a reversal of the provision for doubtful accounts.

6 Inventories, net

	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Finished goods[(i)]	275,955,419	155,623,245
Work in progress (WIP)	152,950,427	54,914,919
Less: Allowance for obsolete and slow moving Inventories	(-)	(-)
	428,905,846	**210,538,164**

(i) Finished goods primarily comprise palm waste products, palm seeds used in the production of crude palm oil, and biodiesel B5. For the period ended 30 June 2025, the Group did not record any inventory write-offs.

7 Factory supplies, net

	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Fertilizer	265,173,274	520,696,279
Crude palm oil (CPO)	3,505,622,101	474,693,590
Diesel	335,956	100,955,542
Other factory supplies[(i)]	901,319,435	225,547,973
Less: Allowance for obsolete and slow-moving factory supplies	(-)	(-)
	4,672,450,766	**1,321,893,384**

(i) Other factory supplies primarily consist of potassium nitrate, chemicals, and palm seeds used in the production process. For the period ended 30 June 2025, the Group did not record any write-offs of factory supplies.

8 Deferred plantation costs – Palm sapling for sale

Palm sapling costs comprise both direct purchase price of palm seed and costs directly attributable to the acquisition of the palm saplings such as labor cost and fertilizer.

During the six-month period ended 30 June 2025, the Group recognized a write-off of deferred plantation costs amounting to LAK 32,919,448 in the statement of income, due to the death of palm trees.

The movement for deferred plantation costs – Palm sapling trees are summarised below:

	LAK
Opening balance at 1 January 2025 - Audited	799,422,815
Addition	238,173,244
Write-off	(32,919,448)
Ending balance at 30 June 2025 - Unaudited	**1,004,676,611**

9 Property, plant and equipment, net

	LAK
Six-month period ended 30 June 2025	
Opening net book amount at 1 January 2025 – Audited	**19,820,758,071**
Additions	1,578,982,826
Transfer out to Deferred Plantation costs - Pongamia tree	(198,443,244)
Depreciation charges	(1,030,934,400)
Closing net book amount at 30 June 2025 - Unaudited	**20,170,363,253**
As at 30 June 2025	
Cost	41,065,872,533
Less: Accumulated depreciation	(20,895,509,280)
Closing net book amount at 30 June 2025 – Unaudited	**20,170,363,253**

During the six-month period ended 30 June 2025, the Group disposed of a vehicle to a customer. The vehicle had been fully depreciated, with a net book value of nil at the time of disposal. The Group recognized a gain on disposal amounting to LAK 60,000,000, which is presented under other income in the statement of income.

10 Deferred plantation costs - Palm, net

	LAK
Six-month period ended 30 June 2025	
Opening net book amount at 1 January 2025 – Audited	**22,802,068,802**
Additions	225,524,394
Less: Amortisation charges	(481,044,711)
Closing net book amount at 30 June 2025 - Unaudited	**22,546,548,485**
As at 30 June 2025	
Deferred plantation cost	29,679,414,603
Less: Accumulated amortisation	(7,132,866,118)
Closing net book amount at 30 June 2025 – Unaudited	**22,546,548,485**

During the six-month period ended 30 June 2025, there were deferred plantation cost of LAK 481,044,711 (2024: LAK 464,860,249) amortised to statement of income.

11 Deferred Plantation costs - Pongamia tree

Pongamia costs comprise both direct purchase price of Pongamia trees and costs directly attributable to the acquisition of the Pongamia trees such as labor cost and fertilizer.

Below are the movement for deferred Plantation costs - Pongamia tree:

	LAK
Opening balance at 1 January 2025 - Audited	**9,158,137,050**
Additions	6,138,882,323
Transfer in from Property, Plants and Equipment	198,443,244
Write-off	(262,258,453)
As at 30 June 2025 – Unaudited	**15,233,204,164**

12 Deferred plantation costs – Acacia trees

Deferred plantation costs – Acacia trees represented the cost of land clearance, nursery costs, plant preparation costs, an appropriate portion of relevant overheads.

The movement for deferred plantation costs – Acacia trees are summarised below:

	LAK
Opening balance at 1 January 2025 - Audited	**2,860,608,812**
Additions	109,417,380
As at 30 June 2025 – Unaudited	**2,970,026,192**

13 Trade and other payable

	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Trade payable[(i)]	20,265,331,653	9,398,887,632
Other payable[(ii)]	1,880,356,642	1,311,676,477
	22,145,688,295	**10,710,564,109**

(i) Trade payable mainly consists of payable to purchase of crude palm oil, cooking oil, palm seed and Pongamia tree from overseas during the period.

(ii) Other payable mainly represented the professional fee, accrual of salary and unpaid of purchasing palm fruit machine.

14 Other current liabilities

	Unaudited 30 June 2025 LAK	Audited 31 December 2024 LAK
Accrued payroll cost	61,953,574	55,847,258
Advance payment by third party[(i)]	194,934,000	(-)
	256,887,574	**55,847,258**

(i) Advance payment by third party represents amounts received from customers to deposit palm waste with the Company. This amount is recorded as liabilities and will be settled upon the delivery of the related services or products to the customers.

15 Short term borrowings

	LAK
As at 1 January 2025 – Audited	**2,000,000,000**
Additions	2,000,000,000
Repayments	(2,000,000,000)
As at 30 June 2025 – Unaudited	**2,000,000,000**

During the six-month period ended 30 June 2025, the Group had additional drawdown the short-term borrowing from Saigon-Hanoi Bank Lao Limited in the amount of LAK 2,000,000,000 and principal repayments in the amount of LAK 2,000,000,000.

16 Finance Lease liabilities

The Group has entered into two vehicle lease agreements denominated in Thai Baht (THB) and Lao Kip (LAK).

During the six-month period ended 30 June 2025, there were no additions to finance lease liabilities, nor any principal repayments made under these agreements.

17 Income tax expenses

In accordance with Lao tax laws, the Group has an obligation to pay income tax in the form of Tax on Profit at the rate of 20% on taxable profit. Furthermore, as the Group is listed entity in Lao Securities Exchange, the Group subject to have the incentive 5% deduction from the normal profit tax rate for 4 years commencing from the listing period according to Tax Law of Lao PDR. This rate is valid until the year ended 31 December 2021 and the rate 20% is applicable from 1 January 2022 onward.

The taxation system in the Lao PDR is relatively new and is characterised by numerous taxes and frequently changing legislation, which is often unclear, contradictory, and subject to interpretation. Often, differing interpretations exist among the numerous taxation authorities and jurisdictions. Taxes are subject to review and investigation by a number of authorities, who are enabled by law to impose severe fines, penalties and interest charges.

17 Income tax expenses (continued)

These facts may create tax risks in Lao PDR that are substantially more significant than those in other countries. Management believes that it has adequately provided for tax liabilities based on its interpretation of the tax legislation. However, the relevant authorities may have differing interpretations and the effects of such discrepancies could be significant.

For the six months period ended 30 June 2024, the Group has not accrued any income tax, due to loss, incurred from the operation.

18 Loss per share

Basic loss per share are calculated by dividing the loss attributable to shareholders by the weighted average number of ordinary shares during the period.

	Unaudited 30 June 2025	Unaudited 30 June 2024
Loss attributable to ordinary shareholders (LAK)	**(4,937,934,392)**	**(2,956,008,317)**
Weighted average number of ordinary shares outstanding (Shares)	100,000,000	100,000,000
Basic loss per share (LAK per share)	(49.38)	(29.56)

19 Related party transactions

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Group. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Group that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Group and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

During the six-month periods ended 30 June 2025 there is no any outstanding balances arising from purchases of goods and other transactions.

20 Events after the reporting date

There are no significant events occurring after the balance sheet date which required adjustments to or disclosure to be made in the financial information for the six-month periods ended 30 June 2025