LAO PEOPLE DEMOCRATIC REPUBLIC
PEACE INDEPENDENCE DEMOCRACY UNITY PROSPERITY

ບໍລິສັດ ລາວອາໂກເທັກ ມະຫາຊົນ
LAO AGROTECH PUBLIC COMPANY
Ban Nonngkunku, Naxaythong District,
Vientaine Capital, Laos PDR
Tel: 030-988-2809

NO: 073 /LAT
Vientiane Capital, Date 25 MAY 2026

Remedial Plan for Capital Impairment

Dear: The Secretary-General of the Lao Securities Commission Office (LSCO),
The CEO of the Lao Securities Exchange (LSX),
The Shareholders of Lao Agrotech Public Company,
Subject: Submission of the Remediation Plan for Capital Impairment of Lao Agrotech Public Company.

- Pursuant to the Regulation on Securities Listing (Revised Version) No. 007/23 LSX, dated September 12, 2023, Article 26.
- Pursuant to the Notification Regarding the Maintenance of Listing Status on the Lao Securities Exchange, No. 603/LSX, dated May 07, 2026.

Lao Agrotech Public Company has received Notification No. 603/LSX, dated May 07, 2026, regarding the submission of a plan to maintain our listing status on the Lao Securities Exchange (specifically, the formulation of a remediation plan for capital impairment). The Company is highly pleased to clarify our remediation plan for capital impairment to the Lao Securities Commission Office and the Lao Securities Exchange as follows:

I. Causes and Impacts Leading to the Company's Loss

In 2025, Lao Agrotech Public Company faced severe weather conditions due to a drought. Additionally, the company lost portions of its palm cultivation areas as some contract farmers sold their land, while certain communal village lands were reclaimed to grow other crops, such as bananas. Consequently, production output declined and fell short of market demand. To meet internal requirements, the company was forced to source raw materials from external suppliers, which ultimately resulted in a financial loss.

Lao Agrotech Public Company has been adversely affected by exchange rate fluctuations and the rising costs of imported goods, combined with a decline in agricultural output. This decline stems from recent years of drought and water scarcity faced by palm farmers, coupled with inadequate maintenance to meet the cultivation needs of the palm trees. Consequently, these factors have directly impacted sales revenue and led to a reduction in overall production.

II. Solutions Regarding the Issues Resulting in Company Losses

The Director of Lao Agrotech Public Company has not remained indifferent to the ongoing challenges and has proactively engaged in consultations to find effective solutions. To restore and improve the situation, the company is focusing on driving and promoting domestic palm cultivation among local farmers, while emphasizing proper care and maintenance. These efforts aim to recover crop yields for the upcoming year and pave the way for international exports in the future.

Furthermore, the company has tightened its internal production controls, including the strict selection and quality control of raw materials used in the manufacturing process to ensure premium product quality. The company sincerely hopes that the Lao Securities Exchange (LSX) will find this clarification regarding our financial loss mitigation and turnaround plan sufficiently clear, and extends its gratitude to the Exchange for its understanding of the current challenges facing the company.

➢ **Sales Volume / Sales Revenue in 2026**

Product	Estimated Revenue (Million LAK)
– Crude Palm Oil:	69,000
– Palm Kernel Meal:	3,500
– Fertilizer:	3,500
– Palm Seedlings:	1,500
ToTal	77,000

❖ Business Plan

- Crude Palm Oil (CPO) Sales Plan: The Company estimates CPO sales based on our production capabilities and prevailing market demand. Furthermore, we have established a clear policy to expand our customer base throughout 2026.
- Palm Pulp Sales Plan: Palm pulp sales projections are fundamentally driven by current consumer purchasing trends. Similar to CPO, the Company is committed to expanding our customer network in 2026.
- Fertilizer Sales Plan: For 2026, the Company has launched an initiative to promote the increased use of palm fertilizer among both our internal plantation workforce and external contract farmers.
- Palm Seedling Sales Plan: The Company is in the process of requesting official certification for the 'Lao Wiang' palm variety to facilitate future exports. Sales forecasts will be directly correlated with the total production volume generated in 2026.
- Biodiesel Sales Plan: The Company plans to prepare a comprehensive proposal for submission to the Ministry of Industry and Commerce to formally request a quota for oil importation.

Therefore, this report is presented for your information..

Sincerely yours,
Lao Agro Tech Public Company
Signature



Mr. Zait Pattanamas Ph.D.