

INFORMATION DISCLOSURE

To: - **THE STATE SECURITIES COMMISSION**
- **HO CHI MINH CITY STOCK EXCHANGE**

Company : Hoang Anh Gia Lai Joint Stock Company
Stock Code : HAG
Head office : 15 Truong Chinh - Phu Dong Ward - Pleiku City - Gia Lai Province
Telephone : 0269 2222248 Fax: 0269 2222247

Information disclosed by: Mr. Vo Truong Son Title: General Director

Type of information:

24 hours extraordinary at request periodic

Information disclosed:

1. Hoang Anh Gia Lai Agricultural Joint Stock Company (“HAGL Agrico”, Stock code: HNG) remains the Company’s subsidiary and continues to be consolidated into the Company’s financial statements.

2. Recently, there has been media coverage of the Company’s only 49.24% ownership of the voting shares at HAGL Agrico, thus having no control of HAGL Agrico after HAGL Agrico charter capital increase for conversion of 221,710 bonds into 221,710,000 HNG shares. The Company would like to explain this matter as follows:

*According to Article 09, Accounting Standards No. 25 regarding Consolidated Financial Statements and Accounting Investments for Subsidiaries: “Below are the conditions where control also exists even when the parent owns less than one half of the voting power of an enterprise: (a) power over more than one half of the voting rights by virtue of an agreement with other investors; (b) **power to govern the financial and operating policies of the enterprise under a statute or an agreement**; (c) **power to appoint or remove the majority of the members of the Board of Management or equivalent governing body** ”*

*According to Article 189 - Parent companies and subsidiary companies, chapter VIII - Nhóm Công ty, Law On Enterprises 2014: “ A company shall be deemed to be the parent company of another company if it falls into one of the following cases: (a) It owns more than fifty (50) per cent of the charter capital or the total number of ordinary shares of such [another] company; (b) **It has the right to directly or indirectly make decisions on appointment of the majority or all members of the Board of Directors, the director or general director of such a company**; (c) It has the right to make decisions on amendment of and addition to the charter of such a company.”*

Therefore, despite the Company’s ownership of voting shares at HAGL Agrico down to 49.24%, Company remains in control of HAGL Agrico whereas Mr. Doan Nguyen Duc is still holding the position of HAGL Agrico BOD Chairman and the number of BOD members representing the Company in a majority (4 of 7 members). Thus, in terms of law HAGL Agrico is still the Company’s subsidiary company and consolidated into the Company’s financial statements

This information was published on the website of Hoang Anh Gia Lai Joint Stock Company on 20/08/2019 at <http://hagl.com.vn>

We would like to give formal assurances of the whole truth about the information disclosed above and shall take full legal responsibility for the information disclosed.

	<p style="text-align: center;">HOANG ANH GIA LAI JOINT STOCK COMPANY INFORMATION DISCLOSING PERSON</p> <p style="text-align: center;">VO TRUONG SON</p>
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