**VE4: Explanation for the difference in financial statement of 2016 year on year**

On7 Mar 2017, VNECO4 Electricity Construction JSC explained difference in financial statement of 2016 year on year as follows:

Unit: million dongs

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| No. | Norm | 2015 | 2016 | Difference | Difference (%) |
| 1 | Profit after tax | 2.298 | 2.894 | 596 | 126 |

Profit after tax of 2016 increased by 596 million dongs because of the following reasons:

1. Net Revenue of 2015 increased by 10.159 million dongs over 2015; cost of goods sold of 2016 increased by 9,605million dongs compared to 2015, that made the profit increased by 550 million dongs

* Financial income of 2016 decreased by 63 million dongs compared to 2015; financial costs of 2016 increased by 289 million dongs compared to 2015 costs increased by 1,914 million dongs over 2015; that made the profit decreased by 1,716 million dongs.
* Other income of 2016 increased by 2,2778 million dongs compared to 2015; other expenses increased by 116 million dongs; that made other income of 2016 increased by 2,162 million dongs over 2015
* Tax expenses of 2016 decreased by 150 million dongs compared to 2015
* Therefore, profit after tax of 2016 increased by 596 million dongs over 2015 (2,162 million- 1,716 million dongs- 150 million dongs)

We hereby certify that the above explanations are accurate in accordance with the financial statements of 2015 and 2016 (audited by International Auditing & Financial Consulting Company)