**SDD: Explanation**

On 12th April, 2017, Song Da Investment and Construction Joint Stock Company explained the difference on profit and reason for submission delay as follows:

**1. Financial statements submission and information disclosure delay**

At the end of the fiscal year 2016, the Company audited the financial statements and was signed on 29th March, has not submitted the financial statements in prescribed time because the Management was on business trip and could not sign the financial statements to disclose information on time and the Company has sent official dispatch to Hanoi Stock Exchange. The late disclosure of information on the auditor's qualified opinion as we understand that the audited financial statements are completed and then disclosed information.

**2. Profit in 2015, loss in 2016 and difference of over 10%**

There is profit in 2015, loss in 2016 and difference of over 10% because in 2016, the Company predetermined the cost of interest payable, so financial expenses increased over the same period last year. On the other hand, management expenses and other expenses increased, resulting in losses and decrease of more than 10% over the same period last year.

Therefore, Song Da Investment and Construction Joint Stock Company hereby explains to the State Securities Commission and Hanoi Stock Exchange on late submission of financial statements, late disclosure of information, profit in 2016, loss in 2015 and difference of over 10%. We hope the Hanoi Stock Exchange and the State Securities Commission will sympathize with us for objective reasons and misunderstanding about the information disclosure of our disclosure department.