**MAS: Explanation on profit after tax**

On 21st April, 2017, Danang Airport Service Joint Stock Company explained the difference on profit after tax year over year as follows:

According to the consolidated financial statement of the 1st quarter as of 31st March, 2017, the realized profit before tax of the first quarter of 2017 reached VND 23,538 million, 146.79% (increasing 46.79%) compared to the first quarter of 2016, the profit after tax reached 146.52% (increasing 46.52%) compared to the first quarter of 2016, the company hereby explains as follows:

Unit: million VND

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Content | 1st quarter, 2017 | 1st quarter, 2016 | Difference compared with the first quarter of 2016 | |
| +/- | % |
| Total realized revenue | 87,502 | 69,495 | 18,007 | 25.91 |
| *Net revenue from sale of goods and rendering of services* | *87,326* | *66,738* | *20,588* | *30.85* |
| *Financial income* | *157* | *19* | *138* | *726.32* |
| *Other income* | *19* | *2,738* | *(2,719)* | *(99.31)* |
| Total expenses | 63,964 | 53,460 | 10,504 | 19.65 |
| Profit before tax | 23,538 | 16,035 | 7,503 | 46.79 |
| Profit after tax | 18,890 | 12,892 | 5,998 | 46.52 |

The revenue growth rate is higher than the cost growth rate that makes the profit increase significantly compared to the same period last year mainly due to the following reasons:

The number of tourists in Da Nang and Nha Trang sharply increased over the same period, so the company's revenue grew mainly in the field of international food and airport sale.

The total cost has increased with the increase in revenue, but the revenue growth rate is higher than the cost growth rate (revenue growth rate is 25.91%, cost growth rate is 19.65%) contributing to the increase in profit before tax by 46.79% over the same period in 2016. In addition, the Company inspected the inappropriate consumption norms in production and adjusted during the year, thoroughly implemented the savings movement throughout the Company, so the cost of materials, cost of goods and some assets that have been depreciated but still in use reduced, and depreciation expense is lower than that of the same period last year.

The above causes has made the profit before tax of the first quarter of 2017 increase 46.79%, the profit after tax increase 46.52% over the same period in 2016.

The foregoing is some explanations of the Company about the realized profit in the first quarter of 2017 in the consolidated financial statement increased more than 10% over the same period in 2016.