**L35: Explanation for the difference in financial statement of 2019 year on year**

On 09 Mar 2020, LILAMA Erection Mechanical Joint Stock Company explained the difference in financial statement of 2019 year on year as follows:

- Profit after tax of 2019: VND 302,890,661

- Profit after tax of 2018: VND 1,334,008,847

Difference: - 77.2%

- Main reasons: Because the acceptance, settlement at many projects that the company executed in 2019 were difficult, slow, prolonged, the revenue reduced; the construction cost and financial cost increased. Especially, Long Phu 1 Thermal Power Project is currently in the status of construction suspension, which make many items unfinished, unable to be settled; In addition, projects were entangled and delayed such as Song Hau 1, Thai Binh 2 Thermal Power...with slow revenue, prolonged payment and settlement, difficulties in capital recovery, which led to an increase in financial costs and corresponding decrease in gross profit and profit after tax.

This information was published on the company's website on March 9, 2020 at: http://lilamaemc.com.vn

We pledge that the above information is true and take full responsibility before the law for the content of the published information