**BMV: Explanation for the difference in financial statements of 2019**

On 12 Mar 2020, Vinafood 1 Flour Joint Stock Company explained the difference in financial statements of 2019 as follows:

Pursuant to the Ministry of Finance's Circular No.155/ 2015/ TT-BTC dated October 6, 2015 on information disclosure on stock markets, the Company would like to explain the difference of over 5% in business results of Q.4/ 2019 accumulated from the beginning of the year compared to the audited financial statement of 2019 as follows:

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| No | Indicators | Year 2019 | Accumulate to Q.4/ 2019 | Increase/ decrease | Rate |
| 1 | Net revenue | 612,002,892,875 | 612,058,482,875 | - 55,590,000 | 100% |
| 2 | Gross profit from production and business activities | 32,905,315,468 | 33,665,358,197 | - 760,042,729 | 98% |
| 3 | Financial income | - 4,639,508,904 | - 4,592,866,932 | - 46,641,972 | 101% |
| 4 | Net operating profit | 1,039,055,533 | 1,756,595,287 | - 717,539,754 | 59% |
| 5 | Other profits | 1,449,133,175 | 1,556,001,831 | - 106,868,656 | 93% |
| 6 | Profit before tax | 2,488,188,708 | 2,527,731,380 | - 39,542,672 | 98% |
| 7 | Profit after tax | 1,577,971,645 | 1,871,390,109 | - 293,418,464 | 84% |

Main reasons:

Profit after tax decreased compared to accumulated number in Quarter 4/2019 due to interest expenses under Clause 3, Article 8 of Decree 20/2017/ND-CP dated February 24, 2017 (EBITDA) not included in the taxable corporate income deduction for the 2017-2018 period that was not included in the accumulated financial statement of Q4/2019