**HUG: Explanation for the difference of over 10% in financial statements of 2019 year on year**

On 10 Apr 2020, Hung Yen Garment Corporation - Joint Stock Company explained the difference of over 10% in financial statements of 2019 (holding company) year on year as follows:

- Profit after tax in 2019: VND 85,034,432,441, a decrease of VND 10,039,669,544, equivalent to 10.6% compared to 2018

- Profit after tax in 2018: VND 95,074,101,985

Reasons:

- The complicated development of the US-China trade war had a direct impact on production and business activities of the whole textile industry in general and Hung Yen Garment Corporation-Joint Stock Company in particular

- Expenses in 2019 are higher than in 2018, specifically as follows:

- Depreciation expenses in 2019 increased by VND 4,728,617,265, equivalent to 52% compared to 2018

- The payment for social insurance, health insurance and unemployment insurance in 2019 increased by VND 3,055,559,432, equivalent to 12.8% compared to 2018