**VGS: Explanation for the difference of over 10% in financial statement of 2019 year on year**

On 27 Mar 2020, Vietnam Germany Steel Pipe Joint Stock Company explained the difference of over 10% in financial statement of 2019 year on year as follows:

- Profit after tax of 2019: VND 75,179,940,135, an increase of 69.62% year on year

- Profit after tax of 2018: VND 44,322,643,504

Reasons:

Profit after tax in financial statement of 2019 of the holding company and consolidated financial statement of 2019 increased by over 10% compared to 2018 mainly because of good sales and good management of production costs, reduction of product price

Besides, profits of the subsidiaries and associated companies increased compared to the same period last year. Therefore, after-tax profit of the Parent Company and consolidated after-tax profit in 2019 increased by 93.64% and 69.62% respectively compared to 2018.