**DTK: Explanation for the financial statements of 2019**

On 03 Apr 2020, Vinacomin - Power Holding Corporation explained the financial statements of 2019 as follows:

1. Explanation for profit after tax in the financial statements of 2019 before and after auditing - consolidated

- Profit after tax after auditing: VND 562,963,312,352

- Profit after tax before auditing: VND 462,940,944,945

Difference: VND 100,022,367,407, equivalent to 21.61%

The main reasons: In 2019, the parent company TCT incurred a deferred tax asset of VND 109 billion due to the difference in taxable profit between accounting regulations (according to Circular No.200/2014/ BTC - TT) and tax regulations (according to Circular 48/2019/BTC - TT) for the provision of long-term financial investments, leading to a reduction in the corporate income tax and an increase in profit after tax correspondingly

2. Explanation for profit after tax in the financial statements of 2019 before and after auditing – holding company

- Profit after tax after auditing: VND 551,598,250,582

- Profit after tax before auditing: VND 431,923,702,949

Difference: VND 119,674,547,633, equivalent to 27.71%

Reasons:

- Enterprise management expense in 2019 after the audit decreased compared to before the audit due to the redistribution of salary costs of the parent company to affiliated units and companies in the period

- Other profit in 2019 after auditing decreased compared to before auditing due to an increase in depreciation expense of assets awaiting liquidation

- Profit after tax of 2019 after auditing increased compared to before auditing because after auditing, the holding company-Corporation additionally recorded the deferred corporate income tax of VND 109 billion as stated in section 1