

Code VJC
Company name VietJet Aviation Joint Stock Company
Date 05/08/2020
Subject Explanation for the financial statements in 2019

Content:

VietJet Aviation Joint Stock Company explains the fluctuation in business performance as follows:

Item	2019 (audited)	Accumulated in 2019	2018	Fluctuation	% fluctuation	2019 vs. 2018	% fluctuation
Profit after tax of parent company	3,108,642,894,811	3,146,363,583,105	2,564,576,670,630	-37,720,688,294	-1.2	544,066,224,181	21.21
Consolidated profit after tax	3,807,345,127,094	4,219,370,712,468	5,335,090,477,155	-412,025,585,374	-9.7	-1,527,745,350,061	-28.64

According to the audited financial statements, the profit after tax of parent company in 2019 gained 3,109 billion dongs, increasing by 21.2% (more than 10%) compared to 2018. The air transport business in Vietnam remained strong growth. In 2019, Vietjet expanded the airline's local and international flight network. Vietjet's ancillary revenue in 2019 was 11,339 billion dongs, up by 36% compared to the last year. The proportion of ancillary revenue changed from 25.4% in 2018 to 30% in 2019 in the total air transportation revenue.

According to the 2019 consolidated financial statements, Vietjet delayed the sale of aircraft until next years, so the number of aircraft sold in 2019 was 07 aircraft, less than 16 aircraft in 2018. Therefore, the revenue from the sale of aircraft was lower than 2018 and the unrealized profit for these aircraft went down 28.64% against last year. On the report date of the 2019 audited financial

statements, Vietjet supplemented the increase in expense provision, making the difference decrease by 9.7% compared to the time before audit.