**PVM: Explanation on the Financial Statements 2023**

On March 04, 2024, Petrovietnam Machinery - Technology Joint Stock Company announced Official Dispatch No. 48/MTB-TCKT explaining the change in profit after tax as follows:

The profit after tax in 2023 on the Audited Separate Financial Statements increased by VND 100,303,132,354, an increase of 269% compared to the same period in 2022.

Main reasons:

* Record the financial revenue from transferring capital contributions invested in companies with an amount of VND 295,813,416,235, in which Vietnam Nippon Seiki Co., Ltd accounts for VND 137,636,058,071 and FCC (Vietnam) Co., Ltd. accounts for VND 158,177,358,164
* Reversal of financial investment provision expense from the divestment of the Company at Nghe An Food Products Join Stock Company with the amount of VND 2,016,000,000;
* Record the loss due to the divestment of the Company at Project HH3 Nam An Khanh in Hoai Duc, Hanoi with the amount of VND 17,599,991,000;
* Record the expenses for provision of bad receivables of VND 20,813,781,124; Record the expense for business advantages from the equitization of state-owned enterprise of VND 28,542,933,921;
* Record the expense for sponsoring the planning of VND 34,818,181,818; the expense for financial handling of materials, unfinished production and business is VND 16,184,805,227
* Record the payable to Vietnam Bank for Agriculture and Rural Development in accordance with the judgment of Hanoi People’s Court of VND 52,261,547,264;
* Temporal payment of Corporate Income tax with the amount of VND 10,148,560,677