**SVH: Explanation of fluctuations in profit after tax in 2023 compared to the previous year**

On March 21, 2024, Song Vang Hydropower Joint Stock Company announced Official Dispatch No. 13/2024/CV-SVH on explaining the results of production and business activities in 2023 as follows:

|  |  |  |  |
| --- | --- | --- | --- |
| Target (VND) | 2023 | 2022 | Difference (%) |
| 1 Revenue from goods sale | 56,328,580,772 | 67,443,392,712 | -16.48% |
| 2. Profit after tax | 29,661,578,279 | 34,350,151,712 | -13.65% |

Reason:

* The profit after tax of the Company mainly depends on the revenue from production and business activities, financial expenses, cost of goods sold, general and administrative expenses and revenue from financial activities.
* In 2023, the weather in the Central region is not favorable compared to the same period in 2022. Thus, revenue in 2023 (VND 56,328,580,772) decreases by 16.48% compared to revenue in 2022 (VND 67,443,392,712) corresponding to a decrease of VND 11,114,811,940. At the same time, in 2023, the Company has other business activities that are not eligible for tax incentives and are subject to a tax rate of 20% with the amount of VND 2,837,844,983.

Thus, profit after tax in 2023 (VND 29,661,578,279) decreases by 13.65% compared to the report for the same period in 2022 (VND 34,350,151,712), corresponding to a decrease of VND 4,688,573,433.