**HAF: Explanation on Financial Statements 2023**

On March 29, 2024, Hanoi Foodstuff Joint Stock Company announced Official Dispatch No. 144/TPHN-KT on explaining the reasons and accounting entries for changes in profit after tax targets before and after audit in the Separate Financial Statements 2023 and the Consolidated Financial Statements 2023 as follows:

I. Explanation of the reasons for the increase or decrease in profit after tax:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Target | 2023 | 2022 | Difference 2023/2022 | Increase/Decrease (%) |
| Profit after tax according to the Separate Financial Statements | (19,419,588,172) | (8,645,410,752) | (10,774,177,420) | Increase loss |
| Profit after tax in the Consolidated Financial Statements | (20,570,759,815) | (9,197,113,191) | (11,373,646,628) | Increase loss |

* The Company's profit after tax in the Separate Financial Statements 2023 decreased compared to that of the same period in 2022 due to the treatment of devaluation of near-date inventory and provisioning for financial investments and doubtful debts.
* The Company's profit after tax in the Consolidated Financial Statements 2023 decreased sharply compared to the same period in 2022 primarily due to a decrease in the Holding Company's profit.

2. Accounting entries for changes of profit after tax

* Separate Financial Statements

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| No. | Financial Statements Q4/2023 | | Audited Financial Statements 2023 | | % Difference | Reason for adjustments |
| Target code | Value (VND) | Target code | Value (VND) |
| 1 | 60 | (10,311,366,216) | 60 | 19,419,588,172 | 88.33% | Provision for financial investment; Provision for doubtful debts |

* Consolidated Financial Statements

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| No. | Financial Statements Q4/2023 | | Audited Financial Statements 2023 | | Difference (%) | Reason for adjustments |
| Target code | Value (VND) | Target code | Value (VND) |
| 1 | 60 | (10,659,383,567) | 60 | (20,570,759,819) | 92.98% | Provision for financial investment; Provision for doubtful debts and Adjust other income of BACQUA Service and Trading Joint Stock Company |