**DDN: Explanation on the difference in profit after tax in the Financial Statements 2023**

On March 29, 2024, Da Nang Pharmaceutical Medical Equipment JSC announced Official Dispatch No. 441/TB-CT on explaining the difference in profit after tax in the Financial Statements 2023 as follows:

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| --- | --- | --- | --- |
| Targets | Audited Statements 2023 | Audited Statements 2022 (adjusted) | Difference  (%) |
| Profit after tax of the whole year | VND 1,111,199,314 | VND 11,926,815,538 | -90.7% |
|  | Audited Statements 2023 | Disclosed Audited Statements of Q4/2023 |  |
| Profit after tax of the whole year | VND 1,111,199,314 | VND 1,247,404,764 | -10.9% |

In which:

* Profit after tax in the Auditor’s Report 2023 decreased by 10.9% compared to that of Q4/2023 due to the Company’s additional accounting of some selling expenses corresponding to the revenue in 2023.
* Profit after tax in the Auditor’s Report 2023 decreased by 90.7% compared to that in 2022 (adjusted one) mainly due to the Company’s provision for bad receivable debts, the decrease in net revenue of the Company year-on-year as the needs of the market also decline, and obstacles in legal regulations in procurement and bidding activities of pharmaceutical and medical supplies.