**CAB: Explanation of profit after corporate income tax on VTVcab's separate and consolidated financial statements for 2023 changing by over 10% compared to the same period last year**

On March 30, 2024, Viet Nam Television Cable Joint Stock Company announced Official Dispatch No. 316/VTVcab explaining the profit after tax on VTVcab's Consolidated Financial Statements 2023 changing over 10% over the same period last year as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Target | 2023 | 2022 | Difference | |
| Value (VND) | Increase/  decrease rate (%) |
| 1. Revenue from goods sales and service provision | 2,170,255,669,643 | 2,401,635,346,584 | (231,379,676,941) | -10% |
| 2. Revenue deductions | - | 324,750,743 | (324,750,743) | -100% |
| 3. Net revenue from goods sales and service provision | 2,170,255,669,643 | 2,401,310,595,841 | (231,054,926,198) | -10% |
| 4. Cost of goods sold | 1,747,770,242,290 | 1,804,227,919,115 | (56,457,676,825) | -3% |
| 5. Gross profit from goods sale and services provision | 422,485,427,353 | 597,082,676,726 | (174,597,249,373) | -29% |
| 6. Revenue from financial activities | 28,785,957,200 | 4,386,534,277 | 24,399,422,923 | 556% |
| 7. Financial expenses | 16,994,144,607 | 14,558,572,403 | 2,435,572,204 | 17% |
| *In which: Interest expense* | 16,325,615,100 | 13,436,086,502 | 2,889,528,598 | 22% |
| 8. Profit or loss in joint ventures | (644,551,662) | (11,883,046,593) | 11,238,494,931 | -95% |
| 9. Selling expenses | 182,995,533,709 | 198,591,417,611 | (15,595,883,902) | -8% |
| 10. General and administrative expense | 244,736,345,460 | 293,429,778,260 | (48,693,432,800) | -17% |
| 11. Net profit from business activities | 5,900,809,115 | 83,006,396,136 | (77,105,587,021) | -93% |
| 12. Other incomes | 7,604,473,632 | 16,729,311 | 7,587,744,321 | 45356% |
| 13. Other expenses | 381,371,122 | 323,195,682 | 58,175,440 | 18% |
| 14. Other profits | 7,223,102,510 | (306,466,371) | 7,529,568,881 | -2457% |
| 15. Total profit before tax | 13,123,911,625 | 82,699,929,765 | (69,576,018,140) | -84% |
| 16. Current corporate income tax expense | 5,861,374,280 | 18,486,808,049 | (12,625,433,769) | -68% |
| 17. Deferred corporate income tax expense | (2,427,421,536) | 2,942,174,570 | (5,369,596,106) | -183% |
| 18. Profit after corporate income tax | 9,689,958,881 | 61,270,947,146 | (51,580,988,265) | -84% |

The profit after-tax target on VTVcab's Consolidated Financial Statement 2023 decreased by 84% compared to the Consolidated Financial Statements 2022.

In 2023, VTVcab's business faced many difficulties. VTVcab's sales and service provision revenue decreased by 10%. Although VTVcab has applied measures to reduce the cost of goods sold by 3%, reduce selling expenses by 8%, and reduce general and administrative expenses by 17%, it still cannot compensate for the decrease in revenue value, leading to VTVcab's total profit after tax in 2023 decreasing by 84% compared to that of 2022.

On March 30, 2024, Viet Nam Television Cable Joint Stock Company announced Official Dispatch No. 314/VTVcab explaining the profit after corporate income tax on VTVcab's Separate Financial Statements 2023 changing over 10% compared to that of the same period last year as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Target | 2023 | 2022 | Difference | |
| Value (VND) | Increase/decrease rate (%) |
| 1. Revenue from goods sales and service provision | 2,131,021,617,172 | 2,338,618,625,815 | (207,597,008,643) | -9% |
| 2. Revenue deductions | 177,883,933 | 324,750,743 | (146,866,810) | -45% |
| 3. Net revenue from goods sales and service provision (10=01-02) | 2,130,843,733,239 | 2,338,293,875,072 | (207,450,141,833) | -9% |
| 4. Cost of goods sold | 1,714,511,593,180 | 1,794,139,448,460 | (79,627,855,280) | -4% |
| 5. Gross profit from goods sales and service provision (20=10-11) | 416,332,140,059 | 544,154,426,612 | (127,822,286,553) | -23% |
| 6. Revenue from financial activities | 15,273,077,716 | 4,342,617,470 | 10,930,460,246 | 252% |
| 7. Financial expenses | 1,247,089,566 | 25,209,104,784 | (23,962,015,218) | -95% |
| *- In which: Interest expense* | 16,325,615,100 | 13,436,086,502 | 2,889,528,598 | 22% |
| 8. Selling expenses | 219,925,767,420 | 202,569,096,828 | 17,356,670,592 | 9% |
| 9. General and administrative expense | 187,609,958,143 | 235,321,879,918 | (47,711,921,775) | -20% |
| 10. Net profit from business activities {30 = 20 + (21 - 22) - (25 + 26)} | 22,822,402,646 | 85,396,962,552 | (62,574,559,906) | -73% |
| 11 Other incomes | 5,841,786,341 | 16,729,311 | 5,825,057,030 | 34819% |
| 12. Other expenses | 279,777,419 | 192,692,323 | 87,085,096 | 45% |
| 13. Other profits (40 = 31 - 32) | 5,562,008,922 | (175,963,012) | 5,737,971,934 | -3261% |
| 14. Total accounting profit before tax (50 = 30 + 40) | 28,384,411,568 | 85,220,999,540 | (56,836,587,972) | -67% |
| 15. Current corporate income tax expense | 3,971,238,001 | 15,658,240,000 | (11,687,001,999) | -75% |
| 16. Deferred corporate income tax expense | 461,150,908 | 717,949,642 | (256,798,734) | -36% |
| 17. Profit after corporate income tax (60=50-51-52) | 23,952,022,659 | 68,844,809,898 | (44,892,787,239) | -65% |

The profit after-tax target on VTVcab's separate financial statement 2023 decreased by 65% compared to the separate financial statement 2022.

In 2023, the business situation was increasingly difficult, VTVcab's sales and service provision revenue decreased by 9% compared to that of the previous year. Although VTVcab has applied measures to reduce the cost of goods sold by 4%, financial expenses by 95%, and general and administrative expenses by 20%, it still cannot compensate for the decrease in revenue value, leading to VTVcab's total profit after tax in 2023 decreasing by 65% compared to that of 2022.