**SHG: Explanation for the difference of over 10% in the after-tax profit in the financial statement of 2019 year on year**

On 27 Apr 2020, SongHong Corporation explained the difference of over 10% in the after-tax profit in the 2019 financial statement of holding company year on year as follows:

1. Explaining the difference of over 10% in 2019 after-tax profit in audited financial statement of holding company - Corporation year on year:

- Management expense in 2019: VND 11,197,758,213; In 2018, management expense: VND 312,861,331,735, because the Corporation to made provision for the long-term VAMC debt of VND 238 billion and receivable debts and devaluation of securities

2. Explaining the reason for the 2019 after-tax profit difference of over 10% compared to 2018 in the audited consolidated financial statements:

- The loss of the holding company - Corporation in 2019: VND - 72,825,802,141 (in 2018, loss was VND 387,545,229,843). The reason was that in 2018, the parent company suffered a big loss due to the cause in item 1 mentioned above, so when consolidating financial statements, the loss in 2018 consolidated financial statement was many times more than in 2019