**CC1: Explanation for the difference of over 10% in the after-tax profit in the financial statement of Q.1/ 2020 of holding company year on year**

On 29 Apr 2020, Construction Corporation No.1 Joint Stock Company explained the difference of over 10% in the after-tax profit in the financial statement of Q.1/ 2020 of holding company year on year as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Content | Profit of Q.1/ 2020 | Profit of Q.1/ 2019 | Difference | Rate |
| Financial statement of holding company  | 2,380,156,308 | 3,088,526,518 | 708,370,210 | 23% |

In early 2020, the outbreak of acute respiratory disease caused by a new strain of Corona virus (Covid-19) affected and reduced the economic growth in most countries in the world. The epidemic had bad influence on business operation of all enterprises in Viet Nam

With the above mentioned objective impacts, in the first quarter of 2020, the business activities and construction projects had to be suspended, so the revenue of selling goods and services of CC1 decreased compared to the first quarter of 2019 but the fixed costs still had to be paid, which made the profit decrease compared to Q.1 2019