

Vinh Hoan Corporation

Highway 30, Ward 11, Cao Lanh City, Dong Thap Province

BALANCE SHEET

As at Dec. 31st 2007

Unit: VND

No.	ASSETS	Code	Note	Ending Balance	Beginning Balance (*)
A -	SHORT-TERM ASSETS	100		359,704,061,932	237,294,380,559
I.	Cash & Cash equivalents	110	V.1	13,015,546,387	24,320,448,574
1.	Cash	111		13,015,546,387	24,320,448,574
2.	Cash equivalents	112		-	-
II.	Short-term financial investments	120		-	-
1.	Short-term investments	121		-	-
2.	Provision for devaluation of inventories	129		-	-
III.	Short-term receivables	130		242,958,139,349	172,876,027,851
1.	Trade accounts receivables	131	V.2	177,937,090,368	129,989,116,514
2.	Prepayment to suppliers	132	V.3	59,908,219,128	36,653,146,337
3.	Short-term internal receivables	133		-	-
4.	Receivables from construction contracts under percentage of completion method	134		-	-
5.	Other receivables	135	V.4	5,112,829,853	6,233,765,000
6.	Provision for short-term doubtful debts	139		-	-
IV.	Inventories	140		91,441,764,232	39,292,235,284
1.	Inventories	141	V.5	91,441,764,232	39,292,235,284
2.	Provision for devaluation of inventories	149		-	-
V.	Other short-term assets	150		12,288,611,964	805,668,850
1.	Short-term prepaid expenses	151	V.6	442,595,448	532,083,850
2.	VAT deductible	152		9,614,448,516	-
3.	Tax and accounts receivable from State budget	154		4,087,500	-
4.	Other short-term assets	158	V.7	2,227,480,500	273,585,000
B -	LONG-TERM ASSETS	200		262,809,609,690	91,691,683,376
I.	Long-term receivables	210		-	-

1.	Long-term receivables from customers	211		-	-
2.	Capital receivable from subsidiaries	212		-	-
3.	Long-term inter-company receivables	213		-	-
4.	Other long-term receivables	218		-	-
5.	Provision for long-term bad receivable	219		-	-
II.	Fixed assets	220		230,882,500,871	91,580,377,376
1.	Tangible fixed assets	221	V.8	59,009,464,834	47,706,413,036
	- Historical cost	222		108,327,177,616	86,733,422,311
	- Accumulated depreciation	223		(49,317,712,782)	(39,027,009,275)
2.	Finance leases fixed assets	224		-	-
	- Historical cost	225		-	-
	- Accumulated depreciation	226		-	-
3.	Intangible fixed assets	227	V.9	32,047,888,736	25,395,489,372
	- Historical cost	228		32,203,721,991	25,480,512,610
	- Accumulated depreciation	229		(155,833,255)	(85,023,238)
4.	Construction in progress	230	V.10	139,825,147,301	18,478,474,968
III.	Property investment	240		1,778,449,364	-
	- Historical cost	241	V.11	1,778,449,364	-
	- Accumulated depreciation	242		-	-
IV.	Long-term financial investments	250		30,046,879,455	10,000,000
1.	Investment in subsidiaries	251	V.12	30,036,879,455	-
2.	Investment in associate or joint-venture companies	252		-	-
3.	Other long-term investments	258		10,000,000	10,000,000
4.	Provision for devaluation of long-term financial investments	259		-	-
V.	Other long-term assets	260		101,780,000	101,306,000
1.	Long-term prepaid expenses	261		-	-
2.	Deferred income tax assets	262		-	-
3.	Others	268		101,780,000	101,306,000
	TOTAL ASSETS	270		622,513,671,622	328,986,063,935

No.	CAPITAL SOURCE	Code	Note	Ending Balance	Beginning Balance (*)
A -	LIABILITIES	300		228,279,962,497	82,254,607,225
I.	Short-term liabilities	310		191,436,243,732	70,328,108,751
1.	Short-term borrowing	311	V.13	97,955,283,885	24,135,578,282
2.	Trade accounts payable	312	V.14	72,425,190,575	32,637,394,392
3.	Advances from customers	313		53,191,800	681,415,800
4.	Taxes and payable to state budget	314	V.15	8,717,231,865	7,450,074,034
5.	Payable to employees	315	V.16	11,466,522,210	4,208,664,388
6.	Payable expenses	316		-	550,000,000
7.	Accounts payable-Affiliate	317		-	-
8.	Payable in accordance with contracts in progress	318		-	-
9.	Other short-term payables	319	V.17	818,823,397	664,981,855
10.	Provision for short-term liabilities	320		-	-
II.	Long-term liabilities	330		36,843,718,765	11,926,498,474
1.	Long-term accounts payable-Trade	331		-	-
2.	Long-term accounts payable-Affiliate	332		-	-
3.	Other long-term payables	333		-	-
4.	Long-term borrowing	334	V.18	36,487,279,121	11,869,559,093
5.	Deferred income tax	335		-	-
6.	Provision for unemployment benefit	336	V.19	356,439,644	56,939,381
7.	Provision for long-term liabilities	337		-	-
B -	OWNER'S EQUITY	400		394,233,709,125	246,731,456,710
I.	Capital sources and funds	410		389,629,273,273	246,731,456,710
1.	Paid-in capital	411	V.20	300,000,000,000	246,731,456,710
2.	Share premiums	412		-	-
3.	Other capital of owner	413		-	-
4.	Treasury stock	414		-	-
5.	Assets revaluation difference	415		-	-

6.	Foreign exchange differences	416		-	-
7.	Investment and development fund	417		-	-
8.	Financial reserve fund	418		-	-
9.	Other fund belong to owner's equity	419		-	-
10.	Retained after-tax profit	420	V.20	89,629,273,273	-
11.	Capital for construction work	421		-	-
II.	Budget sources	430		4,604,435,852	-
1.	Bonus and welfare funds	431	V.21	4,604,435,852	-
2.	Budgets	432		-	-
3.	Budget for fixed asset	433		-	-
	TOTAL RESOURCES	440		622,513,671,622	328,986,063,935
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OFF BALANCE SHEET ITEMS

No.	Items	Note	Ending Balance	Beginning Balance (*)
1.	Operating lease assets		-	-
2.	Goods held under trust or for processing		-	-
3.	Goods received on consignment for sale		-	-
4.	Bad debts written off		-	-
5.	Foreign currencies			
	USD		122,741.65	22,058.45
	EUR		189,986.50	284.25
6.	Subsidies of state budget		-	-

(*) Note: The figures of beginning balance was the figures of Vinh Hoan Co., Ltd.

Vinh Hoan Corporation

Highway 30, Ward 11, Cao Lanh City, Dong Thap Province

INCOME STATEMENT**2007**

Unit: VND

No.	Items	Code	Note	2007
1.	Sales	01	VI.1	1,419,181,270,408
2.	Deductions	02	VI.1	1,265,060,160
3.	Net sales and services	10	VI.1	1,417,916,210,248
4.	Cost of goods sold	11	VI.2	1,235,510,891,924
5.	Gross profit	20		182,405,318,324
6.	Financial income	21	VI.3	4,714,863,698
7.	Financial expenses	22	VI.4	1,904,437,148
	- Include: Interest expenses	23		212,751,250
8.	Selling expenses	24	VI.5	49,135,237,440
9.	General & administrative expenses	25	VI.6	24,610,282,311
10.	Net operating profit	30		111,470,225,123
11.	Other income	31		309,386,319
12.	Other expenses	32		98,658,188
13.	Other profit	40		210,728,131
14.	Profit before tax	50		111,680,953,254
15.	Current corporate income tax expenses	51	V.15	15,312,371,769
16.	Deferred corporate income tax expenses	52		-
17.	Profit after tax	60		96,368,581,485
18.	EPS (VND/share)	70		-

Vinh Hoan Corporation

Highway 30, Ward 11, Cao Lanh City, Dong Thap Province

CASH FLOWS STATEMENT**2007 (Indirect method)**

Unit: VND

No.	Items	Code	Note	<u>2007</u>
I.	CASH FLOWS FROM OPERATING ACTIVITIES:			
1.	<i>Profit before tax</i>	01		111,680,953,254
2.	<i>Adjustment in accounts</i>			
-	Fixed assets depreciation	02	V.8, 9	10,361,513,524
-	Provisions	03		-
-	Unrealized foreign exchange difference loss/gain	04		(705,254,005)
-	Loss/gain from investments	05	VI.3	(657,000,000)
-	Interest expenses	06		212,751,250
3.	<i>Operating profit before the changes of current capital</i>	08		120,892,964,023
-	Changes in accounts receivable	09		(81,830,785,211)
-	Changes in inventories	10		(52,149,528,948)
-	Changes in trade payables	11		31,161,221,776
-	Changes in prepaid expenses	12		89,488,402
-	Paid interest	13		(212,751,250)
-	Paid corporate income tax	14	V.15	(13,050,000,000)
-	Other receivables	15		230,000,000
-	Other payables	16		(2,364,872,360)
	<i>Net cash provided by (used in) operating activities</i>	20		2,765,736,432
II.	CASH FLOWS FROM INVESTING ACTIVITIES:			
1.	Cash paid for purchase of capital assets and other long-term assets	21		(137,231,610,822)
2.	Cash received from liquidation or disposal of capital assets and other long-term assets	22		-

3.	Cash paid for lending or purchase debt tools of other companies	23	-
4.	Withdrawal of lending or resale debt tools of other companies	24	-
5.	Cash paid for joining capital in other companies	25	(30,036,879,455)
6.	Withdrawal of capital in other companies	26	-
7.	Cash received from interest, dividend and distributed profit	27	657,000,000
	<i>Net cash used in investing activities</i>	30	<u>(166,611,490,277)</u>
III. CASH FLOWS FROM FINANCING ACTIVITIES:			
1.	Cash received from issuing stock, other owners' equity	31	V.20 53,268,543,290
2.	Cash paid to owners' equity, repurchase issued stock	32	-
3.	Cash received from long-term and short-term borrowings	33	V.13, 18 292,496,816,035
4.	Cash paid to principal debt	34	V.13, 18 (193,678,308,833)
5.	Cash paid to financial lease debt	35	-
6.	Dividend, profit paid for owners	36	-
	<i>Net cash (used in) provided by financing activities</i>	40	<u>152,087,050,492</u>
	Net cash during the period	50	(11,758,703,353)
	CASH AND CASH EQUIVALENTS FROM VINH HOAN CO., LTD.	60	V.1 24,320,448,574
	Influence of foreign exchange fluctuation	61	<u>453,801,166</u>
	CASH AND CASH EQUIVALENTS AT END OF YEAR	70	<u><u>13,015,546,387</u></u>
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