

Refrigeration Electrical Engineering Corporation
364 Cong Hoa St, Ward 13, Tan Binh Dist., Hochiminh City

BALANCE SHEET (consolidated)
As at Dec. 31st 2007

Unit: Thousand dongs

Code	ASSETS	Note	Ending Balance	Beginning Balance
100	CURRENT ASSETS		1,615,206,630	901,711,356
110	Cash & cash equivalents	3	305,885,177	318,352,313
111	Cash		57,963,628	318,352,313
112	Cash equivalents		247,921,549	-
120	Short-term financial investments	11	672,847,555	227,739,030
121	Short-term investments		726,419,555	232,739,030
129	Provision for devaluation of short-term investments		(53,572,000)	(5,000,000)
130	Short-term receivables		407,464,268	252,376,359
131	Trade accounts receivables		135,073,777	176,394,258
132	Advances to supplier		26,243,385	3,916,469
133	Short-term internal receivables		-	-
134	Receivables from construction contracts under percentage of completion method		230,724,622	81,159,189
135	Other receivables	4	23,888,389	4,021,850
139	Provision for short-term bad receivables		(8,465,905)	(13,115,407)
140	Inventories	5	204,891,377	96,625,596
141	Inventories		207,924,856	100,720,253
149	Provision for devaluation of inventories		(3,033,479)	(4,094,657)
150	Other short-term assets		24,118,253	6,618,058
151	Short-term prepaid expenses		1,204,740	172,677
152	VAT deductible		58,173	13,839
154	Tax and accounts receivable from State budget		3,646,176	250,068
158	Other short-term assets	6	19,209,164	6,181,474
200	LONG-TERM ASSETS		1,275,918,399	610,903,773
220	Fixed assets		53,644,738	180,886,422
221	Tangible fixed assets	7	17,727,176	16,700,871
222	- Historical cost		35,148,152	40,523,987
223	- Accumulated depreciation (*)		(17,420,976)	(23,823,116)
224	Finance leases fixed assets		-	-
225	- Historical cost		-	-
226	- Accumulated depreciation (*)		-	-
227	Intangible fixed assets	8	4,192,288	3,264,576
228	- Historical cost		4,234,323	3,264,576
229	- Accumulated depreciation (*)		(42,035)	-
230	Construction in progress	9	31,725,274	160,920,975
240	Property Investment	10	405,989,415	204,301,061
241	- Historical cost		479,992,437	254,021,754
242	- Accumulated depreciation (*)		(74,003,022)	(49,720,693)
250	Long-term financial investments	11	814,425,905	222,205,563
251	Investment in subsidiaries		-	-
252	Investment in associate or joint-venture companies		178,122,459	10,029,040
258	Other long-term investments		636,303,446	212,176,523
259	Provision for devaluation of long-term finance investment		-	-
260	Other long-term assets		1,858,341	3,510,727

261	Long-term prepaid expenses		-	1,085,267
262	Deferred income tax assets	20.3	-	1,167,635
268	Others		1,858,341	1,257,825
270	TOTAL ASSETS		2,891,125,029	1,512,615,129
	CAPITAL SOURCE			
300	LIABILITIES		635,407,421	427,248,228
310	Short-term liabilities		531,139,710	330,067,548
311	Short-term borrowing and debts	12	73,830,283	58,793,964
312	Trade accounts payable		121,578,617	76,888,225
313	Advances from customers		140,505,001	92,401,736
314	Taxes and liabilities to State budget	13	54,517,024	52,692,268
315	Payable to employees		1,369,443	3,630,068
316	Payable expenses		2,541,305	171,426
317	Accounts payable-Affiliate		-	-
318	Payable in accordance with contracts in progress		-	-
319	Other short-term payables	14	135,227,204	44,515,838
320	Provision for short-term liabilities		1,570,833	974,023
330	Long-term liabilities		104,267,711	97,180,680
331	Long-term accounts payable-Trade		-	-
332	Long-term accounts payable-Affiliate		-	-
333	Other long-term liabilities		45,478,771	30,928,858
334	Long-term borrowing and debts	15	47,567,563	59,035,508
335	Deferred income tax	20.3	2,726,439	-
336	Provision for unemployment benefit		7,465,583	6,652,076
337	Provision for long-term liabilities		1,029,355	564,238
400	OWNER'S EQUITY	16	2,244,784,991	1,084,565,531
410	Capital sources and funds		2,244,774,857	1,084,565,531
411	Owner's investment capital		575,149,920	338,043,430
412	Share premium		1,315,439,887	452,272,245
413	Other capital of owners' equity		-	-
414	Treasury stock		(28,913)	(28,913)
415	Assets revaluation difference		-	-
416	Foreign exchange difference		-	-
417	Investment and development fund		35,262,868	68,382,978
418	Financial reserve fund		32,124,659	19,326,824
419	Other fund belong to owner's equity		-	-
420	Retained after-tax profit		286,826,436	206,568,967
421	Capital for construction work		-	-
430	Other resources and funds		10,134	-
431	Bonus and welfare funds		10,134	-
432	Expenditure resources		-	-
433	Expenditure resources for fixed asset		-	-
500	MINORITY INTEREST		10,932,617	801,370
440	TOTAL RESOURCES		2,891,125,029	1,512,615,129

Refrigeration Electrical Engineering Corporation
364 Cong Hoa St, Ward 13, Tan Binh Dist., Hochiminh City

INCOME STATEMENT (consolidated)
2007

Unit: Thousand dongs				
Code	Items	Note	2007	2006
01	Revenue of sales and services	17.1	995,465,636	834,453,887
02	Deductions	17.1	(18,380,672)	(10,313,003)
10	Net sales and services	17.1, 23	977,084,964	824,140,884
11	Cost of sales		(679,284,047)	(607,503,182)
20	Gross profit		297,800,917	216,637,702
21	Financial income	17.2, 23	250,663,436	154,935,523
22	Financial expenses	18	(60,268,156)	(12,759,140)
23	- In which: Interest expense		9,478,311	10,856,483
24	Selling expenses		(24,222,130)	(10,677,797)
25	General & administrative expenses		(78,729,632)	(51,322,093)
30	Net operating profit		385,244,435	296,814,195
31	Other income	19, 23	8,558,439	5,906,232
32	Other expenses	19	(1,762,456)	(3,720,867)
40	Other profit	19	6,795,983	2,185,365
50	Profit before tax		392,040,418	298,999,560
51	Current corporate income tax expenses	20.1	(96,619,364)	(77,637,339)
52	Defrred corporate income tax expenses	20.3	(3,894,074)	1,167,635
60	Profit after tax		291,526,980	222,529,856
	Minority interest		535,587	99,508
	Profit after tax of the parent company's shareholders		290,991,393	222,430,348
70	EPS (VND/share)	24	5,819	7,624

CASH FLOW STATEMENT (consolidated)
As at Dec. 31st 2007 (Indirect method)

Unit: Thousand dongs

Code	Items	Note	2007	2006
	CASH FLOWS FROM OPERATING ACTIVITIES:			
01	Profit before tax		392,040,418	298,999,560
	Adjustment in accounts			
02	Fixed assets depreciation	7, 8, 10	28,138,066	18,500,616
03	Provisions		42,861,320	1,676,795
04	Gain from liquidating fixed assets		(3,870,325)	-
05	Loss/gain from investment	17.2	(189,555,785)	(142,091,820)
06	Interest expenses	18	9,478,311	10,856,483
07	Expenses of interest and dividend	17.2	(57,990,097)	(12,308,123)
08	Operating profit before the changes of current capital		221,101,908	175,633,511
09	Changes in accounts receivable		(148,523,887)	(156,445,706)
10	Changes in inventories		(107,204,603)	32,292,989
11	Changes in trade payables		210,366,997	57,531,618
12	Changes in prepaid expenses		(17,015,444)	(1,128,961)
13	Paid interest		(10,518,013)	(10,856,483)
14	Paid corporate income tax	20.2	(93,703,183)	(42,463,230)
15	Other receivables		-	158,692
16	Other payables		(8,846,844)	(1,921,776)
20	Net cash provided by (used in) operating activities		45,656,931	52,800,654
	CASH FLOWS FROM INVESTING ACTIVITIES:			
21	Cash paid for purchase of capital assets and other long-term assets		(103,246,905)	(159,265,611)
22	Cash received from liquidation or disposal of capital assets and other long-term assets		5,659,792	2,749,178
23	Cash paid for investing in other companies and banks		(1,085,900,867)	(320,826,742)
24	Cash received from interest, dividend and distributed profit		56,075,577	5,141,303
25	Withdrawal of capital in other companies		189,555,785	194,970,439
30	Net cash used in investing activities		(937,856,618)	(277,231,433)
	CASH FLOWS FROM FINANCING ACTIVITIES:			
31	Cash received from issuing stock, other owners' equity		908,564,502	391,233,405
32	Cash received from loans		182,246,597	134,602,452
33	Cash paid to debts		(178,678,224)	(121,072,980)
34	Dividend, profit paid for owners		(32,400,324)	(39,322,968)
35	Interest received		-	6,787,653
40	Net cash (used in) provided by financing activities		879,732,551	372,227,562
50	Net cash during the period		(12,467,136)	147,796,783
60	CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		318,352,313	170,555,530
70	CASH AND CASH EQUIVALENTS AT END OF YEAR	3	305,885,177	318,352,313