

SAO TA FOODS JOINT STOCK COMPANY

Address: km 2132, 1A Highway, Soc Trang City, Soc Trang Province

FINANCIAL STATEMENT

For the fiscal year ended

BALANCE SHEET

As of 31 December, 2007

<i>Unit: VND</i>				
ITEMS	Cod e	EXP	ENDING BALANCE	BEGINNING BALANCE
ASSETS				
A . CURRENT ASSETS	100		279,387,544,774	139,351,928,992
I. Cash & cash equivalents	110		2,668,098,737	7,697,981,175
1. Cash	111	03	2,668,098,737	7,697,981,175
2. Cash equivalents	112		-	
II. Short-term financial investments	120		-	-
1. Short-term investments	121			-
2. Provision for devaluation of short-term investments (*)	129		-	-
III. Short-term receivables	130		107,483,217,974	35,124,027,138
1. Trade accounts receivable	131		102,238,784,376	28,159,087,955
2. Advances to supplier	132		5,420,407,329	4,752,181,474
3. Short-term internal receivables	133			
4. Receivables in accordance with contracts in progress	134			
5. Other receivables	138	04	403,898,124	2,741,692,222
6. Provision for short-term bad receivables (*)	139		(579,871,855)	(528,934,513)
IV. Inventories	140		162,919,612,864	87,086,602,174
1. Inventories	141	05	162,919,612,864	87,086,602,174
2. Provision for devaluation of inventories (*)	149		-	-
V. Other current assets	150		6,316,615,199	9,443,318,505

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ITEMS	Cod e	EXP	ENDING BALANCE	BEGINNING BALANCE
1. Short-term prepaid expenses	151		16,878,892	55,066,667
2. VAT deductible	152		5,762,258,827	5,061,604,213
3. Tax and accounts receivable from State budget	154			11,639,540
4. Other current assets	158	06	537,477,480	4,315,008,085

B. LONG-TERM ASSETS	200		103,773,138,064	78,492,716,434
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		64,095,131,651	51,481,425,066
1. Tangible fixed assets	221	07	37,691,511,413	48,694,525,541

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ITEMS	Cod e	EXP	ENDING BALANCE	BEGINNING BALANCE
- Historical cost	222		168,540,814,290	164,451,467,274
- Accumulated depreciation (*)	223		(130,849,302,877)	(115,756,941,733)
2. Finance leases fixed assets	224		-	-
- Historical cost	225		-	-
- Accumulated depreciation (*)	226		-	-
3. Intangible fixed assets	227		1,063,306,973	1,102,645,092
- Historical cost	228		1,218,618,900	1,218,618,900
- Accumulated depreciation (*)	229		(155,311,927)	(115,973,808)
4. Construction in progress expenses	230	08	25,340,313,265	1,684,254,433
III. Property Investment	240		-	-
- Historical cost	241		-	-
- Accumulated depreciation (*)	242		-	-
IV. Long-term financial investments	250		25,460,000,000	11,060,000,000
1. Investment in subsidiary company	251			
2. Investment in joint venture	252			
3. Other long-term investments	258	09	25,460,000,000	11,060,000,000
4. Provision for diminution in value of long-term security investments (*)	259			
V. Other long-term assets	260		14,218,006,413	15,951,291,368
1. Long-term prepaid expenses	261	10	14,218,006,413	15,951,291,368
2. Deferred income tax assets	262			
3. Others	268			

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For the fiscal year ended

BALANCE SHEET

As of 31 December, 2007

<i>Unit: VND</i>				
ITEMS	Cod e	EXP	ENDING BALANCE	BEGINNING BALANCE
TOTAL ASSETS			383,160,682,838	217,844,645,426

CAPITAL SOURCE

A . LIABILITIES	300		220,215,797,164	104,445,535,241
I. Current liabilities	310		219,715,797,164	104,445,535,241
1. Short-term borrowing and debts	311	11	204,464,242,159	83,173,029,495
2. Trade accounts payable	312		7,607,145,375	7,292,226,712
3. Advances from customers	313		203,094,150	
4. Taxes and liabilities to State budget	314	12	504,103,204	387,170,284
5. Payable to employees	315		3,625,458,403	8,772,620,146
6. Payable expenses	316	13	2,015,548,649	452,133,405
7. Accounts payable-Affiliate	317			-
8. Payable in accordance with contracts in progress	318			
9. Other payables	319	14	1,296,205,224	4,368,355,199
10. Provision for current liabilities	320			
II. Long-term liabilities	330		500,000,000	-
1. Long-term accounts payable-Trade	331			
2. Long-term accounts payable-Affiliate	332			
3. Other long-term payables	333	15	500,000,000	

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For the fiscal year ended

BALANCE SHEET

As of 31 December, 2007

Unit: VND

ITEMS	Cod e	EXP	ENDING BALANCE	BEGINNING BALANCE
4. Long-term borrowing and debts	334			
5. Deferred income tax	335			
6. Provision for unemployment benefit	336			
7. Provision for long-term liabilities	337			
B . OWNER'S EQUITY	400		162,944,885,674	113,399,110,185
I. Capital sources and funds	410	16	158,797,131,375	106,909,656,978
1. Paid-in capital	411		79,000,000,000	60,000,000,000
2. Capital surplus	412		34,200,000,000	
3. Other capital of owner	413			
4. Treasury stock	414		(175,370,000)	
5. Assets revaluation difference	415			
6. Foreign exchange difference	416			
7. Investment and development funds	417		26,902,590,274	26,352,738,163
8. Financial reserve Fund	418		6,931,618,512	5,556,918,815
9. Other Fund belong to owner's equity	419			
10. Retained after-tax profit	420		11,938,292,589	15,000,000,000
11. Capital for construction work	421			
II. Budget sources	430		4,147,754,299	6,489,453,207
1. Bonus and welfare funds	431		4,147,754,299	6,489,453,207
2. Budgets	432			
3. Budget for fixed asset	433			
TOTAL RESOURCES	430		383,160,682,838	217,844,645,426

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FINANCIAL STATEMENT

For the fiscal year ended 31 December 2007

OFF BALANCE SHEET ITEMS

Items	EXP	Ending balacne	Beginning balacne
1. Leasehold assets		-	-
2. Materials and goods kept or processed for others		-	-
3. Goods deposited by others		-	-
4. Bad debts already treated		-	-
5. Foreign currencies:		-	-
- USD		144,883.86	321,265.98
- EUR		307.20	304.73
		-	-
6. Estimates for non-business and project expenditure		-	-

January 24th, 2008

Preparer**Chief Accountant****General Director****Lưu Nguyễn Trúc Dung****Tô Minh Chưởng****Dương Ngọc Kim**

SAO TA FOODS JOINT STOCK COMPANY

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FINANCIAL STATEMENT

For the fiscal year ended 31 Dec

INCOME STATEMENT**2007***Unit: VND*

Code No.	Items	EXP	2007	2006
01	1. Revenue of sales and services	15	999,763,571,406	925,197,008,975
02	2. Deductions	16	-	-
10	3. Net sales and services	17	999,763,571,406	925,197,008,975
11	4. Cost of goods sold	18	920,116,076,433	846,115,984,827
20	5. Gross profit		79,647,494,973	79,081,024,148
21	6. Financial Income	19	3,870,481,132	1,069,485,657
22	7. Financial Expenses	20	12,771,437,872	6,532,595,242
23	- Include: Interest expense		9,838,092,817	5,279,523,296
24	8. Selling Expenses		33,983,098,101	35,613,590,103
25	9. General and Administrative Expenses		9,179,460,542	9,685,006,711
30	10. Net operating profit		27,583,979,590	28,319,317,749
31	11. Other Income		194,320,218	3,799,815,458
32	12. Other Expenses		7,087,136	224,747,718
40	13. Other profit		187,233,082	3,575,067,740
50	14. Profit before tax		27,771,212,672	31,894,385,489

51	15. Current corporate income tax expenses	21	276,426,139	313,744,605
52	16. Deferred corporate income tax expenses		-	-
60	17. Profit after tax		27,494,786,533	31,580,640,884
70	18 EPS (VND/share)	22	4,238	5,263

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Preparer

Chief Accountant

General Director

SAO TA FOODS JOINT STOCK COMPANY

Address: km 2132, 1A Highway, Soc Trang City, Soc Trang Province

FINANCIAL STATEMENT

For the fiscal year ended 31 December 2007

CASH FLOW STATEMENT**2007****(Indirect method)***Unit: VND*

Items	Code	2007	2006
I. CASH FLOWS FROM OPERATING ACTIVITIES:	1		
1. Profit before tax		27,771,212,672	31,894,385,489
2. Adjustment in accounts:			
1. Fixed assets depreciation	2	15,273,747,077	16,853,842,268
2. Provisions	3	76,817,257	(39,978,492)
3. Unrealized foreign exchange difference loss/gain	4	(915,248,717)	(151,746,075)
4. Loss/gain from investment	5	(1,521,468,996)	(4,143,900,854)
5. Interest expenses	6	9,838,092,817	5,279,523,296
3. Operating profit before the changes of current capital	8	50,523,152,110	49,692,125,632
- Changes in accounts receivable	9	(72,768,114,809)	25,380,588,237
- Changes in inventories	10	(75,833,010,690)	(43,012,595,922)
- Changes in trade payables (exclude interest payable, income tax payable)	11	28,548,779,547	5,333,349,649
- Changes in prepaid expenses	12	1,765,523,624	(797,435,926)
- Paid interest	13	(8,206,796,315)	(5,279,523,296)
- Paid corporate income tax	14	(473,744,605)	-
- Other receivables	15	4,079,647,000	26,280,703,364
- Other payables	16	(15,873,622,033)	(30,984,034,043)
Net cash provided by (used in) operating activities	20	(88,238,186,171)	26,613,177,695

II. CASH FLOWS FROM INVESTING ACTIVITIES:

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FINANCIAL STATEMENT

For the fiscal year ended 31 December 2007

CASH FLOW STATEMENT**2007****(Indirect method)***Unit: VND*

Items	Code	2007	2006
1. Cash paid for purchase of capital assets and other long-term assets	21	(28,077,615,144)	(9,476,984,549)
2. Cash received from liquidation or disposal of capital assets and other long-term assets	22		154,545,454
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	(14,400,000,000)	(10,000,000,000)
6. Withdrawal of capital in other companies	26		
7. Cash received from interest, dividend and distributed profit	27	1,521,468,996	820,145,300
Net cash used in investing activities	30	(40,956,146,148)	(18,502,293,795)

III. CASH FLOWS FROM FINANCING**ACTIVITIES:**

1. Cash received from issuing stock, other owners' equity	31	43,200,000,000	-
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FINANCIAL STATEMENT

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CASH FLOW STATEMENT**2007****(Indirect method)***Unit: VND*

Items	Code	2007	2006
2. Cash paid to owners' equity, repurchase issued stock	32	175,370,000	-
3. Cash received from long-term and short-term borrowings	33	1,047,031,967,855	1,196,396,213,695
4. Cash paid to principal debt	34	(951,438,204,355)	(1,216,758,705,340)
5. Cash paid to financial lease debt	35	-	-
6. Dividend, profit paid for owners	36	(14,912,500,000)	(15,000,000,000)
Net cash (used in) provided by financing activities	40	124,056,633,500	(35,362,491,645)
Net cash during the period	50	(5,137,698,819)	(27,251,607,745)
Cash and cash equivalents at beginning of year	60	7,697,981,175	34,891,543,575
Fluence of foreign exchange fluctuation	61	107,816,381	58,045,345
Cash and cash equivalents at end of year	70	2,668,098,737	7,697,981,175

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Preparer**Chief Accountant****General Director****Hồ Quang Trí****Tô Minh Chăng****Dương Ngọc Kim**