

SOUTHERN SEED CORPORATION

BALANCE SHEET

As of 31 December 2007

Unit: VND

ASSETS	Code	EXP	Ending Balance	Beginning Balance
A. CURRENT ASSETS	100		92,057,553,084	92,767,620,422
I. Cash and cash equivalents	110	(6.1)	23,486,554,150	18,651,854,846
1. Cash	111		11,486,554,150	8,651,854,846
2. Cash equivalents	112		12,000,000,000	10,000,000,000
II. Short-term financial investments	120			
1. Short-term investments	121			
2. Provision for devaluation of short-term security investments	129			
III. Short-term receivables	130	(6.2)	26,808,917,434	26,097,248,805
1. Trade accounts receivable	131		21,791,036,915	21,691,756,531
2. Advances to supplier	132		1,491,780,484	3,621,436,635
3. Short-term internal receivables	133			
4. Receivable in accordance with contracts in progress	134			
5. Other receivables	135		3,526,100,035	784,055,639
6. Provision for short-term bad receivables	139			
IV. Inventories	140	(6.3)	40,171,450,034	46,626,519,683
1. Inventories	141		40,171,450,034	46,626,519,683
2. Provision for devaluation of inventories	149			
V. Other current assets	150		1,590,631,466	1,391,997,088
1. Short-term prepaid expenses	151		362,738,470	387,836,375
2. VAT deductible	152		1,723,162	
3. Tax and accounts receivable from State budget	154			81,422,310
4. Other current assets	158		1,226,169,834	922,738,403

SOUTHERN SEED CORPORATION

BALANCE SHEET

As of 31 December 2007

Unit: VND

ASSETS

Code

EXP

Ending Balance

Beginning Balance

(Cont. in page 6)

SOUTHERN SEED CORPORATION

BALANCE SHEET

As of 31 December 2007

Unit: VND

ASSETS	Code	EXP	Ending Balance	Beginning Balance
B. LONG-TERM ASSETS	200		64,190,765,203	48,669,574,235
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		50,814,265,694	45,290,731,336
1. Tangible fixed assets	221	(6.4)	20,115,236,636	15,868,934,160
- Historical cost	222		35,740,653,862	28,913,778,006
- Accumulated depreciation (*)	223		(15,625,417,226)	(13,044,843,846)
2. Finance leases fixed assets	224			
- Historical cost	225			
- Accumulated depreciation (*)	226			
3. Intangible fixed assets	227	(6.5)	28,502,660,736	28,499,642,256
- Historical cost	228		30,325,068,170	30,232,568,170
- Accumulated depreciation (*)	229		(1,822,407,434)	(1,732,925,914)
4. Construction in progress expenses	230	(6.6)	2,196,368,322	922,154,920
III. Property Investment	240			
- Historical cost	241			
- Accumulated depreciation (*)	242			
IV. Long-term financial investments	250		9,477,650,000	11,000,000
1. Investment in subsidiary company	251			

SOUTHERN SEED CORPORATION

BALANCE SHEET

As of 31 December 2007

Unit: VND

ASSETS	Code	EXP	Ending Balance	Beginning Balance
2. Investment in joint venture	252			
3. Other long-term investments	258	(6.7)	9,477,650,000	11,000,000
4. Provision for devaluation of long-term finance investment	259			
V. Other long-term assets	260	(6.8)	3,898,849,509	3,367,842,899
1. Long-term prepaid expenses	261		3,154,849,509	2,623,842,899
2. Deferred income tax assets	262			
3. Others	268		744,000,000	744,000,000
TOTAL ASSETS	270		156,248,318,287	141,437,194,657

(Cont. in page 7)

SOUTHERN SEED CORPORATION
BALANCE SHEET

As of 31 December 2007

Unit: VND

CAPITAL SOURCE	Code	EXP	Ending Balance	Beginning Balance
A. LIABILITIES	300		30,945,584,505	24,184,299,310
I. Current liabilities	310		24,037,745,429	20,420,692,902
1. Short-term borrowing and debts	311			
2. Trade accounts payable	312		8,632,408,544	5,274,454,843
3. Advances from customers	313		1,230,049,144	954,787,339
4. Taxes and liabilities to State budget	314	(6.9)	507,164,653	132,379,527
5. Payable to employees	315		3,919,998,983	3,170,578,510
6. Payable expenses	316	(6.10)	2,357,383,488	2,750,111,261
7. Accounts payable-Affiliate	317			
8. Payable in accordance with contracts in progress	318			
9. Other short-term payables	319	(6.11)	7,390,740,617	8,138,381,422
10. Provision for current liabilities	320			
II. Long-term liabilities	330		6,907,839,076	3,763,606,408
1. Long-term accounts payable-Trade	331			
2. Long-term accounts payable-Affiliate	332			
3. Other long-term payables	333			
4. Long-term borrowing and debts	334	(6.12)	6,629,892,740	3,580,000,000
5. Deferred income tax	335			
6. Provision for unemployment benefit	336		277,946,336	183,606,408
7. Provision for long-term liabilities	337			
B. OWNER'S EQUITY	400		125,302,733,782	117,252,895,347
I. Capital sources and funds	410	(6.13)	124,934,850,105	117,005,180,852
1. Paid-in capital	411		100,000,000,000	60,000,000,000
2. Capital surplus	412		528,054,000	528,054,000
3. Other capital of owner	413			
4. Treasury stock	414		(9,800,000)	
5. Assets revaluation difference	415			
6. Foreign exchange difference	416			

CAPITAL SOURCE	Code	EXP	Ending Balance	Beginning Balance
7. Investment and development funds	417		17,008,999,904	50,276,320,597
8. Financial reserve fund	418		5,400,042,775	4,427,336,843
9. Other fund belong to owner's equity	419			
10. Retained after-tax profit	420		2,007,553,426	1,773,469,412
11. Capital for construction work	421			
II. Budget sources	430		367,883,677	247,714,495
1. Bonus and welfare funds	431		367,883,677	247,714,495
2. Budgets	432			
3. Budget for fixed asset	433			
TOTAL RESOURCES	440		156,248,318,287	141,437,194,657

SOUTHERN SEED CORPORATION

BALANCE SHEET

As of 31 December 2007

Unit: VND

OFF BALANCE SHEET ITEMS

<u>Items</u>	<u>EXP</u>	<u>Ending Balance</u>	<u>Beginning Balance</u>
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		7,299.99	12,764.27
6. Estimates for non-business and project expenditure			

29th of February, 2008

CHIEF ACCOUTANT

GENERAL DIRECTOR

NGUYỄN TIẾN HIỆP

NGÔ VĂN GIÁO

SOUTHERN SEED CORPORATION
INCOME STATEMENT

For the fiscal year ended 31 December 2007

Unit: VND

Items	Code	EXP	Current year	Previous year
1. Revenue of sales and services	01		168,292,597,333	142,208,042,925
2. Deductions	02		12,436,002,841	12,347,030,422
3. Net sales and services				
(10=01-03)	10	(7.1)	155,856,594,492	129,861,012,503
4. Cost of goods sold	11	(7.2)	104,533,315,878	84,687,934,320
5. Gross profit				
(20=10-11)	20		51,323,278,614	45,173,078,183
6. Financial Income	21	(7.3)	468,184,942	278,311,780
7. Financial Expenses	22	(7.4)	978,778,389	1,018,941,903
- Include: Interest expense	23		708,595,021	443,010,332
8. Selling Expenses	24	(7.5)	13,531,066,543	9,883,571,563
9. General and Administrative Expenses	25	(7.6)	12,835,643,677	10,635,257,850
10. Net operating profit				
[30=20+(21-22)-(24+25)]	30		24,445,974,947	23,913,618,647
11. Other Income	31		12,421,255	327,191,788
12. Other Expenses	32		3,270,000	196,539,642
13. Other profit (40=31-32)	40		9,151,255	130,652,146
14. Profit before tax (50=30+40)	50		24,455,126,202	24,044,270,793
15. Current corporate income tax expenses	51		2,445,512,620	
16. Deferred corporate income tax expenses	52			
17. Profit after tax				
(60=50-51-52)	60		22,009,613,582	24,044,270,793
18. Earning per share (EPS)		(7.7)	2,201	3,735

Items	Code	EXP	Current year	Previous year
CHIEF ACCOUTANT			29th of February, 2008	GENERAL DIRECTOR
NGUYỄN TIẾN HIỆP			NGÔ VĂN GIÁO	

SOUTHERN SEED CORPORATION

CASH FLOW STATEMENT

(DIRECT METHOD)

For the fiscal year ended 31 December 2007

Unit: VND

Items	Code	EXP	Current year	Previous year
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from sale or services and other revenue	01		154,916,359,205	128,227,435,471
Cash paid for supplier	02		(71,668,695,843)	(56,944,994,973)
Cash paid for employee	03		(15,035,700,456)	(16,739,534,735)
Cash paid for interest	04		(708,595,021)	(443,010,332)
Cash paid for corporate income tax	05		(2,231,696,857)	(261,575,390)
Other receivables	06		16,072,354,236	12,969,002,451
Other payables	07		(52,831,811,059)	(45,286,880,552)
Net cash provided by (used in) operating activities	20		28,512,214,205	21,520,441,940
CASH FLOWS FROM INVESTING ACTIVITIES:				
Cash paid for purchase of capital assets and other long-term assets	21		(5,580,444,689)	(4,328,476,665)
Cash received from liquidation or disposal of capital assets and other long-term assets	22		-	14,000,000
Cash paid for lending or purchase debt tools of other companies	23			-
Withdrawal of lending or resale debt tools of other companies	24			-
Cash paid for joining capital in other companies	25		(9,466,650,000)	-

SOUTHERN SEED CORPORATION

CASH FLOW STATEMENT

(DIRECT METHOD)

For the fiscal year ended 31 December 2007

Unit: VND

Items	Code	EXP	Current year	Previous year
Withdrawal of capital in other companies	26			-
Cash received from interest, dividend and distributed profit	27		372,642,734	187,901,439
Net cash used in investing activities	30		(14,674,451,955)	(4,126,575,226)

(Cont. in page 11)

SOUTHERN SEED CORPORATION

CASH FLOW STATEMENT

(DIRECT METHOD)

For the fiscal year ended 31 December 2007

Unit: VND

Items	Code	EXP	Current year	Previous year
CASH FLOWS FROM FINANCING ACTIVITIES:				
Cash received from issuing stock, other owners' equity	31			-
Cash paid to owners equity, repurchase issued stock	32		(9,800,000)	-
Cash received from long-term and short-term borrowings	33		25,676,892,740	15,180,000,000
Cash paid to principal debt	34		(22,627,000,000)	(11,600,000,000)
Cash paid to financial lease debt	35		-	-
Dividend, profit paid for owners	36		(12,038,372,000)	(12,073,703,300)
Net cash (used in) provided by financing activities	40		(8,998,279,260)	(8,493,703,300)
Net cash during the period	50		4,839,482,990	8,900,163,414
Cash and cash equivalents at beginning of year	60		18,651,854,846	9,743,637,369
Influence of foreign exchange fluctuation	61		(4,783,686)	8,054,063
Cash and cash equivalents at end of year	70		23,486,554,150	18,651,854,846

CHIEF ACCOUNTANT

29th of February, 2008
GENERAL DIRECTOR

SOUTHERN SEED CORPORATION

CASH FLOW STATEMENT

(DIRECT METHOD)

For the fiscal year ended 31 December 2007

Unit: VND

Items	Code	EXP	Current year	Previous year
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NGUYỄN TIẾN HIỆP

NGÔ VĂN GIÁO