

**CONSOLIDATED FINANCIAL  
STATEMENTS**

**FOR THE FISCAL YEAR ENDED 31 DECEMBER 2010**

**GEMADEPT  
CORPORATION**

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# GEMADEPT CORPORATION

## REPORT OF THE DIRECTORS

The Directors of Gemadept Corporation ("the company") present this report together with the audited consolidated financial statements for the fiscal year ended 31 December 2010 including the financial statements of Gemadept Corporation (parent company) and those of its subsidiaries (list of subsidiaries is presented in Note I.5) (hereinafter referred to as "the Group").

### **Business highlights**

#### ***Parent company***

General Forwarding and Agency Corporation (Gemadept Corporation) has been operating under the business registration certificate and the tax registration certificate No. 0301116791 (No. 059080 before) dated 01 November 1993 granted by the Service of Planning and Investment of Ho Chi Minh City.

During its operation course, the company has been additionally granted the amended business registration certificates approving the supplementations of business functions and the increases of prescribed capital by the Service of Planning and Investment of Ho Chi Minh City.

Prescribed capital as in the business registration certificate:	VND 1.000.000.000.000
Number of shares:	100.000.000 shares
Face value:	VND 10.000/share

#### **Head office**

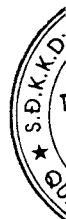
Address	: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam.
Tel.	: (84-8) 38 236 236
Fax	: (84-8) 38 235 236
E-mail	: info@gemadept.com.vn
Tax code	: 0 3 0 1 1 1 6 7 9 1

#### **Affiliates:**

<b>Affiliates</b>	<b>Addresses</b>
Huu Nghi Shipping Company (Hunship)	2A - 4A Ton Duc Thang, District 1, Ho Chi Minh City
Pacific Marine Company (PAMAR)	15 <sup>th</sup> Floor, No. 35 Nguyen Hue, District 1, Ho Chi Minh City
Hanoi branch	108 Lo Duc, Hai Ba Trung District, Hanoi City
Quang Ninh branch	No. 1, Cai Lan, Ha Long City, Quang Ninh Province
Da Nang branch	39 Quang Trung, Hai Chau District, Da Nang City
Quy Nhon branch	98 Pham Hung, Quy Nhon City, Binh Dinh Province
Can Tho branch	47/11A Le Hong Phong, Can Tho City
Branch of Gemadept in Cambodia	# 193C Mao Tse Toung Avenue, Chamcamon, Phnom Penh, Cambodia
Vung Tau Branch	Ward 7, Vung Tau City, Ba Ria - Vung Tau Province, Vietnam

#### **Main operations of the company:**

- To invest, to build and to operate sea port, river port, air cargo terminal. To perform all kinds of stevedoring services.
- To offer multi-modal transport services, to transport passengers and all kinds of cargo including containers, out of gauge cargo by sea, air, river way and inland trucking.
- To provide logistics services; to build, to operate, and to trade all kinds of warehouses and yard; to provide customs clearance service.
- To provide shipping agency services, container transportation, forwarding services by sea, by air and by road, ship's chandler and other related shipping services.



**GEMADEPT CORPORATION**  
**REPORT OF THE DIRECTORS (cont.)**

- To sell, purchase, manage, operate, repair, newly build and charter all types of ocean vessels, river ships, containers, cranes, forklifts and other equipments, materials, spare parts for transportation, port operation and logistics.
- To manage and man crew members.
- To undertake direct import and export. To act as petrol trading agency. To exploit mineral.
- To invest, construct, manage, trade and operate real estate, office buildings, hotels, resorts, apartments, residential area, trading center, industrial park and resorts.
- To undertake financial investment; to trade stocks; to make financial contribution to banks, securities companies, fund management companies and to involve in other financial activities.
- To undertake other business activities which are decided by the Board of Management in each particular period in accordance with the regulations of the laws and as registered to the relevant authorities.

**Subsidiaries**

<b>Subsidiaries</b>	<b>Addresses</b>	<b>Operating fields</b>	<b>Rate of capital ownership</b>
Gemadept (Singapore) Ltd.	120 Lower Delta Road, #15-14/15Cendex Centre, Singapore.	Shipping agencies, ship exploitation, performing marketing services for Gemadept in Singapore, mobilizing capital for projects of maritime infrastructure, introducing and inviting foreign investment in the projects of shipping, industrial zones, infrastructure of transportation in Vietnam.	100,00%
Gemadept (Malaysia) Ltd.	No.49B, Jalan Cungah, 42000 Port Klang, Selangor Darul Ehsan, Malaysia.	Shipping agencies, performing marketing services for Gemadept in Malaysia, mobilizing capital for the projects of maritime infrastructure, introducing and inviting foreign investment in the projects of shipping, industrial zones, infrastructure of transportation in Vietnam.	100,00%
V.N.M General Transportation Service Co., Ltd.	22 <sup>nd</sup> floor, Gemadept Building, No. 6 Le Thanh Ton, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam	Container yard and depot operation, shipping agency and brokerage, freight forwarding, cargo transport, stevedoring; sale, purchase, chartering of ship, container, marine equipment; construction of port, container yard, civil and industrial works.	100,00%
Gemadept Dung Quat International Port J.S.C	Port No. 1 – Dung Quat Port, Binh Thuan Commune, Binh Son District, Quang Ngai Province, Vietnam.	Sea port investment and operation; multi-modal transport; container port operation and other related services; shipping agency and brokerage; sea and air freight forwarding services; stevedoring services; cargo transportation services by waterway, by sea and by road; construction of ports, civil-industrial works and land transport infrastructure. Adding: towing services, giving direct support to sea transportation; ship's chandler services; customs clearance services.	73,80%

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**GEMADEPT CORPORATION****REPORT OF THE DIRECTORS (cont.)**

<b>Subsidiaries</b>	<b>Addresses</b>	<b>Operating fields</b>	<b>Rate of capital ownership</b>
Phuoc Long Port Co., Ltd.	19 <sup>th</sup> floor, Gemadept Building, No. 6 Le Thanh Ton, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam.	Multi-modal transport services; port operation; shipping agency and brokerage; stevedoring services, trading and chartering ships, containers, marine machinery and equipment; port construction and operation; building and repairing sea-going and river ships.	100,00%
ISS - Gemadept Co., Ltd.	No. 8, Nguyen Hue, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam.	Acting as a marine agent including arranging anchorage place for ships mooring in Vietnam; providing customs clearance service; acting as shipping agents including freight forwarding services on the basis of transportation contracts by sea or multi-modal transportation contracts; customs clearance service; preparing materials related to transporting documents (companies not directly transport goods and carry out commercial activities).	51,00%
Gemadept – Vung Tau Corporation	No. 1/1A Pham Hong Thai, Ward 7, Vung Tau City, Ba Ria – Vung Tau Province, Vietnam.	Construction of civil works and ports; transportation support and shipping agency services; services of supplying vessels and shipping agency; Transporting coastal and ocean-going goods by road, by water ways; warehousing and storage services.	70,00%
Gemadept Nhon Hoi International Port J.S.C.	No. 98 Pham Hung, Ly Thuong Kiet Ward, Quy Nhon City, Binh Dinh Province.	Investing and exploiting sea ports; multi-modal transportation. Acting as shipping and air agents and brokers; building up civil and industrial construction works.	55,00%
Hoa Sen - Gemadept Logistics and International Port Corporation	No. 05-07, 3/2 Street, Ward 8, Vung Tau City, Ba Ria-Vung Tau Province, Vietnam.	Building inland container depot (ICD), warehouse system, warehouses for container in transit, container freight station (CFS), clue for goods in transit and by expressage.	51,00%
Gemadept Logistics One Member Co., Ltd.	Lot J1, Road No. 8, Song Than 1 Industrial Park, Di An District, Binh Duong Province, Vietnam.	Building Logistic and cold storage system with European standard to provide services of forwarding, distributing, storing, maintaining, and packaging cold and miscellaneous goods.	100,00%
Gemadept Infrastructures Development and Investment Construction J.S.C	No. 142, Nguyen Thong, Ward 3, Tan An Town, Long An Province, Vietnam.	Port operation and related services; construction of civil – industrial works and ports; inland, waterway, sea and air cargo transportation services; building and repairing sea-going and river ships.	50,00%

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**GEMADEPT CORPORATION**  
**REPORT OF THE DIRECTORS (cont.)**

<b>Subsidiaries</b>	<b>Addresses</b>	<b>Operating fields</b>	<b>Rate of capital ownership</b>
Gemadept Hai Phong Co., Ltd.	No. 452 Le Thanh Tong, Van My Ward, Ngo Quyen District, Hai Phong City, Vietnam.	Trading in multi-modal transport services, exploring container yards and related services, acting as shipping agents and brokers, providing waterway, sea and air freight forwarding services; trading and leasing containers – marine machinery – equipment.	100,00%
Truong Tho Tourism and Transportation J.S.C	Quarter 7, Truong Tho Ward, Thu Duc District, Ho Chi Minh City, Vietnam.	Repairing and maintaining means of transport (excluding cars, motors, motorbikes and engined vehicles as well as the activities of processing mechanical products, processing wastes and electronic plating at the head office). Transporting goods by road and by local water ways. Transporting goods along coastal lines and by sea. Loading and unloading goods. Acting as a marine agent.	46,00%
Nam Hai Port Corporation	No. 201, May Chai Ward, Ngo Quyen Street, Ngo Quyen District, Hai Phong City, Vietnam	Constructing civil and technical works, ports and houses of all kinds; providing warehouse and yard services and providing activities supporting transportation; transporting cargos by road and waterways; providing other specific construction activities; constructing yards, depots and industrial works; transporting goods; providing warehouse and yard services, stevedoring services and storing services.	99,98%
Pacific Marine Co., Ltd.	21 <sup>st</sup> floor, Gemadept Building, No. 6 Le Thanh Ton, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam.	Transporting goods by road; providing direct supporting services for transportation by waterways; transporting coastal and ocean-going goods; providing direct supporting services for transportation by railway and by road (except for providing yard and depot services); providing stevedoring services.	100,00%

**GEMADEPT CORPORATION**  
**REPORT OF THE DIRECTORS (cont.)**

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*Associates*

<b>Subsidiaries</b>	<b>Addresses</b>	<b>Operating fields</b>	<b>Rate of capital ownership</b>
Golden Globe Trading Co., Ltd.	No. 117 Le Loi, District 1, Ho Chi Minh City, Vietnam.	Trading houses; providing services of organizing conferences and seminars; trading office equipment, computers and spare parts, stationeries, personal belongings and household appliances (excluding sport guns); transporting passengers and goods by cars and by waterway according to contracts.	45,00%
MBN-GMD Vietnam	No. 6 Le Thanh Ton, District 1, Ho Chi Minh City, Vietnam.	Leasing warehouses to exporters of Vietnamese coffee and agricultural products in form of "del-credere" warehouses.	34,00 %
Vung Tau Commercial Port Joint Stock Company (VCP)	No. 973, 30/4 Street, Ward 11, Vung Tau City, Ba Ria - Vung Tau Province, Vietnam.	Trading machinery, equipment, spare parts and non-agricultural materials. Trading fish and aquatic products. Trading engine-driven vehicles (old and new). Providing catering services. Trading beverage. Trading agricultural and forestry products to serve as materials, live animals. Providing logistics and bonded warehouse services. Providing services of ships, ship broker, loading and unloading goods and customs clearance. Building and repairing ships. Building up civil and industrial construction works, installing equipment for construction works.	26,78%
Vinh Hao Mineral Water Joint Stock Company	No. 72, 19/4 Street, Xuan An Ward, Binh Thuan Province, Vietnam.	Producing mineral water and bottled purified drinking water.	29,00%
Power Transportation and Service J.S.C (Potraco)	No. 112 Ngo Quyen, Ngo Quyen District, Hai Phong City, Vietnam.	Providing warehousing and goods receiving services. Providing water way and land transportation services. Providing services of transportation, loading and unloading goods of super length and weight. Providing mechanic and equipment processing services for civil-industrial electric devices. Trading infrastructures, real estates and houses. Building up civil and industrial construction works. Trading machinery, equipment and spare parts serving for mineral exploitation and construction works. Providing customs clearance services.	38,02%



**GEMADEPT CORPORATION**  
**REPORT OF THE DIRECTORS (cont.)**

<b>Subsidiaries</b>	<b>Addresses</b>	<b>Operating fields</b>	<b>Rate of capital ownership</b>
Schenker Gemadept Logistics Vietnam Co., Ltd.	Lot J2, Road No. 8, Song Than 1 Industrial Park, Di An District, Binh Duong, Vietnam.	Providing warehousing and container yard services, customs clearance service. Performing the distribution right of wholesaling and retailing (not setting up retailing stores) garments, leather shoes, electronic products.	49,00%
Huynhai Merchant Marine Vietnam Co., Ltd.	12 <sup>th</sup> Floor, Fideco Building, 81-85 Ham Nghi, District 1, Ho Chi Minh City, Vietnam.	Acting as a marine agent, providing forwarding services by road, by railway, by local water way, by sea and by air. Acting as a marine broker and providing services supporting the activities mentioned above.	49,00%
Minh Dam Tourism J.S.C	Hai Tan Quarter, Phuoc Hai Town, Dat Do District, Ba Ria – Vung Tau Province, Vietnam.	Providing accommodation services to tourists. Providing services of catering, dancing club, karaoke, sea shore, sauna, massage. Trading garments, sport clothes, personal belongings and jewelry. Transporting passengers according to contracts, providing local and overseas tourism services.	40,00%
Saigon Cargo Service Corporation	A2 Truong Son, Ward 2, Tan Binh District, Ho Chi Minh City, Vietnam.	Acting as agents to trade fuel and oil. Constructing quays, civil-industrial construction works. Providing transportation service by car. Providing services of forwarding, loading and unloading goods. Providing customs clearance service.	23,00%
Sinokor Vietnam Co., Ltd.	2A-4A Ton Duc Thang, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam.	Providing services of forwarding of goods. Providing container and sea transportation services. Providing services of warehousing, quays and other specialized maritime equipment.	49,00%
Falcon Ha Dong Investment and Trading J.S.C	No. 418 Quang Trung, La Khe Ward, Ha Dong District, Ha Noi City, Vietnam.	Transporting goods by road, by local water ways, along coastal lines and by sea. Manufacturing, processing and leasing garments. Investing, trading, leasing offices, commercial centers and houses. Providing accommodation services to tourists. Investing and building up civil and industrial works.	25,00%
United Food Joint Stock Company	No. 267 Quang Trung Street, Quang Trung Ward, Ha Dong District, Ha Noi City, Vietnam.	Trading in beer, refreshment, wine, cake and jam of all kinds; processing and trading high-quality foodstuffs from agricultural products; providing food and beverage services serving conferences; wholeselling and retailing foods and foodstuffs.	26,56%





**GEMADEPT CORPORATION**  
**REPORT OF THE DIRECTORS (cont.)**

<b>Subsidiaries</b>	<b>Addresses</b>	<b>Operating fields</b>	<b>Rate of capital ownership</b>
OOCL (Vietnam) Co., Ltd.	13 <sup>th</sup> Floor, Saigon Center, No. 37 Ton Duc Thang, District 1, Ho Chi Minh City, Vietnam.	Acting as a marine agent, providing forwarding services by road, by water ways, by sea and by air; acting as a marine broker; leasing warehouses and yards; providing warehouse management services; providing logistic services, forwarding and transportation services, good collection services, warehousing services and transporting goods by road to serve the activities mentioned above.	49,00%
Gemadept - Terminal Link Cai Mep Terminal Joint Stock Company	Phuoc Hoa Commune, Tan Thanh District, Ba Ria – Vung Tau Province, Vietnam.	Constructing, equipping and operating a container port in Cai Mep – Thi Vai River.	62,5%

**Material effects on the operations of the Group**

As compared to that in the previous year, the profit after tax of the parent company's shareholders in the current year has decreased from VND 323 billion down to VND 206,8 billion mainly due to the effects of the provision for devaluation of short-term and long-term investments.

During the year, Gemadept Corporation has issued shares to increase its prescribed capital up to VND 1.000 billion. The share premiums from these issuances have increased by VND 802 billion.

Gemadept Corporation has issued 396.787 non-interest gaining convertible bonds (equivalent to VND 396.787.000.000 according to face value) in order to increase the capital ownership rate in Nam Hai Port Corporation. The conversion period is 12 months from the issuing date and the price to convert into Gemadept share is VND 42.000/share. Details are as follows:

- Issuing 226.687 bonds to Greenpeace Service Corporation in order to interchange VND 39.980.000.000 (calculating according to face value per share) in Nam Hai Port Corporation.
- Issuing 170.100 bonds to Song Hang Co., Ltd. to interchange VND 30.000.000.000 (calculating according to face value per share) in Nam Hai Port Corporation.

According to the commitment of increasing share capital signed on 26 June 2010, Gemadept Corporation has purchased 40.200.000 shares (equivalent to USD 25,000,000) of Gemadept - Terminal Link Cai Mep Terminal Joint Stock Company. At present, Gemadept Corporation is recording this investment in the item "Short-term investments" in line with the Meeting Minutes No. 154/2010/BB-HĐQT dated 20 September 2010 to have the final decision on this amount of investment, which highest benefits the shareholders and the Group within 12 months.

**Financial position and business results**

The consolidated financial position as of 31 December 2010, the consolidated business results for the fiscal year ended 31 December 2010 of the Group have been expressed in the consolidated financial statements attached to this report (from page 13 to page 51).

During the year, Gemadept Corporation has distributed the profit of the year 2009 according to the Resolution of the General Shareholders' Meeting as follows:

- Appropriation for financial reserved fund	VND 10.354.491.642
- Appropriation for other funds	VND 10.354.491.642
- Appropriation for bonus and welfare funds	VND 16.567.186.626
<b>Total:</b>	<b>VND 37.276.169.910</b>

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**GEMADEPT CORPORATION**  
**REPORT OF THE DIRECTORS (cont.)**

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**Subsequent events**

The Directors of Gemadept Corporation hereby confirm that there have been no events from 31 December 2010 to the date of this report, which need any adjustments on the figures or the disclosures in the consolidated financial statements.

**The Board of Management and the Executive Officers**

The Board members and the Executive Officers of Gemadept Corporation during the year and as of the date of this report include:

**The Board of Management**

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Mr. Do Van Nhan	Chairman
Mr. Chu Duc Khang	Vice Chairman
Mr. Pham Tien Tinh	Member
Mr. Do Van Minh	Member
Mr. Nguyen Quoc Khanh	Member
Mr. Pham Hong Hai	Member
Mr. To Hai	Member
Mr. Vu Ninh	Member
Ms. Nguyen Minh Nguyet	Member

**The Board of Supervisors**

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Mr. Luu Tuong Giai	Chief of the Board
Ms. Bui Thi Thu Huong	Member
Ms. Vu Thi Hoang Bac	Member
Mr. Nguyen Viet Quang	Member
Mr. Tran Duc Thuan	Member

**The Directors**

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Mr. Do Van Minh	General Director
Mr. Chu Duc Khang	Deputy General Director

**Auditors**

Auditing and Consulting Co., Ltd. (A&C) has performed the audit on the Group's consolidated financial statements for the fiscal year ended 31 December 2010 and has expressed its willingness to be appointed the Group's external auditor.

**Confirmations of the Directors**

The Directors of Gemadept Corporation are responsible for the preparation of the consolidated financial statements to give a true and fair view of the financial position, the business results and the cash flows for each of the Group's fiscal year. In order to prepare these consolidated financial statements, the Directors must:

- select appropriate accounting policies and apply them consistently;
- make judgments and estimates prudently;
- announce the accounting standards to be followed for the material issues to be disclosed and explained in the consolidated financial statements.

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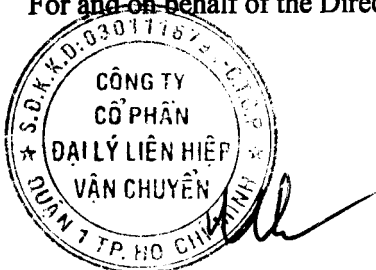
**GEMADEPT CORPORATION**  
**REPORT OF THE DIRECTORS (cont.)**

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The Directors hereby ensure that all the requirements mentioned above have been followed when the consolidated financial statements are prepared, that all the accounting books of the company have been fully recorded and can fairly reflect the financial position of the Group at any time, and that all the consolidated financial statements have been prepared in compliance with the Vietnamese accounting standards and system, which were issued together with the Decision No. 15/2006/QĐ-BTC dated 20 March 2006 of the Minister of Finance as well as the circulars of the Ministry of Finance giving guidance on the implementation of the accounting system and standards.

The Directors of Gemadept Corporation are also responsible to protect the assets of the Group, and consequently have taken appropriate measures to prevent and to detect frauds and other irregularities.

For and on behalf of the Directors,



**Do Van Minh**  
**General Director**

Date: 29 April 2011





**BAKER TILLY  
A&C**

**CÔNG TY TNHH KIỂM TOÁN VÀ TƯ VẤN  
AUDITING AND CONSULTING CO., LTD.**



Headquarters : 229 Dong Khoi St., Dist.1, Ho Chi Minh City  
Tel: (84.8) 38 272 295 - Fax: (84.8) 38 272 300  
Branch in Ha Noi : 40 Giang Vo St., Dong Da Dist., Ha Noi City  
Branch in Nha Trang : 18 Tran Khanh Du St., Nha Trang City  
Branch in Can Tho : 162C/4 Tran Ngoc Que St., Can Tho City  
[www.a-c.com.vn](http://www.a-c.com.vn)

No. 0519/2011/BCTC-KTTV

**AUDITOR'S REPORT  
ON THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED  
2010 OF GEMADEPT CORPORATION AND ITS SUBSIDIARIES**

**THE SHAREHOLDERS, THE BOARD OF MANAGEMENT AND THE DIRECTORS  
OF GEMADEPT CORPORATION**

We have audited the accompanying consolidated financial statements for the year ended 2010 of General Forwarding and Agency Corporation (Gemadept Corporation), including the financial statements of Gemadept Corporation (parent company) and those of its subsidiaries (list of subsidiaries is presented in Note I.5) (hereinafter referred to as "the Group") including the consolidated balance sheet as of 31 December 2010, the consolidated income statement, and the notes to the consolidated financial statements for the fiscal year then ended, which were prepared on 10 April 2011 (from page 13 to page 51).

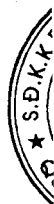
The preparation and the presentation of these consolidated financial statements are the responsibility of the management of Gemadept Corporation. Our responsibility is to express an opinion on these financial statements based on our audit.

**Audit's background**

We have conducted our audit in accordance with the Vietnamese Auditing Standards. These standards require that we plan and perform the audit procedures to obtain a reasonable assurance that the consolidated financial statements are free from material mistakes. The audit is developed on the basis of our performing the sampling method as well as applying the necessary examinations and tests of evidences supporting the amounts and the disclosures in the consolidated financial statements. The audit also includes our assessing the company's compliance with the prevailing accounting standards and system, the accounting principles and methods applied, the material estimates and judgments of the company's Directors as well as our evaluating the overall presentation of the consolidated financial statements. We believe that our audit has provided reasonable bases for our opinion.

**Auditor's opinion**

In our opinion, the consolidated financial statements referred to above give a true and fair view, in all material respects, of the financial position as of 31 December 2010, the business results and the cash flows for the fiscal year then ended of Gemadept Corporation and its subsidiaries in conformity with the prevailing Vietnamese accounting standards and system as well as other related regulations.



AUDITOR'S REPORT (cont.)

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This report is made in two languages (Vietnamese and English), both of equal validity. The Vietnamese version will be the original for reference when needed.

For and on behalf of  
Auditing and Consulting Co., Ltd. (A&C)



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**Ly Quoc Trung - Deputy General Director**  
*Audit Certificate No. Đ.0099/KTV*

Ho Chi Minh City, 29 April 2011

A handwritten signature in black ink, appearing to read "Phuoc Tien", written over a horizontal line.

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**Nguyen Thi Phuoc Tien - Auditor**  
*Audit Certificate No. 1199/KTV*



**GEMADEPT CORPORATION**

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

**CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

**CONSOLIDATED BALANCE SHEET**

As of 31 December 2010

Unit: VND

ASSETS	Code	Note	Ending balance	Beginning balance
<b>A - CURRENT ASSETS</b>	<b>100</b>		<b>2.249.134.755.209</b>	<b>1.048.283.913.384</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	<b>V.1</b>	<b>546.776.463.318</b>	<b>224.033.300.557</b>
1. Cash	111		340.315.646.953	217.117.165.557
2. Cash equivalents	112		206.460.816.365	6.916.135.000
<b>II. Short-term investments</b>	<b>120</b>		<b>829.571.056.916</b>	<b>221.012.750.502</b>
1. Short-term investments	121	V.2	924.803.198.712	259.066.796.505
2. Provisions for devaluation of short-term investments	129	V.3	(95.232.141.796)	(38.054.046.003)
<b>III. Accounts receivable</b>	<b>130</b>		<b>630.151.872.814</b>	<b>416.737.234.661</b>
1. Receivable from customers	131	V.4	305.874.538.833	248.354.055.765
2. Prepayments to suppliers	132	V.5	170.624.562.709	35.025.232.547
3. Short-term inter-company receivable	133		-	-
4. Receivable according to the progress of construction contracts	134		-	-
5. Other receivable	135	V.6	155.484.696.989	134.187.005.671
6. Provisions for bad debts	139		(1.831.925.717)	(829.059.322)
<b>IV. Inventories</b>	<b>140</b>		<b>62.630.234.723</b>	<b>55.433.423.885</b>
1. Inventories	141	V.7	62.630.234.723	55.433.423.885
2. Provisions for devaluation of inventories	149		-	-
<b>V. Other current assets</b>	<b>150</b>		<b>180.005.127.439</b>	<b>131.067.203.779</b>
1. Short-term prepaid expenses	151	V.8	14.802.582.694	8.097.730.366
2. VAT to be deducted	152		7.586.001.544	14.087.340.957
3. Taxes and other accounts receivable from the State	154	V.9	26.379.380.486	14.071.758.302
4. Trading Government bonds	157		-	-
5. Other current assets	158	V.10	131.237.162.715	94.810.374.154

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**GEMADEPT CORPORATION**

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

**CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

**Consolidated balance sheet (cont.)**

ASSETS	Code	Note	Ending balance	Beginning balance
<b>B - LONG-TERM ASSETS</b>	<b>200</b>		<b>4.293.873.876.792</b>	<b>3.462.972.154.801</b>
<b>I. Long-term accounts receivable</b>	<b>210</b>		<b>37.000.000.000</b>	<b>24.800.000.000</b>
1. Long-term accounts receivable from customers	211		-	-
2. Working capital in affiliates	212		-	-
3. Long-term inter-company receivable	213		-	-
4. Other long-term receivable	218	V.11	37.000.000.000	24.800.000.000
5. Provisions for bad debts	219		-	-
<b>II. Fixed assets</b>	<b>220</b>		<b>2.006.318.858.665</b>	<b>1.784.574.193.555</b>
1. Tangible assets	221	V.12	1.875.230.345.428	1.520.795.042.762
<i>Historical costs</i>	222		2.647.058.508.445	2.123.328.655.828
<i>Accumulated depreciation</i>	223		(771.828.163.017)	(602.533.613.066)
2. Financial leasehold assets	224	V.13	7.266.838.830	11.231.556.573
<i>Historical costs</i>	225		23.890.768.666	23.890.768.666
<i>Accumulated depreciation</i>	226		(16.623.929.836)	(12.659.212.093)
3. Intangible assets	227	V.14	46.871.871.305	29.037.482.935
<i>Initial costs</i>	228		50.952.780.398	30.766.411.094
<i>Accumulated amortization</i>	229		(4.080.909.093)	(1.728.928.159)
4. Construction-in-progress	230	V.15	76.949.803.102	223.510.111.285
<b>III. Investment property</b>	<b>240</b>	<b>V.16</b>	<b>251.094.268.173</b>	<b>262.211.533.407</b>
<i>Historical costs</i>	241		279.448.439.795	278.948.439.795
<i>Accumulated depreciation</i>	242		(28.354.171.622)	(16.736.906.388)
<b>IV. Long-term investments</b>	<b>250</b>		<b>1.654.484.902.143</b>	<b>1.327.741.995.824</b>
1. Investments in affiliates	251	V.17	500.000.000	6.600.000.000
2. Investments in business concerns and joint ventures	252	V.18	955.105.692.876	919.302.836.598
3. Other long-term investments	258	V.19	738.677.844.885	427.793.871.494
4. Provisions for devaluation of long-term investments	259	V.20	(39.798.635.618)	(25.954.712.267)
<b>V. Other long-term assets</b>	<b>260</b>		<b>17.729.499.059</b>	<b>14.561.803.097</b>
1. Long-term prepaid expenses	261	V.21	13.358.634.675	9.690.283.960
2. Deferred income tax assets	262	V.22	3.112.889.494	1.812.032.647
3. Other long-term assets	268	V.23	1.257.974.890	3.059.486.490
<b>VI. Goodwill</b>	<b>269</b>	<b>V.24</b>	<b>327.246.348.752</b>	<b>49.082.628.918</b>
<b>TOTAL ASSETS</b>	<b>270</b>		<b>6.543.008.632.001</b>	<b>4.511.256.068.186</b>



**GEMADEPT CORPORATION**

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

**CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

**Consolidated balance sheet (cont.)**

<b>LIABILITIES AND OWNER'S EQUITY</b>	<b>Code</b>	<b>Note</b>	<b>Ending balance</b>	<b>Beginning balance</b>
<b>A - LIABILITIES</b>	<b>300</b>		<b>2.398.409.582.872</b>	<b>1.850.166.788.213</b>
<b>I. Current liabilities</b>	<b>310</b>		<b>1.026.562.513.821</b>	<b>801.783.344.350</b>
1. Short-term debts and loans	311	V.25	468.094.311.454	365.608.704.705
2. Payable to suppliers	312	V.26	186.849.714.448	252.770.951.167
3. Advances from customers	313	V.27	11.054.170.252	11.988.137.961
4. Taxes and other obligations to the State Budget	314	V.28	15.522.053.389	19.032.658.009
5. Payable to employees	315	V.29	25.187.984.086	24.019.541.148
6. Accrued expenses	316	V.30	43.216.453.384	45.212.393.716
7. Inter-company payable	317		-	-
8. Payable according to the progress of construction contracts	318		-	-
9. Other short-term payable	319	V.31	264.096.996.656	80.676.763.323
10. Provisions for short-term accounts payable	320		-	1.791.259.517
11. Bonus and welfare funds	323	V.32	12.540.830.151	682.934.804
12. Trading Government bonds	327		-	-
<b>II. Long-term liabilities</b>	<b>330</b>		<b>1.371.847.069.051</b>	<b>1.048.383.443.863</b>
1. Long-term accounts payable to suppliers	331		-	-
2. Long-term inter-company payable	332		-	-
3. Other long-term payable	333	V.33	22.966.486.450	24.531.675.907
4. Long-term debts and loans	334	V.34	1.057.458.920.308	720.181.812.014
5. Deferred income tax payable	335	V.35	20.769.883.430	18.090.897.343
6. Provisions for unemployment allowances	336		621.554.400	1.599.058.599
7. Provisions for long-term accounts payable	337		-	-
8. Unearned revenues	338	V.36	270.030.224.463	283.980.000.000
9. Science and technology development fund	339		-	-
<b>B - OWNER'S EQUITY</b>	<b>400</b>		<b>3.972.823.847.570</b>	<b>2.470.626.397.025</b>
<b>I. Owner's equity</b>	<b>410</b>		<b>3.972.823.847.570</b>	<b>2.470.626.397.025</b>
1. Capital	411	V.37	1.000.000.000.000	475.000.000.000
2. Share premiums	412	V.37	2.169.160.586.400	1.366.907.462.400
3. Other sources of capital	413	V.37	71.797.775.902	71.797.775.902
4. Treasury stocks	414		-	-
5. Differences on asset revaluation	415		-	-
6. Foreign exchange differences	416	V.37	22.534.947.016	4.714.185.443
7. Business promotion fund	417	V.37	4.511.710.559	984.338.786
8. Financial reserved fund	418	V.37	23.765.156.863	13.902.834.614
9. Other funds	419	V.37	21.604.112.437	10.296.600.315
10. Retained earnings	420	V.37	659.449.558.394	527.023.199.565
11. Construction investment fund	421		-	-
12. Business arrangement supporting fund	422		-	-
<b>II. Other sources and funds</b>	<b>430</b>		<b>-</b>	<b>-</b>
1. Sources of expenditure	432		-	-
2. Fund to form fixed assets	433		-	-
<b>C - INTEREST OF MINORITY SHAREHOLDERS</b>	<b>439</b>	<b>V.38</b>	<b>171.775.201.558</b>	<b>190.462.882.947</b>
<b>TOTAL LIABILITIES AND OWNER'S EQUITY</b>	<b>440</b>		<b>6.543.008.632.001</b>	<b>4.511.256.068.185</b>



**GEMADEPT CORPORATION**

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

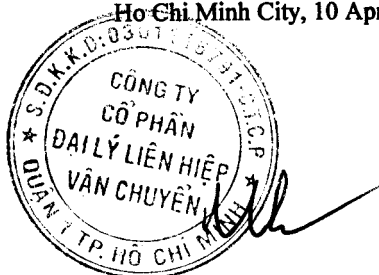
**CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

**Consolidated balance sheet (cont.)****OFF-BALANCE SHEET ITEMS**

ITEMS	Note	Ending balance	Beginning balance
1. Leasehold assets		-	-
2. Materials and goods kept or processed for others		-	-
3. Goods deposited by others		-	-
4. Bad debts already treated		519.867.556	519.867.556
5. Foreign currencies:			
USD		1.667.159,42	3.152.610,73
EUR		31.597,00	125.862,89
SGD		189.064,42	892.486,27
MYR		731.929,99	1.239.392,84
6. Estimates for operating expenses		-	-

Ho Chi Minh City, 10 April 2011

**Truong Nhu Nguyen**  
Preparer**Nguyen Minh Nguyet**  
Chief Accountant**Do Van Minh**  
General Director

**GEMADEPT CORPORATION**

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

**CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

**CONSOLIDATED INCOME STATEMENT**

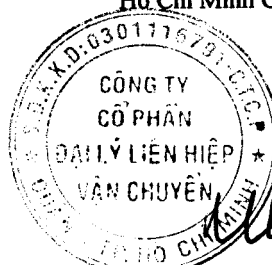
For the fiscal year ended 2010

Unit: VND

ITEMS	Code	Note	Current year	Previous year
1. Sales	01	VI.1	2.148.850.890.455	1.774.449.482.248
2. Deductions	02	VI.1	1.542.235.197	-
3. Net sales	10	VI.1	2.147.308.655.258	1.774.449.482.248
4. Costs of goods sold	11	VI.2	1.755.390.857.506	1.518.580.655.393
5. Gross profit	20		391.917.797.752	255.868.826.855
6. Financial income	21	VI.3	182.209.239.335	203.781.981.521
7. Financial expenses	22	VI.4	276.480.560.462	1.819.169.379
In which: Loan interest expenses	23		135.975.850.898	60.729.058.036
8. Selling expenses	24	VI.5	10.141.282.670	5.427.668.893
9. Administrative overheads	25	VI.6	169.222.431.390	112.392.626.346
10. Net operating profit	30		118.282.762.565	340.011.343.758
11. Other income	31	VI.7	106.330.817.742	12.728.336.447
12. Other expenses	32	VI.8	15.098.083.856	13.305.034.295
13. Other profit/ (loss)	40		91.232.733.886	(576.697.848)
14. Profit /(loss) in business concerns and joint ventures	45	V.18	23.599.063.138	20.965.304.853
15. Total accounting profit before tax	50		233.114.559.589	360.399.950.762
16. Current corporate income tax	51		19.071.451.372	25.143.364.665
17. Deferred corporate income tax	52	VI.9	(3.625.483.452)	1.332.589.394
18. Profit after tax	60		<u>217.668.591.668</u>	<u>333.923.996.703</u>
18.1. Profit after tax of minority shareholders	61		10.804.601.021	10.838.163.426
18.2. Profit after tax of parent company's shareholders	62		206.863.990.648	323.085.833.277
19. Earning per share	70	VI.10	<u>3.324</u>	<u>6.802</u>

Ho Chi Minh City, 10 April 2011

Truong Nhu Nguyen  
Preparer

Nguyen Minh Nguyet  
Chief AccountantDo Van Minh  
General Director
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**GEMADEPT CORPORATION**

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

**CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

**CONSOLIDATED CASH FLOW STATEMENT**

(Indirect method)

For the fiscal year ended 2010

Unit: VND

ITEMS	Code	Note	Current year	Previous year
<b>I. Cash flows from operating activities</b>				
1. Profit before tax	01		233.114.559.589	360.399.950.762
2. Adjustments				
- Depreciation of fixed assets	02	V.12;V.13;V.14;V.16	195.100.392.540	169.973.354.409
- Provisions	03		72.024.885.539	(208.789.470.924)
- Gain/ (loss) from foreign exchange differences	04	VI.3;VI.4	(36.272.132.977)	(20.986.356.618)
- Gain/ (loss) from investing activities	05	VI.3;VI.4;VI.7;VI.8	(132.593.651.489)	(16.558.782.633)
- Loan interest expenses	06	VI.4	135.975.850.898	60.165.465.112
3. Operating profit before changes of working capital	08		467.349.904.101	344.204.160.108
- Increase/ (decrease) of accounts receivable	09		(102.512.516.501)	(8.764.254.431)
- Increase/ (decrease) of inventories	10		(7.196.810.837)	20.452.814.954
- Increase/ (decrease) of accounts payable	11		148.897.919.346	(23.079.111.892)
- Increase/ (decrease) of prepaid expenses	12		(7.985.421.088)	19.422.864.982
- Loan interests already paid	13	VI.4;VII	(143.494.246.962)	(61.301.240.520)
- Corporate income tax already paid	14		(26.852.351.561)	(1.904.700.475)
- Other gains	15		191.993.936.417	160.439.726.199
- Other disbursements	16		(324.343.473.107)	(148.110.760.779)
<b>Net cash flows from operating activities</b>	<b>20</b>		<b>195.856.939.808</b>	<b>301.359.498.146</b>
<b>II. Cash flows from investing activities</b>				
1. Purchases and construction of fixed assets and other long-term assets	21		(168.217.821.785)	(241.868.278.610)
2. Gains from disposals and liquidation of fixed assets and other long-term assets	22		16.704.227.766	6.485.019.602
3. Loans given and purchases of debt instruments of other entities	23		(278.786.391.123)	28.591.493.119
4. Recovery of loans given and disposals of debt instruments of other entities	24		51.866.626.298	856.090.386
5. Investments into other entities	25		(857.589.075.759)	(802.467.817.023)
6. Withdrawals of investments in other entities	26		21.913.512.142	538.341.776.457
7. Receipts of loan interests, dividends and profit shared	27		51.635.025.693	124.392.138.239
<b>Net cash flows from investing activities</b>	<b>30</b>		<b>(1.162.473.896.768)</b>	<b>(345.669.577.830)</b>

**GEMADEPT CORPORATION**

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

**CONSOLIDATED FINANCIAL STATEMENTS**

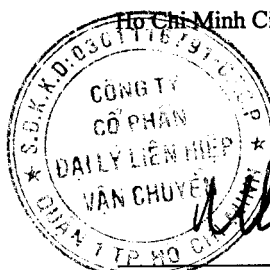
For the fiscal year ended 31 December 2010

**Consolidated balance sheet (cont.)**

ITEMS	Code	Note	Current year	Previous year
<b>III. Cash flows from financing activities</b>				
1. Gains from stock issuance and capital contributions from shareholders	31		1.365.730.512.294	-
2. Repayment for capital contributions and re-purchases of stocks already issued	32		-	-
3. Short-term and long-term loans received	33		1.236.921.442.218	677.654.855.422
4. Loan principal amounts repaid	34		(1.328.154.828.052)	(558.307.245.134)
5. Payments for financial leasehold assets	35		(5.999.703.133)	(5.684.018.216)
6. Dividends and profit already paid to the owners	36	V.37	(10.345.095.719)	(82.612.796.900)
<b>Net cash flows from financing activities</b>	<b>40</b>		<b>1.258.152.327.608</b>	<b>31.050.795.172</b>
<b>Net cash flows during the year</b>	<b>50</b>		<b>291.535.370.648</b>	<b>(13.259.284.512)</b>
<b>Beginning cash and cash equivalents</b>	<b>60</b>	<b>V.1</b>	<b>224.033.300.557</b>	<b>200.964.237.593</b>
<b>Adjustment of beginning cash and cash equivalents of subsidiaries consolidated for the first time and those to be excluded from consolidation in the current year</b>			<b>29.043.490.246</b>	<b>30.244.121.011</b>
Effects of fluctuations in foreign exchange rates	61		2.164.301.867	6.084.226.464
<b>Ending cash and cash equivalents</b>	<b>70</b>	<b>V.1</b>	<b>546.776.463.318</b>	<b>224.033.300.557</b>

Truong Nhu Nguyen  
Preparer

Nguyen Minh Nguyet  
Chief Accountant



Do Van Minh  
General Director

Ho Chi Minh City, 10 April 2011

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# **GEMADEPT CORPORATION**

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

## **CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

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### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**For the fiscal year ended 2010**

The consolidated financial statements for the fiscal year ended 31 December 2010 of General Forwarding and Agency Corporation (Gemadept Corporation) include the financial statements of Gemadept Corporation (parent company) and those of its subsidiaries (list of subsidiaries is presented in Note I.5) (hereinafter referred to as "the Group").

#### **I. OPERATION FEATURES**

**1. Investment form  
of parent company**

: A joint stock company.

**2. Operating field**

: Exploiting port services, transportation and logistic services.

**3. Main operations**

- To invest, to build and to operate sea port, river port, air cargo terminal. To perform all kinds of stevedoring services.
- To offer multi-modal transport services, to transport passengers and all kinds of cargo including containers, out of gauge cargo by sea, air, river way and inland trucking.
- To provide Logistics services; to build, to operate, and to trade all kinds of warehouses and yard; to provide customs brokerage.
- To provide shipping agency services, shipping agency services, freight forwarding services, ship's chandler and other related shipping services.
- To sell, purchase, manage, operate, repair, newly build and charter all types of ocean vessels, river ships, containers, cranes, forklifts and other equipments, materials, spare parts for transportation, port operation and logistics.
- To manage and man crew members.
- To undertake direct import and export. To act as petrol trading agency. To exploit mineral.
- To invest, construct, manage, trade and operate real estates, office buildings, restaurants, catering services, hotels, apartments, residential area, trading center and industrial park and resorts.
- To undertake financial investment; to trade stocks; to make financial contribution to banks, securities companies, fund management companies and to involve in other financial activities.
- To undertake other business activities which are decided by the Board of Management in each particular period in accordance with the regulations of the laws and as registered to the relevant authorities.

**4. Total number of subsidiaries : 16**

*In which:*

Number of subsidiaries consolidated: 15

Number of subsidiaries not consolidated: 01



**GEMADEPT CORPORATION**

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

**CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

**Notes to the consolidated financial statements (cont.)****5. List of subsidiaries to be consolidated**

<i>Subsidiaries</i>	<i>Addresses</i>	<i>Benefit rate</i>	<i>Voting right</i>
Gemadept (Singapore) Ltd.	120 Lower Delta Road, #15-14/15 Cendex Centre, Singapore.	100,00 %	100,00 %
Gemadept (Malaysia) Ltd.	No.49B, Jalan Cungah, 42000 Port Klang, Selangor Darul Ehsan, Malaysia.	100,00 %	100,00 %
V.N.M General Transportation Service Co., Ltd.	22 <sup>nd</sup> floor, Gemadept Building, No. 2Bis-4-6 Le Thanh Ton, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam.	100,00 %	100,00 %
Gemadept Dung Quat International Port J.S.C	Port No. 1 – Dung Quat Port, Binh Thuan Commune, Binh Son District, Quang Ngai Province, Vietnam.	73,80%	73,80%
Phuoc Long Port Co., Ltd.	19 <sup>th</sup> Floor, Gemadept Building, No. 6 Le Thanh Ton, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam.	100,00 %	100,00 %
ISS - Gemadept Co., Ltd.	No. 8, Nguyen Hue, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam	51,00 %	51,00 %
Gemadept – Vung Tau Corporation	No. 1/1A Pham Hong Thai, Ward 7, Vung Tau City, Vietnam.	70,00%	70,00%
Gemadept Nhon Hoi International Port J.S.C	No. 98 Pham Hung, Quy Nhon City, Binh Dinh Province, Vietnam.	55,00%	55,00%
Hoa Sen - Gemadept Logistics and International Port Corporation	No. 05-07, 3/2 Street, Ward 8, Vung Tau City, Ba Ria-Vung Tau Province, Vietnam.	51,00%	51,00%
Gemadept Logistics One Member Co., Ltd.	Lot J1, Road No. 8, Song Than 1 Industrial Park, Di An District, Binh Duong Province, Vietnam.	100,00 %	100,00 %
Gemadept Infrastructures Development and Investment Construction J.S.C	No. 142, Nguyen Thong, Ward 3, Tan An Town, Long An Province, Vietnam.	50,00%	50,00%
Gemadept Hai Phong Co., Ltd.	No. 452 Le Thanh Tong, Van My Ward, Ngo Quyen District, Hai Phong City, Vietnam.	100,00 %	100,00 %
Truong Tho Tourism and Transportation J.S.C (*)	Quarter 7, Truong Tho Ward, Thu Duc District, Ho Chi Minh City, Vietnam.	46,00%	52,00%
Lion Lord Corporation (**)	No. 6 Le Thanh Ton, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam.	5,00%	55,00%
Nam Hai Port Corporation	No. 201, May Chai Ward, Ngo Quyen Street, Ngo Quyen District, Hai Phong City, Vietnam.	99,98%	99,98%

## GEMADEPT CORPORATION

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

### CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2010

#### Notes to the consolidated financial statements (cont.)

(\*) Gemadept Corporation has controlled Truong Tho Tourism and Transportation J.S.C since the company has been given the authority to reach the voting right rate of 52% in the shareholders' meetings by some shareholders.

(\*\*) Gemadept Corporation has controlled Lion Lord Corporation since the Corporation reaches the voting right rate of 55% in the shareholders' meetings.

#### 6. List of subsidiaries not to be consolidated

<i>Subsidiary</i>	<i>Address</i>	<i>Reason</i>
Pacific Marine Co., Ltd.	21 <sup>st</sup> Floor, Gemadept Building, No. 6 Le Thanh Ton, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam.	The company has been newly established and has just come into operations since 02 December 2010

#### 7. List of key associates reflected in the consolidated financial statements in accordance with the method of owner's equity.

<i>Associates</i>	<i>Addresses</i>	<i>Benefit rate</i>	<i>Voting right</i>
Golden Globe Trading Co., Ltd.	No. 117 Le Loi, District 1, Ho Chi Minh City, Vietnam.	45,00%	45,00%
MBN-GMD Vietnam	No. 6 Le Thanh Ton, District 1, Ho Chi Minh City, Vietnam.	34,00 %	34,00 %
Vung Tau Commercial Port Joint Stock Company (VCP)	No. 973, 30/4 Street, Ward 11, Vung Tau City, Ba Ria - Vung Tau Province, Vietnam.	26,78%	26,78%
Vinh Hao Mineral Water Joint Stock Company	No. 72, 19/4 Street, Xuan An Ward, Binh Thuan Province, Vietnam..	29,00%	29,00%
Power Transportation and Service J.S.C (Potraco)	No. 112 Ngo Quyen, Ngo Quyen District, Hai Phong City, Vietnam	38,02%	38,02%
Schenker Gemadept Logistics Vietnam Co., Ltd.	Lot J2, Road No. 8, Song Than 1 Industrial Park, Di An District, Binh Duong, Vietnam.	49,00%	49,00%
Huyn dai Merchant Marine Vietnam Co., Ltd.	12 <sup>th</sup> Floor, Fideco Building, 81-85 Ham Nghi, District 1, Ho Chi Minh City, Vietnam.	49,00%	49,00%
Minh Dam Tourism J.S.C	Hai Tan Quarter, Phuoc Hai Town, Dat Do District, Ba Ria – Vung Tau Province, Vietnam.	40,00%	40,00%
Saigon Cargo Service Corporation	A2 Truong Son, Ward 2, Tan Binh District, Ho Chi Minh City, Vietnam.	23,00%	23,00%
Sinokor Vietnam Co., Ltd.	2A-4A Ton Duc Thang, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam.	49,00%	49,00%
Falcon Ha Dong Investment and Trading J.S.C	No. 418 Quang Trung, La Khe Ward, Ha Dong District, Ha Noi City, Vietnam.	25,00%	25,00%
United Food Joint Stock Company	No. 267 Quang Trung Street, Quang Trung Ward, Ha Dong District, Ha Noi City, Vietnam.	26,56%	26,56%
OOCL (Vietnam) Co., Ltd.	13 <sup>th</sup> Floor, Saigon Center, No. 37 Ton Duc Thang, District 1, Ho Chi Minh City.	49,00%	49,00%

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## GEMADEPT CORPORATION

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

### CONSOLIDATED FINANCIAL STATEMENTS

For the fiscal year ended 31 December 2010

Notes to the consolidated financial statements (cont.)

#### 8. List of jointly controlled business concerns reflected in the consolidated financial statements in accordance with the method of owner's equity.

<i>Associates</i>	<i>Addresses</i>	<i>Benefit rate</i>	<i>Voting right</i>
Gemadep - Terminal Link Cai Mep Terminal Joint Stock Company	Phuoc Hoa Commune, Tan Thanh District, Ba Ria - Vung Tau Province, Vietnam.	62,5%	62,5%

The Group's rate of voting right in Gemadep - Terminal Link Cai Mep Terminal Joint Stock Company is 62,5%. However, according to the Charter of this company, the resolutions of its Shareholders have to be approved by the shareholders who hold at least 65% of total share capital. As a result, Gemadep - Terminal Link Cai Mep Terminal Joint Stock Company is still considered a jointly controlled business concern.

#### 9. Employees

As of 31 December 2010, the Group has had 1.309 employees (At the end of the previous year: 1.361 employees).

#### 10. Material effects on the operations of the Group during the fiscal year

As compared to that in the previous year, the profit after tax of the parent company's shareholders in the current year has decreased from VND 323 billion down to VND 206,8 billion mainly due to the effects of the provision for devaluation of short-term and long-term investments.

During the year, Gemadep Corporation has issued shares to increase its prescribed capital up to VND 1.000 billion. Share premiums from these issuances have increased by VND 802 billion.

Gemadep Corporation has issued 396.787 non-interest gaining convertible bonds (equivalent to VND 396.787.000.000 according to face value) in order to increase the capital ownership rate in Nam Hai Port Corporation. The conversion period is 12 months from the issuing date and the price to convert into Gemadep share is VND 42.000/share. Details are as follows:

- Issuing 226.687 bonds to Greenpeace Service Corporation in order to interchange VND 39.980.000.000 (calculating according to face value per share) in Nam Hai Port Corporation.
- Issuing 170.100 bonds to Song Hang Co., Ltd. to interchange VND 30.000.000.000 (calculating according to face value per share) in Nam Hai Port Corporation.

According to the commitment of increasing share capital signed on 26 June 2010, Gemadep Corporation has purchased 40.200.000 shares (equivalent to USD 25,000,000) of Gemadep - Terminal Link Cai Mep Terminal Joint Stock Company. At present, the Gemadep Corporation is recording this investment in the item "Short-term investments" in line with the Meeting Minutes No. 154/2010/BB-HĐQT dated 20 September 2010 to have the final decision on this amount of investment, which highest benefits the shareholders and the Group within 12 months.

## II. FISCAL YEAR AND STANDARD CURRENCY UNIT USED IN ACCOUNTING

### 1. Fiscal year

The fiscal year of the Group is from 01 January to 31 December annually.

### 2. Standard currency unit

The consolidated financial statements of the Group are presented in Vietnam Dong (VND).



## **GEMADEPT CORPORATION**

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### **CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

**Notes to the consolidated financial statements (cont.)**

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### **III. ACCOUNTING STANDARDS AND SYSTEM**

#### **1. Accounting system**

The consolidated financial statements have been prepared in line with the guidance of Vietnamese accounting standards and system, which were issued together with the Decision No. 15/2006/QĐ-BTC dated 20 March 2006 of the Minister of Finance as well as other circulars giving guidance on the amendments and supplementations of the Vietnamese accounting system.

#### **2. Statement on the compliance with the Vietnamese accounting system and standards**

The Directors of Gemadept Corporation ensure to follow all the requirements of the prevailing Vietnamese accounting system and standards, which have been issued together with the Decision No. 15/2006/QĐ-BTC dated 20 March 2006 of the Minister of Finance as well as the circulars of the Ministry of Finance giving guidance on the implementation of the accounting system and standards, in the preparation of these consolidated financial statements.

#### **3. Accounting form**

General journal recording.

### **IV. ACCOUNTING POLICIES**

#### **1. Accounting convention**

All the consolidated financial statements are prepared in accordance with the accrual basis (except for the information related to cash flows).

#### **2. Consolidation bases**

The consolidated financial statements include the financial statements of Gemadept Corporation (parent company) and those of its subsidiaries. A subsidiary is an entity that is controlled by the parent company. The control exists when the parent company has the power to directly or indirectly govern the financial and operating policies of the subsidiary to obtain economic benefits from its activities. In determining the control power, the options that are currently valid or will be transferred should also be taken into consideration.

The business results of a subsidiary, which is bought or sold during the year, are included in the consolidated income statements from the date of acquisition or until the date of selling investments in that subsidiary.

In the case that the accounting policy of a subsidiary is different from the accounting policy applied consistently in the Group, the financial statements of that subsidiary will be suitably adjusted before being used for the preparation of the consolidated financial statements.

Intra-group balances in the balance sheet and intra-group transactions and unrealized profits resulting from these transactions are eliminated when the consolidated financial statements are prepared. Unrealized losses resulting from intra-group transactions are also eliminated unless costs cannot be recovered.

Interests of minority shareholders reflect the amount of the subsidiary's profit and net assets, which are not held by the shareholders of the parent company. Interests of minority shareholders are presented in a particular item in consolidated income statement and consolidated balance sheet. Interests of minority shareholders include the value of benefits of the minority shareholders as of the initial date of business consolidation and the amount of benefits of the minority shareholders in the statement of fluctuations of the owner's equity from the date of business consolidation. The losses correspondingly with the amount of capital of the minority shareholders, which are exceeded their amount of capital in the owner's equity of the subsidiary, are recorded as a decrease in the benefits of the Group unless the minority shareholders are responsible and possible to compensate for these losses.

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**Address:** No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

## For the fiscal year ended 31 December 2010

### 3. Business merging

The difference between the cost of business merging and the ownership share of the Group in the net fair value of the assets, the liabilities which are able to be determined and the recognized inherent liabilities of the acquired business entity as of the acquisition date is recorded as a goodwill. If the cost of business merging is lower than the net fair value of assets, the liabilities which are able to be determined and the recognized inherent liabilities of the acquired business entity, the difference will be included into the business results during the period when the acquisition transaction is generated.

Business results of an associate is included into the consolidated financial statements of the Group in accordance with the equity method from the date when the Group begins to have significant influence to the date it ceases to have significant influence. The investment into associate is initially recorded at costs on the consolidated financial statements and then adjusted for the post acquisition change in the Group's share of net assets of the associate. If the Group's share of loss of an associate equals or exceeds the carrying amount of an investment, the investment is then reported at nil (0) value on the consolidated financial statement, except when the Group has obligations to pay on behalf of the associate to satisfy obligations of the associate.

The difference between the investment expenses and the ownership share of the Group in the fair value of the net recognizable assets of the associate as of the acquisition date is recorded as a goodwill. If the investment expenses are lower than the fair value of the net recognizable assets of the associate as of the acquisition date, the difference is included into the business results during the period when the transaction is generated.

The separate financial statements of the associate are prepared for the accounting period that is the same with that of the Group. In the case that the accounting policy of an associate is different from the accounting policy applied consistently in the Group, the financial statements of that associate will be suitably adjusted before being used for the preparation of the consolidated financial statements.

A jointly controlled business concern is the entity that the Group controls its operations together with other partners according to agreements.

The Group recognizes its benefits in jointly controlled business concerns in line with the method of owner's equity. According to which, the capital contributions in joint ventures are recorded at their historical costs first, and then they are adjusted according to the changes of the ownership parts of the joint venture partners according to the net assets of that jointly controlled business concern. The income statement reflects the benefits of the Group from the business results of jointly controlled business concerns. The Group stops using the method of owner's equity from the date of ending jointly controlled right or when the Group does not have material influences on the jointly controlled business concern.

Unrealized profit/(loss) arising from transactions with the jointly controlled business concerns is excluded in correspondence with the part owned by the Group when the consolidated financial statements are prepared.



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### **CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

Notes to the consolidated financial statements (cont.)

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#### **6. Good will**

The difference between the investment expenses and the benefits of the Group in the net fair value of the assets, the liabilities which are able to be determined and the recognized inherent liabilities of the subsidiary as of the acquisition date is recorded as goodwill. The goodwill is recorded as an asset on the consolidated balance sheet and is allocated according the straight-line method in 10 years.

When the subsidiary is sold, the net book value of the goodwill related to this subsidiary is included into the business results.

#### **7. Cash and cash equivalents**

Cash and cash equivalents include cash on hand, cash in bank, cash in transit and short-term investments of which the due dates cannot exceed 03 months from the dates of the investments and the convertibility into cash is easy, and which do not have a lot of risks in the conversion into cash.

#### **8. Inventories**

Inventories are recorded at their original costs. Costs include purchasing expenses, processing expenses and other directly related costs to bring the inventories to the current positions and conditions.

Costs of inventories are determined in accordance with the weighted average method and recorded in line with the perpetual method.

Provision for devaluation of inventories is recognized when their costs are higher than their net realizable values. Net realizable values are the estimated selling prices of inventories less the estimated expenses on product completion and other necessary expenses on product consumption.

#### **9. Trade receivable and other receivable**

Trade receivable and other receivable are recognized at the values on supporting documents and invoices.

Provisions are made for each bad debt, based on the outstanding debt age or the estimated loss.

#### **10. Tangible fixed assets**

Fixed assets are determined by their historical costs less accumulated depreciation. Historical costs of fixed assets include all the expenses of the Group to have these fixed assets as of the dates they are ready to be put into use. Other expenses incurred subsequent to the initial recognition are included in historical costs of fixed assets only if they certainly bring more economic benefits in the future thanks to the use of these assets. Those which do not meet the above conditions will be recorded into expenses.

When a fixed asset is sold or disposed, its historical cost and accumulated depreciation are written off, then any gain/ (loss) arisen are posted into the income or the expenses during the year.

Fixed assets are depreciated in accordance with the straight-line method over their estimated useful lives. The depreciation years applied are as follows:

<u>Fixed assets</u>	<u>Years</u>
Buildings and structures	05 - 25
Machinery and equipment	05 - 07
Vehicles	06 - 15
Office equipment	03 - 08
Other fixed assets	05 - 25

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### **CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

**Notes to the consolidated financial statements (cont.)**

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#### **11. Financial leasehold assets**

A lease of asset is considered a financial lease in case most of the risks and rewards associated with the ownership of that asset belong to the lessee. Fixed assets under financial lease are determined by their historical costs less accumulated depreciation. Historical cost is the lower between the reasonable value of the assets at the starting date of the lease agreement and the current value of the minimum lease payment. The discounting rate used to calculate the current value of the minimum lease payment is the interest rate as agreed by implication or as mentioned in the lease agreement. In case the interest rate as agreed by implication in the lease agreement cannot be determined, the interest rate for loan at the starting date of the lease agreement will be applied.

Fixed assets under financial lease are depreciated in accordance with the straight-line method over their estimated useful lives. In case it is not sure that the company will have the ownership over the asset upon the expiry date of the financial lease contract, the fixed asset must be depreciated at the shorter between the lease period and the estimated useful life. The depreciation years of the fixed assets under financial lease are shown in Note IV.10.

#### **12. Operating leasehold assets**

##### ***The Group is the lessor***

The income from operating lease is recorded in line with the straight line method during the leasing period. The initial direct expenses to earn income from operating lease are recorded into expenses as generated or are gradually allocated into expenses during the leasing period in conformity with the recording of income from operating lease.

##### ***The Group is the lessee***

A lease of asset is considered an operating lease in case most of the risks and rewards associated with the ownership of that asset belong to the lessor. The lease expenses are allocated in the company's operating expenses in accordance with the straight-line method over the leasing period and are not subject to the method of lease payment.

#### **13. Investment property**

Investment property is property being land use right, a building or a part of building, infrastructure held by the owner or by the lessee under a financial lease to earn rental or for capital appreciation. Historical cost of investment property includes all the expenses paid by the Group or the fair value of other consideration given to acquire the assets at the time of its acquisition or construction.

Subsequent expenses relating to an investment property that have already been recognized should be added to the net book value of the investment property when it is probable that future economic benefits, in excess of the originally assessed standard of performance of the existing investment property, will flow to the company.

When the investment property is sold or disposed, its historical cost and accumulated depreciation are written off, then any gain/ (loss) arisen are posted into the income or the expenses.

Investment properties are depreciated in accordance with the straight-line method over their estimated useful lives. The depreciation years applied are shown in Note IV.10.



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## **CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

### **Notes to the consolidated financial statements (cont.)**

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#### **14. Intangible fixed assets**

Intangible fixed assets are determined by their initial costs less accumulated amortization. Intangible fixed assets of the Group include:

##### ***Land use right***

Land use right includes all the actual expenses related to the land being used such as expenses to obtain the land use right, expenses for house removal and land clearance, expenses on ground leveling, registration fees, etc. Since the land use right is permanent, it is not amortized.

##### ***Computer software***

The buying price of the computer software which is not a part connected to related hardware will be capitalized. Initial cost of computer software includes all the expenses paid until the date the software is put into use. Computer software is amortized in accordance with straight-line method in 3 years.

#### **15. Borrowing costs**

Borrowing costs are included into expenses during the period. In case the borrowing costs are directly related to the construction or the production of an asset in progress, which has taken a substantial period of time (over 12 months) to get ready for intended use or sales of the asset, these costs will be capitalized.

In the event of general borrowings which are partly used for acquiring, constructing or producing an asset in progress, the costs eligible for capitalization will be determined according to the capitalization rates applied to average accumulated expenditure on that asset. The capitalization rates are computed at the average interest rates on the borrowings not yet paid during the period, except for particular borrowings serving the purpose of obtaining a specific asset.

#### **16. Financial investments**

Investments into securities are recorded at their original costs. Provision for devaluation of investment in security is made for each particular type of securities in the market and for which the market value decreases in comparison with the book value.

When an investment is liquidated, the differences between net liquidation values and book values are recorded into income or expenses.

#### **17. Long-term prepaid expenses**

##### ***Financial lease interests***

Financial lease interests are allocated into expenses during the year in accordance with the straight-line method over the leasing periods.

##### ***Tool expenses***

Expenses on tools being put into use (mainly container accessories, forklift accessories, steel cable, tires, etc.) are allocated into expenses during the period in accordance with the straight-line method for 02 years.

##### ***Other expenses***

Other prepaid expenses are allocated according to the time as in the invoices or contracts, or from 2 to 3 years.

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## **CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

### **Notes to the consolidated financial statements (cont.)**

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#### **18. Accrued expenses**

Accrued expenses are recorded, based on reasonable estimates on the amounts payable for goods and services already used.

#### **19. Appropriation for unemployment fund and unemployment insurance**

Unemployment fund is used to pay for severance and unemployment allowances to the employees who have worked for the companies in the Group for 12 months or more until 31 December 2008. The rates of extraction for this fund are from 1 to 3% of the salary fund, which is used as the basis for social insurance payment and is included into the company's expenses in accordance with the stipulations in the Circular No. 82/2003/TT-BTC dated 14 August 2003 of the Ministry of Finance. In case that the unemployment fund is not enough for subsidizing resigned employees, the insufficient difference is recorded into expenses.

Pursuant to the Law on Social Insurance, from 01 January 2009, the employers have to pay to unemployment insurance fund managed by Vietnam Social Insurance Agency at the rate of 1% of the lower amount between the basic monthly salary of the employee and the amount equal to 20 times of the general minimum monthly salary as regulated by the Government in each particular period. With the application of the unemployment insurance system, the employers do not have to make any provision for unemployment allowances for the employees' working periods from 01 January 2009. However, the unemployment insurance amount paid to the employees who have enough conditions to receive and have worked for the Group before 01 January 2009 is the average salary in 6 consecutive months before the resigning date.

#### **20. Convertible bonds**

Convertible bonds are those which can be converted into common shares of the Group under the specified conditions.

Convertible bonds are recorded into liabilities and owner's equity. The liabilities are estimated at the market interest rate of the similar convertible bonds as at the issuing date. The liabilities are adjusted according to the actual interest rate during the bond term by recording into expenses. The part recorded into owner's equity is the difference between the fair value of convertible bonds and the liabilities. The expenses related to the issuance of convertible bonds are allocated at the certain rates into liabilities and owner's equity.

#### **21. Capital - Funds**

The Group's sources of capital include:

- Capital: recorded according to the amount actually invested by shareholders of the parent company.
- Share premiums: the difference between the issuance price and face value.
- Other sources of capital: including the supplementation from the business results, the value of the assets which are given to the company and the revaluation of assets.

Funds are extracted and used in line with the Charter of each company in the Group.

#### **22. Dividends**

Dividends are recorded as an amount payable when they are disclosed.

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### **CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

#### **Notes to the consolidated financial statements (cont.)**

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#### **23. Corporate income tax**

Corporate income tax during the year includes current income tax and deferred income tax.

##### ***Current income tax***

Current income tax is the tax amount computed based on the taxable income. Taxable income is different from accounting profit due to the adjustments of temporary differences between tax and accounting figures, non-deductible expenses as well as those of non-taxable income and losses brought forward.

##### ***Deferred income tax***

Deferred income tax is the amount of corporate income tax payable or refundable due to temporary differences between book values of assets and liabilities serving the preparation of the financial statements and the values for tax purposes. Deferred income tax liabilities are recognized for all the temporary taxable differences. Deferred income tax assets are recorded only when there is an assurance on the availability of taxable income in the future against which the temporarily deductible differences can be used.

Book values of deferred corporate income tax assets are considered at the balance sheet dates and will be reduced to the rates that ensure enough taxable income against which the benefits from a part of or all of the deferred income tax can be used. Deferred corporate income tax assets, which have not been recorded before, are considered at the balance sheet date and are recorded when there is certainly enough taxable income to use these deferred corporate income tax assets.

Deferred income tax assets and deferred income tax liabilities are determined at the estimated rates to be applied in the year when the assets are recovered or the liabilities are settled based on the effective tax rates as of the balance sheet date. Deferred income tax is recognized in the income statement. In the case that deferred income tax is related to the items of the owner's equity, corporate income tax will be included in the owner's equity of the company.

#### **24. Foreign currency translation**

The transactions in foreign currencies are converted at the actual exchange rates ruling as of the transaction dates. The balances of the monetary items in foreign currencies are converted at the actual exchange rates ruling as of the balance sheet date.

The differences on foreign exchange and those due to the revaluation of the ending balances of the monetary items are included in income or expenses during the year.

Assets and liabilities of the entity in foreign country will be converted into VND at the exchange rate ruling as of the balance sheet date. The items in the income statement are converted into VND according to the average exchange rate during the year. Differences on foreign exchange rates upon the conversion of financial statements of foreign entity will be included into owner's equity (i.e. in the item "Difference on foreign exchange rates"). If the foreign entity is liquidated, the accumulated differences on foreign exchange rate related to that foreign entity are included into business results.

The exchange rates used as of:	31 December 2009	: VND 17.941/USD
		: VND 12.774/SGD
		: VND 5.236/RM
	31 December 2010	: VND 18.932/USD
		: VND 14.729/SGD
		: VND 6.136/RM

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### **CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

Notes to the consolidated financial statements (cont.)

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#### **25. Transactions providing against risks on foreign currency translation**

Transactions providing against risks on foreign currency translation are considered a kind of insurance against the risks on foreign currency translation in order to secure the other transactions. The gains or losses from the transactions providing against risks on foreign currency translation are included in income or expenses at the same time when these transactions are performed.

#### **26. Recognition of sales and income**

##### ***Sales of service provision***

Sales of service provision are recognized when there are no uncertain factors related to payments or additional costs. In case that the services are to be provided in many accounting periods, the determination of sales in each period is done on the basis of the service completion rate as of the balance sheet date.

##### ***Income from leasing operating assets***

Recognition of income from leasing operating assets is presented in Note IV.12.

##### ***Interests***

Interests are recorded based on the term and the interest rates applied in each particular period.

##### ***Dividends and profit shared***

Dividends and profit shared are recognized when the companies in the Group has the right to receive dividends or profit from the capital contribution. Particularly, as for the dividends received in form of shares, the Group only follow up the increase in the number of shares instead of recording into income.

#### **27. Segment reporting**

A business segment is a distinguishable component of the Group that is engaged in providing an individual product or service or a group of related products or services and that is subject to risks and returns that are different from those of other business segments.

A geographical segment is a distinguishable component of the Group that is engaged in providing products or services within a particular economic environment and that is subject to risks and returns that are different from those of components operating in other economic environments.

#### **28. Related parties**

A party is considered a related party of the Group in case that party is able to control the Group or to cause material effects on the financial decisions as well as the operations of the Group. A party is also considered a related party of the Group in case both that party and the Group are under the same control or have to be subject to the same material effects.

In the consideration the relationship between the Group and the related parties, the nature of the relationship is focused more than the legal form of that relationship.

The transactions during the year with the related parties are presented in Note VIII.1.





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**Notes to the consolidated financial statements (cont.)****V. ADDITIONAL INFORMATION ON THE ITEMS OF THE CONSOLIDATED BALANCE SHEET****1. Cash and cash equivalents**

	<u>Ending balance</u>	<u>Beginning balance</u>
Cash on hand	25.576.340.628	18.270.070.483
Cash in bank	314.677.253.425	197.112.978.352
Cash in transit	62.052.900	1.734.116.722
Cash equivalents (*)	206.460.816.365	6.916.135.000
<b>Total</b>	<b>546.776.463.318</b>	<b>224.033.300.557</b>

(\*) Under-3-month deposit.

**2. Short-term investments**

	<u>Ending balance</u>	<u>Beginning balance</u>
Short-term investments in shares	821.487.492.096	227.386.136.211
- Binh Dinh Minerals Joint Stock Company.	12.486.863.545	10.821.993.875
- Hamico Mineral Corporation	20.012.317.380	12.889.011.380
- Lam Dong Mineral and Construction Material Joint Stock Company	10.527.958.407	12.632.743.877
- Mangan Mineral Joint Stock Company	14.234.321.100	4.946.919.190
- PV Gas D	12.845.983.260	-
- Saigon – Hanoi Securities Corporation (*)	16.000.000.000	-
- Rang Dong Plastic Corporation	16.300.679.471	9.275.378.908
- Vietcombank	15.293.497.100	19.451.688.390
- Vietnam Ocean Shipping Joint Stock Company	19.800.000.000	-
- Nam Viet Commercial Joint Stock Bank (*)	94.971.030.000	-
- Gemadept - Terminal Link Cai Mep Terminal Joint Stock Company	487.500.000.000	-
- Ha Tien 1 Cement Joint Stock Company	58.950.000.000	58.950.000.000
- Others	42.564.841.833	98.418.400.591
Other investments	103.315.706.616	31.680.660.294
- Deposits of which the period is under 01 year (**)	28.315.706.616	31.680.660.294
- Loan given to Galaxy Maritime Corporation at the interest rate applied to 1-month deposit of HSCB + 0,5%/year	75.000.000.000	-
<b>Total</b>	<b>924.803.198.712</b>	<b>259.066.796.505</b>

(\*) Shares which are temporarily not allowed to be transferred.

(\*\*) In which, the deposit at Sacombank – Hoa Viet branch for totally VND 20.826.000.000 is mortgaged to secure the loan from Sacombank –Phnom Penh branch.

**Reasons for changes in short-term investments**

- The increases in investment in shares are due to new purchases of shares, receipts of bonus shares and transfer from long-term investments to short-term investments.
- The decrease in investment in shares is due to sales of shares during the year.

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**CONSOLIDATED FINANCIAL STATEMENTS**

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**Notes to the consolidated financial statements (cont.)****3. Provisions for devaluation of short-term investments**

The provision for devaluation of short-term investments in securities.

Details of increase/(decrease) of short-term investments are as follows:

Beginning balance	38.054.046.003
Additional extractions	57.178.095.793
<b>Ending balance</b>	<b>95.232.141.796</b>

**4. Receivable from customers**

	<b>Ending balance</b>	<b>Beginning balance</b>
Gemadept Corporation	150.093.327.439	132.430.479.462
Gemadept Dung Quat International Port J.S.C	859.353.114	889.624.090
V.N.M General Transportation Service Co., Ltd.	874.088.870	88.432.244
Gemadept (Malaysia) Ltd.	14.618.872.736	10.447.898.692
Gemadept (Singapore) Ltd.	27.348.733.555	32.078.899.110
Phuoc Long Port Co., Ltd.	54.864.927.694	31.752.645.526
Gemadept Logistics Co., Ltd.	28.957.571.695	18.985.217.968
Gemadept Infrastructures Development And Investment Construction J.S.C	751.901.096	-
Gemadept Hai Phong Co., Ltd.	17.925.043.637	17.703.983.278
Truong Tho Tourism and Transportation J.S.C	312.592.952	3.976.875.395
Nam Hai Port J.S.C	9.268.126.045	-
<b>Total</b>	<b>305.874.538.833</b>	<b>248.354.055.765</b>

**5. Prepayment to suppliers**

	<b>Ending balance</b>	<b>Beginning balance</b>
Gemadept Corporation	52.909.632.074	4.964.760.644
Gemadept Dung Quat International Port J.S.C	18.254.313.611	17.284.847.303
V.N.M General Transportation Service Co., Ltd.	144.129.856	149.106.831
Nhon Hoi International Port J.S.C	3.288.200.000	-
Phuoc Long Port Co., Ltd.	4.076.932.447	4.204.616.803
Gemadept Logistics Co., Ltd.	1.458.148.980	1.251.080.400
Hoa Sen – Gemadept Logistic and International Port Corporation	2.314.947.576	-
Gemadept Infrastructures Development And Investment Construction J.S.C	7.404.762.026	6.991.721.555
Gemadept Hai Phong Co., Ltd.	78.979.965	179.099.011
Truong Tho Tourism and Transportation J.S.C	76.168.384.160	-
Nam Hai Port J.S.C	4.526.132.014	-
<b>Total</b>	<b>170.624.562.709</b>	<b>35.025.232.547</b>

**6. Other receivable**

	<b>Ending balance</b>	<b>Beginning balance</b>
Receivable of amounts paid on others' behalf to provide agency services	16.615.645.192	35.353.277.127
Receivable from associates and co-operations	87.088.579.745	47.387.246.409
Dividends and profit shared	9.260.618.700	-
Receivable from estimated interest on deposits, loans given and bonds	6.352.364.089	3.540.000
Receivable from securities trading	3.500.000.000	3.968.000.000
Others	32.667.489.263	47.474.942.135
<b>Total</b>	<b>155.484.696.989</b>	<b>134.187.005.671</b>

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**Notes to the consolidated financial statements (cont.)****7. Inventories**

	<u>Ending balance</u>	<u>Beginning balance</u>
Materials and supplies in stock	1.447.491.332	18.290.446.692
Fuel and oil in ships	31.494.976.403	27.856.801.618
Tools	15.317.083.717	227.640.990
Work-in-process	14.305.852.714	8.958.243.840
Merchandises	64.830.557	100.290.745
<b>Total</b>	<b><u>62.630.234.723</u></b>	<b><u>55.433.423.885</u></b>

**8. Short-term prepaid expenses**

	<u>Ending balance</u>	<u>Beginning balance</u>
Repairing expenses	5.670.771.337	1.541.527.749
Tools	759.808.603	532.922.082
Insurance premiums	2.115.160.613	-
Others	6.256.842.141	6.023.280.535
<b>Total</b>	<b><u>14.802.582.694</u></b>	<b><u>8.097.730.366</u></b>

**9. Taxes and other accounts receivable from State**

	<u>Ending balance</u>	<u>Beginning balance</u>
VAT excessively paid	5.947.705.338	4.063.165.003
Corporate income tax excessively paid	20.369.528.875	9.882.193.686
- Gemadept Corporation	9.851.020.124	-
- V.N.M General Transportation Service Co., Ltd.	1.164.504	3.616.874
- Gemadept (Singapore) Ltd.	398.840.000	-
- Nhon Hoi International Port J.S.C	239.927.435	-
- Phuoc Long Port Co., Ltd.	9.878.576.812	9.878.576.812
Personal income tax excessively paid	62.146.273	123.399.613
- V.N.M General Transportation Service Co., Ltd.	-	228.000
- Phuoc Long Port Co., Ltd.	57.844.425	-
- Gemadept Logistics Co., Ltd.	4.301.848	-
- Gemadept Infrastructures Development and Investment Construction J.S.C	-	123.171.613
Other taxes	-	3.000.000
<b>Total</b>	<b><u>26.379.380.486</u></b>	<b><u>14.071.758.302</u></b>

**10. Other current assets**

	<u>Ending balance</u>	<u>Beginning balance</u>
Advances	29.036.474.367	25.210.199.052
Short-term deposits and mortgages	102.200.688.348	69.600.175.102
<b>Total</b>	<b><u>131.237.162.715</u></b>	<b><u>94.810.374.154</u></b>

**11. Other long-term accounts payable**

	<u>Ending balance</u>	<u>Beginning balance</u>
Truong Tho Tourism and Transportation J.S.C	-	5.800.000.000
Hang River Co., Ltd. – Capital contribution to develop the project of Le Chan General Port	19.000.000.000	19.000.000.000
Dong Duong Infrastructure Development and Construction Investment J.S.C – capital contribution to develop the project of Logistics Service Area	18.000.000.000	-
<b>Total</b>	<b><u>37.000.000.000</u></b>	<b><u>24.800.000.000</u></b>

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**Notes to the consolidated financial statements (cont.)****12. Increases/ (decreases) of tangible fixed assets**

The information on the situation of increases/ (decreases) of tangible fixed assets is presented in Appendix 1 on page 52.

Buildings and structures include:

- The value of land use right of 2 houses at No. 39 and 40 Quang Trung, Da Nang City which has not been determined.
- The value of the right to use leased land of lot at No. 276A Da Nang, Ngo Quyen District, Hai Phong City.
- The value of the land use right and assets pertaining to land which have been dismantled to construct Gemadept Building at Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City. Gemadept Corporation has stopped depreciating these assets since the date of dismantling.

**13. Increases/ (decreases) of financial leasehold assets**

	<b>Historical costs</b>	<b>Depreciation</b>	<b>Net book values</b>
Beginning balance	23.890.768.666	12.659.212.093	11.231.556.573
Increases	-	3.964.717.743	
<b>Ending balance</b>	<b>23.890.768.666</b>	<b>16.623.929.836</b>	<b>7.266.838.830</b>

**14. Increases/ (decreases) of intangible fixed assets**

	<b>Land use right</b>	<b>Computer software</b>	<b>Total</b>
<b>Initial costs</b>			
Beginning balance	20.495.188.865	10.271.222.229	30.766.411.094
Increase due to the merging of Nam Hai Port J.S.C	22.500.000.000	736.300.000	23.236.300.000
New purchase s	-	301.799.304	301.799.304
Disposals and liquidations	(3.351.730.000)	-	(3.351.730.000)
<b>Ending balance</b>	<b>39.643.458.865</b>	<b>11.309.321.533</b>	<b>50.952.780.398</b>

*In which:*

Assets fully amortized but being still in use

**Amortization**

Beginning balance	-	1.728.928.159	1.728.928.159
Increase due to the merging of Nam Hai Port J.S.C	467.937.608	66.724.075	534.661.683
Amortization	467.937.608	1.349.381.643	1.817.319.251
<b>Ending balance</b>	<b>935.875.216</b>	<b>3.145.033.877</b>	<b>4.080.909.093</b>

**Net book values**

Beginning balance	20.495.188.865	8.542.294.070	29.037.482.935
<b>Ending balance</b>	<b>38.707.583.649</b>	<b>8.164.287.656</b>	<b>46.871.871.305</b>

*In which:*

Assets temporarily not in use	-	-	-
Assets waiting for liquidation	-	-	-

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**Notes to the consolidated financial statements (cont.)****15. Construction-in-progress**

The information on construction-in-progress is presented in Appendix 2 on pages 53 and 54.

**16. Increases/(decreases) of investment property**

	<b>Historical costs</b>	<b>Accumulated depreciation</b>	<b>Net book values</b>
Beginning balance	278.948.439.795	16.736.906.388	262.211.533.407
Increases	500.000.000	11.617.265.234	
<b>Ending balance</b>	<b>279.448.439.795</b>	<b>28.354.171.622</b>	<b>251.094.268.173</b>

At the end of the year, the company has not had the conditions to determine the market value of the said investment properties.

Investment properties include some assets leased to the third parties. Income and expenses related to the leases of investment properties are as follows:

	<b>Current year</b>	<b>Previous year</b>
Gain from the lease	111.727.417.634	122.358.314.923
Direct expenses related to the gain from the lease	34.327.579.765	35.318.915.368
Direct expenses not related to the gain from the lease	-	-

**17. Investments in subsidiaries**

This item includes the investment into Pacific Marine Co., Ltd.

**18. Investments in business concerns and joint ventures**

<b>Companies</b>	<b>Main operation</b>	<b>Ending balance</b>		<b>Beginning balance</b>	
		<b>Ownership rate</b>	<b>Amount</b>	<b>Ownership rate</b>	<b>Amount</b>
Golden Globe Trading Co., Ltd.	House trading	45,00%	42.761.600.000	45,00%	42.761.600.000
Vung Tau Commercial Port J.S.C	Services of logistics and warehouses	26,78%	9.642.000.000	26,78%	9.642.000.000
(VCP)					
MBN-GMD VIETNAM	Leasing warehouses	34,00%	1.534.080.000	34,00%	1.534.080.000
Vinh Hao Mineral Water J.S.C	Producing mineral water	29,00%	32.206.940.000	29,00%	32.206.940.000
Nam Hai Port Joint J.S.C	Exploiting ports	-	-	30,00%	27.596.000.000
Minh Dam Tourism J.S.C	Providing tourist services	40,00%	18.264.608.143	40,00%	17.349.092.327
Potraco	Providing transportation services	38,02%	23.236.200.000	38,02%	23.236.200.000
Schenker Gemadept Logistics Vietnam Co., Ltd.	Warehouse and yard services	49,00%	11.882.010.000	49,00%	11.882.010.000
Huynhai Merchant Marine Vietnam Co., Ltd.	Providing transportation services	49,00%	2.371.845.000	49,00%	2.371.845.000
Saigon Cargo Service Corporation	Trading in gas and oil, providing transportation service	23,00%	86.250.000.000	23,00%	57.800.000.000
Falcon Ha Dong Investment and Trading JSC	Providing transportation service	25,00%	29.375.000.000	25,00%	29.375.000.000
Sinokor Vietnam Co., Ltd.	Providing forwarding service	49,00%	2.319.909.000	49,00%	2.319.909.000



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**Notes to the consolidated financial statements (cont.)**

Companies	Main operation	Ending balance		Beginning balance	
		Ownership rate	Amount	Ownership rate	Amount
Gemadept - LCL Cold Storage Co., Ltd.	Providing cold storage service	-	-	35,52%	2.781.857.430
Food Association Joint Stock Company	Food processing	26,56%	49.825.280.000	-	-
OOCL Vietnam Co., Ltd.	Providing transportation service	49,00%	17.913.906.635	49,00%	17.913.906.635
Gemadept- Terminal Link Cai Mep Terminal J.S.C	Exploiting ports	62,50%	612.052.327.921	50,00%	612.052.327.921
Gains from associates upon consolidation			15.469.986.177		28.480.068.285
<b>Total</b>			<b>955.105.692.876</b>		<b>919.302.836.598</b>

**19. Other long-term investments**

	Ending balance	Beginning balance
Investments in shares	203.374.669.600	348.317.970.000
- Thu Duc Steel Joint Stock Company	31.490.628.000	31.490.628.000
- Maritime Bank	165.581.032.000	165.581.032.000
Other companies	6.303.009.600	151.246.310.000
Investments in bonds (irrigation bonds)	-	10.000.000
Other long-term investments	373.703.175.285	79.465.901.494
- Transvina Co., Ltd.	12.635.901.494	12.635.901.494
- Gemadept Terminal Link Cai Mep Terminal J.S.C	190.950.000.000	-
- Project of Falcon Ha Dong Office Building	32.500.000.000	-
- Office building project in Laos	17.267.090.636	-
- Project of growing rubber trees in Cambodia	45.198.183.155	-
- Dong Duong Infrastructure Development and Construction Investment J.S.C	36.000.000.000	36.000.000.000
- Other companies	39.152.000.000	30.830.000.000
Term deposits	161.600.000.000	-
- Sacombank - Hoa Viet Branch, 13-month deposit <sup>(*)</sup>	23.100.000.000	-
- VIB - 13-month deposit	138.500.000.000	-
<b>Total</b>	<b>738.677.844.885</b>	<b>427.793.871.494</b>

(\*) In which, the term deposit at Sacombank - Hoa Viet branch is mortgaged to secure the loan from Sacombank - Phnom Penh branch.

Reasons for changes in long-term investments:

- The increases in long-term investments are due to new purchases, receipts of bonus shares and capital contributions.
- The decreases into long-term investments are due to sales of shares, transfer to short-term investments in shares and investments into associates.

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**Notes to the consolidated financial statements (cont.)****20. Provisions for devaluations of long-term investments**

	<u>Ending balance</u>	<u>Beginning balance</u>
Provisions for investments into subsidiaries	73.769.712	-
Provisions for long-term investments into securities	36.792.330.200	20.260.415.500
Provisions for other long-term investments	2.932.535.706	5.694.296.767
<b>Total</b>	<b><u>39.798.635.618</u></b>	<b><u>25.954.712.267</u></b>

Details of increases/(decreases) of provisions for devaluation of long-term investments are as follows:

Beginning balance	25.954.712.267
Additional extractions	13.843.923.351
<b>Ending balance</b>	<b><u>39.798.635.618</u></b>

**21. Long-term prepaid expenses**

	<u>Ending balance</u>	<u>Beginning balance</u>
Interests on financial leases	90.636.293	416.927.012
Tool expenses	555.868.574	712.865.246
Expenses on repairing ships	8.832.114.060	-
Warehouse and office repairing expenses	2.673.618.182	354.313.667
Establishment costs	42.895.299	300.279.723
Designing expenses	-	6.935.544.242
Others	1.163.502.267	970.354.070
<b>Total</b>	<b><u>13.358.634.675</u></b>	<b><u>9.690.283.960</u></b>

**22. Deferred income tax assets**

This item reflects the deferred income tax assets related to the temporarily deductible differences.

Details are as follows:

Beginning balance	1.812.032.647
Reversals	(1.692.902.811)
Increases	2.993.759.658
<b>Ending balance</b>	<b><u>3.112.889.493</u></b>

**23. Other long-term assets**

	<u>Ending balance</u>	<u>Beginning balance</u>
Deposits for lease of houses and office	230.127.770	1.873.321.490
Deposits at airlines to guarantee the payment of freights	757.280.000	1.166.165.000
Other long-term deposits	270.567.120	20.000.000
<b>Total</b>	<b><u>1.257.974.890</u></b>	<b><u>3.059.486.490</u></b>

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**Notes to the consolidated financial statements (cont.)****24. Goodwill**

The goodwill generated from the purchases of Hoa Sen - Gemadept Logistics and International Port Corporation and Nam Hai Port Corporation, which is determined by the differences between the buying prices and the fair values of the net assets (assuming that the fair values of net assets are equal to the values recorded in the accounting book).

**Initial cost**

Beginning balance	49.082.628.918
Increases due to business merging	284.848.883.282
<b>Ending balance</b>	<b>333.931.512.200</b>

**Amount allocated**

Beginning balance	-
Amount allocated during the year	6.685.163.448
<b>Ending balance</b>	<b>6.685.163.448</b>

**Net book value**

Beginning balance	49.082.628.918
<b>Ending balance</b>	<b>327.246.348.752</b>

**25. Short-term loans and debts**

	<b>Ending balance</b>	<b>Beginning balance</b>
At Gemadept Corporation	320.247.600.198	204.618.868.697
At Gemadept (Singapore) Ltd.	90.056.125.445	54.540.675.162
At Gemadept Dung Quat International Port J.S.C	5.000.000.000	7.000.000.000
At Phuoc Long Port Co., Ltd.	52.790.585.811	99.449.160.846
<b>Total</b>	<b>468.094.311.454</b>	<b>365.608.704.705</b>

**26. Payable to suppliers**

	<b>Ending balance</b>	<b>Beginning balance</b>
Suppliers of Gemadept Corporation	106.668.776.008	109.922.674.570
Suppliers of Gemadept (Singapore) Ltd.	-	14.947.534.422
Suppliers of Gemadept (Malaysia) Ltd.	7.424.602.952	14.315.517.216
Suppliers of Gemadept Dung Quat International Port J.S.C	15.118.229.608	18.932.572.438
Suppliers of V.N.M General Transportation Service Co., Ltd.	348.972.183	3.111.705.110
Suppliers of Phuoc Long Port Co., Ltd.	33.924.665.024	52.442.197.516
Suppliers of ISS - Gemadept Co., Ltd.	47.230.973	-
Suppliers of Gemadept Logistics Co., Ltd.	9.352.620.798	1.366.210.170
Suppliers of Gemadept- Vung Tau Corporation	16.079.496	-
Suppliers of Hoa Sen - Gemadept Logistics and International Port Corporation	-	136.999.210
Suppliers of Gemadept Infrastructures Development and Investment Construction J.S.C	-	337.697.664
Suppliers of Gemadept Hai Phong Co., Ltd.	6.083.212.124	27.948.304.585
Suppliers of Truong Tho Tourism and Transportation J.S.C	1.721.846.404	9.309.538.266
Suppliers of Nam Hai Port J.S.C	6.143.478.878	-
<b>Total</b>	<b>186.849.714.448</b>	<b>252.770.951.167</b>

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**Notes to the consolidated financial statements (cont.)****27. Advances from customers**

	<u>Ending balance</u>	<u>Beginning balance</u>
At Gemadept Corporation	4.540.635.640	10.140.272.792
At Gemadept Dung Quat International Port J.S.C	-	6.855.088
At V.N.M General Transportation Service Co., Ltd.	1.395.050	-
At Phuoc Long Port Co., Ltd.	797.896.955	-
At Gemadept Logistics Co., Ltd.	773.954.445	388.612.925
At Gemadept Infrastructures Development and Investment Construction J.S.C	-	996.617.600
At Gemadept Hai Phong Co., Ltd.	3.032.738	455.779.556
At Nam Hai Port J.S.C	4.937.255.424	-
<b>Total</b>	<b><u>11.054.170.252</u></b>	<b><u>11.988.137.961</u></b>

**28. Taxes and other obligations to the State Budget**

	<u>Ending balance</u>	<u>Beginning balance</u>
VAT on local sales	2.416.586.484	5.179.109.523
Import-export duties	539.957	-
Corporate income tax	10.872.943.060	10.038.145.129
Personal income tax	1.024.329.976	898.377.419
Other taxes	1.207.653.912	2.917.025.938
<b>Total</b>	<b><u>15.522.053.389</u></b>	<b><u>19.032.658.009</u></b>

**29. Payable to employees**

This item includes the salary, allowances and bonuses to be paid to employees.

**30. Accrued expenses**

	<u>Ending balance</u>	<u>Beginning balance</u>
Loan interest expenses	9.225.396.294	2.542.377.117
Goods circulation expenses	6.076.340.407	19.108.007.536
Expenses on leasing assets	2.229.236.364	-
Towing freight	8.570.605.910	5.656.772.154
Repairing expenses	5.228.862.727	514.406.429
Others	11.886.011.682	17.390.830.480
<b>Total</b>	<b><u>43.216.453.384</u></b>	<b><u>45.212.393.716</u></b>

**31. Other payable**

	<u>Ending balance</u>	<u>Beginning balance</u>
Trade Union's expenditure	1.525.423.098	2.818.940.562
Social insurance	1.573.690.211	2.097.788.344
Health insurance	18.659.311	51.906.000
Unemployment insurance	560.780	687.145.594
Dividends payable	65.246.600	1.065.246.600
Deposits and mortgages received	9.499.581.440	6.081.043.999
Unearned revenue	2.785.397.979	5.389.641.693
Excessive assets for treatment	2.138.859.881	1.566.810.678
Other payable	246.489.577.356	60.918.239.853



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**Notes to the consolidated financial statements (cont.)**

	<u>Ending balance</u>	<u>Beginning balance</u>
- Amounts received on others' behalf payable	50.614.560.338	21.899.122.827
- Sales of goods at ports payable to the State	1.716.241.909	1.716.241.909
- Payable for the borrowing from Gemadept - Terminal Link Cai mep Terminal J.S.C	160.000.000.000	
- Amounts payable of associates and business-cooperation entities	12.429.549.379	8.288.438.212
- Others	21.729.225.730	29.014.436.905
<b>Total</b>	<b><u>264.096.996.656</u></b>	<b><u>80.676.763.323</u></b>
 <b>32. Bonus and welfare funds</b>		
Beginning balance	682.934.804	
Increase due to extractions from profit	25.685.180.415	
Increase due to the merging of Nam Hai Port J.S.C	1.532.451.879	
Other increases	256.180.667	
Disbursements	(15.615.917.614)	
<b>Ending balance</b>	<b><u>12.540.830.151</u></b>	
 <b>33. Other long-term accounts payable</b>		
	<u>Ending balance</u>	<u>Beginning balance</u>
Receipt of the deposit for the lease of Gemadept Maritime Trading Center Building at No. 6 Le Thanh Ton, Ben Nghe Ward, District 1, Ho Chi Minh City	22.941.117.275	24.531.675.907
Receipt of the deposit for the lease of other assets	25.369.175	-
<b>Total</b>	<b><u>22.966.486.450</u></b>	<b><u>24.531.675.907</u></b>
 <b>34. Long-term loans and debts</b>		
	<u>Ending balance</u>	<u>Beginning balance</u>
Gemadept Corporation	481.784.045.000	206.672.301.747
Gemadept (Singapore) Ltd.	244.371.077.808	292.438.477.692
Gemadept Dung Quat International Port J.S.C	234.475.725.982	221.071.032.575
Phuoc Long Port Co., Ltd.	19.601.339.345	-
Nam Hai Port J.S.C	77.226.732.173	-
<b>Total</b>	<b><u>1.057.458.920.308</u></b>	<b><u>720.181.812.014</u></b>
 <b>35. Deferred income tax payable</b>		
Beginning balance	18.090.897.343	
Deferred income tax payable generated from temporarily taxable differences	1.356.377.514	
Deferred income tax payable generated due to business merging	1.322.608.573	
<b>Ending balance</b>	<b><u>20.769.883.430</u></b>	

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**Notes to the consolidated financial statements (cont.)****36. Unearned revenues**

	<u>Ending balance</u>	<u>Beginning balance</u>
Deferred interests due to revaluation on assets contributed as capital invested in jointly-controlled entities	269.167.286.868	283.980.000.000
Other unearned revenues	862.937.595	-
<b>Total</b>	<b>270.030.224.463</b>	<b>283.980.000.000</b>

**37. Owner's equity*****Statement of fluctuations in owner's equity***

Information on the fluctuations in owner's equity is presented in Appendix 3 on page 55.

***Dividends***

Dividends already paid are as follows:

Dividends given in the previous year	3.660.030.189
Advances of dividends	6.685.065.530
<b>Total</b>	<b>10.345.095.719</b>

***Shares***

	<u>Ending balance</u>	<u>Beginning balance</u>
Number of shares registered to be issued	100.000.000	47.500.000
Number of shares already issued	100.000.000	47.500.000
- Common shares	100.000.000	47.500.000
- Preferred shares	-	-
Number of shares re-purchased	-	-
- Common shares	-	-
- Preferred shares	-	-
Number of outstanding shares	100.000.000	47.500.000
- Common shares	100.000.000	47.500.000
- Preferred shares	-	-

Face value of outstanding share: VND 10.000.

***Exchange difference***

	<u>Ending balance</u>	<u>Beginning balance</u>
Exchange difference due to revaluation of ending balances in foreign currency of liabilities	(7.611.697.845)	(333.077.775)
Exchange difference due to conversion of financial statements of entities operating overseas	30.146.644.861	5.047.263.218
<b>Total</b>	<b>22.534.947.016</b>	<b>4.714.185.443</b>

***Purposes of appropriation for funds***

- Business promotion and investment fund is used to invest in business expansion or to make intensive investments.
- Financial reserved fund is used to
  - + Compensate losses, damages of assets and accounts receivable unable to be recovered during the operations;
  - + Compensate the losses of the Group's companies according to the decision of the Board of Management.
- Other funds: the reserved fund is used to supplement the Group's prescribed capital according to the decision of the Board of Management.

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**Notes to the consolidated financial statements (cont.)****38. Interests of minority shareholders**

Interests of minority shareholders reflect the portion of these shareholders' benefits in the net value of assets of the subsidiaries. The details of interests of minority shareholders are as follows:

Beginning balance	190.462.882.947
Profit after tax of minority shareholders	10.804.601.021
Increase due to business merging	21.504.627.111
Decrease due to distribution of profits and dividends	(13.819.566.103)
Decrease due to increase investment rate into Nam Hai Port J.S.C	(36.101.182.212)
Other decreases	(1.076.161.205)
<b>Ending balance</b>	<b>171.775.201.558</b>

**VI. ADDITIONAL INFORMATION ON THE ITEMS OF THE CONSOLIDATED INCOME STATEMENT****1. Sales**

	<u>Current year</u>	<u>Previous year</u>
Gross sales	2.147.308.655.258	1.774.449.482.248
- Sales from transportation services, lease of assets, exploitation of ports, repairs and others.	1.948.140.262.531	1.588.686.646.191
- Sales from agency activities and forwarding services	87.921.392.108	63.404.521.134
- Sales from leasing offices	112.789.235.816	122.358.314.922
Deductions (sales allowances)	(1.542.235.197)	-
<b>Total</b>	<b>2.147.308.655.258</b>	<b>1.774.449.482.248</b>

**2. Costs of goods**

	<u>Current year</u>	<u>Previous year</u>
Costs of transportation service, lease of assets, exploitation of ports, others	1.657.623.817.127	1.470.850.077.898
Cost of agency activities and forwarding services	63.439.460.614	12.411.662.127
Cost of from leasing offices	34.327.579.765	35.318.915.368
<b>Total</b>	<b>1.755.390.857.506</b>	<b>1.518.580.655.393</b>

**3. Financial income**

	<u>Current year</u>	<u>Previous year</u>
Gains from investments in securities	19.141.358.548	69.501.943.392
Interests on bonds and bank deposits	1.082.721.754	848.541.767
Interests on demand deposits	2.631.907.392	3.639.741.676
Interests on time deposits	23.526.574.928	876.287.655
Dividends and profit shared	42.711.451.147	56.962.870.249
Unrealized exchange gains	41.456.876.511	22.910.073.616
Realized exchange gains	51.280.808.036	48.690.254.388
Others	377.541.019	352.268.778
<b>Total</b>	<b>182.209.239.335</b>	<b>203.781.981.521</b>

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**Notes to the consolidated financial statements (cont.)****4. Financial expenses**

	<u>Current year</u>	<u>Previous year</u>
Loan interest expenses	128.903.342.143	60.165.465.112
Interests on financial leases	326.290.641	563.592.924
Loss from securities repo transactions	6.746.218.114	-
Unrealized exchange loss	5.184.743.535	1.923.716.998
Realized exchange loss	48.477.416.458	34.894.152.672
Loss from investment in securities	14.873.529.429	111.714.733.271
Loss from investments in joint ventures	868.345.288	-
Loss from sales of short-term investment in shares	-	377.449.925
Provisions for devaluation of short-term and long-term investments	71.022.019.143	(208.372.913.847)
Others	78.655.711	552.972.324
<b>Total</b>	<b><u>276.480.560.462</u></b>	<b><u>1.819.169.379</u></b>

**5. Selling expenses**

	<u>Current year</u>	<u>Previous year</u>
Salary of office staff	609.355.938	456.158.233
Materials	82.765.878	120.710.743
Depreciation of fixed assets	463.624.170	309.216.264
External service rendered	6.835.823.737	803.462.213
Other expenses	2.149.712.947	3.738.121.440
<b>Total</b>	<b><u>10.141.282.670</u></b>	<b><u>5.427.668.893</u></b>

**6. Administrative overheads**

	<u>Current year</u>	<u>Previous year</u>
Salary of office staff	76.468.993.040	51.966.105.491
Materials	875.719.407	776.629.321
Depreciation of fixed assets	11.490.679.682	11.444.603.649
Allocation of goodwill	6.685.163.448	-
External service rendered	43.555.762.916	25.527.386.907
Other expenses	30.146.112.897	22.677.900.978
<b>Total</b>	<b><u>169.222.431.390</u></b>	<b><u>112.392.626.346</u></b>

**7. Other income**

	<u>Current year</u>	<u>Previous year</u>
Liquidation and disposals of fixed assets	76.787.047.255	6.485.019.602
Allocation of unearned revenues <sup>(*)</sup>	14.812.713.132	-
Gains from fines for contract violations and compensations	6.661.291.091	972.975.286
Others	8.069.766.264	5.270.341.559
<b>Total</b>	<b><u>106.330.817.742</u></b>	<b><u>12.728.336.447</u></b>

(\*) The unearned revenue of totally VND 283.980.000.000 is due to revaluation of the land use right contributed as capital to Gemadept – Terminal Link Cai Mep Terminal J.S.C, which generated from 2008. During the year, the Group has allocated an amount of VND 14.812.713.132 from this unearned revenue to expenses in correspondence with the amortization period applied to land use right, i.e. 48 years and 10 months.

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**Notes to the consolidated financial statements (cont.)****8. Other expenses**

	<u>Current year</u>	<u>Previous year</u>
Net book values of liquidated fixed assets	8.766.077.858	5.500.976.184
Additional expenses of Cai Mep Project of which the capital has been contributed in Gemadept – Vung Tau Corporation in the year 2008	-	2.284.509.221
Additional payments for taxes according to tax finalization	186.457.939	1.521.937.036
Goods compensation	1.558.001.216	1.022.967.366
Others	4.587.546.843	2.974.644.488
<b>Total</b>	<b><u>15.098.083.856</u></b>	<b><u>13.305.034.295</u></b>

**9. Deferred income tax expenses**

	<u>Current year</u>	<u>Previous year</u>
Deferred corporate income tax generated from temporarily taxable differences	583.384.032	2.908.010.637
Deferred corporate income tax generated from reversals of deferred income tax assets	1.692.902.811	25.969.686
Deferred corporate income tax generated from temporarily deductible differences	(2.993.759.658)	(1.601.390.929)
Deferred corporate income tax generated from reversals of deferred income tax payable	(2.908.010.637)	-
<b>Total</b>	<b><u>(3.625.483.452)</u></b>	<b><u>1.332.589.394</u></b>

**10. Earning per share**

	<u>Current year</u>	<u>Previous year</u>
Accounting profit after corporate income tax	206.863.990.648	323.085.833.277
Increase/(decrease) of accounting profit to determine profit attributable to holders of ordinary shares:	-	-
Profit attributable to holders of ordinary shares	206.863.990.648	323.085.833.277
Average ordinary shares outstanding during the year	62.227.879	47.500.000
<b>Earning per share</b>	<b><u>3.324</u></b>	<b><u>6.802</u></b>

Average ordinary shares outstanding during the year are calculated as follows:

	<u>Current year</u>	<u>Previous year</u>
Ordinary shares outstanding at the beginning of the year	47.500.000	47.500.000
Effects of shares issued in the first 6 months of 2010	644.399	-
Effects of shares issued in the last 6 months of 2010	14.083.480	-
<b>Average ordinary shares outstanding during the year</b>	<b><u>62.227.879</u></b>	<b><u>47.500.000</u></b>



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**Notes to the consolidated financial statements (cont.)****11. Operating expenses**

	<u>Current year</u>	<u>Previous year</u>
Materials and supplies	498.411.448.880	329.862.534.546
Labor	215.883.415.045	175.708.509.433
Depreciation of fixed assets	196.868.944.844	167.167.892.099
External service rendered	956.610.611.379	840.391.637.589
Other expenses	63.696.154.747	85.166.662.038
<b>Total</b>	<b><u>1.931.470.574.894</u></b>	<b><u>1.598.297.235.705</u></b>

**VII. ADDITIONAL INFORMATION ON THE ITEMS OF THE CONSOLIDATED CASH FLOW STATEMENT****Non-cash transactions**

	<u>Current year</u>	<u>Previous year</u>
Loan interest expenses, for which the payments have not been made yet	9.225.396.294	2.542.377.117
Capital contribution to Hoa Sen - Gemadept Logistics and International Port Corporation by accounts payable	1.273.160.900	19.207.246.558
Transferring the amount receivable from Dai Duong Corporation to capital contribution to Gemadept Dung Quat International Port J.S.C	3.800.000.000	-
Receipt of dividends and profit shared by offsetting the amount invested in Truong Tho Tourism and Transportation J.S.C.	6.200.000.000	-
Increasing investment into Nam Hai Port J.S.C by issuing convertible bonds	396.787.000.000	-
Interests on bonds, loans given and profit shared on which the collections have not been made	15.612.982.789	3.540.000
Purchases of fixed assets on which the payments have not been made	1.199.352.740	8.300.138.569
Sales of fixed assets, on which the collection has not been made	60.082.819.489	-

**VIII. OTHER INFORMATION****1. Transactions with related parties*****Transactions with the key managers and the related individuals***

Income of key managers of Gemadept Corporation – parent company is as follows:

	<u>Current year</u>	<u>Previous year</u>
Salary	2.215.860.488	2.107.315.873
Social insurance, health insurance and personal income tax	547.980.512	331.816.241
Allowance	603.529.416	540.000.000
<b>Total</b>	<b><u>3.367.370.416</u></b>	<b><u>2.979.132.114</u></b>

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**Notes to the consolidated financial statements (cont.)****Transactions with other related parties**

Related parties of the Group include:

<b>Related parties</b>	<b>Relationships</b>
OOCL Vietnam Co., Ltd.	Associate
Golden Globe Trading Co., Ltd.	Associate
Vung Tau Commercial Port Joint Stock Company (VCP)	Associate
MBN-GMD VIETNAM	Associate
Vinh Hao Mineral Water Joint Stock Company	Associate
Minh Dam Tourism J.S.C	Associate
Power Transportation and Service J.S.C (Potraco)	Associate
Schenker Gemadept Logistics Vietnam Co., Ltd.	Associate
Huynhai Merchant Marine Vietnam Co., Ltd.	Associate
Saigon Cargo Service Corporation	Associate
Falcon Ha Dong Investment and Trading J.S.C	Associate
Sinokor Vietnam Co., Ltd.	Associate
Food Association J.S.C	Associate
Gemadept – Terminal Link Cai Mep Terminal J.S.C	Jointly-controlled entity

During the year, the Group has had the following transactions with other related parties:

	<b>Current year</b>	<b>Previous year</b>
<b><i>OOCL Vietnam Co., Ltd.</i></b>		
Realized revenues	177.230.409	-
Service expenses	1.162.492.119	254.612.007
Collection made on other's behalf	-	7.163.040.708
<b><i>MBN-GMD VIETNAM</i></b>		
Payable for capital contribution to Gemadept - LCL Cold Storage Co., Ltd.	-	1.514.340.000
Collection of service fee	1.085.271.280	507.841.188
Purchases of service	1.207.143.856	646.754.169
<b><i>Vinh Hao Mineral Water Joint Stock Company</i></b>		
Capital contribution	-	6.849.440.000
Other expenses	12.060.000	-
<b><i>Minh Dam Tourism J.S.C</i></b>		
Capital contribution	915.515.816	3.234.484.184
<b><i>Schenker Gemadept Logistics Vietnam Co., Ltd.</i></b>		
Capital contribution for business co-operation	-	1.800.000.000
Sales from services	134.600.165	94.727.309
Service provisions	20.374.406	283.009.134
<b><i>Huynhai Merchant Marine Vietnam Co., Ltd.</i></b>		
Realized revenues	8.713.466.330	51.043.986.362
Service provisions	1.342.272.365	1.012.372.775
Collection made on other's behalf	4.584.656.468	-
Payment made on other's behalf	-	7.465.173.092
Payable for refunded freight tax	-	5.586.464.876
<b><i>Saigon Cargo Service Corporation</i></b>		
Capital contribution	28.450.000.000	39.200.000.000
Service fee	267.500.195	-



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**Notes to the consolidated financial statements (cont.)**

	<u>Current year</u>	<u>Previous year</u>
<b><i>Falcon Ha Dong Investment and Trading J.S.C</i></b>		
Capital contribution	-	29.375.000.000
<b><i>Sinokor Vietnam Co., Ltd.</i></b>		
Sales from service provision	41.997.727	2.684.214.616
Service provision	2.008.083.524	307.087.767
Payment made on other's behalf	-	46.878.002
<b><i>Gemadept – Terminal Link Cai Mep Terminal J.S.C</i></b>		
Capital contribution	190.950.000.000	-

As at the balance sheet date, the accounts receivable from and accounts payable to other related parties are as follows:

	<u>Ending balance</u>	<u>Beginning balance</u>
<b><i>OOCL Vietnam Co., Ltd.</i></b>		
Receivable from customers	392.583.750	659.414.660
<b><i>Golden Globe Trading Co., Ltd.</i></b>		
Other receivable	-	300.000.000
<b><i>Schenker Gemadept Logistics Vietnam Co., Ltd.</i></b>		
Other receivable	1.300.000.000	1.800.000.000
<b><i>Huyndai Merchant Marine Vietnam Co., Ltd.</i></b>		
Receivable for service provisions	6.014.048.883	4.621.590.707
<b><i>Sinokor Vietnam Co., Ltd.</i></b>		
Receivable for service provisions	358.397.527	1.599.741.509
Other receivable	-	3.229.380
<b>Total amount receivable</b>	<b><u>8.065.030.160</u></b>	<b><u>8.983.976.256</u></b>
<b><i>OOCL Vietnam Co., Ltd.</i></b>		
Payable for service provisions	-	8.040.990
<b><i>Huyndai Merchant Marine Vietnam Co., Ltd.</i></b>		
Other payable	-	5.586.464.876
<b><i>MBN-GMD VIETNAM</i></b>		
Other payable	1.703.880.000	1.514.340.000
Account payable	141.037.455	
<b><i>Sinokor Vietnam Co., Ltd.</i></b>		
Payable to suppliers	7.555.141	112.620.554
<b>Total amount payable</b>	<b><u>1.852.472.596</u></b>	<b><u>7.221.466.420</u></b>

The prices of goods and services provided to other related parties are the prices agreed among the parties. The purchases of goods and services from the related parties are also done at the prices agreed among parties.

The accounts receivable are unsecured and will be paid in cash. There is no provisions for accounts receivable from the related parties.

**2. Loan interest expenses**

	<u>Current year</u>	<u>Previous year</u>
Loan interest expenses capitalized of separated loans	14.201.415.241	24.337.889.990
Loan interest expenses capitalized of general loans	-	-
<b>Total loan interest expenses</b>	<b><u>14.201.415.241</u></b>	<b><u>24.337.889.990</u></b>
<b>Rate of capitalization</b>	<b>9,92%</b>	<b>28,80%</b>

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### Notes to the consolidated financial statements (cont.)

#### 3. Segment information

The Group's segment information is presented according to business fields and geographical regions. The primary segment report is for the business fields since the organization and management of business operations of the companies in Group are mainly based on their types of services.

##### *Business fields*

The Group has the following main business fields:

- Port exploitation: including all services related to port exploitation.
- Transportation: including providing transportation services and leasing transportation facilities.
- Agency activities: including providing agency services and logistics service
- Property trading: leasing the offices in building at Le Thanh Ton Street. The company also has been investing in construction of a complex building in Laos.

The information on business results, fixed assets, other long-term assets and non-cash material expenses of the business segments of the Group are as follows:

	Port exploitation	Transportation	Agency activities	Property trading	Total
<b>Current year</b>					
Net sales from goods and services sold to external customers	476.964.352.252	843.091.670.637	87.135.120.262	111.727.417.634	1.518.918.560.785
Net sales from goods and services among segments	201.602.718.616	426.001.104.011	786.271.846	-	628.390.094.473
<b>Total net sales</b>	<b>678.567.070.868</b>	<b>1.269.092.774.648</b>	<b>87.921.392.108</b>	<b>111.727.417.634</b>	<b>2.147.308.655.258</b>
Segment business results	170.500.208.153	119.535.820.235	24.481.931.495	77.399.837.869	391.917.797.752
Expenses not allocated to segments					(179.363.714.060)
Operating profit					212.554.083.693
Financial income					182.209.239.335
Financial expenses					(276.480.560.462)
Other income					106.330.817.742
Other expenses					(15.098.083.856)
Gain/(loss) from investments in associates or joint ventures					23.599.063.138
Current corporate income tax					(19.071.451.372)
Deferred corporate income tax					3.625.483.452
<b>Profit after tax</b>					<b>217.668.591.668</b>
<b>Total amount paid to purchase fixed assets and other long-term assets</b>	<b>93.581.441.409</b>	<b>192.435.323.042</b>	<b>372.927.984</b>	<b>527.107.272</b>	<b>286.916.799.707</b>
<b>Total depreciation and allocation of long-term prepaid expenses</b>	<b>62.553.214.549</b>	<b>312.118.080.489</b>	<b>2.740.677.559</b>	<b>19.105.549.541</b>	<b>396.517.522.138</b>
<b>Total non-cash material expenses (excluding depreciation and allocation of long-term prepaid expenses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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**Notes to the consolidated financial statements (cont.)**

Assets and liabilities of business segments of the Group are as follows:

	<u>Port exploitation</u>	<u>Transportation</u>	<u>Agency activities</u>	<u>Property trading</u>	<u>Total</u>
<b>Ending balance</b>					
Direct assets of the segment	603.794.440.369	1.526.237.433.696	71.420.947.244	259.962.687.513	2.461.415.508.822
Assets allocated to the segment	536.462.762.865	404.998.604.566	231.976.140.739	757.449.435	1.174.194.957.605
Assets not allocated to segments					<u>2.907.398.165.575</u>
<b>Total assets</b>					<u><b>6.543.008.632.001</b></u>
Direct liabilities of the segment	101.977.394.752	553.503.231.621	56.033.988.505	-	711.514.614.878
Liabilities allocated to the segment	243.551.318.355	28.732.780.507	5.304.770.555	-	277.588.869.418
Liabilities not allocated to segments					<u>1.409.306.098.577</u>
<b>Total liabilities</b>					<u><b>2.398.409.582.872</b></u>

**Geographical regions**

The Group's activities are taken place locally and overseas.

Details of net sales from goods and services sold to external parties based on the geographical location of customers are as follows:

Overseas customers	1.089.503.975.037
Local customers	1.057.804.680.221
<b>Total</b>	<u><b>2.147.308.655.258</b></u>

Details of expenses generated on acquisition of fixed assets, other long-term assets and segment assets according to geographical segments based on the locations of assets are as follows:

	<b>Expenses paid to acquire fixed assets and other long- term assets</b>	<b>Segment assets</b>
Overseas customers	136.856.669.451	5.711.136.085.428
Local customers	150.060.130.256	831.872.546.573
<b>Total</b>	<u><b>286.916.799.707</b></u>	<u><b>6.543.008.632.001</b></u>

**4. Changes in accounting policies**

During the year, the parent company has re-classified some items on the balance sheet. The effects of this re-classification on the comparative figures of the previous year are as follows:

	<b>Code</b>	<b>Previous year's audited figures</b>	<b>Adjustments</b>	<b>Adjusted figures</b>
<b>Balance sheet</b>				
Other receivable	135	158.987.005.671	(24.800.000.000)	134.187.005.671
Other long-term accounts receivable	218	-	24.800.000.000	24.800.000.000
Other long-term accounts payable	333	308.511.675.907	(283.980.000.000)	24.531.675.907
Unearned revenues	338	-	283.980.000.000	283.980.000.000

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#### **Notes to the consolidated financial statements (cont.)**

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Additionally, on 06 November 2009, the Ministry of Finance issued the Circular No. 210/2009/TT-BTC giving guidance on the application of the International Accounting Standards on presentation of financial statements and notes to information on financial instruments. The requirements of this Circular will be applied to the Group's preparation and presentation of the financial statements from the year 2011 onwards.

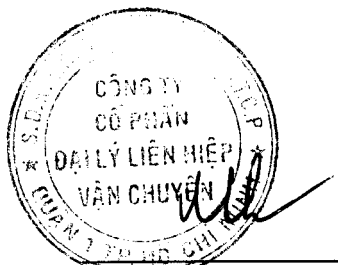
Ho Chi Minh City, 10 April 2011

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**Truong Nhu Nguyen**  
**Preparer**

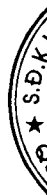
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**Nguyen Minh Nguyet**  
**Chief Accountant**



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**Do Van Minh**  
**General Director**



**Index 1: Increases / (decreases) of tangible fixed assets**

can:			
temporarily not in use	-	-	-
waiting for liquidations	-	-	-

**Ng Nhu Nguyen**  
**INTER**

**Nguyen Minh Nguyet**  
**Chief Accountant**



**GEMADEPT CORPORATION**

Address: No. 6 Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City, Vietnam

**CONSOLIDATED FINANCIAL STATEMENTS**

For the fiscal year ended 31 December 2010

**Appendix 2: Construction-in-progress**

	Beginning balance	Increases due to the consolidation of Gemadept Nhon Hoi International Port J.S.C	Increases due to the consolidation of Gnam Hai Port Corporation	Increases	Inclusion into fixed assets	Other decreases	Ending balance
<b>Acquisition of fixed assets</b>	<b>630.000.000</b>	-	-	<b>46.004.033.896</b>	<b>(32.327.835.485)</b>	-	<b>22.606.198.411</b>
<i>Vehicles</i>	-	-	8.300.000.000	45.718.634.092	(32.042.435.681)	-	21.976.198.411
<i>Machines</i>	-	-	-	215.818.182	(215.818.182)	-	-
<i>Office equipment</i>	-	-	-	69.581.622	(69.581.622)	-	-
<i>GSS Software</i>	630.000.000	-	-	-	-	-	630.000.000
<b>Construction-in-progress</b>	<b>220.418.932.466</b>	<b>1.275.420.475</b>	-	<b>147.334.453.983</b>	<b>(314.170.122.512)</b>	<b>(515.079.721)</b>	<b>54.343.604.691</b>
<i>Investment in the North Rach Chiec, District 9, Ho Chi Minh City</i>	20.404.054.061	-	-	342.601.884	-	-	20.746.655.945
<i>Survey and design expenses of Phu Thuan Project, District 7, Ho Chi Minh City</i>	119.028.883	-	-	-	-	-	119.028.883
<i>Expenses on designing Bai Chay container yard</i>	179.643.600	-	-	-	-	-	179.643.600
<i>Expenses on consultancy and construction of Le Loi building</i>	2.694.479.091	-	-	-	-	-	2.694.479.091
<i>Dung Quat Logistics Area Project</i>	342.727.583	-	-	116.012.727	-	-	458.740.310
<i>Gemadept Hi-tech Zone Project</i>	3.658.444.173	-	-	-	-	-	3.658.444.173
<i>Expenses on construction consulting and report preparation of Gemadept Nhon Hoi International Port Project</i>	109.500.000	-	-	-	-	-	109.500.000
<i>Rach Chiec Residential Area</i>	19.491.750.000	-	-	-	-	-	19.491.750.000
<i>Project of designing and building ships</i>	200.000.000	-	-	-	-	-	200.000.000
<i>Construction expenses of GEMADEPT International Port</i>	56.293.467.325	-	-	13.648.121.395	(69.941.588.720)	-	-
<i>Project of dredging the front-area of wharf</i>	221.182.324	-	-	6.091.428.572	(6.312.610.896)	-	-
<i>Project of protecting - propping banks</i>	6.424.417.613	-	-	13.958.454.502	(20.382.872.115)	-	-
<i>Project of renovating yards and yard internal roads</i>	14.519.322.286	-	-	3.476.041.212	(17.995.363.498)	-	-
<i>Compensations</i>	317.716.318	-	-	-	(317.716.318)	-	-
<i>Project of wharf and stakes drilling</i>	26.581.708.934	-	-	-	(26.581.708.934)	-	-
<i>Project of processing wattle - executing steel rod - concrete stake - lateral face</i>	6.985.667.128	-	-	61.600.000.000	(68.585.667.128)	-	-

**GEMADEPT CORPORATION**

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**CONSOLIDATED FINANCIAL STATEMENTS**

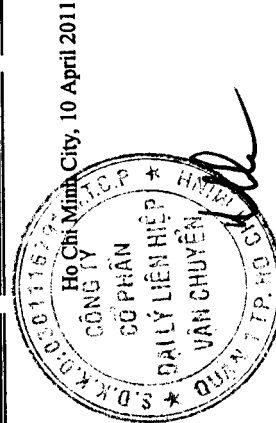
For the fiscal year ended 31 December 2010

**Appendix 2: Construction-in-progress**

	Beginning balance	Increases due to the consolidation of Gemadept Nhon Hoi International Port J.S.C	Increases due to the consolidation of Gnam Hai Port Corporation	Increases	Inclusion into fixed assets	Other decreases	Ending balance
<i>Purchase of equipment for the port</i>	49,021,583.696	-	-	33,017,637.255	(82,039,220.951)	-	-
<i>Port designing project</i>	1,648,244.139	-	-	-	(1,648,244.139)	-	-
<i>Project of wharf - anchor</i>	1,372,956.174	-	-	2,536,636.954	(3,909,593.128)	-	-
<i>PMU</i>	405,606.010	-	-	-	(303,918.693)	-	101,687.317
<i>Power system</i>	741,135.145	-	-	2,996,361.050	(3,737,496.195)	-	-
<i>Water system</i>	974,636.439	-	-	1,280,372.545	(2,255,008.984)	-	-
<i>Office</i>	1,620,834.739	-	-	3,081,163.045	(4,701,997.784)	-	-
<i>Drainage system</i>	1,290,394.545	-	-	1,053,792.728	(2,344,187.273)	-	-
<i>Fence system</i>	1,120,339.091	-	-	-	(1,120,339.091)	-	-
<i>Regulating House of Dung Quoc Port</i>	-	-	-	1,519,270.336	(1,519,270.336)	-	-
<i>Project of Nhon Hoi International Port</i>	1,275,420.475	-	-	7,260,000	-	(466,666.521)	816,013.954
<i>Building PVC Port</i>	2,639,636.104	-	-	13,760,000	-	-	2,653,396.104
<i>Access to PVC port</i>	362,303.684	-	-	-	-	-	362,303.684
<i>Building up transformers</i>	-	-	-	1,728,110.000	-	-	1,728,110.000
<i>Project of wharf</i>	-	-	-	410,583.630	-	-	410,583.630
<i>Others</i>	678,153.381	-	-	456,846.148	(473,318.329)	(48,413.200)	613,268.000
<b>Large repair of fixed assets</b>	<b>2,461,178.819</b>	<b>-</b>	<b>-</b>	<b>3,068,839.263</b>	<b>(5,530,018.082)</b>	<b>-</b>	<b>-</b>
<i>Repairing office</i>	2,461,178.819	-	-	3,068,839.263	(5,530,018.082)	-	-
<b>Total</b>	<b>223,510,111,285</b>	<b>1,275,420,475</b>	<b>-</b>	<b>196,407,327,142</b>	<b>(352,027,976,079)</b>	<b>(515,079,721)</b>	<b>76,949,803,102</b>

 Trương Nhu Nguyễn  
 preparer



 Nguyễn Minh Nguyệt  
 Chief Accountant

 Do Van Minh  
 General Director

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**Truong Nhu Nguyen**  
**Preparer**