NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year ended 2006

The consolidated financial statements of General Forwarding and Agency Corporation (Gemadept) for the fiscal year ended 31 December 2006 include the financial statements of General Forwarding and Agency Corporation (Gemadept), its subsidiaries and associates (herein referred to as "the Group")

I. OPERATION FEATURES

1. Investment form : Joint stock company.

2. Operating field : Acting as maritime agencies and providing maritime services.

3. Main operations : Providing multi-model transportation services; transporting, exploiting container yards and other related services; acting as a marine agent and broker, providing forwarding services by sea and by air; providing goods loading and unloading services; transporting goods by waterway, by sea and by air; trading and chartering maritime ships, containers, machinery and equipment; constructing quays, yards and civil-industrial works; building and repairing marine transportation facilities; making investments to exploit sea harbors.

4. Number of subsidiaries : 06
In which:
Number of subsidiaries consolidated: 05
Number of subsidiaries not yet consolidated: 01.

5. List of subsidiaries consolidated

Subsidiaries	*Address*	*Proportion of interest*	*Option*
Gemadept (Singapore) Ltd.	70 Shenton way # 08 – 03 / 04 Marina house, Singapore 079118.	100 %	100 %
Gemadept (Malaysia) Ltd.	4217-4219, 3rd floor, Persiaran Raja, Muda Musa, 4200 Port Klang, Selangor Darul Ehsan, Malaysia.	100 %	100 %
V.N.M General Transportation Service Co., Ltd.	15th Floor, Habour View Tower, No. 35 Nguyen Hue, District 1, Ho Chi Minh City, Vietnam.	100 %	100 %
OOCL Vietnam Co., Ltd.	No. 02 Thi Sach, District 1, Ho Chi Minh City, Vietnam.	51 %	51 %
Sinokor Vietnam Co., Ltd.	15th Floor, Habour View Tower, No. 35 Nguyen Hue, District 1, Ho Chi Minh City, Vietnam.	51 %	51 %

6. Subsidiaries being excluded from the consolidation of the financial statements

Subsidiary	*Address*	*Reason*
Dung Quat International Port Joint Stock Company	No. 56, Hung Vuong Avenue, Quang Ngai City, Vietnam	Not yet come into operation

7. List of associates consolidated

Associates	*Address*	*Main operations*	*Rate of ownership*
MBN-GMD Vietnam	9th Floor, Habour View Tower, No. 35 Nguyen Hue, District 1, Ho Chi Minh City, Vietnam.	Leasing warehouses to exporters of Vietnamese coffee and agricultural products in form of "del-cradere" warehouses.	34 %
Vung Tau Commercial Port Joint Stock Company	No. 973, 30 April Street, Ward 11, Vung Tau City, Vietnam.	Generally trading; providing logistics and bonded warehouse services; exploiting sand, gravels and stones; producing beer, beverages, purified water; executing, installing and providing ground leveling service for construction works; growing aquatic products; providing customs clearance service and real estate brokerage service.	26,78%
Vinh Hao Mineral Water Joint Stock Company	No. 72, 19 April Street, Xuan An Ward, Binh Thuan Province, Vietnam.	Producing and trading mineral water.	32,98%

8. Associates being excluded from the consolidation of the financial statements

Associates	*Address*	*Reason*
Qua Cau Vang Trading Co., Ltd.	No. 117 Le Loi, District 1, Ho Chi Minh City, Vietnam.	Not yet come into operation
Le Chan General Port	Alley 201, May Chai Ward, Ngo Quyen Street, Ngo Quyen District, Hai Phong City, Vietnam	Not yet come into operation

II. FISCAL YEAR AND STANDARD CURRENCY 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 standard currency unit used is Vietnam Dong (VND).

III. ACCOUNTING SYSTEM AND STANDARDS

1. Accounting system

The Group has been applying the Vietnamese accounting system.

2. Statement on the compliance with the accounting system and standards

The Directors ensure to follow all the requirements of the prevailing Vietnamese accounting system and standards in the preparation of these consolidated financial statements.

3. Accounting form

Voucher recording.

IV. ACCOUNTING POLICIES

1. Accounting convention

All the consolidated financial statements are prepared in accordance with the historical cost convention.

2. Consolidation bases

Subsidiaries

A subsidiary is an enterprise 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 are included in the consolidated financial statements from the date of acquisition, which is the date on which the control of the acquired subsidiary is effectively transferred to the buyer. The business results of a subsidiary disposed are included in the consolidated income statement until the date of disposal.

The difference between the investment expenses and the ownership share of the Group in the fair value of the net recognizable assets of the subsidiary as of the acquisition date is recorded as a goodwill.

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.

Associates

An associate is an enterprise which the Group has significant influences on but does not have the control over its financial and operating policies. The consolidated financial statements include the profit or loss of the Group in associates in line with the equity method from the date of having significant influences to the date of ceasing having significant influences. If the share of loss of the Group in an associate equals or exceeds the book value of the investment, the investment is then reported at nil (0), except when the Group has obligations to make the payments on behalf of the associate.

The business results, assets and liabilities of an associate are included in the consolidated financial statements in line with the equity method. The investments in the associate are initially recognized in the consolidated financial statements at their original costs and will be adjusted for the changes in the interest share of the net assets 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.

Unrealized profit/ (loss) resulting from transactions with associates corresponding to the Group's share are excluded when the consolidated financial statements are prepared.

3. 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 can not exceed 3 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.

4. 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.

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

5. Trade receivable and other receivable

Trade receivable and other receivable are recognized at the values on supporting documents and invoices. Provisions for bad debts are made on the basis of the evaluation on the possibility to recover each debt.

6. 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 during the period.

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 period.

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

Fixed assets	Years
Buildings and structures	5 - 23
Machinery and equipment	5 - 8
Vehicles	5 - 10
Office equipment	3 - 7

7. 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 Group 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 IV.6.

8. Operating leasehold assets

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 expenses in accordance with the straight-line method over the leasing period and are not subject to the method of lease payment.

9. Intangible fixed assets

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. During the year, the Group has not calculated any amortization since the land has not put into use yet.

Computer software

Computer software includes all the expenses paid until the date of acquisition of the accounting software serving the recording of transactions, the accounting and financial management of the Group. These expenses are amortized in 3 years.

10. Borrowing costs

The borrowing costs will be recognized into expenses during the period. Borrowing costs will be capitalized when they 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.

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.

11. Financial investment

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 during the period.

12. Recording joint venture activities

Rewards of the Group in the joint control activities and the assets under the joint control are reflected in the consolidated financial statements by allocating the shares of the Group in assets, liabilities, income and expenses into the corresponding items.

13. Long-term prepaid expenses

Repairing expenses

Repairing expenses reflect the amounts to repair and renovate yards, traffic light systems and equipment of ICD 1 and ICD 2; to examine, maintain and dredge buoy wharf, etc. serving the operations of the Group. These expenses are allocated in 2 years from the date of being incurred.

Tool expenses

Expenses on tools being put into use (spare parts of containers and forklift trucks, steel cable, tyres, etc.) are allocated into expenses during the period in accordance with the straight-line method for the period of 2 years.

Other expenses

Other expenses are allocated according to the time as in the invoices or contracts, or for the maximum period of 2 years.

14. Accrued expenses

Accrued expenses are recorded, based on reasonable estimates on the amounts payable for goods and services already used during the previous month or the previous quarter.

15. Appropriation for unemployment fund

Unemployment fund is used to pay for severance and unemployment allowances.

The rate of extraction for this fund is from 1% to 3% of the salary fund which is used as the basis of social insurance payment and is included into the Group's expenses during the period. Particularly, the rate of extraction for unemployment allowances of OOCL Vietnam Co., Ltd. is $^1/_2$ of the monthly salary used as the basis of social insurance payment. In case that the unemployment fund is not enough for subsidizing resigned employees, the insufficient difference is recorded into expenses.

16. Capital and funds

The Group's sources of capital include:

- Capital: being 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 supplement from the business results, the value of the assets which are given to the Group and the revaluation of assets.

The Funds are extracted and used in line with the Charter.

17. Treasury stocks

When a share capital in the owner's equity is re-purchased, the amount payable including the expenses related to the transaction is recorded as a change in owner's equity. The stocks re-purchased are classified as treasury stocks and are recorded as a decrease in owner's equity.

18. Dividends

Dividends are recorded as an amount payable in the period during which the dividends are disclosed.

19. Corporate income tax

The Group is responsible to pay corporate income tax as follows:

- Parent company (Gemadept): The corporate income tax rate applied is 28 % on taxable income.

- Subsidiaries:
  Gemadept (Singpore) Ltd.: being exempted from corporate income tax as stipulated in Section 13A, the Singapore Income Tax Act, Cap. 134.

  Gemadept (Malaysia) Ltd.: applying the tax rates of 20% on taxable income from MYR 500.000 and lower, and of 28% on taxable income over MYR 500.000.

  V.N.M General Transportation Service Co., Ltd.: applying the tax rate of 28% on annual taxable income.
  OOCL Vietnam Co., Ltd.: the tax rates of 20% on annual taxable income will be applied in the first 10 years from the date of the company's business commencement and of 28% for the following years. The company is exempted from corporate income tax fully in 2 years from the profit-making year and is reduced 50% in 3 following years.

  Sinokor Vietnam Co., Ltd.: the tax rates of 20% on annual taxable income will be applied in the first 10 years from the date of the company's business commencement and of 28% for the following years. The company is exempted from corporate income tax fully in 2 years from the profit-making year and is reduced 50% in 3 following years.

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

Current income tax is the tax amount computed based on the taxable income during the year at the tax rates applied as of the balance sheet date. Taxable income is different from accounting profit due to the adjustments of temporary differences between tax and accounting figures as well as those of non-taxable or non-deductible income and expenses.

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 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 corporation.

20. Foreign currency translation

The transactions in foreign currency are converted at the actual exchange rates ruling as of the transaction dates. The balances of monetary items in foreign currency 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 monetary items are included in income or expenses during the period.

When consolidating the financial statements, the items of the balance sheet and the income statement of the entity in foreign country are converted into Vietnam dong (VND) at the rates ruling as of the balance sheet date. The foreign exchange differences resulting from the conversion of the financial statements of the entity operating in a foreign country are directly recorded into owner's equity in the consolidated balance sheet (i.e. "foreign exchange differences" account) and are only included into financial expenses or financial income when the Group liquidates the net investment.

The exchange rates used as of:	31 December 2005	:	VND 15.872 /USD
		:	VND 9.484 /SGD
		:	VND 4.200 /RM
	31 December 2006	:	VND 16.091/USD
		:	VND 20.859 /EUR
		:	VND 10.550 /SGD
		:	VND 4.408 /RM

21. Recognition of sales

Sales of finished goods are recognized when most of risks and benefits associated with the goods ownership are transferred to customers and there are no uncertain factors related to payments, additional costs or sales returns.

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.

Interests, dividends and profit shared are recognized when the Group is able to gain economic benefits from the transactions and the revenue is determined rather reliably. Interests are recorded based on the term and the interest rates applied for each period. Dividends and profit shared are recognized when the shareholders or the investors have the rights to receive dividends or profit from the capital contribution.

22. 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.

V. ADDITIONAL INFORMATION ON THE ITEMS OF THE CONSOLIDATED BALANCE SHEET

1. Cash and cash equivalents

	Ending balance	Beginning balance
Cash on hand	3.411.902.362	5.001.432.808
Cash in bank	92.088.808.826	245.317.382.354
Cash in transit	8.396.460.000	-
Total	**103.897.171.188**	**250.318.815.162**

2. Short-term investments

	Ending balance	Beginning balance
Stocks	10.861.655.365	-
Certificates of Prudential Investment Fund	9.991.000.000	-
Total	**20.852.655.365**	**-**

3. Receivable from customers

	Ending balance	Beginning balance
Parent company - Gemadept (Vietnam)	116.260.524.348	106.684.393.131
Gemadept (Singapore) Ltd.	6.039.273.650	-
Gemadept (Malaysia) Ltd.	13.500.097.716	16.221.756.600
OOCL Vietnam Co., Ltd.	19.934.707.000	15.994.510.800
Sinokor Vietnam Co., Ltd.	9.426.673.031	255.927.100
Total	**165.161.275.745**	**139.156.587.631**

4. Prepayments to suppliers

	Ending balance	Beginning balance
Parent company - Gemadept (Vietnam)	21.113.679.195	28.824.978.514
Gemadept (Singapore) Ltd.	1.195.863.600	619.570.752
Total	**22.309.542.795**	**29.444.549.266**

5. Other receivable

	Ending balance	Beginning balance
Receivable of amounts paid on others' behalf to providing agency services:	16.216.557.958	17.285.047.579
Shipping	*907.049.198*	*1.422.274.842*
Container	*2.760.188.886*	*3.879.265.213*
Forwarding	*12.549.319.874*	*11.983.507.524*
Excessive payments receivable	47.117.638	48.934.464
Receivable from associates and co-operations	32.868.856.357	7.036.382.808
Receivable from CIC Construction and Investment Consultancy Company for geological survey expenses at Song Than Industrial Park	-	55.398.000
Receivable from Hub Shipping Sdn Bhd (Singapore) due to excessive payment	1.851.135.512	-
Receivable for securities trading activity	22.500.000.000	-
Receivable of loans given to outsiders	642.298.241	-
Other receivable	20.749.612.056	9.654.418.898
Total	**94.875.577.762**	**34.080.181.749**

6. Provisions for bad debts

	Ending balance	Beginning balance
Vietnam Beverages Co., Ltd.	-	257.033.038
Ha Noi Ceramic Tiles Company	5.265.000	5.265.000
International Trading and Forwarding Co., Ltd.	96.124.248	96.124.248
Giang Anh Co., Ltd.	183.250.000	183.250.000
Nghia Hung Transportation Company	20.412.000	20.412.000
Nguyen Duc Hung -YML Hanoi	140.112.750	140.112.750
Sea Supplies Import – Export Joint Stock Company	262.834.518	-
Phu Tho Agricultural Products Processing Company	30.700.000	-
Total	**738.698.516**	**702.197.036**

7. Inventories

	Ending balance	Beginning balance
Materials and supplies	5.408.270.723	2.741.435.447
Fuels and oil	203.281.347	101.501.576
Total	**5.611.552.070**	**2.842.937.023**

8. Short-term prepaid expenses

	Ending balance	Beginning balance
Office rental	-	7.000.000
Expenses on building bridges over water pipelines at Phuoc Long ICD1	-	282.500.000
Compensation and site clearance expenses for buoy wharf No. 21	-	189.583.333
Purchases of container materials	-	597.835.902
Guarantee fees at HSBC	1.873.655.350	-

	Ending balance	Beginning balance
Others	263.725.333	-
Total	**2.137.380.683**	**1.076.919.235**

9. Taxes and other accounts receivable from the State

This item reflects the corporate income tax excessively paid of OOCL Vietnam Co., Ltd.

10. Other current assets

	Ending balance	Beginning balance
Advances	9.258.149.506	4.005.614.158
Deficit assets for treatment	12.731.192	23.060.300
Short-term deposits	143.536.182.336	93.486.266.406
Other current assets	-	206.336.000
Total	**152.807.063.034**	**97.721.276.864**

11. Increases/decreases of tangible fixed assets

The information on the increases/decreases of tangible fixed assets is presented in Appendix 1.

12. Increases/decreases of financial leasehold assets

	Vehicles
Historical costs	
Beginning balance	4.179.088.370
Increases during the year	26.906.485.195
Ending balance	**31.085.573.565**
Depreciation	
Beginning balance	4.179.088.370
Depreciation	847.738.585
Ending balance	**5.026.826.955**
Net book values	
Beginning balance	-
Ending balance	**26.058.746.610**

13. Increases/decreases of intangible fixed assets

	Land use right	Accounting software	Total
Initial costs			
Beginning balance	9.797.658.410	18.250.000	9.815.908.410
Ending balance	**9.797.658.410**	**18.250.000**	**9.815.908.410**
Amortization			
Beginning balance	-	1.013.888	1.013.888
Amortization	-	6.083.328	6.083.328
Ending balance	**-**	**7.097.216**	**7.097.216**

Net book values			
Beginning balance	9.797.658.410	17.236.112	9.814.894.522
Ending balance	**9.797.658.410**	**11.152.784**	**9.808.811.194**

14. Construction-in-progress

	Beginning balance	Increases	Inclusion into fixed assets	Other decreases	Ending balance
Acquisition of fixed assets	-	7.090.144.790	(5.076.232.827)	-	2.013.911.963
- *Man 40.604 DFAT 6X6 BBS trailer*	-	3.974.841.947	(3.974.841.947)	-	-
- *Toyota 5FD25 forklift truck*	-	89.523.809	(89.523.809)	-	-
- *Camera system at ICD1 and ICD2*	-	655.001.843	(655.001.843)	-	-
- *Acquisition of trailer equipping for mechanical section*	-	1.877.548.327	-	-	1.877.548.327
- *Expenses for designing 75teurs container ship*	-	136.363.636	-	-	136.363.636
- *Registration fee of Man 40.604 DFAT 6X6 BBS trailer*	-	22.471.592	(22.471.592)	-	-
- *750KVA transformer station - Phuoc Long ICD - TCD2*	-	334.393.636	(334.393.636)	-	-
Construction-in-progress	22.599.391.112	10.293.833.326	-	(195.725.377)	32.697.499.061
- *Survey and design of the building at No. 4 Le Thanh Ton Street, District 1, Ho Chi Minh City*	4.857.934.076	4.662.598.447	-	-	9.520.532.523
- *Investment in the planned area at North Rach Chiec, District 9, Ho Chi Minh City*	14.367.731.969	389.335.282	-	-	14.757.067.251
- *Survey and design of Phu Thuan project, District 7, Ho Chi Minh City*	119.028.883	-	-	-	119.028.883
- *Installation of ICD1 gate system*	167.500.000	-	-	-	167.500.000
- *Quang Trung Office - Da Nang*	17.348.116	681.585.688	-	-	698.933.804
- *Quy Nhon Office*	-	2.363.045.783	-	-	2.363.045.783
- *Expenses on designing Bai Chay container yard*	179.643.600	-	-	-	179.643.600
- *Expenses on consultancy and*	2.694.479.091	-	-	-	2.694.479.091

	Beginning balance	Increases	Inclusion into fixed assets	Other decreases	Ending balance
construction of Le Loi high-rise building					
- *Dung Quat Project*	195.725.377	-	-	(195.725.377)	-
- *Cai Mep Project*	-	2.197.268.126	-	-	2.197.268.126
Total	**22.599.391.112**	**17.383.978.116**	**(5.076.232.827)**	**(195.725.377)**	**34.711.411.024**

15. Investments in subsidiaries

Subsidiary	Rate of capital ownership		Investment capital
	As in the license	Actually contributed	
Dung Quat International Port Joint Stock Company (*)	55	30	8.250.000.000
Total			**8.250.000.000**

(*) At present, the project namely Dung Quat International Port Joint Stock Company is still in the period of development and has not come into operations yet.

16. Investments in business concerns and joint ventures

	Ending balance	Beginning balance
Investments in associates	81.935.180.000	22.425.160.089
Gains from associates	4.344.633.536	-
Total	**86.279.813.536**	**22.425.160.089**

17. Other long-term investments

	Ending balance	Beginning balance
Investments in stocks	99.880.168.000	14.000.000.000
Investments in bonds and debentures	510.000.000	615.170.000
Other long-term investments	13.147.052.089	-
Total	**113.537.220.089**	**14.615.170.000**

18. Long-term prepaid expenses

	Ending balance	Beginning balance
Parent company - Gemadept (Vietnam)	5.075.154.010	15.226.766.911
OOCL Vietnam Co., Ltd.	1.215.456.000	1.677.895.000
Sinokor Vietnam Co., Ltd.	693.552.731	295.642.800
Total	**6.984.162.741**	**17.200.304.711**

19. Deferred income tax assets

Temporarily deductible differences.

20. Other long-term assets

	Ending balance	Beginning balance
Deposits to service providers for office and house rental	1.342.440.419	538.233.315

	Ending balance	Beginning balance
Deposits at airlines to guarantee the payment of freights	1.126.370.000	1.349.375.000
Deposits at the overseas banks (Malaysia) to guarantee the use of credit facilities	8.781.233.626	2.407.700.000
Other long-term deposits	5.000.000	5.000.000
Total	**11.255.044.045**	**4.300.308.315**

21. Short-term loans and debts

	Ending balance	Beginning balance
Parent company - Gemadept (Vietnam)	6.398.277.204	2.070.478.778
Gemadept (Singapore) Ltd.	88.777.173.900	52.645.684.000
Total	**95.175.451.104**	**54.716.162.778**

22. Payable to suppliers

	Ending balance	Beginning balance
Parent company - Gemadept (Vietnam)	99.055.191.025	79.869.180.938
Gemadept (Singapore) Ltd.	47.361.714.100	7.887.424.864
Gemadept (Malaysia) Ltd.	17.698.852.396	23.400.308.400
OOCL Vietnam Co., Ltd.	300.000	-
Sinokor Vietnam Co., Ltd.	7.722.229.989	526.100.740
Total	**171.838.287.510**	**111.683.014.942**

23. Advances from customers

	Ending balance	Beginning balance
Parent company - Gemadept (Vietnam)	8.075.655.186	3.022.016.588
OOCL Vietnam Co., Ltd.	182.542.000	-
Sinokor Vietnam Co., Ltd.	708.992	-
Total	**8.258.906.178**	**3.022.016.588**

24. Taxes and other obligations to the State Budget

	Ending balance	Beginning balance
VAT on local sales	5.356.771.975	3.697.166.323
Corporate income tax	21.478.245.049	21.420.816.073
Personal income tax	391.765.212	-
Other taxes	6.081.877.136	5.281.737.271
Total	**33.308.659.372**	**30.399.719.667**

Corporate income tax

See Note IV.19.

Estimated corporate income tax payable during the year is as follows:

Estimated corporate income tax payable	53.636.265.104	45.502.358.840
Adjustment of corporate income tax of the previous years	1.963.418.364	180.600.000
Total amount of corporate income tax payable	**55.599.683.468**	**45.682.958.840**

25. Payable to employees

This item includes salaries, allowances, bonuses, etc. payable to employees.

26. Accrued expenses

	Ending balance	Beginning balance
Goods circulation expenses	14.937.693.341	6.826.704.364
Loading and storage expenses	*12.908.291.132*	*6.413.557.686*
Transportation expenses	*2.029.402.209*	*413.146.678*
Warehousing and office rentals	180.654.545	3.862.447.862
Spare parts and fuel for ships, machinery and equipment	46.753.346	1.981.799.206
Salaries for employees of ships	178.383.810	398.068.997
Insurance on ships	-	118.862.475
Telephone, power and water charges	383.271.111	257.063.867
Repairing expenses	499.505.625	364.616.376
Loan interest expenses	-	38.612.286
Harbor charges	84.203.164	163.933.700
Others	5.447.810.955	2.118.393.029
Total	**21.758.275.897**	**16.130.502.162**

27. Other payable

	Ending balance	Beginning balance
Trade Union's expenditure	1.215.246.805	661.555.315
Social insurance	100.977.136	80.928.415
Health insurance	-	12.139.262
Dividends payable	41.578.266.400	468.447.200
Unearned revenue	-	2.536.063.881
Deposits and mortgages received	543.000.000	301.640.000
Excess assets for treatment	321.047.724	164.130.260
Other payable	62.043.018.755	66.990.209.445
- *Amounts received on others' behalf payable*	*38.630.919.668*	*51.182.675.498*
- *Sales of goods at harbors payable to the State*	*1.816.291.909*	*2.451.497.764*
- *Payable to ship owners*	*1.872.338.073*	*1.782.013.835*
- *Payable of associates*	*15.966.170.138*	*2.782.542.200*
- *Other payable*	*3.757.298.967*	*8.791.480.148*
Total	**105.801.556.820**	**71.215.113.778**

28. Long-term loans and debts

	Ending balance	Beginning balance
Parent company - Gemadept (Vietnam)	20.508.207.991	-
Gemadept (Singapore) Ltd.	277.732.621.850	146.240.909.000
Total	**298.240.829.841**	**146.240.909.000**

29. Owner's equity

Statement of fluctuations in owner's equity

The information on the fluctuations in owner's equity is presented in Appendix 2.

Details of owner's equity

	Ending balance	Beginning balance
State capital	69.915.970.000	41.949.590.000
Capital contributed by other shareholders	275.314.370.000	165.191.020.000
Accumulated capital	64.945.188.649	62.535.795.649
Share premiums	40.979.565.250	40.910.665.000
Treasury stocks	-	(37.950.000)
Total	**451.155.093.899**	**310.549.120.649**

Dividends

During the year, the parent company has paid the dividends of the previous year for an amount of VND 41.745.462.400.

Shares

	Ending balance	Beginning balance
Number of shares registered to be issued	34.795.716	20.986.342
Number of shares already sold to the public	34.523.034	20.714.061
- *Common shares*	*34.523.034*	*20.714.061*
- *Preferred shares*	-	-
Number of shares repurchased	-	1.265
- *Common shares*	-	*1.265*
- *Preferred shares*	-	-
Number of outstanding shares	34.523.034	20.712.796
- *Common shares*	*34.523.034*	*20.712.796*
- *Preferred shares*	-	-

Face value per outstanding share: VND 10.000

Purposes of appropriation for financial reserved fund

Financial reserved fund is used to:

- Compensate losses, damages of assets and liabilities unable to be recovered during the operations;

- Compensate the losses according to the decision of the Board of Management.

30. Bonus and welfare funds

	Beginning balance	Increase due to extraction from profit	Other increases	Disbursements	Ending balance
Bonus fund	7.311.913.510	1.829.894.519	165.654.968	(123.900.000)	9.183.562.997
Welfare fund	3.496.721.126	1.829.894.519	30.462.398	(3.303.321.948)	2.053.756.095
Fund for training	163.178.782	-	-	-	163.178.782
Production encouraging and reward fund	989.184.000	-	-	(483.600.000)	505.584.000
Assistant fund	21.411.693	-	-	-	21.411.693
Total	**11.982.409.111**	**3.659.789.038**	**196.117.366**	**(3.910.821.948)**	**11.927.493.567**

VI. ADDITIONAL INFORMATION ON THE ITEMS OF THE CONSOLIDATED INCOME STATEMENT

1. Sales

	Current year	Previous year
Parent company - Gemadept (Vietnam)	895.940.731.611	881.893.920.935
Subsidiaries	316.037.218.773	221.583.340.389
Total	**1.211.977.950.384**	**1.103.477.261.324**

2. Costs of goods sold

	Current year	Previous year
Parent company - Gemadept (Vietnam)	731.806.105.216	686.667.895.263
Subsidiaries	232.835.063.170	171.885.075.328
Total	**964.641.168.386**	**858.552.970.591**

3. Financial income

	Current year	Previous year
Gains from investments in securities	36.604.483.104	-
Gains from capital contribution in joint ventures	8.751.654.660	8.150.980.442
Interests on bank deposits, loans given and bonds	4.744.521.883	1.407.548.123
Exchange gains	23.509.007.250	4.847.654.057
Other income	820.962.375	-
Total	**74.430.629.272**	**14.406.182.622**

4. Financial expenses

	Current year	Previous year
Loan interest expenses	13.858.063.195	5.653.206.583
Loss on foreign exchange differences already performed	1.969.828.974	1.400.305.881
Loss on investments in securities	236.745.280	-
Provisions for devaluation of short-term and long-term investments	547.784.115	-
Other expenses	97.877.353	-
Total	**16.710.298.917**	**7.053.512.464**

5. Administrative overheads

	Current year	Previous year
Salary of office staff	41.969.423.586	30.835.628.022
Office supplies	343.638.092	61.722.033
Stationery	679.836.823	446.380.506
Depreciation of fixed assets	5.399.594.465	5.321.371.264
Taxes, fees and legal fees	964.666.143	5.430.624.411
Provisions	293.534.518	1.296.447.520
External service rendered	16.218.026.216	6.685.422.349
Other cash expenses	23.724.162.836	10.181.168.518
Total	**89.592.882.679**	**60.258.764.623**

6. Other income

	Current year	Previous year
Treatment of outstanding debts of shipping and container agents	215.920.215	5.535.270
Liquidation of fixed assets	-	752.845.136
Income of previous years	82.115.244	2.527.520.616
Gains from others' breach of contract	351.306.718	33.511.596
Bonuses of customers	9.955.958	1.447.145
Others	659.049.707	3.425.159.773
Total	**1.318.347.842**	**6.746.019.536**

7. Other expenses

	Current year	Previous year
Net book values of liquidated fixed assets	558.844.876	134.573.875
Fine for violations against the contracts	-	2.522.902.578
Additional payments for taxes according to tax assessment	222.139.621	260.861.894
Goods compensation	571.109.660	392.104.668
Others	35.268.224	1.901.001.402
Total	**1.387.362.381**	**5.211.444.417**

8. Deferred corporate income tax

	Current year	Previous year
Deferred corporate income tax related to the temporarily deductible differences	(5.032.310.987)	-
Recording deferred corporate income tax payable during the year	4.556.712	-
Total	**(5.027.754.275)**	**-**

9. Earning per share

	Current year	Previous year
Accounting profit after corporate income tax	156.107.999.264	135.979.891.715
Increase/(decrease) of accounting profit to determine profit attributable to holders of ordinary shares	-	-
Profit attributable to holders of ordinary shares	156.107.999.264	135.979.891.715
Average ordinary shares outstanding during the year	34.522.857	20.707.155
Earning per share	**4.522**	**6.567**

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

	Current year	Previous year
Ordinary shares outstanding at the beginning of the year	20.712.796	19.584.904
Effects of bonus shares	13.808.973	986.342
Effects of ordinary shares repurchased	-	(198)
Effects of treasury stocks sold	1.088	136.107
Average ordinary shares outstanding during the year	**34.522.857**	**20.707.155**

10. Operating expenses

	Current year	Previous year
Materials and supplies	64.338.198.880	38.016.671.136
Labor	88.399.710.089	77.711.923.722
Depreciation of fixed assets	90.450.788.940	48.878.102.563
External service rendered	774.497.670.182	728.252.090.343
Other expenses	36.713.562.391	25.986.828.687
Total	**1.054.399.930.482**	**918.845.616.451**

VII. ADDITIONAL INFORMATION ON THE ITEMS OF THE CONSOLIDATED CASH FLOW STATEMENT

During the year, the corporation has had the following non-cash transactions:

	Current year	Previous year
Purchases of fixed assets not yet paid	6.857.142.857	-
Construction expenses not yet paid	273.526.400	-
Purchases of assets by financial leases	26.906.485.195	-
Increases of capital by issuing bonus stocks from retained earnings	138.089.730.000	-
Total	**172.126.884.452**	**-**

The year 2005 was the first year the Group prepared the consolidated financial statements, so it did not prepare the consolidated cash flow statement. Therefore, the consolidated cash flow statement of the current year does not have the comparative figures of the previous year.

VIII. OTHER INFORMATION

1. Transactions with related parties

Transactions with key persons and other related individuals

Income of key persons is as follows:

	Current year	Previous year
Salary	1.144.397.981	1.297.694.579
Subsidies	212.000.000	212.000.000
Total	**1.356.397.981**	**1.509.694.579**

Transactions with other related parties

In the year, the dividends distributable to Vinalines are VND 21.041.064.376. As of the balance sheet date, the dividends payable to Vinalines are VND 8.389.916.400.

2. Changes in accounting policies and supplementation of figures of the previous year

In the year 2006, within the related scope, the Group has applied the accounting standards issued together with the Decisions No. 12/2005/QĐ-BTC dated 15 February 2005 and No. 100/2005/QĐ-BTC dated 28 December 2005 of the Finance Minister, which are guided for implementation in the Circulars No. 20/2006/TT- BTC dated 20 March 2006 and No. 21/2006/TT- BTC dated 20 March 2006 of the Ministry of Finance as follows:

VAS 11	Business combination
VAS 17	Corporate income tax
VAS 18	Provisions, contingent assets and liabilities
VAS 23	Subsequent events
VAS 27	Interim financial statements
VAS 28	Statements of sections
VAS 29	Changes of accounting policies, accounting estimates and errors
VAS 30	Earning per share

Besides, the Group has also applied the new Accounting System, which was issued together with the Decision No. 15/QĐ-BTC dated 20 March 2006 of the Finance Minister.

Supplementing figures of the previous year

In the previous year, the consolidated financial statements of the Group did not include the figures of Cambodia branch since, as of the date of preparing the consolidated financial statements, the parent company had not received the financial statements of this branch.

Effects of the changes in accounting policies and the supplementation of figures of Cambodia branch on the comparative figures of the previous year are as follows:

	Code	Previous year's audited figures	Adjusted figures
Consolidated balance sheet			
Cash	111	245.062.453.178	250.318.815.162
Receivable from customers	131	139.146.381.935	139.156.587.631
Other receivable	138	128.429.515.701	34.080.181.749
VAT to be deducted	152	-	316.776.834
Taxes and other accounts receivable from the State	154	5.408.079.986	5.242.230.000
Other current assets	158	-	97.721.276.864
Other long-term accounts receivable	213	4.300.308.315	-
Tangible fixed assets	221	329.898.095.656	329.991.454.760
Historical costs	*222*	*609.430.939.623*	*609.540.265.959*
Accumulated depreciation	*223*	*(279.532.843.967)*	*(279.548.811.199)*
Other long-term assets	278	-	4.300.308.315
Accrued expenses	316	17.006.033.164	16.130.502.162
Other payable	319	63.284.383.282	71.215.113.778
Provisions for unemployment allowances	336	-	875.531.002
Capital	411	269.676.405.649	207.140.610.000
Other sources of capital	413	-	62.535.795.649
Other funds	418	-	4.594.594.415
Retained earnings	419	250.082.428.689	251.034.494.737
Bonus and welfare funds	431	16.577.003.526	11.982.409.111
Foreign currency (Riel)		-	1.365.422.000
Consolidated income statement			
Sales	01	1.101.596.778.508	1.103.477.261.324
Net sales	10	1.101.596.778.508	1.103.477.261.324
Gross profit	20	243.043.807.917	244.924.290.733
Financial income	21	14.403.389.150	14.406.182.622
Administrative overheads	25	59.154.978.127	60.258.764.623
Net operating profit	30	191.204.825.239	191.984.315.031
Other income	31	6.414.834.384	6.746.019.536
Other profit	40	1.203.389.967	1.534.575.119
Total accounting profit before tax	60	192.408.215.206	193.518.890.150
Current corporate income tax	61	45.442.085.368	45.682.958.840
Profit after tax	70	146.966.129.838	147.835.931.310
Profit after tax for shareholders of the parent company		135.110.090.243	135.979.891.715

Ho Chi Minh City, 30 March 2007

_____	_____	_____
Truong Nhu Nguyen	**Nguyen Minh Nguyet**	**Pham Tien Tinh**
Preparer	**Accountant-in-charge**	**General Director**

No. ----/----/BCTC-KTTV

AUDITOR'S REPORT

ON THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED 2006 OF GENERAL FORWARDING AND AGENCY CORPORATION (GEMADEPT)

THE BOARD OF MANAGEMENT, THE DIRECTORS AND THE SHAREHOLDERS

We have audited the accompanying consolidated financial statements for the fiscal year ended 2006 including the consolidated balance sheet as of 31 December 2006, the consolidated income statement and the notes to the consolidated financial statements for the fiscal year then ended of General Forwarding and Agency Corporation (Gemadept), its subsidiaries and associates ("the Group") (from page 08 to page ---), which were prepared on 30 March 2007.

The preparation and the presentation of these consolidated financial statements are the responsibility of the management of General Forwarding and Agency Corporation (Gemadept) ("the corporation"). Our responsibility is to express an opinion on these financial statements based on our audit.

Audit's background

Our audit is conducted in accordance with the International Auditing Standards as well as 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 corporation's compliance with the prevailing accounting standards and system, the accounting principles and methods applied, the material estimates and judgments of the corporation's management 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 2006, the business results and the cash flows for the year then ended of the Group in conformity with the Vietnamese accounting standards and system as well as other related regulations.

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

Nguyen Chi Dzung - Deputy General Director	**Phan Vũ Công Bá - Auditor**
Audit Certificate No. Đ.0100/KTV	*Audit Certificate No. 0197/KTV*

Ho Chi Minh City, 30 March 2007

CONSOLIDATED BALANCE SHEET

As of 31 December 2006

Unit: VND

	ASSETS	Code	Note	Ending balance	Beginning balance
A -	**CURRENT ASSETS**	**100**		**569.369.456.452**	**559.498.076.728**
I.	**Cash and cash equivalents**	**110**		**103.897.171.188**	**250.318.815.162**
1.	Cash	111	V.1	103.897.171.188	250.318.815.162
2.	Cash equivalents	112		-	-
II.	**Short-term investments**	**120**		**20.304.871.250**	**-**
1.	Short-term investments	121	V.2	20.852.655.365	-
2.	Provisions for devaluation of short-term investments	129		(547.784.115)	-
III.	**Accounts receivable**	**130**		**281.607.697.786**	**201.979.121.610**
1.	Receivable from customers	131	V.3	165.161.275.745	139.156.587.631
2.	Prepayments to suppliers	132	V.4	22.309.542.795	29.444.549.266
3.	Inter-company receivable	133		-	-
4.	Receivable according to the progress of construction contracts	134		-	-
5.	Other receivable	138	V.5	94.875.577.762	34.080.181.749
6.	Provisions for bad debts	139	V.6	(738.698.516)	(702.197.036)
IV.	**Inventories**	**140**		**5.611.552.070**	**2.842.937.023**
1.	Inventories	141	V.7	5.611.552.070	2.842.937.023
2.	Provisions for devaluation of inventories	149		-	-
V.	**Other current assets**	**150**		**157.948.164.158**	**104.357.202.933**
1.	Short-term prepaid expenses	151	V.8	2.137.380.683	1.076.919.235
2.	VAT to be deducted	152		79.478.441	316.776.834
3.	Taxes and other accounts receivable from the State	154	V.9	2.924.242.000	5.242.230.000
4.	Other current assets	158	V.10	152.807.063.034	97.721.276.864

Consolidated balance sheet (cont.)

	ASSETS	Code	Note	Ending balance	Beginning balance
B -	**LONG-TERM ASSETS**	**200**		**823.507.501.223**	**473.775.483.509**
I.	**Long-term accounts receivable**	**210**		**-**	**-**
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		-	-
5.	Provisions for bad debts	219		-	-
II.	**Fixed assets**	**220**		**592.168.949.825**	**362.405.740.394**
1.	Tangible assets	221	V.11	521.589.980.997	329.991.454.760
	Historical costs	*222*		*896.806.620.588*	*609.540.265.959*
	Accumulated depreciation	*223*		*(375.216.639.591)*	*(279.548.811.199)*
2.	Financial leasehold assets	224	V.12	26.058.746.610	-
	Historical costs	*225*		*31.085.573.565*	*4.179.088.370*
	Accumulated depreciation	*226*		*(5.026.826.955)*	*(4.179.088.370)*
3.	Intangible assets	227	V.13	9.808.811.194	9.814.894.522
	Initial costs	*228*		*9.815.908.410*	*9.815.908.410*
	Accumulated amortization	*229*		*(7.097.216)*	*(1.013.888)*
4.	Construction-in-progress	230	V.14	34.711.411.024	22.599.391.112
III.	**Investment property**	**240**		**-**	**-**
	Historical costs	241		-	-
	Accumulated depreciation	242		-	-
IV.	**Long-term investments**	**250**		**208.067.033.625**	**89.869.130.089**
1.	Investments in affiliates	251	V.15	8.250.000.000	52.828.800.000
2.	Investments in business concerns and joint ventures	252	V.16	86.279.813.536	22.425.160.089
3.	Other long-term investments	258	V.17	113.537.220.089	14.615.170.000
4.	Provisions for devaluation of long-term investments	259		-	-
V.	**Goodwill**	**260**		**-**	**-**
VI.	**Other long-term assets**	**270**		**23.271.517.773**	**21.500.613.026**
1.	Long-term prepaid expenses	271	V.18	6.984.162.741	17.200.304.711
2.	Deferred income tax assets	272	V.19	5.032.310.987	-
3.	Other long-term assets	278	V.20	11.255.044.045	4.300.308.315
	TOTAL ASSETS	**270**		**1.392.876.957.675**	**1.033.273.560.237**

Consolidated balance sheet (cont.)

	LIABILITIES AND OWNER'S EQUITY	Code	Note	Ending balance	Beginning balance
A -	**LIABILITIES**	**300**		**737.421.260.315**	**436.430.652.710**
I.	**Current liabilities**	**310**		**437.779.213.877**	**289.133.612.708**
1.	Short-term debts and loans	311	V.21	95.175.451.104	54.716.162.778
2.	Payable to suppliers	312	V.22	171.838.287.510	111.683.014.942
3.	Advances from customers	313	V.23	8.258.906.178	3.022.016.588
4.	Taxes and other obligations to the State Budget	314	V.24	33.308.659.372	30.399.719.667
5.	Payable to employees	315	V.25	1.638.076.996	1.967.082.793
6.	Accrued expenses	316	V.26	21.758.275.897	16.130.502.162
7.	Inter-company payable	317		-	-
8.	Payable according to the progress of construction contracts	318		-	-
9.	Other payable	319	V.27	105.801.556.820	71.215.113.778
10.	Provisions for short-term accounts payable	320		-	-
II.	**Long-term liabilities**	**330**		**299.642.046.438**	**147.297.040.002**
1.	Long-term accounts payable to suppliers	331		-	-
2.	Long-term inter-company payable	332		-	-
3.	Other long-term payable	333		101.640.000	-
4.	Long-term debts and loans	334	V.28	298.240.829.841	146.240.909.000
5.	Deferred income tax payable	335		185.156.712	180.600.000
6.	Provisions for unemployment allowances	336		1.114.419.885	875.531.002
7.	Provisions for long-term accounts payable	337		-	
B -	**OWNER'S EQUITY**	**400**		**636.656.890.898**	**578.793.165.032**
I.	**Owner's equity**	**410**		**624.729.397.331**	**566.810.755.921**
1.	Capital	411	V.29	345.230.340.000	207.140.610.000
2.	Share premiums	412	V.29	40.979.565.250	40.910.665.000
3.	Other sources of capital	413	V.29	64.945.188.649	62.535.795.649
4.	Treasury stocks	413	V.29	-	*(37.950.000)*
5.	Differences on asset revaluation	414		-	-
6.	Foreign exchange differences	415	V.29	778.567.525	266.466.100
7.	Business promotion fund	416		-	-
8.	Financial reserved fund	417	V.29	366.080.020	366.080.020
9.	Other funds	418	V.29	5.825.431.247	4.594.594.415
10.	Retained earnings	419	V.29	166.604.224.640	251.034.494.737
11.	Construction investment fund	421		-	-
II.	**Other sources and funds**	**430**		**11.927.493.567**	**11.982.409.111**
1.	Bonus and welfare funds	431	V.30	11.927.493.567	11.982.409.111
2.	Sources of expenditure	432		-	-
3.	Fund to form fixed assets	433		-	-
C -	**MINORITY INTERESTS**	**500**		**18.798.806.461**	**18.049.742.495**
	TOTAL LIABILITIES AND OWNER'S EQUITY	**440**		**1.392.876.957.675**	**1.033.273.560.237**

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		257.033.038	-
5.	Foreign currencies:			
	USD		2.525.467,18	11.783.425,75
	EUR		128.857,68	-
	SGD		1.738.591,00	36.342,32
	MYR		752.443,00	4.184.414,71
	Riel		392.396.000	1.365.422.000
6.	Estimated operating expenses		-	-

Ho Chi Minh City, 30 March 2007

Truong Nhu Nguyen	**Nguyen Minh Nguyet**	**Pham Tien Tinh**
Preparer	**Accountant-in-charge**	**General Director**

CONSOLIDATED CASH FLOW STATEMENT

(Indirect method)

Year ended 2006

Unit: VND

	ITEMS	Code	Note	Current year
I.	**Cash flows from operating activities**			
1.	***Profit before tax***	***01***		***219.573.969.254***
2.	***Adjustments***			
-	Depreciation of fixed assets	02	V.11, 12, 13	90.450.760.393
-	Provisions	03		841.318.633
-	Gain/ (loss) from foreign exchange differences	04		1.718.899.723
-	Gain/ (loss) from investing activities	05		(64.879.936.479)
-	Loan interest expenses	06		13.858.063.195
3.	***Operating profit before changes of working capital***	***08***		***261.563.074.719***
-	Increase/ (decrease) of accounts receivable	09		(34.809.613.810)
-	Increase/ (decrease) of inventories	10		(2.768.615.047)
-	Increase/ (decrease) of accounts payable	11		42.673.597.923
-	Increase/ (decrease) of prepaid expenses	12		9.155.680.522
-	Loan interests already paid	13		(13.896.675.481)
-	Corporate income tax already paid	14		(51.463.418.364)
-	Other gains	15		89.906.574.614
-	Other disbursements	16		(159.580.126.877)
	Net cash flows from operating activities	***20***		***140.780.478.200***
II.	**Cash flows from investing activities**			
1.	Purchases and construction of fixed assets and other long-term assets	21		(269.315.650.036)
2.	Gains from disposals and liquidation of fixed assets and other long-term assets	22		-
3.	Loans given and purchases of debt instruments of other entities	23		-
4.	Recovery of loans given and disposals of debt instruments of other entities	24		-
5.	Investments into other entities	25		(191.480.845.518)
6.	Withdrawals of investments in other entities	26		44.521.714.202
7.	Receipts of loan interests, dividends and profit shared	27		25.321.577.505
	Net cash flows from investing activities	***30***		**(390.953.203.847)**

Consolidated cash flow statement (cont.)

	ITEMS	Code	Note	Current year
III.	**Cash flows from financing activities**			
1.	Gains from stock issuance and capital contributions from shareholders	31		106.850.250
2.	Repayment for capital contributions and re-purchases of stocks already issued	32		-
3.	Short-term and long-term loans received	33		240.881.714.500
4.	Loan principal amounts repaid	34		(96.313.684.330)
5.	Payments for financial leasehold assets	35		-
6.	Dividends and profit already paid to the owners	36		(44.154.855.073)
	Net cash flows from financing activities	***40***		***100.520.025.347***
	Net cash flows during the year	**50**		(149.652.700.301)
	Beginning cash and cash equivalents	**60**	**V.1**	**250.318.815.162**
	Effects of fluctuations in foreign exchange rates	61		3.231.056.327
	Ending cash and cash equivalents	**70**	**V.1**	**103.897.171.188**

Ho Chi Minh City, 30 March 2007

Truong Nhu Nguyen	**Nguyen Minh Nguyet**	**Pham Tien Tinh**
Preparer	**Accountant-in-charge**	**General Director**

CONSOLIDATED INCOME STATEMENT

Year ended 2006

Unit: VND

	ITEMS	Code	Note	Current year	Previous year
1.	**Sales**	**01**	**VI.1**	**1.211.977.950.384**	**1.103.477.261.324**
2.	**Deductions**	**02**	**VI.1**	**-**	**-**
3.	**Net sales**	**10**	**VI.1**	**1.211.977.950.384**	**1.103.477.261.324**
4.	**Costs of goods sold**	**11**	**VI.2**	**964.641.168.386**	**858.552.970.591**
5.	**Gross profit**	**20**		**247.336.781.998**	**244.924.290.733**
6.	**Financial income**	**21**	**VI.3**	**74.430.629.272**	**14.406.182.622**
7.	**Financial expenses**	**22**	**VI.4**	**16.710.298.917**	**7.053.512.464**
	In which: Loan interest expenses	23		13.858.063.195	5.653.206.583
8.	**Selling expenses**	**24**		**165.879.417**	**33.881.237**
9.	**Administrative overheads**	**25**	**VI.5**	**89.592.882.679**	**60.258.764.623**
10.	**Net operating profit**	**30**		**215.298.350.256**	**191.984.315.031**
11.	**Other income**	**31**	**VI.6**	**1.318.347.842**	**6.746.019.536**
12.	**Other expenses**	**32**	**VI.7**	**1.387.362.381**	**5.211.444.417**
13.	**Other profit /(loss)**	**40**		**(69.014.539)**	**1.534.575.119**
14.	**Profit of business concerns and joint ventures**	**41**		**4.344.633.536**	**-**
15.	**Total accounting profit before tax**	**50**		**219.573.969.254**	**193.518.890.150**

	ITEMS	Code	Note	Current year	Previous year
16.	**Current corporate income tax**	**51**	**V.24**	**55.599.683.468**	**45.682.958.840**
17.	**Deferred corporate income tax**	**52**	**VI.8**	**(5.027.754.275)**	**-**
18.	**Profit after tax**	**60**		**169.002.040.060**	**147.835.931.310**
18.1.	***Minority interests***			***12.894.040.796***	***11.856.039.595***
18.2.	***Profit after tax for shareholders of the parent company***			***156.107.999.264***	***135.979.891.715***
19.	**Earning per share**	**70**	**VI.9**	**4.522**	**6.567**

Ho Chi Minh City, 30 March 2007

Truong Nhu Nguyen	**Nguyen Minh Nguyet**	**Pham Tien Tinh**
Preparer	**Accountant-in-charge**	**General Director**