

INTERIM FINANCIAL STATEMENTS
FOR THE FIRST 6 MONTHS OF THE FISCAL YEAR
ENDING 31 DECEMBER 2012

**GEMADEPT
CORPORATION**

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REPORT OF THE DIRECTORS

The Directors of Gemadept Corporation ("the company") present this report together with the reviewed financial statements for the first 6 months of the fiscal year ending 31 December 2012.

Business highlights

General Forwarding and Agency Corporation (Gemadept Corporation) has been operating under the business registration certificate No. 0301116791 (No. 059080 before), which was certified for the first time on 01 November 1993 and was amended for the fifteenth time on 16 March 2012, granted by the Department of Planning and Investment of Ho Chi Minh City.

Charter capital as in the business registration certificate: VND 1,094,473,090,000
 Number of shares 109,447,309 shares
 Face value VND 10,000 /share

The company's stocks have been listed in Ho Chi Minh Stock Exchange since 08 March 2002 under the stock code of GMD.

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 : 0301116791

Affiliate

Affiliates	Addresses
Huu Nghi Shipping Company (Hunship)	2A - 4A Ton Duc Thang, District 1, Ho Chi Minh City
Pacific Marine Company (PAMAR)	15 th 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:

The Corporation has been consistent with its strategy to develop core businesses and to selectively diversify business sectors. Gemadept's business scopes include Port operation, Logistics, Forestry and Real Estates.

- Port operation: Operating a port system stretching from the North to the South, at big cities and major industrial zones: Phuoc Long ICD Port, Nam Hai Port, Dung Quat Port and Binh Duong Port; Investing in the projects of Nam Hai- Dinh Vu Container Port, Gemalink Cai Mep deep-sea Port and Gemadept Hoa Sen Port;
- Logistics: Distribution centers; container liner services; project cargo transport; multi-modal transport, ship management and screw manning; shipping agency and freight forwarding services; air-cargo terminal, etc.
- Forestry: Plant, exploit and process rubber and other industrial crops in Cambodia.
- Real estate: Building and operating commercial centers, hotels, office buildings in big cities of Vietnam and Indochina including Gemadept Tower, Saigon Gem Mixed-use Development and Gemadept Mixed-use Development in Vientiane- Laos.

Material effects on the operations of the company

In the current period, the company has liquidated and disposed some fixed assets, of which the profit being recorded into business results is totally VND 21,439,526,347.

During the period, the company has established 2 subsidiaries including Pacific Rubber Industry Co., Ltd. and Pacific Pearl Joint Stock Company Limited. In addition, the company has been carrying out the legal procedures for Pacific Lotus J.S.C to be granted the overseas investment certificate to develop the project of planting rubber trees in Cambodia.

Financial position and business results

The financial position as of 30 June 2012, the business results and the cash flows for the first 6 months of the fiscal year ending the same date of the company have been expressed in the interim financial statements attached to this report (from page 06 to page 45).

During the period, the company has distributed dividends to the additional shareholders in the year 2011 for the total amount of VND 5,668,385,000.

Subsequent events

Gemadept Corporation has fully completed the convertible debt issuance for the total value of USD 40 million for Vietnam Investment Fund J.S.C at the fixed interest rate of 06%/year in the period of 5 years. These debts can be converted into ordinary shares after 1 year starting from the date of issuance (i.e. 15 August 2012).

Apart from the said issue, the Directors of the company hereby ensure that there have been no events from 30 June 2012 to the date of this report, which need any adjustments on the figures or the disclosures in the interim financial statements.

The Board of Management and the Executive Officers

The Board members and the Executive Officers of the company during the period and as of the date of this report include:

The Board of Management

Full name	Position
Mr. Do Van Nhan	Chairman
Mr. Chu Duc Khang	Vice Chairman
Mr. Do Van Minh	Member
Mr. Nguyen Quoc Huy	Member
Mr. Pham Hong Hai	Member
Mr. Vu Ninh	Member
Ms. Nguyen Minh Nguyet	Member
Mr. Nguyen Quoc Khanh	Member
Mr. Tô Hai	Member
Mr. Pham Tien Tinh	Member
Mr. Phan Thanh Loc	Member

The Control Board

Full name	Position
Mr. Luu Tuong Giai	Chief of the Board
Ms. Vu Thi Hoang Bac	Member
Mr. Nguyen Viet Quang	Member
Mr. Tran Duc Thuan	Member
Ms. Tran Thanh Thuy	Member

The Directors

Full name	Position
Mr. Do Van Minh	General Director
Mr. Chu Duc Khang	Deputy General Director

Auditors

Auditing and Consulting Co., Ltd. (A&C) was appointed to perform the review on the company's financial statements for the first 6 months of the fiscal year ending 31 December 2012.

Confirmation of the Directors

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

- select the appropriate accounting policies and apply them consistently;
- make judgments and estimates prudently;
- state clearly whether the accounting standards applied to the company are followed or not, and all the material differences from these standards are disclosed and explained in the financial statements; and
- prepare the financial statements of the company on the basis of the going-concern assumption, except for the cases that the going-concern assumption is considered inappropriate.

The Directors hereby ensure that all the requirements mentioned above have been followed when the interim 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 company at any time, and that all the interim 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 and other Circulars guiding the implementation of the accounting system and standards of the Ministry of Finance.

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

Approval on the financial statements

The Directors have already approved the attached interim financial statements. The interim financial statements referred to above give a true and fair view of the financial position as of 30 June 2012, the business results and the cash flows for first 6 months of the fiscal year ending 31 December 2012 of Gemadept Corporation in compliance with the prevailing Vietnamese accounting standards and system, 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.



For and on behalf of the Directors,



Do Van Minh
General Director

Date: 29 August 2012



**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
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No. 0781/2012/BCTC-KTTV

**AUDITOR'S REPORT
ON THE REVIEW OF THE FINANCIAL STATEMENTS
FOR THE FIRST 6 MONTHS OF THE FISCAL YEAR ENDING 31 DECEMBER 2012
OF GEMADEPT CORPORATION**

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

We have reviewed the accompanying financial statements for the first 6 months of the fiscal year ending 31 December 2012 of General Forwarding and Agency Corporation (Gemadept Corporation), including the interim balance sheet as of 30 June 2012 the interim income statement, the interim cash flows statement and the notes to the interim financial statements for the first 6 months of the fiscal year ending 31 December 2012, which were prepared on 10 August 2012 (from page 06 to page 45).

The preparation and the presentation of these interim financial statements are the responsibility of the Directors of the company. Our responsibility is to express an opinion on these financial statements based on our review.

We have conducted the review on the accompanying interim financial statements in accordance with the Vietnamese Auditing Standards on financial reviews. These standards require that we plan and perform the review procedures to obtain a reasonable assurance that the interim financial statements are free from material mistakes. The review is developed on the basis of our discussions with responsible staff of the company and of applying our analytical procedures on the financial information obtained. Consequently, this review provides less assurance than a final audit. We have not performed an audit, so we do not express any audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements have not been truly and fairly presented, in all material respects, in conformity with the prevailing Vietnamese accounting system and standards as well as other related regulations.

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)



Ly Quốc Trung - Deputy General Director
Audit Certificate No. D.0099/KTV

Tran Hoang Anh - Auditor
Audit Certificate No. 1161/KTV

Ho Chi Minh City, 29 August 2012

GEMADEPT CORPORATION

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

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2012

INTERIM BALANCE SHEET**(Full form)****As of 30 June 2012**

Unit: VND

ASSETS		Code	Note	Ending balance	Beginning balance
A -	CURRENT ASSETS	100		1,988,703,001,289	2,314,574,077,143
I.	Cash and cash equivalents	110	V.1	216,288,504,824	265,372,942,880
1.	Cash	111		216,288,504,824	166,247,322,880
2.	Cash equivalents	112		-	99,125,620,000
II.	Short-term investments	120		571,911,047,167	640,963,654,551
1.	Short-term investments	121	V.2	677,435,369,506	793,653,196,515
2.	Provisions for devaluation of short-term investments	129	V.3	(105,524,322,339)	(152,689,541,964)
III.	Accounts receivable	130		1,107,090,175,285	1,281,496,916,610
1.	Receivable from customers	131	V.4	314,846,587,812	384,475,183,118
2.	Prepayments to suppliers	132	V.5	87,005,277,488	136,464,182,973
3.	Inter-company receivable	133		-	-
4.	Receivable according to the progress of construction contracts	134		-	-
5.	Other receivable	135	V.6	718,344,885,222	761,386,609,842
6.	Provisions for bad debts	139	V.7	(13,106,575,237)	(829,059,322)
IV.	Inventories	140		21,945,997,416	50,843,895,486
1.	Inventories	141	V.8	21,945,997,416	50,843,895,486
2.	Provisions for devaluation of inventories	149		-	-
V.	Other current assets	150		71,467,276,596	75,896,667,616
1.	Short-term prepaid expenses	151	V.9	18,163,956,273	18,827,902,103
2.	VAT to be deducted	152		1,568,890,693	967,321,052
3.	Taxes and other accounts receivable from the State	154	V.10	9,963,119,154	9,960,652,399
4.	Trading Government bonds	157		-	-
5.	Other current assets	158	V.11	41,771,310,476	46,140,792,061

GEMADEPT CORPORATION

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INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2012

Interim balance sheet (Cont.)

ASSETS		Code	Note	Ending balance	Beginning balance
B -	LONG-TERM ASSETS	200		2,935,968,495,911	2,963,921,452,035
I.	Long-term accounts receivable	210		37,000,000,000	37,000,000,000
1.	Long-term accounts receivable from customers	211		-	-
2.	Working capital at affiliates	212		-	-
3.	Long-term inter-company receivable	213		-	-
4.	Other long-term receivable	218	V.12	37,000,000,000	37,000,000,000
5.	Provisions for bad debts	219		-	-
II.	Fixed assets	220		573,172,779,689	705,038,470,578
1.	Tangible assets	221	V.13	519,656,211,511	650,141,953,343
	<i>Historical costs</i>	222		1,031,850,207,033	1,189,463,980,515
	<i>Accumulated depreciation</i>	223		(512,193,995,522)	(539,322,027,172)
2.	Financial leasehold assets	224		-	-
	<i>Historical costs</i>	225		-	-
	<i>Accumulated depreciation</i>	226		-	-
3.	Intangible assets	227	V.14	13,485,866,658	14,115,485,352
	<i>Initial costs</i>	228		17,492,719,327	17,494,143,335
	<i>Accumulated amortization</i>	229		(4,006,852,669)	(3,378,657,983)
4.	Construction-in-progress	230	V.15	40,030,701,520	40,781,031,883
III.	Investment property	240	V.16	233,256,093,896	239,202,151,988
	Historical costs	241		279,448,439,795	279,448,439,795
	Accumulated depreciation	242		(46,192,345,899)	(40,246,287,807)
IV.	Long-term investments	250		2,049,320,109,447	1,936,068,379,102
1.	Investments in affiliates	251	V.17	1,232,227,722,752	942,636,944,122
2.	Investments in business concerns and joint ventures	252	V.18	730,468,067,779	700,718,067,779
3.	Other long-term investments	258	V.19	237,895,943,094	410,286,571,094
4.	Provisions for devaluation of long-term investments	259	V.20	(151,271,624,178)	(117,573,203,893)
V.	Other long-term assets	260		43,219,512,879	46,612,450,367
1.	Long-term prepaid expenses	261		24,305,759	3,833,803,247
2.	Deferred income tax assets	262		-	-
3.	Other long-term assets	268	V.21	43,195,207,120	42,778,647,120
TOTAL ASSETS		270		4,924,671,497,200	5,278,495,529,178

GEMADEPT CORPORATION

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INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2012

Interim balance sheet (Cont.)

LIABILITIES		Code	Note	Ending balance	Beginning balance
A -	LIABILITIES	300		1,072,980,567,108	1,416,171,821,738
I.	Current liabilities	310		806,331,557,357	1,146,721,968,117
1.	Short-term debts and loans	311	V.22	308,220,254,839	512,436,104,324
2.	Payable to suppliers	312	V.23	124,616,220,573	144,304,921,328
3.	Advances from customers	313	V.24	28,728,878,707	21,172,333,363
4.	Taxes and other obligations to the State Budget	314	V.25	22,377,508,642	5,114,494,932
5.	Payable to employees	315	V.26	4,047,119,880	9,939,966,152
6.	Accrued expenses	316	V.27	14,336,941,200	15,561,023,142
7.	Inter-company payable	317		-	-
8.	Payable according to the progress of construction contracts	318		-	-
9.	Other payable	319	V.28	301,446,669,406	426,458,441,889
10.	Provisions for short-term accounts payable	320		1,783,214,214	3,106,407,889
11.	Bonus and welfare fund	323	V.29	774,749,895	8,628,275,098
12.	Trading Government bonds	327		-	-
II.	Long-term liabilities	330		266,649,009,751	269,449,853,621
1.	Long-term accounts payable to suppliers	331		-	-
2.	Long-term inter-company payable	332		-	-
3.	Other long-term payable	333	V.30	19,363,295,465	17,887,072,335
4.	Long-term debts and loans	334	V.31	247,285,714,286	251,562,781,286
5.	Deferred income tax payable	335		-	-
6.	Provisions for unemployment allowances	336		-	-
7.	Provisions for long-term accounts payable	337		-	-
8.	Unearned revenue	338		-	-
9.	Science and technology promotion fund	339		-	-
B -	OWNER'S EQUITY	400		3,851,690,930,091	3,862,323,707,440
I.	Owner's equity	410		3,851,690,930,091	3,862,323,707,440
1.	Capital	411	V.32	1,094,473,090,000	1,094,473,090,000
2.	Share premiums	412	V.32	2,471,474,474,400	2,471,474,474,400
3.	Other sources of capital	413	V.32	69,388,382,902	69,388,382,902
4.	Treasury stocks	414		-	-
5.	Differences on asset revaluation	415		-	-
6.	Foreign exchange differences	416		-	-
7.	Business promotion fund	417		-	-
8.	Financial reserved fund	418	V.32	29,429,404,912	29,429,404,912
9.	Other funds	419	V.32	26,315,340,005	26,315,340,005
10.	Retained earnings	420	V.32	160,610,237,872	171,243,015,221
11.	Construction investment fund	421		-	-
12.	Business arrangement supporting fund	422		-	-
II.	Other sources and funds	430		-	-
1.	Sources of expenditure	432		-	-
2.	Fund to form fixed assets	433		-	-
TOTAL LIABILITIES AND OWNER'S EQUITY		440		4,924,671,497,200	5,278,495,529,178

GEMADEPT CORPORATION

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

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2012

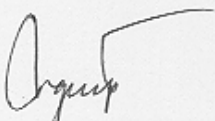
Interim balance sheet (Cont.)**OFF-BALANCE SHEET ITEMS**

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:			
US Dollar (USD)		494,793.96	1,065,051.24
Euro (EUR)		2,330.99	5,453.66
6. Estimates for non-business and project expenditure		-	-

Ho Chi Minh City, 10 August 2012



Truong Nhu Nguyen
Preparer



Nguyen Minh-Nguyet
Chief Accountant



Đỗ Văn Minh
General Director



GEMADEPT CORPORATION

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

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2012

INTERIM BALANCE SHEET

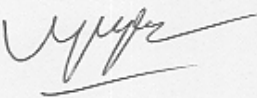
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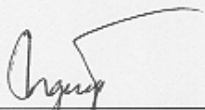
For the first 6 months of the fiscal year ending 31 December 2012


Unit: VND

ITEMS	Code	Note	Accumulated from the beginning of the year	
			Current year	Previous year
1. Sales	01	VI.1	661,116,290,822	676,734,003,309
2. Deductions	02	VI.1	-	-
3. Net sales	10	VI.1	661,116,290,822	676,734,003,309
4. Costs of goods sold	11	VI.2	660,324,106,342	648,596,512,119
5. Gross profit	20		792,184,480	28,137,491,190
6. Financial income	21	VI.3	129,520,818,959	146,147,227,429
7. Financial expenses	22	VI.4	93,312,079,071	164,774,390,477
In which: Loan interest expenses	23		39,860,652,668	32,955,357,640
8. Selling expenses	24	VI.5	2,163,274,944	2,244,595,998
9. Administrative overheads	25	VI.6	48,065,279,829	29,660,382,686
10. Net operating profit/(loss)	30		(13,227,630,405)	(22,394,650,543)
11. Other income	31	VI.7	126,026,367,959	27,986,321,857
12. Other expenses	32	VI.8	106,484,026,903	10,838,846,185
13. Other profit	40		19,542,341,056	17,147,475,672
14. Total accounting profit/(loss) before tax	50		6,314,710,651	(5,247,174,870)
15. Current corporate income tax	51	V.25	11,279,103,001	3,958,232,868
16. Deferred corporate income tax	52		-	-
17. Profit/(loss) after tax	60		(4,964,392,350)	(9,205,407,738)
18. Earning per share	70	VI.9	-	-

Ho Chi Minh City, 10 August 2012


 Truong Nhu Nguyen
 Preparer


 Nguyen Minh Nguyet
 Chief Accountant


 Do Van Minh
 General Director

GEMADEPT CORPORATION

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

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2012

INTERIM CASH FLOW STATEMENT**(Full form)****(Indirect method)****For the first 6 months of the fiscal year ending 31 December 2012**

Unit: VND

ITEMS	Code	Note	Accumulated from the beginning of the year	
			Current year	Previous year
I. Cash flows from operating activities				
1. Profit/(loss) before tax	01		6,314,710,651	(5,247,174,870)
2. Adjustments				
- Depreciation of fixed assets	02	V.13;V.14;V.16	48,254,986,068	49,022,278,709
- Provisions	03	V.3;V.7;V.20	(1,189,283,425)	101,352,046,694
- Gain/ (loss) from foreign exchange differences	04	VI.3	(7,009,322)	(8,303,643,751)
- Gain/ (loss) from investing activities	05	VI.3;VI.7;VI.8	(138,201,474,440)	(120,347,165,882)
- Loan interest expenses	06	VI.4	39,860,652,668	32,955,357,640
3. Operating profit before changes of working capital	08		(44,967,417,800)	49,431,698,540
- Increase/ (decrease) of accounts receivable	09		276,038,970,303	(117,476,802,960)
- Increase/ (decrease) of inventories	10		28,897,898,070	(14,049,567,244)
- Increase/ (decrease) of accounts payable	11		(74,275,172,961)	(51,519,481,413)
- Increase/ (decrease) of prepaid expenses	12		4,473,443,318	(355,826,360)
- Loan interests already paid	13	V.27;VI.4	(42,898,864,588)	(37,712,045,821)
- Corporate income tax already paid	14	V.25	(1,436,987,773)	(3,180,196,240)
- Other gains	15		16,234,034,629	87,992,776,728
- Other disbursements	16		(15,459,581,026)	(20,447,253,594)
Net cash flows from operating activities	20		146,606,322,172	(107,316,698,364)
II. Cash flows from investing activities				
1. Purchases and construction of fixed assets and other long-term assets	21	V.13;V.15	(2,329,076,868)	(86,743,023,605)
2. Gains from disposals and liquidation of fixed assets and other long-term assets	22	VI.7;VI.8;VII	112,290,922,085	36,125,001,817
3. Loans given and purchases of debt instruments of other entities	23		(3,000,000,000)	(164,895,601,850)
4. Recovery of loans given and disposals of debt instruments of other entities	24		191,924,088,945	178,514,916,611
5. Investments into other entities	25		(319,340,778,630)	(152,408,342,686)
6. Withdrawals of investments in other entities	26		-	2,132,190,132
7. Receipts of loan interests, dividends and profit shared	27		96,954,337,151	52,688,505,915
Net cash flows from investing activities	30		76,499,492,683	(134,586,353,666)

GEMADEPT CORPORATION

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

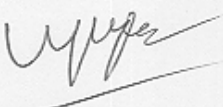
INTERIM FINANCIAL STATEMENTS

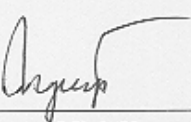
For the first 6 months of the fiscal year ending 31 December 2012

Interim cash flow statement (Cont.)

ITEMS	Code	Note	Current year	Previous year
III. Cash flows from financing activities				
1. Gains from stock issuance and capital contributions from shareholders	31		-	-
2. Repayment for capital contributions and re-purchases of stocks already issued	32		-	-
3. Short-term and long-term loans received	33	V.22	466,068,541,004	337,055,007,127
4. Loan principal amounts repaid	34	V.22; V.31	(673,184,519,915)	(188,494,403,815)
5. Payments for financial leasehold assets	35		-	(2,992,176,207)
6. Dividends and profit already paid to the owners	36	V.28; V.32	(65,074,274,000)	-
<i>Net cash flows from financing activities</i>	<i>40</i>		<i>(272,190,252,911)</i>	<i>145,568,427,105</i>
Net cash flows during the year	50		(49,084,438,056)	(96,334,624,925)
Beginning cash and cash equivalents	60	V.1	265,372,942,880	261,855,538,610
Effects of fluctuations in foreign exchange rates	61		-	3,406,895,919
Ending cash and cash equivalents	70	V.1	216,288,504,824	168,927,809,604

Ho Chi Minh City, 10 August 2012


 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

INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2012

NOTES TO THE INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2012

I. OPERATION FEATURES

1. **Investment form** : A joint stock company
2. **Operating field** : Providing port services, transportation and logistics services.
3. **Main operations** :

The Corporation has been consistent with its strategy to develop core businesses and to selectively diversify business sectors. Gemadept's business scopes include Port operation, Logistics, Forestry and Real Estate.

 - Port operation: Operating a port system stretching from the North to the South, at big cities and major industrial zones: Phuoc Long ICD Port, Nam Hai Port, Dung Quat Port and Binh Duong Port; Investing in the projects of Nam Hai- Dinh Vu Container Port, Gemalink Cai Mep deep-sea Port and Gemadept Hoa Sen Port;
 - Logistics: Distribution centers; container liner services; projects cargo transport; multi-modal transport, ship management and screw manning; shipping agency and freight forwarding services; air-cargo terminal, etc.
 - Forestry: Plant, exploit and process rubber and other industrial crops in Cambodia.
 - Real estate: Building and operating commercial centers, hotels, office buildings in big cities of Vietnam and Indochina including Gemadept Tower, Saigon Gem Mixed-use Development and Gemadept Mixed-use Development in Vientiane- Laos.
4. **Employees**

As at 30 June 2012, there have been 325 employees working for the company (at the end of the previous year: 340 employees).
5. **Effects of the company's operations during the period on the financial statements**

In the current period, the company has liquidated and disposed some fixed assets, of which the profit being recorded into business results is totally VND 21,439,526,347.

During the period, the company has established 2 subsidiaries including Pacific Rubber Industry Co., Ltd. and Pacific Pearl Joint Stock Company Limited. In addition, the company has been carrying out the legal procedures for Pacific Lotus J.S.C to be granted the overseas investment certificate to develop the project of planting rubber trees in Cambodia.

II. FISCAL YEAR AND STANDARD CURRENCY USED IN ACCOUNTING

1. **Fiscal year**

The fiscal year of the company is from 01 January to 31 December annually.
2. **Standard currency unit**

The standard currency unit used is Vietnam Dong (VND).

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INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2012

Notes to the interim financial statements (cont.)

III. ACCOUNTING SYSTEM AND STANDARDS

1. Accounting system

The company has been applying the Vietnamese accounting system, which has 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 Minister of Finance giving guidance on the implementation of the accounting system and standards.

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

The Directors ensured 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 interim financial statements.

3. Accounting form

General journal recording.

IV. ACCOUNTING POLICIES

1. Accounting convention

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

The affiliates have had their own accounting sections but they cannot do the accounting works independently. The company's financial statements are prepared on the basis of the combination of the financial statements of the affiliates. Sales and ending balances between affiliates are excluded when the combined financial statements are prepared.

2. 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 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.

3. 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 are 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.

4. Trade receivable and other receivable

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

Provision is made for each bad debt basing on the debt age or the estimated loss.

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INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2012

Notes to the interim financial statements (cont.)

5. 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 corporation 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

6. Operating leasehold assets

The company as 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 company as 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.

7. 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 company 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 as follows:

<u>Fixed assets</u>	<u>Years</u>
Buildings and structures	25

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INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2012

Notes to the interim financial statements (cont.)

8. Intangible fixed assets

Intangible fixed assets are determined by their initial costs less accumulated amortization. Intangible fixed assets of the company 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 03 years.

9. Borrowing costs

Borrowing costs are included into expenses as actually generated. 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.

10. Financial investments

Investments into securities and subsidiaries are recorded at their original costs. The interests, dividends and profits in the previous periods before the date the investment was purchased are all recorded as a decrease of that investment value. The interest, dividends and profit in the periods after the date the investment is purchased are all included in revenue.

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. The market prices used as bases to consider the appropriation for funds are as follows:

- As for the securities being listed on Hanoi Stock Exchange (HNX): using the average transaction price as at the date of making provision.
- As for the securities being listed on Ho Chi Minh City Stock Exchange (HOSE): using the closing price as at the date of making provision.
- As for the securities already registered to trade on the market of UPCoM: using the average transaction price on the system as at the date of making provision.
- As for the securities not yet been registered to trade on the market of UPCoM: using the average price on the basis of the transaction price disclosed by at least three stock companies as at the date of making provision.
- As for the listed securities being cancelled or terminated to trade from the sixth transaction date: using the net book values in the latest balance sheet date.

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INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2012

Notes to the interim financial statements (cont.)

Provisions for loss of investments in other economic organizations are made when these organizations suffer from loss (except for the loss according to the plans as already determined in the company's business budgets before making the investments) at the rate equivalent to the difference between the rate of actual capital contribution of the related parties in these organizations and owner's equity multiplying (x) the capital contribution rate of the company in comparison with the total actual amount invested by related parties in that economic organization.

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

11. Accrued expenses

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

12. Appropriation for unemployment fund

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

13. Provisions for accounts payable

A provision is recognized when the company bears a legal obligation or a constructive obligation as a result of a past event, which leads to the probability that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. If time causes material effects, the provision will be determined by deducting amounts to be spent in future to settle the liability. The discount rate used will be a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to this liability. The increase in provision due to the elapsed time is recorded as interest expense.

14. Capital and fund

Owner's equity

Capital is recorded according to the amount actually invested by shareholders.

Share premiums

Share premiums are recorded at the difference between the issuance price and the face value upon the initial issuance, additional issuance or the difference between re-issuance price and the net book value of treasury stock. Direct expenses related to additional issuance and re-issuance of treasury stocks are recorded as a decrease in share premiums.

Other sources of capital

Other sources of capital are formed due to the supplementation from business results, revaluation of assets and net book values of gifted assets, financed assets after deducting the tax payable (if any) related to these assets.

15. Dividends

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

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INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2012

Notes to the interim financial statements (cont.)

16. Appropriation for funds

Funds are appropriated in line with the Resolution of Annual Shareholders' meeting.

17. Corporate income tax

Corporate income tax 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.

18. 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 period.

The exchange rates used as of:	31 December 2011 :	VND 20,828 /USD
	30 June 2012 :	VND 20,828 /USD

19. 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.

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INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2012

Notes to the interim financial statements (cont.)

20. 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

The recognition of income from leasing operating assets is presented in Note IV.6.

Interests

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

Dividends and profit shared

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

21. Financial assets

Classification of financial assets

The company classifies its financial assets into such groups as financial assets recognized at fair values through profit or loss statements, investments held to maturity dates, loans given and receivables, and financial assets available for sale. The classification of these financial assets depends on the nature and the purpose of them and is determined at the date of initial recognition.

Financial assets recognized at fair values through profit or loss statement

A financial asset is classified as an asset recognized at fair value through profit or loss statement if it is held for trading or is categorized in the group of assets reflected at fair value through profit or loss statement at the date of initial recognition.

Financial asset will be classified as securities held for trading if:

- It is purchased or created mainly for the purpose of resale in a short term period;
- The company intends to hold for the purpose of gaining profits in a short term period;
- It is a derivative financial instrument (except derivative financial instruments identified as a financial guarantee contract or an effective risk protection instrument).

Investments held to maturity dates

Investments held to maturity dates are non-derivative financial assets with fixed or identified payments and fixed maturity periods which a company has the intention and ability to hold until the dates of maturity.

Loans given and receivables

Loans and receivables are non-derivative financial assets with fixed or identified payments, which are not listed on the market.

Financial assets available for sale

Available-for-sale financial assets are non-derivative financial assets determined as available for sale or not classified as financial assets recognized at fair values through profit or loss statement, - investments held to maturity dates, loans given and receivables.

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INTERIM FINANCIAL STATEMENTS

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Notes to the interim financial statements (cont.)

Initial carrying amount of a financial asset

Financial assets are recognized at the acquisition date and are stopped recognizing at the selling date. At the date of initial recognition, financial assets are determined at the acquiring price/issuing cost plus other costs directly related to the acquisition or issuance of that financial asset.

22. Financial liabilities and equity instruments

The financial instruments are classified as financial liabilities or equity instruments at the date of initial recognition in line with the natures and definitions of financial liabilities and equity instruments.

Financial liabilities

The company classifies its financial liabilities into such groups as financial liabilities recognized at fair values through profit or loss statement or financial liabilities determined at their allocated values. The classification of these financial liabilities depends on the natures and purposes of the financial liabilities and is determined at the date of initial recognition.

Financial liabilities recognized at fair values through profit or loss statement

Financial liability is classified as the liability recognized at fair value through profit or loss statement if it is held for trading or is categorized in the group of liabilities reflected at fair value through profit or loss statement upon initial recognition.

Financial liabilities will be classified as securities held for trading if:

- It is bought or created mainly for the purpose of redemption in a short term period;
- The company intends to hold for the purpose of gaining profits in a short term period;
- It is a derivative financial instrument (except derivative financial instruments identified as a financial guarantee contract or an effective risk protection instrument).

Financial liabilities determined at their allocated values

A financial liability is determined at its allocated value which is determined equally to the initially recognized value of that financial liability less the principals which a company has to repay, plus or minus the accumulated allocations calculated based on the actual interest method of the difference between the initially recorded value and the value upon maturity date, minus the deductions (directly or through a provision account) due to impairment or since it cannot be recovered.

Actual interest method is a method of calculating the allocated value of one financial liability or of a group of financial liabilities and distributing incomes or expenses in the related period. The effective interest rate is the discount interest rate of cash flows estimated to be settled or obtained in the future throughout the expected life cycle of a financial instrument or in a shorter period, if necessary, to return to the current net carrying amount of a financial liability.

Initial carrying amount of a financial liability

At the date of initial recognition, the financial liability is determined at the issuing price plus other costs directly related to the issuance of that financial liability.

Equity instrument

Equity instrument is the contract which can prove the remaining benefits in the assets of the company after deducting all of its liabilities.

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INTERIM FINANCIAL STATEMENTS

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Notes to the interim financial statements (cont.)

Compound financial instrument

A compound financial instrument issued by the Group is classified into liability component and equity component, based on the contents as agreed in the contracts as well as based on the definitions of a financial liability and an equity instrument.

The equity component is determined as the remaining value of the financial instrument after deducting the fair value of the liability component. The value of a derivative instrument (such as contract on sale option) accompanied with a compound financial instrument and not belonging to the equity component (such as the option of equity conversion) will be presented in the liability component. The total carrying amount of liability and equity components upon initial recognition will equal to the fair value of financial instruments.

23. Offsetting financial instruments against each other

Financial assets and financial liabilities will be offset against each other and are reflected at their net values on the balance sheet when, and only when, the Group:

- has a legal right to offset the recognized amounts; and
- has intention either to settle on a net basis, or to realize the asset and to settle the liability simultaneously.

24. Segment reporting

A business segment is a distinguishable component of the company 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 company 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.

25. Related parties

A party is considered a related party of the company in case that party is able to control the company or to cause material effects on the financial decisions as well as the operations of the company. Parties are also considered related parties if they are collectively under the same control or material effects.

Considering the relationships among related parties, the nature of the relationship is more important than the legal form of that relationship.

Transactions with related parties during the year are presented in Note VIII.2.

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

1. Cash and cash equivalents

	<u>Ending balance</u>	<u>Beginning balance</u>
Cash on hand	3,821,602,845	3,464,418,490
Cash in bank	211,500,885,043	162,358,701,307
Cash in transit	966,016,935	424,203,083
Cash equivalents (*)	-	99,125,620,000
Total	<u>216,288,504,824</u>	<u>265,372,942,880</u>

(*) Under-3-month deposits.

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INTERIM FINANCIAL STATEMENTS

For the first 6 months of the fiscal year ending 31 December 2012

Notes to the interim financial statements (cont.)**2. Short-term investments**

	Ending balance	Beginning balance
Short-term investments in shares	179,634,608,377	249,721,867,626
- <i>Mangan Mineral J.S.C</i>	14,234,321,100	14,234,321,100
- <i>PetroVietnam Low Pressure Gas Distribution Joint Stock Company</i>	2,188,848,117	9,322,002,940
- <i>Rang Dong Plastic J.S.C</i>	13,550,660,479	16,300,679,471
- <i>Vietcombank</i>	2,369,769,671	16,364,507,100
- <i>Vietnam Ocean Shipping J.S.C</i>	19,800,000,000	19,800,000,000
- <i>Navi Bank</i>	94,971,030,000	94,971,030,000
- <i>Thu Duc Steel J.S.C</i>	31,490,628,000	-
- <i>Other companies</i>	1,029,351,010	78,729,327,015
Cai Mep Gemadept Port J.S.C - Terminal Link (See Note V.18)	482,400,000,000	482,400,000,000
Other short-term investments	15,400,761,129	61,531,328,889
- <i>Under-1-year deposits</i>	15,400,761,129	29,239,045,500
- <i>Loans given</i>	-	32,292,283,389
Total	677,435,369,506	793,653,196,515

3. Provision for devaluation of short-term investments

Provision for devaluation of short-term investments in shares.

Statement on fluctuation in provision for devaluation of short-term investments is as follows:

Beginning balance	152,689,541,964
Reversal	(47,165,219,625)
Ending balance	105,524,322,339

4. Receivable from customers

	Ending balance	Beginning balance
Logistics: transportation, shipping agency, etc.	311,470,736,537	376,062,337,992
Leasing assets	3,375,851,275	8,412,845,126
Total	314,846,587,812	384,475,183,118

The accounts receivable are used to secure the loans from ANZ Vietnam – Ho Chi Minh City Branch for the total amount of VND 23,000,000,000 (see Note V.22).

5. Prepayment to suppliers

	Ending balance	Beginning balance
Ngan Ha Shipping J.S.C	42,465,592,210	42,465,592,210
Phuoc Long Port Co., Ltd.	12,841,885,526	62,298,411,025
Golden Lotus Construction and Investment J.S.C	28,130,000,000	28,130,000,000
Other suppliers	3,567,799,752	3,570,179,738
Total	87,005,277,488	136,464,182,973

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INTERIM FINANCIAL STATEMENTS

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Notes to the interim financial statements (cont.)

6. Other receivable

	<u>Ending balance</u>	<u>Beginning balance</u>
Receivable for payments on others' behalf to provide agency services	16,720,374,942	26,327,524,193
Receivable from trading securities	3,200,000,000	3,300,000,000
Receivable from subsidiaries, associates and business co-operations	508,130,409,316	560,928,792,442
- <i>Industry Securities Corporation (ISC)- Business co-operation</i>	33,500,000,000	82,750,000,000
- <i>Phuoc Long Port Co., Ltd. -lending, amount paid on other's behalf</i>	152,321,357,128	112,195,967,663
- <i>Gemadept (Singapore) Ltd.- amount paid on other's behalf</i>	33,131,888,645	20,255,821,307
- <i>Gemadept Dung Quat International Port J.S.C -lending</i>	55,900,000,000	55,900,000,000
- <i>V.N.M General Transportation Service Co., Ltd.</i>	-	18,946,000,000
- <i>Gemadept Logistics One Member Co., Ltd. - lending</i>	32,608,166,623	16,074,955,000
- <i>Truong Tho Tourism and Transportation J.S.C -lending, amount paid on other's behalf</i>	14,986,271,512	8,986,272,000
- <i>Gemadept Hai Phong One Member Co., Ltd. - amount paid on other's behalf</i>	1,193,923,986	1,156,734,311
- <i>Pacific Pearl J.S.C - amount paid on other's behalf for rubber project</i>	182,653,081,061	244,055,334,635
- <i>Other subsidiaries, associates and business co-operations</i>	1,835,720,361	607,707,526
Dividends and profit shared	134,961,661,044	90,805,100,312
Interests on deposits and loans given expected to collect	490,595,000	26,733,065,975
Other receivable	54,841,844,920	53,292,126,920
- <i>Loan interest receivable from employees</i>	4,478,250,340	4,617,553,940
- <i>Other receivable</i>	50,363,594,579	48,674,572,980
Total	<u>718,344,885,222</u>	<u>761,386,609,842</u>

7. Provision for short-term bad debts

	<u>Ending balance</u>	<u>Beginning balance</u>
Provision for outstanding debts	829,059,322	829,059,322
Provision for doubtful debts	12,277,515,915	-
Total	<u>13,106,575,237</u>	<u>829,059,322</u>

Situation on fluctuation in provision for bad debts is as follows:

Beginning balance	829,059,322
Additional provision	12,277,515,915
Ending balance	<u>13,106,575,237</u>

8. Inventories

Fuel stored on ships.

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Notes to the interim financial statements (cont.)**9. Short-term prepaid expenses**

	<u>Ending balance</u>	<u>Beginning balance</u>
Expenses on ship repairing	4,588,382,445	12,853,503,270
Insurance premiums	1,069,400,770	1,601,124,296
Expenses on ship chartering	9,053,240,000	-
Tools	2,883,478,337	2,398,453,034
Other expenses	569,454,721	1,974,821,503
Total	18,163,956,273	18,827,902,103

10. Taxes and other obligations to the State Budget

	<u>Ending balance</u>	<u>Beginning balance</u>
Corporate income tax excessively paid	9,961,119,154	9,960,652,399
Other taxes	2,000,000	-
Total	9,963,119,154	9,960,652,399

11. Other current assets

	<u>Ending balance</u>	<u>Beginning balance</u>
Advances	30,638,452,909	26,137,182,904
Short-term deposits and mortgages	11,132,857,567	20,003,609,157
Total	41,771,310,476	46,140,792,061

12. Other long-term receivable

This item reflects the capital contributions according to business co-operation contracts, including:

	<u>Ending balance</u>	<u>Beginning balance</u>
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	18,000,000,000
Total	37,000,000,000	37,000,000,000

13. Increases/(decreases) of tangible fixed assets

Information on increases/ (decreases) of tangible fixed assets is presented in appendix 01 on page 46.

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 land use right and assets pertaining to land which have been dismantled to construct Le Thanh Ton Building in Ben Nghe Ward, District 1, Ho Chi Minh City. The company has stopped depreciating these assets since the date of dismantling.

Some tangible fixed assets, of which the historical costs and net book values are VND 356,555,053,460 and VND 246,902,354,317 respectively, have been mortgaged to secure the loans from ANZ Bank – Ho Chi Minh City Branch and Navi Bank (see Notes V.22 and V.31) and the loans of Phuoc Long Port Co., Ltd. from VIB Bank – Saigon Branch.

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Notes to the interim financial statements (cont.)**14. Increases/(decreases) of intangible fixed assets**

	Land use right	Computer software	Total
Initial costs			
Beginning balance	7,352,483,410	10,141,659,925	17,494,143,335
Liquidation and disposals	-	(1,424,008)	(1,424,008)
Ending balance	7,352,483,410	10,140,235,917	17,492,719,327
<i>In which:</i>			
Assets being fully amortized but still in use	-	313,076,907	313,076,907
Amortization			
Beginning balance	-	3,378,657,983	3,378,657,983
Amortization	-	629,618,694	629,618,694
Liquidation and disposals	-	(1,424,008)	(1,424,008)
Ending balance	-	4,006,852,669	4,006,852,669
Net book values			
Beginning balance	7,352,483,410	6,763,001,942	14,115,485,352
Ending balance	7,352,483,410	6,133,383,248	13,485,866,658
<i>In which:</i>			
Assets temporary not in use	-	-	-
Assets waiting for treatment	-	-	-

15. Construction-in-progress

	Beginning balance	Increases	Allocation	Other decreases	Ending balance
Purchases of fixed assets	33,259,425,964	2,309,290,268	(2,109,984,268)	(949,636,363)	32,509,095,601
Construction-in-progress	7,521,605,919	-	-	-	7,521,605,919
- Consulting expenses on construction investment in Le Loi high-rise building	2,694,479,091	-	-	-	2,694,479,091
- Project of Gemadept hi-tech industrial zone	3,658,444,173	-	-	-	3,658,444,173
- Other projects	1,168,682,655	-	-	-	1,168,682,655
Total	40,781,031,883	2,309,290,268	(2,109,984,268)	(949,636,363)	40,030,701,520

Some construction works in progress and some assets not yet put in use, of which the total value is VND 31,799,789,600, are used to secure the loans of Phuoc Long Port Co., Ltd. from VIB Bank – Saigon Branch (see Note V.22).

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Notes to the interim financial statements (cont.)**16. Increases/(decreases) of investment properties**

The company's investment property is Gemadept Maritime Trading Center Tower at No. 6 Le Thanh Ton, Ben Nghe Ward, District 1, Ho Chi Minh City. Details of increases/ (decreases) of investment property are as follows:

	Historical costs	Depreciation	Net book values
Beginning balance	279,448,439,795	40,246,287,807	239,202,151,988
Increases	-	5,946,058,092	
Ending balance	279,448,439,795	46,192,345,899	233,256,093,896

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

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

Gain from the lease	41,301,505,284	46,812,873,147
Direct expenses related to the gain from the lease	13,417,956,867	16,260,050,802
Direct expenses not related to the gain from the lease	-	-

17. Investment in subsidiaries

Subsidiary	Rate of capital ownership (%)		Investment capital (VND)
	As in the license	Actually contributed	
Gemadept Dung Quat International Port J.S.C	73.80	73.80	36,900,000,000
V.N.M General Transportation Service Co., Ltd.	100.00	100.00	5,000,000,000
Gemadept (Malaysia) Ltd.	100.00	100.00	15,206,200,000
Gemadept (Singapore) Ltd.	100.00	100.00	15,207,300,000
Gemadept Nhon Hoi International Port Joint Stock Company	55.00	9.43	6,600,000,000
Phuoc Long Port Co., Ltd.	100.00	100.00	100,000,000,000
ISS - Gemadept Co., Ltd.	51.00	51.00	1,637,304,000
Gemadept Logistics One Member Co., Ltd.	100.00	100.00	80,000,000,000
Gemadept - Vung Tau Corporation	70.00	70.00	67,200,000,000
Hoa Sen - Gemadept Logistics and International Port Corporation	51.00	51.00	72,126,807,812
Gemadept Infrastructures Development and Investment Construction J.S.C	50.00	50.00	60,000,000,000
Gemadept Hai Phong One Member Co., Ltd.	100.00	23.92	23,924,332,310
Lion Lord Corporation ^(a)	5.00	5.00	700,000,000
Truong Tho Tourism and Transportation J.S.C ^(b)	46.00	46.00	27,600,000,000
Nam Hai Port Corporation	99.98	99.98	424,383,000,000
Pacific Marine Co., Ltd.	100.00	35.00	3,500,000,000
Bien Sang Logistics One Member Co., Ltd.	100.00	21.52	2,152,000,000
Vi Tin Computer Service Co., Ltd.	100.00	50.00	500,000,000
Pacific Rubber Industry Co., Ltd.	100.00	1.98	11,871,000,000
Pacific Pearl J.S.C	100.00	100.00	277,719,778,630
Total			1,232,227,722,752

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Notes to the interim financial statements (cont.)

- (a) Gemadept Corporation has directly contributed capital in Lion Lord Corporation at the rate of 5% and V.N.M General Transportation Service Co., Ltd – the subsidiary having 100% capital from Gemadept Corporation, has directly contributed capital in Lion Lord Corporation at the rate of 50%.
- (b) Gemadept Corporation has the right to control Truong Tho Tourism and Transportation J.S.C in line with the regulations in the accounting standard No. 25. On the other hand, the company has been entrusted by some shareholders to reach the voting right of 54% before the shareholders' meetings.

18. Investment in associates

Associate	Rate of capital ownership (%)		Investment capital (VND)
	As in the licenses	Actually contributed	
Golden Globe Trading Co., Ltd.	45.00	45.00	42,761,600,000
Vung Tau Commercial Port Joint Stock Company (VCP)	26.78	26.78	9,642,000,000
MBN-GMD VIETNAM	34.00	34.00	1,534,080,000
Vinh Hao Mineral Water Joint Stock Company	29.00	29.00	32,206,940,000
Minh Dam Tourism Joint Stock Company	40.00	10.94	18,264,608,143
Electric Service and Transportation J.S.C	38.00	38.00	23,236,200,000
Schenker Gemadept Logistics Vietnam Co., Ltd.	49.00	49.00	11,882,010,000
Huynhai Merchant Marine Vietnam Co., Ltd.	49.00	49.00	2,371,845,000
Saigon Cargo Service Corporation	23.00	23.00	86,250,000,000
Falcon Ha Dong Investment and Trading J.S.C	25.00	25.00	29,375,000,000
Falcon Ha Dong Investment and Trading J.S.C	49.00	49.00	2,319,909,000
Food Association Joint Stock Company	26.56	26.56	49,825,280,000
Gemadept - Terminal Link Cai Mep Terminal J.S.C ^(*)	41.67	41.67	351,750,000,000
Golden Globe Co., Ltd.	40.00	16.6	39,298,595,636
Nam Hai Dinh Vu Port J.S.C	35.00	9.92	29,750,000,000
Total			730,468,067,779

- (*) Gemadept Corporation has invested in Gemadept - Terminal Link Cai Mep Terminal J.S.C at the rate of 41.67% on the prescribed capital of this company. However, the Board of Management of the company has agreed to transfer 25% of shares of the company to other partner in the year 2012. Therefore, the investments in Gemadept - Terminal Link Cai Mep Terminal J.S.C are presented in the item "Investment in associates and joint ventures" at the contribution rate of 16.67% and the item "Short-term investments" at the capital contribution rate of 25% (see Note V.2).

19. Other long-term investments

	Ending balance	Beginning balance
Investment in shares	171,884,041,600	203,374,669,600
- Thu Duc Steel J.S.C	-	31,490,628,000
- Maritime Bank	165,581,032,000	165,581,032,000
- Other company	6,303,009,600	6,303,009,600
Other long-term financial investments	66,011,901,494	66,011,901,494
- Transvina	12,635,901,494	12,635,901,494
- Project of Falcon Ha Dong high-rise office building	32,500,000,000	32,500,000,000

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	Ending balance	Beginning balance
- Other companies	20,876,000,000	20,876,000,000
Over-1-year deposits	-	140,900,000,000
Total	237,895,943,094	410,286,571,094
20. Provision of long-term financial investments		
	Ending balance	Beginning balance
Provisions for long-term investments in securities	46,770,266,880	34,175,795,640
Provisions for losses of subsidiaries	69,331,733,086	57,608,649,841
Provisions for losses of associates and joint ventures	31,201,969,643	22,035,158,242
Provisions for losses from other investments	3,967,654,569	3,753,600,170
Total	151,271,624,178	117,573,203,893
Situation of fluctuations in provisions for devaluation of long-term investments is as follows:		
Beginning balance	117,573,203,893	
Additional provision	33,698,420,285	
Ending balance	151,271,624,178	
21. Other long-term assets		
	Ending balance	Beginning balance
Deposits at airlines to guarantee the payment of freights	833,120,000	833,120,000
Deposits for ship chartering	41,671,000,000	41,656,000,000
Deposits for contract guaranteeing investment	416,560,000	-
Other long-term deposits	274,527,120	289,527,120
Total	43,195,207,120	42,778,647,120
22. Short-term loans and debts		
	Ending balance	Beginning balance
Short-term loans from banks	137,649,281,847	466,251,818,610
- VIB Bank - Saigon Branch	-	93,064,434,945
- Standard Chartered Bank (Vietnam)- Ho Chi Minh City Branch ^(a)	113,009,760,777	188,478,630,148
- ANZ Vietnam - Ho Chi Minh City Branch ^(b)	24,639,521,070	44,713,351,517
- Sacombank - Phnom Penh Branch	-	139,995,402,000
Short-term loans from other organizations and individuals	144,856,687,278	5,750,000,000
- Gemadept - Terminal Link Cai Mep Terminal J.S.C ^(c)	139,106,687,278	-
- Nhon Hoi International Port J.S.C ^(d)	5,750,000,000	5,750,000,000
Current portion of long-term loans (See Note V.31)	25,714,285,714	40,434,285,714
- Navi Bank	6,000,000,000	12,000,000,000
- VIB Bank - Saigon Branch	-	8,720,000,000
- Standard Chartered Bank (Vietnam) - Ho Chi Minh City Branch	19,714,285,714	19,714,285,714
Total	308,220,254,839	512,436,104,324

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Notes to the interim financial statements (cont.)

- (a) The loan from Standard Chartered Bank (Vietnam) - Ho Chi Minh City Branch is used to support the company's working capital. This loan is secured by mortgaging the land use rights at No. 117 to No. 121, Le Loi Street and No.77 to No. 89B, Nam Ky Khoi Nghia Street, Ben Thanh Ward, District 1, Ho Chi Minh City of related companies.
- (b) The loan from ANZ Vietnam is used to support the company's demands of purchasing fuel and settling letters of credit. This loan is secured by mortgaging the accounts receivable and Phuoc Long ships No. 14, No. 16, No. 18, No. 20, No. 22, No. 24 and No. 26.
- (c) The loan from Gemadept - Terminal Link Cai Mep Terminal J.S.C is at the interest rate as stipulated in the contract.
- (d) The loan from Nhon Hoi International Port J.S.C is used to support the company's working capital.

Details of increases/ (decrease) of loans and financial leases are as follows:

	<u>Beginning balance</u>	<u>Increases</u>	<u>Amount already paid</u>	<u>Exchange difference</u>	<u>Ending balance</u>
Short-term loans from banks	466,251,818,610	325,938,540,778	(654,187,474,915)	(353,602,626)	137,649,281,847
Short-term loans from other organizations and individuals	5,750,000,000	140,130,000,226		- (1,023,312,948)	144,856,687,278
Current portion of long-term loans	40,434,285,714	-	(14,720,000,000)	-	25,714,285,714
Total	512,436,104,324	466,068,541,004	(668,907,474,915)	(1,376,915,574)	308,220,254,839

23. Payable to suppliers

	<u>Ending balance</u>	<u>Beginning balance</u>
Payable to subsidiaries, associates and business co-operations	2,451,941,801	5,370,900,242
- PO Vietnam Shipping Co., Ltd.	-	2,873,246,752
- Phuoc Long Port Co., Ltd.	1,044,852,063	819,512,573
- Gemadept Hai Phong One Member Co., Ltd.	475,958,504	216,969,079
- Nam Hai Port Corporation	459,493,604	338,119,840
- Gemadept Logistics One Member Co., Ltd.	419,937,630	60,455,908
- Gemadept Dung Quat International Port J.S.C	51,700,000	1,034,466,807
- Other subsidiaries, associates and business co-operations	-	28,129,283
Payable to other suppliers	122,164,278,772	138,934,021,086
Total	124,616,220,573	144,304,921,328

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Notes to the interim financial statements (cont.)

24. Advances from customers

	Ending balance	Beginning balance
Advances to rent assets	22,270,419,416	19,000,419,416
Advances for logistic activities: transportation, shipping agency, etc.	6,458,459,291	2,171,913,947
Total	28,728,878,707	21,172,333,363

25. Taxes and other obligations to the State Budget**a. Taxes and other obligations to the State Budget generated in Vietnam:**

	Beginning balance	Amount payable	Amount already paid	Ending balance
VAT on local sales	708,093,496	22,147,300,298	(15,425,304,923)	7,430,088,871
VAT on imports	-	123,477,346	(123,477,346)	-
Import-export duties	-	76,429,823	(76,429,823)	-
Corporate income tax (*)	(9,960,652,399)	-	-	(9,960,652,399)
Corporate income tax on the activity of transferring real estates	3,281,420,728	10,880,313,034	(980,000,000)	13,181,733,762
Personal income tax	316,402,032	2,892,555,913	(2,860,703,351)	348,254,594
Land rental	-	399,028,000	(273,592,600)	125,435,400
License duty(*)	-	10,000,000	(12,000,000)	(2,000,000)
Other taxes	750,848,053	9,532,836,285	(8,991,688,323)	1,291,996,015
- Freight tax	-	335,923,004	(162,211,004)	173,712,000
- Withholding tax	750,848,053	9,195,813,281	(8,829,477,319)	1,117,184,015
- Other taxes	-	1,100,000	-	1,100,000
Total	(4,903,888,090)	46,061,940,699	(28,743,196,366)	12,414,856,243

(*) Taxes excessively paid are presented in the item "Taxes and other accounts receivable from the State" (see Note V.10).

Value added tax (VAT)

The company has paid VAT in line with the deduction method at the rate of 10%.

Import - export duties

The company has declared and paid these duties in line with the Customs' notices.

Corporate income tax

The company has to pay corporate income tax at the rate of 25% on taxable income.

During the period, the main business operations as well as other activities of the company have been resulted at a loss, so there is no corporate income tax payable. Particularly, the estimated corporate income tax payable for activity of real estate transferring is VND 10,880,313,034 and this amount is not allowed to offset against the operating loss.

The amount of corporate income tax payable during the period has not included the additional corporate income tax payable for the investing activities in Singapore, Malaysia and Cambodia.

Property tax

The land rental is paid according to the notices of the tax department.

Other taxes

The company has declared and paid these taxes in line with the prevailing regulations.

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Notes to the interim financial statements (cont.)**b. Taxes and other obligations to the State Budget generated in Cambodia branch**

	Beginning balance	Amount payable	Amount already paid	Ending balance
VAT on local sales	-	-	-	-
Corporate income tax (*)	57,730,623	398,790,394	(456,987,773)	(466,755)
Total	57,730,623	398,790,394	(456,987,773)	(466,755)

(*) Taxes excessively paid are presented in the item "Taxes and other accounts receivable from the State" (see Note V.10).

Value added tax (VAT)

The company has paid VAT in line with the deduction method at the rate of 10%.

Corporate income tax

Cambodia branch is responsible to pay corporate income tax at the rate of 20% on taxable income. If the amount of corporate income tax payable during the year is less than 01% of income, it is paid to the local tax authority at the rate of 01% on income.

26. Payable to employees

Salary to be paid to employees.

27. Accrued expenses

	Ending balance	Beginning balance
Loan interest expenses	5,568,634,601	8,606,846,521
Expenses on stevedoring and storing	5,110,145,698	4,946,206,266
Other expenses	3,658,160,901	2,007,970,355
Total	14,336,941,200	15,561,023,142

28. Other short-term accounts payable

	Ending balance	Beginning balance
Trade Union's expenditure	666,363,241	750,863,241
Social insurance, health insurance and unemployment insurance	1,188,739,982	1,096,110,484
Dividends payable	659,357,600	60,065,246,600
Short-term deposits and mortgages received	1,637,963,626	2,653,410,161
Unearned revenues	6,936,608,863	2,766,834,580
Payable to the State Budget for selling inventories at ports	1,716,241,909	1,716,241,909
Receipts on others' behalf to provide agency services	20,815,241,170	31,121,216,700
Payable to subsidiaries, associates and business co-operations	255,218,607,112	289,207,472,218
- Gemadept - Terminal Link Cai Mep Terminal J.S.C- borrowings	120,853,141,332	120,853,141,332
- Gemadept Hai Phong One Member Co., Ltd. - borrowings and amount received on other's behalf	19,273,533,586	34,701,883,766
- Gemadept Infrastructures Development and Investment Construction J.S.C - borrowings	33,227,370,790	33,227,370,790

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Notes to the interim financial statements (cont.)

	<u>Ending balance</u>	<u>Beginning balance</u>
- Gemadept (Singapore) Co., Ltd. - borrowings	42,953,376,120	69,730,697,870
- Phuoc Long Port Co., Ltd. - borrowings	-	15,157,572,116
- Hoa Sen International Port J.S.C - Gemadept - borrowings	10,293,585,975	10,293,585,975
- Pacific Shipping Co., Ltd.	2,800,000,000	-
- Nam Hai Dinh Vu Port J.S.C	8,000,000,000	-
- Grand Pacific Shipping	15,707,401,129	2,473,470,796
- Other subsidiaries, associates and business co-operations	2,110,198,180	2,769,749,573
Other payable	12,607,545,903	37,081,045,996
- Petrovietnam Finance Investment J.S.C - Ho Chi Minh City branch - deposit for business co-operation contract	-	27,200,000,000
- Mr. Nguyen Quoc Cuong - transfer of share capital in Hoa Sen - Gemadept Logistics and International Port Corporation	9,264,678,577	9,264,678,577
- Other payable	3,342,867,326	616,367,419
Total	301,446,669,406	426,458,441,889

29. Bonus and welfare funds

Beginning balance	8,628,275,098
Disbursements	(7,853,525,203)
Ending balance	774,749,895

30. Other long-term accounts payable

This item includes the deposits received in order to lease Gemadept Trading Center Tower at No. 06, Le Thanh Ton Street, Ben Nghe Ward, District 1, Ho Chi Minh City.

31. Long-term loans and debts

	<u>Ending balance</u>	<u>Beginning balance</u>
Long-term loans from bank	247,285,714,286	251,562,759,286
- Navi Bank ^(a)	60,000,000,000	60,000,000,000
- VIB Bank - Saigon Branch	-	4,277,045,000
- Standard Chartered Vietnam Bank - Ho Chi Minh City Branch ^(b)	187,285,714,286	187,285,714,286
Convertible bonds	-	22,000
Total	247,285,714,286	251,562,781,286

(a) The loan from Navi Bank is used to purchase Bunga Mas Tujuh ship for the period of 10 years. This loan is secured by mortgaging the assets formed from loans.

(b) The loan from Standard Chartered Vietnam Bank - Ho Chi Minh City Branch is used to contribute capital in Gemadept - Terminal Link Cai Mep Terminal J.S.C. This loan is secured by mortgaging the land use rights at No. 117 to No. 121, Le Loi Street and No. 77 to No. 89B, Nam Ky Khoi Nghia Street, Ben Thanh Ward, District 1, Ho Chi Minh City of related companies.

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Notes to the interim financial statements (cont.)***Payment schedule of long-term loans***

Under 1 year	25,714,285,714
From 1 year to 5 years	247,285,714,286
Over 5 years	-
Total debts	<u>273,000,000,000</u>

Details of increases/ (decreases) of long-term loans and debts are as follows:

Beginning balance	251,562,781,286
Amount already paid	(4,277,045,000)
Other decreases	(22,000)
Ending balance	<u>247,285,714,286</u>

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

Information on the fluctuations in owner's equity is presented at the Appendix 02 on page 47.

Dividends

During the period, the company has paid the dividends in the year 2010 and supported the dividends in the year 2011, of which the total value is VND 65,074,274,000.

Shares

	<u>Ending balance</u>	<u>Beginning balance</u>
Number of shares registered to be issued	109,447,309	109,447,309
Number of shares already issued	109,447,309	109,447,309
- Common shares	109,447,309	109,447,309
- Preferred shares	-	-
Number of shares re-purchased		
- Common shares	-	-
- Preferred shares	-	-
Number of outstanding shares	109,447,309	109,447,309
- Common shares	109,447,309	109,447,309
- Preferred shares	-	-

Face value of outstanding share: VND 10,000.

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

	<u>Accumulated from the beginning of the year</u>	
	<u>Current year</u>	<u>Previous year</u>
Logistic services: providing services of transportation, leasing assets, acting as agency, etc.	619,814,785,538	629,921,130,162
Income from leasing offices	41,301,505,284	46,812,873,147
Total	<u>661,116,290,822</u>	<u>676,734,003,309</u>

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Notes to the interim financial statements (cont.)**2. Costs of goods sold**

	Accumulated from the beginning of the year	
	Current year	Previous year
Costs of logistic services: providing services of transportation, leasing assets, acting as agency, etc.	646,906,149,475	632,336,461,317
Costs of activity of leasing offices	13,417,956,867	16,260,050,802
Total	660,324,106,342	648,596,512,119

3. Financial income

	Accumulated from the beginning of the year	
	Current year	Previous year
Interests on demand deposits	381,346,109	1,827,820,469
Interests on time deposits	12,246,633,030	11,985,543,730
Interests on deposits	59,876,238	2,728,770,666
Interests on loans given	986,381,984	2,689,959,900
Gains from investments in securities	8,242,105,590	-
Dividends and profit shared	103,469,056,841	86,154,002,763
Realized exchange gains	3,157,892,950	32,446,399,679
Unrealized exchange gains	7,009,322	8,303,643,751
Others	970,516,896	11,086,471
Total	129,520,818,959	146,147,227,429

4. Financial expenses

	Accumulated from the beginning of the year	
	Current year	Previous year
Loan interest expenses	39,860,652,668	32,955,357,640
Interests on financial leases	-	74,156,964
Loss from investments in securities	58,615,506,335	7,825,716,616
Expenses on buying term securities	-	1,110,424,445
Realized exchange loss	8,302,719,408	21,180,656,249
Provisions for devaluation of investments in securities	(13,466,799,340)	101,352,046,695
Others	-	276,031,868
Total	93,312,079,071	164,774,390,477

5. Selling expenses

	Accumulated from the beginning of the year	
	Current year	Previous year
External service rendered	1,275,731,896	1,220,486,400
Other expenses	887,543,048	1,024,109,598
Total	2,163,274,944	2,244,595,998

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Notes to the interim financial statements (cont.)**6. Administrative overheads**

	Accumulated from the beginning of the year	
	Current year	Previous year
Expenses for staff	18,149,103,442	12,051,593,789
Office supplies	149,128,480	182,962,278
Stationery	298,872,053	195,692,007
Depreciation of fixed assets	3,443,295,868	4,951,389,694
Taxes, fees and legal fees	7,750,000	940,652,834
Provision	12,277,515,915	-
External service rendered	10,200,553,053	10,109,026,435
Other expenses	3,539,061,018	1,229,065,649
Total	48,065,279,829	29,660,382,686

7. Other income

	Accumulated from the beginning of the year	
	Current year	Previous year
Gains from liquidation and disposal of fixed assets	125,252,082,173	27,624,110,908
Others	774,285,786	362,210,949
Total	126,026,367,959	27,986,321,857

8. Other expenses

	Accumulated from the beginning of the year	
	Current year	Previous year
Net book values of fixed assets being liquidated or disposed	90,936,203,418	10,567,412,217
Expenses on liquidation and disposal of fixed assets	12,876,352,408	-
Others	2,671,471,077	271,433,968
Total	106,484,026,903	10,838,846,185

9. Earnings per share

The company does not calculate this item on its financial statements since according to the Vietnamese accounting standard No. 30 "Earnings per share", in case that a business has to prepare both the separate financial statements and the consolidated financial statements, the item "Earnings per share" will only be presented in the consolidated financial statements in line with the regulations in this standard.

10. Operating expenses

	Accumulated from the beginning of the year	
	Current year	Previous year
Materials and supplies	243,338,625,019	228,489,502,957
Labor	44,517,614,042	42,202,563,420
Depreciation of fixed assets	48,255,258,281	49,465,109,433
External service rendered	353,493,626,046	346,599,624,653
Others	20,947,537,727	13,744,690,340
Total	710,552,661,115	680,501,490,804

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Notes to the interim financial statements (cont.)**VII. ADDITIONAL INFORMATION ON THE ITEMS OF THE INTERIM CASH FLOW STATEMENT****Non-cash transactions**

During the period, the company has had following non-cash transactions:

	Accumulated from the beginning of the year	
	Current year	Previous year
Sales of fixed assets, of which the payments have not been collected	35,629,807,680	35,545,000,000
Interests on deposits, which are included in principal amounts	1,893,521,185	-

VIII. OTHER INFORMATION**1. Subsequent events**

Gemadept Corporation has fully completed the convertible debt issuance for the total value of USD 40 million for Vietnam Investment Fund J.S.C at the fixed interest rate of 06% in the period of 5 years. The debts can be converted into ordinary shares after 1 year, starting from the date of issuance (i.e. 15 August 2012).

2. Transactions with related parties**Transactions with key persons and related individuals**

Income of key persons is as follows:

	Accumulated from the beginning of the year	
	Current year	Previous year
Salary	1,400,398,000	1,215,335,000
Social insurance, health insurance	68,475,000	54,960,000
Bonus	234,800,000	-
Other income	24,000,000	-
Total	1,727,673,000	1,270,295,000

Transactions with other related parties

Other related parties of the company include:

Related parties	Relationship
Vinalines	State capital management organ at the company
Gemadept Dung Quat International Port J.S.C	Subsidiary
V.N.M General Transportation Service Co., Ltd.	Subsidiary
Gemadept (Malaysia) Ltd.	Subsidiary
Gemadept (Singapore) Ltd.	Subsidiary
Gemadept Nhon Hoi International Port Joint Stock Company	Subsidiary
Phuoc Long Port Co., Ltd.	Subsidiary
ISS - Gemadept Co., Ltd.	Subsidiary
Gemadept Logistics One Member Co., Ltd.	Subsidiary
Gemadept - Vung Tau Corporation	Subsidiary
Hoa Sen - Gemadept Logistics and International Port Corporation	Subsidiary
Gemadept Infrastructures Development and Investment Construction J.S.C	Subsidiary

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Related parties	Relationship
Gemadept Hai Phong One Member Co., Ltd.	Subsidiary
Lion Lord Corporation	Subsidiary
Truong Tho Tourism and Transportation J.S.C	Subsidiary
Nam Hai Port Corporation	Subsidiary
Pacific Marine Co., Ltd.	Subsidiary
Pacific Industrial Rubber Co., Ltd.	Subsidiary
Pacific Pearl J.S.C	Subsidiary
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 Joint Stock Company	Associate
Electric Service and Transportation J.S.C	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
Falcon Ha Dong Investment and Trading J.S.C	Associate
Cai Mep Gemadept Port J.S.C - Terminal Link	Associate
Nam Hai Dinh Vu Port J.S.C	Associate

The company has had the following transactions between the company and other related parties as follows:

	Accumulated from the beginning of the year	
	Current year	Previous year
<i>Gemadept Dung Quat International Port J.S.C</i>		
Lending money	-	3,500,000,000
Income from service provision	420,224,363	863,447,298
Service charges	47,000,000	1,620,374,415
<i>V.N.M General Transportation Service Co., Ltd.</i>		
Interest on capital contributed in joint ventures	2,494,000,000	13,000,000,000
<i>Gemadept (Malaysia) Ltd.</i>		
Expenses on agency service	1,064,438,353	1,879,400,892
<i>Gemadept (Singapore) Ltd.</i>		
Receivable of amounts paid on other's behalf	2,052,326,761	9,870,192,785
Service charges	49,147,613,053	54,770,691,747
Payable for amounts paid on other's behalf to purchase materials and spare parts	10,681,078,069	7,724,265,710
<i>Gemadept Nhon Hoi International Port Joint Stock Company</i>		
Short-term loans	-	7,000,000,000
<i>Phuoc Long Port Co., Ltd.</i>		
Lending money	70,330,000,000	116,312,180,594
Leasing assets and liquidating fixed assets	24,319,731,636	24,300,000,000
Income from service provision	-	14,569,659
Service charges	45,352,284,065	48,784,652,273
Borrowings	-	11,500,000,000

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	Accumulated from the beginning of the year	
	Current year	Previous year
Amount collected on other's behalf	-	30,665,120
Amount paid on other's behalf	37,457,015	90,103,915
<i>Gemadept Logistics One Member Co., Ltd.</i>		
Profit shared	20,000,000,000	-
Amount paid on other's behalf	2,912,297,181	-
Lending money	32,600,000,000	-
Income from transportation activities	4,961,951,436	4,763,093,216
Service charges	1,634,823,685	274,481,432
Amounts collected on other's behalf	2,429,230,737	262,093,651
Other payable	-	23,300,000,000
<i>Gemadept Infrastructures Development and Investment Construction J.S.C</i>		
Loans given	-	500,000,000
<i>Gemadept Hai Phong One Member Co., Ltd.</i>		
Amount paid on other's behalf	13,541,573,805	8,287,421,432
Income from service provision	2,539,515,523	-
Lending money	15,000,000,000	-
Expenses on transportation, stevedoring and agency commission	36,526,354,473	30,450,081,160
Borrowings	-	18,700,000,000
Amount collected on other's behalf	13,016,394,329	2,244,317,217
<i>Truong Tho Tourism and Transportation J.S.C</i>		
Income from leases	-	4,800,000,000
Lending money	6,000,000,000	6,800,000,000
Borrowings	-	53,000,000,000
<i>Nam Hai Port Corporation</i>		
Profit shared	-	51,577,539,263
Income from service provision	2,400,000,000	-
Service charges	-	429,978,981
Other payable	-	-
<i>Pacific Marine Co., Ltd.</i>		
Capital contribution	-	3,000,000,000
Amount collected on other's behalf	-	7,464,586,101
Receivable of amount paid on other's behalf	82,850,500	777,100,881
<i>ISS - Gemadept Co., Ltd.</i>		
Income from service provision	23,672,964	-
<i>PO Vietnam Company</i>		
Income from service provision	724,983,759	-
Service charges	6,340,460	-
<i>Nam Hai Dinh Vu Port J.S.C</i>		
Capital contribution	29,750,000,000	-
Lending money	8,000,000,000	-
<i>MBN-GMD Vietnam</i>		
Income from service provision	1,028,673,586	0
Payable for forwarding and stevedoring services	-	361,399,789
<i>Vinh Hao Mineral Water Joint Stock Company</i>		
Expenses	412,741,675	

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	Accumulated from the beginning of the year	
	Current year	Previous year
<i>Huynhai Merchant Marine Vietnam Co., Ltd.</i>		
Realized revenue	-	695,118,994
Service charges	-	149,573,258
Amount paid on other's behalf	-	5,784,654,963
<i>Saigon Cargo Service Corporation</i>		
Capital contribution	-	576,410,476
Service charges	280,952,320	-
<i>Falcon Ha Dong Investment and Trading J.S.C</i>		
Income from service provision	3,799,789,222	2,564,486,886
Expenses on services	72,408,348	355,870,902

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

	Ending balance	Beginning balance
<i>Gemadept Dung Quat International Port J.S.C</i>		
Receivable from customers	415,046,800	-
Lending money	55,900,000,000	55,900,000,000
<i>V.N.M General Transportation Service Co., Ltd.</i>		
Lending money	-	18,946,000,000
<i>Gemadept (Malaysia) Ltd.</i>		
Receivable from customers	11,640,028,712	14,529,514,789
<i>Gemadept (Singapore) Ltd.</i>		
Receivable from customers	161,841,220,523	188,367,880,989
Long-term deposits	41,656,000,000	41,656,000,000
Profit shared	36,449,000,000	36,449,000,000
Amounts paid on other's behalf	28,810,633,214	20,255,821,307
<i>Phuoc Long Port Co., Ltd.</i>		
Advance for service provision	-	62,298,411,025
Lending money, amount paid on other's behalf	152,321,357,128	112,195,967,663
<i>Gemadept Logistics One Member Co., Ltd.</i>		
Receivable from customers	4,376,726,366	3,552,956,573
Amounts paid on other's behalf	8,166,623	74,955,000
Profit shared	40,000,000,000	20,000,000,000
Lending money	32,600,000,000	16,000,000,000
<i>Gemadept Hai Phong One Member Co., Ltd.</i>		
Receivable from customers	15,548,722,490	13,289,984,972
Amounts paid on other's behalf	1,166,740,845	1,156,734,311
<i>Truong Tho Tourism and Transportation J.S.C</i>		
Advance for service provision	-	20,000,000
Other receivable	26,264,832,561	8,986,272,000
Profit shared	-	11,278,561,049
<i>Lion Lord Corporation</i>		
Receivable from customers	1,277,515,915	2,597,515,915
<i>Nam Hai Port Corporation</i>		
Receivable from customers	2,937,122,398	2,209,072,250
Profit shared	47,234,099,995	23,077,539,263
Other receivable	-	-

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	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Pacific Marine Co., Ltd.</i>		
Receivable from customers	-	453,181,055
Other receivable	247,425,000	164,574,500
<i>Vi Tin Computer Service Co., Ltd.</i>		
Other receivable	995,214,869	135,771,373
<i>Pacific Rubber Industry Co., Ltd.</i>		
Amount paid on other's behalf	-	2,500,000
<i>Pacific Pearl J.S.C</i>		
Amount paid on other's behalf for rubber project	182,653,081,061	244,055,334,635
<i>Golden Globe Trading Co., Ltd.</i>		
Other receivable	300,000,000	300,000,000
<i>Schenker Gemadept Logistics Vietnam Co., Ltd.</i>		
Short-term loans	-	4,207,200,000
Receivable from customers	-	4,861,653
Other receivable	534,143,500	534,143,500
<i>Huynhai Merchant Marine Co., Ltd.</i>		
Receivable from customers	877,090,368	3,378,948,920
<i>OOCL Vietnam Company</i>		
Receivable from customers	1,741,144,966	1,185,976,156
<i>Cai Mep Gemadept Port J.S.C - Terminal Link</i>		
Receivable from customers	13,156,359	-
<i>Falcon Ha Dong Investment and Trading J.S.C</i>		
Receivable from customers	870,433,335	606,054,581
Total accounts receivable	848,678,903,028	907,870,733,479
<i>Sinokor Vietnam Co., Ltd.</i>		
Payable to suppliers	3,227,651	3,031,584
<i>Gemadept Dung Quat International Port J.S.C</i>		
Payable for service provision	-	1,034,466,807
<i>Gemadept (Malaysia) Ltd.</i>		
Other payable	929,869,279	929,869,279
<i>Gemadept (Singapore) Ltd.</i>		
Amount paid on behalf of ships, borrowings	58,660,777,249	69,730,697,870
Other payable	-	29,391,132,918
<i>Phuoc Long Port Co., Ltd.</i>		
Payable for service charges	1,044,852,063	819,512,573
Other payable	-	15,157,572,116
Receipt of advances	22,270,419,416	19,000,419,416
<i>Gemadept Logistics One Member Co., Ltd.</i>		
Payable to suppliers	306,994,335	60,455,908
Other payable	480,328,901	64,050,834
<i>Nhon Hoi International Port J.S.C</i>		
Short-term loans	5,750,000,000	5,750,000,000
<i>Hoa Sen - Gemadept Logistics and International Port Corporation</i>		
Other payable	10,293,585,975	10,293,585,975

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	<u>Ending balance</u>	<u>Beginning balance</u>
<i>Gemadept Hai Phong One Member Co., Ltd.</i>		
Payable for service charges	-	216,969,079
Payable to suppliers	406,966,572	-
Borrowings, amount collected on other's behalf	19,273,533,586	34,701,883,766
<i>Gemadept Infrastructures Development and Investment Construction J.S.C</i>		
Borrowings	33,227,370,790	33,227,370,790
<i>Nam Hai Port Corporation</i>		
Payable for service charges	-	338,119,840
<i>Pacific Marine Co., Ltd.</i>		
Borrowings	2,800,000,000	1,000,000,000
Payable for service charges	420,000	420,000
<i>Cai Mep Gemadept Port J.S.C - Terminal Link</i>		
Borrowings	120,853,141,332	120,853,141,332
Short-term loans	139,106,687,278	-
<i>Huynhai Merchant Marine Co., Ltd.</i>		
Payable to suppliers	204,331,892	24,677,699
<i>Saigon Cargo Service Corporation</i>		
Payable to suppliers	99,963,072	-
Total accounts payable	415,712,469,391	342,597,377,786

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 are no provisions for accounts receivable from the related parties.

3. Segment information

The company'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 company are mainly based on their types of services.

Business fields

The company has the following main business fields:

- Logistics: including providing transportation services and leasing transportation facilities.
- Real estate: leasing the offices in building at Le Thanh Ton Street. The company also has been investing in construction of a mixed-use development in Laos.
- Forestry: including the activities of planting rubber trees in Cambodia.

The information on business results, fixed assets, other long-term assets and non-cash large expenses of the business segments of the company is presented in the appendixes 3 and 4 from page 48 to page 50.

The information on assets and liabilities of business segment of the company is as follows:

Geographical segment

The company's activities primarily take places locally and overseas.

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Details of net sales of services and goods sold to customers in various geographical areas on the basis of the customers' locations are as follows:

	Accumulated from the beginning of the year	
	Current year	Previous year
In the local country	463,136,377,562	465,563,488,481
In foreign countries	197,979,913,260	211,170,514,828
Total	661,116,290,822	676,734,003,309

Information on the increases/(decreases) on expenses to purchase fixed assets and other long-term assets as well as segment assets of in various geographical areas on the basis of the locations of assets is as follows:

	Expenses increased to purchase fixed assets and other long-term assets being accumulated from the beginning of the year		Segment assets being accumulated from the beginning of the year	
	Current year	Previous year	Current year	Previous year
In the local country	2,329,076,868	90,318,394,562	2,398,566,044,378	2,648,436,864,602
In foreign countries	-	-	182,072,074,837	53,026,630,923
Total	2,329,076,868	90,318,394,562	2,580,638,119,216	2,701,463,495,525

4. Operating leases**Leasing contracts**

As of the balance sheet date, the total minimum leases in the future of irrevocable operating leases will be paid as follows:

	Ending balance	Beginning balance
Under 1 year	16,343,740,380	70,857,539,000
From 1 year to 5 years	61,604,107,810	100,725,192,000
Over 5 years	-	-
Total	77,947,848,190	171,582,731,000

5. Fair values of financial assets and financial liabilities

	Book values		Fair values	
	Ending balance	Beginning balance	Ending balance	Beginning balance
Financial assets				
Cash and cash equivalents	216,288,504,824	265,372,942,880	216,288,504,824	265,372,942,880
Investments held to maturity dates	15,400,761,129	170,139,045,500	15,400,761,129	170,139,045,500
Financial assets available for sale	743,668,307,683	810,889,500,947	743,668,307,683	811,349,975,347
Receivable from customers	301,740,012,575	383,646,123,796	301,740,012,575	383,646,123,796
Loans given	-	32,292,283,389	-	32,292,283,389
Other receivable	840,311,402,818	887,306,049,023	840,311,402,818	887,306,049,023
Total	2,117,408,989,029	2,549,645,945,534	2,117,408,989,029	2,550,106,419,934
Financial liabilities				
Payable to suppliers	124,616,220,573	144,304,921,328	124,616,220,573	144,304,921,328

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Notes to the interim financial statements (cont.)

	Book values		Fair values	
Loans and debts	555,505,969,125	763,998,885,610	555,505,969,125	763,998,885,610
Payable to employees	4,047,119,880	9,939,966,152	4,047,119,880	9,939,966,152
Accrued expenses	14,336,941,200	15,561,023,142	14,336,941,200	15,561,023,142
Other payable	322,593,179,085	447,451,922,113	322,593,179,085	447,451,922,113
Total	1,021,099,429,864	1,381,256,718,345	1,021,099,429,864	1,381,256,718,345

The fair values of the financial assets and financial liabilities are presented in line with the amounts, according to which, the financial instruments can be converted in a current transaction between parties who fully understand and wish to trade with each other.

The company has applied the following method and assumption to estimate the fair value:

- Fair values of cash on hand, short-term deposit in banks, accounts receivable from customers and payable to suppliers as well as other current liabilities are equivalent to the book values of these items since these instruments have short term periods.
- Fair values of the company's accounts receivable and loans given with fixed interest rates or variable rates are evaluated on the basis of the information about interest rates, risks, payment ability and risks related to debts. According to which, the company makes its estimates on the provision for bad debts.
- Fair values of the company's financial assets available for sale being listed in the securities market are the prices disclosed as of the balance sheet date. Fair values of those not being listed in the securities market are estimated on the basis of the appropriate cost assumption method.

6. Collaterals

Collaterals given to other entities

The company has mortgaged some fixed assets to secure the loans from banks. Information on the collaterals given to other entities is presented in Notes V.4, V.13 and V.15.

Collaterals received from other entities

The company has had no collaterals received from other entities as at 30 June 2012 and 31 December 2011.

7. Credit risk

Credit risk is the risk that one contractual party will cause a loss for the company by failing to pay for its obligation.

The company is exposed to credit risks mainly from operation activities (receivable from customers) and financial activities (cash in bank, loans given and other financial instruments).

Receivable from customers

The company minimizes its credit risks by having transactions only with the entities which are assessed to have good financial positions and the company's accountants always follow up the accounts receivable from customers and speed up for the recoveries. Additionally, the company's receivables are from various customers. Therefore, the credit risks do not concentrate on any certain customers.

Cash in bank

Most of the company's deposits are in large and trusted banks in Vietnam. Therefore, the company believes that the credit risk for its cash in bank is low.

Loans given

The company has given loans to its associates and business co-operation partners. The company believes that these loans have not been due and are not devalued since they are given to entities having good reputation and good payment ability.

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Notes to the interim financial statements (cont.)**8. Liquidity risk**

Liquidity risk is the risk that the company will have difficulties in paying its financial liabilities.

The Directors of the company takes the highest responsibility to liquidity risk management. The company's liquidity risks mainly arise from the differences in maturity dates of financial assets and financial liabilities.

The company's approach to risk management is to maintain an appropriate amount of cash, cash equivalent and loans, which is sufficient as judged by the Directors, to meet the company's operation demands and to minimize the effects of the changes in cash flows to the company.

The terms of payments to financial liabilities are based on the undiscounted payments supposed to make according to the contracts. Details are as follows:

	Under 1 year	From 1 year to 5 years	Over 5 years	Total
Ending balance				
Payable to suppliers	124,616,220,573	-	-	124,616,220,573
Loans and debts	308,220,254,839	247,285,714,286	-	555,505,969,125
Payable to employees	4,047,119,880	-	-	4,047,119,880
Accrued expenses	14,336,941,200	-	-	14,336,941,200
Other payable	322,593,179,085	-	-	322,593,179,085
Total	773,813,715,578	247,285,714,286	-	1,021,099,429,864
Beginning balance				
Payable to suppliers	144,304,921,328	-	-	144,304,921,328
Loans and debts	512,436,126,325	209,991,330,714	41,571,428,571	763,998,885,610
Payable to employees	9,939,966,152	-	-	9,939,966,152
Accrued expenses	15,561,023,142	-	-	15,561,023,142
Other payable	447,451,922,113	-	-	447,451,922,113
Total	1,129,693,959,060	209,991,330,714	41,571,428,571	1,381,256,718,345

The risk concentration level from payments to financial liabilities is low. The company has sufficient capacity to settle all due debts from its cash flows from operations and gains from mature financial assets.

9. Market risks

Market risk is the risk that the fair value or cash flows of a financial instrument will fluctuate due to changes in market prices. There are 3 market risks of the company, including: foreign currency risk, interest rate risk and other price risk.

The sensitivity analyses presented below are prepared on the basis of unchanged values of net debts and the difference on the debts having fixed interest rates and those having floating interest rates.

Foreign currency risk

Foreign currency risk is the risk that the fair values or cash flows in the future of a financial instrument will fluctuate due to changes in exchange rates.

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Notes to the interim financial statements (cont.)

With the assumption that the variables are unchanged, the sensitivity of profit after tax and owner's equity of the company towards changes which may happen at the fair rate of USD is as follows:

	Changes in exchange (%)	Effects on profit after tax/ owner's equity
Current period		
	+ 2%	1,340,624,974
	- 2%	(1,340,624,974)
Previous period		
	+ 2%	(289,771,476)
	- 2%	289,771,476

Interest rate risk

Interest rate risk is the risk that the fair value or cash flows of a financial instrument will fluctuate due to changes in market interest rates.

The company's interest rate risk is mainly related to cash, short-term deposits and loans.

The company controls the interest rate risk by analyzing market situation to get the most favorable interest rates, which are still under its controlling ability.

The company has not done the sensitivity analysis to interest rates since the risk due to changes in interest rate as of the balance sheet date is not significant.

Other price risk

Other price risk is the risk that the fair value and cash flows in the future of a financial instrument will fluctuate due to changes of market price other than the change of the rates of interest and foreign exchange.

The shares held by the company can be affected by the risk on the future value of investment shares. The company controls the risk on share prices by setting up investment limit and diversifying its list of investments.

As at 30 June 2012, the fair values of investments in commercial shares of the company are totally VND 86,682,931,200 (as at 31 December 2011: VND 108,335,858,300). In case that the prices of these shares increase/decrease by 5%, the company's profit after tax will decrease/increase by VND 3,250,609,920 (in the previous year: VND 4,062,594,686).

Ho Chi Minh City, 10 August 2012

Truong Nhu Nguyen
Preparer

Nguyen Minh Nguyet
Chief Accountant



Do Van Minh
General Director

GEMADEPT CORPORATION

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Appendix 1: Increases/(decreases) of tangible fixed assets

	Buildings and structures	Machinery and equipment	Vehicles	Office equipment	Total
Unit: VND					
Historical costs					
Beginning balance	66,191,510,150	130,198,672,581	981,505,938,880	11,567,858,904	1,189,463,980,515
New purchases	-	178,936,000	884,884,045	1,065,950,823	2,129,770,868
Liquidations and disposals	(8,300,975,537)	(673,297,423)	(150,731,078,404)	(38,192,986)	(159,743,544,350)
Ending balance	57,890,534,613	129,704,311,158	831,659,744,521	12,595,616,741	1,031,850,207,033
<i>In which:</i>					
Assets being fully depreciated but still in use	1,405,155,674	18,302,791,106	118,348,430,555	8,778,219,365	146,834,596,700
Depreciation					
Beginning balance	30,381,581,789	106,218,721,242	392,612,940,469	10,108,783,672	539,322,027,172
Depreciation	741,162,540	6,076,330,173	34,432,783,359	429,033,210	41,679,309,282
Liquidations and disposals	(6,689,409,493)	(669,501,340)	(61,410,237,113)	(38,192,986)	(68,807,340,932)
Ending balance	24,433,334,836	111,625,550,075	365,635,486,715	10,499,623,896	512,193,995,522
Net book values					
Beginning balance	35,809,928,361	23,979,951,339	588,892,998,411	1,459,075,232	650,141,953,343
Ending balance	33,457,199,777	18,078,761,083	466,024,257,806	2,095,992,845	519,656,211,511
<i>In which:</i>					
Assets temporary not in use	-	-	-	-	-
Assets waiting for treatment	-	-	-	-	-

Truong Nhu Nguyen

Truong Nhu Nguyen
Preparer

Nguyen Minh Nguyen

Nguyen Minh Nguyen
Chief Accountant

Ho Chi Minh City, 10 August 2012



Do Van Minh
General Director

GEMADEPT CORPORATION

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

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Appendix 2: Statement on fluctuation in owner's equity

Unit: VND

	Capital	Share premiums	Other capital	Financial reserved fund	Other funds	Retained earnings	Total
Beginning balance of the previous year	1,000,000,000,000	2,169,160,586,400	69,388,382,902	23,765,156,863	20,651,091,956	227,373,596,551	3,510,338,814,672
Bonds being converted into shares	94,473,090,000	302,313,888,000	-	-	-	-	396,786,978,000
Profit in the year	-	-	-	-	-	24,260,711,645	24,260,711,645
Dividends shared in the year	-	-	-	-	-	(60,000,000,000)	(60,000,000,000)
Appropriation for funds in the year	-	-	-	5,664,248,049	5,664,248,049	(20,391,292,976)	(9,062,796,878)
Ending balance of the previous year	1,094,473,090,000	2,471,474,474,400	69,388,382,902	29,429,404,912	26,315,340,005	171,243,015,221	3,862,323,707,440
Beginning balance of the current period	1,094,473,090,000	2,471,474,474,400	69,388,382,902	29,429,404,912	26,315,340,005	171,243,015,221	3,862,323,707,440
Profit in the current period	-	-	-	-	-	(4,964,392,349)	(4,964,392,349)
Dividends shared in the current period	-	-	-	-	-	(5,668,385,000)	(5,668,385,000)
Ending balance of the current period	1,094,473,090,000	2,471,474,474,400	69,388,382,902	29,429,404,912	26,315,340,005	160,610,237,872	3,851,690,930,091



Trương Nhu Nguyễn
Preparer



Nguyễn Minh Nguyệt
Chief Accountant



Đỗ Văn Minh
General Director

GEMADEPT CORPORATION

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Appendix 3: Information of business segment

Information on business results, fixed assets, other long-term assets and non-cash expenses of high value of business segment of the company is as follows:

	Logistics	Real estate	Forestry	Deductions	Total
Current period					
Net sales from goods and services sold to external customers	619,814,785,538	41,301,505,284	-	-	661,116,290,822
Net sales from goods and services among segments	-	-	-	-	-
Total net sales	619,814,785,538	41,301,505,284	-	-	661,116,290,822
Business results of segment					
Non-allocated expenses of segment	(77,319,918,710)	27,883,548,417	-	-	(49,436,370,293)
Profit					
Financial income					(49,436,370,293)
Financial expenses					129,520,818,959
Other income					(93,312,079,071)
Other expenses					126,026,367,959
Current corporate income tax					(106,484,026,903)
Deferred corporate income tax					(11,279,103,001)
Profit after tax					-
					(4,964,392,350)
Total expenses on buying fixed assets and other long-term assets	1,735,385,910	593,690,958			2,329,076,868
Total depreciation expenses and allocation of long-term prepaid expenses	45,724,460,138	6,340,023,418			52,064,483,556
Total values of non-cash expenses (except for depreciation expenses and allocation of long-term prepaid expenses)	-	-	-	-	-

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Appendix 3: Information of business segment (Cont.)

Previous period				
Net sales from goods and services sold to external customers	629,921,130,162	46,812,873,147	-	676,734,003,309
Net sales from goods and services among segments	-	-	-	-
Total net sales	629,921,130,162	46,812,873,147	-	676,734,003,309
Business results of segment	(7,657,655,604)	30,072,437,613	-	22,414,782,009
Non-allocated expenses of segment				(26,182,269,503)
Profit				(3,767,487,494)
Financial income				146,147,227,429
Financial expenses				(164,774,390,477)
Other income				27,986,321,857
Other expenses				(10,838,846,185)
Current corporate income tax				(3,958,232,868)
Deferred corporate income tax				-
Profit after tax				(9,205,407,738)
Total expenses on buying fixed assets and other long-term assets	90,240,734,562	77,660,000	-	90,318,394,562
Total depreciation expenses and allocation of long-term prepaid expenses	45,788,780,782	5,946,058,092	-	51,734,838,874
Total values of non-cash expenses (except for depreciation expenses and allocation of long-term prepaid expenses)	-	-	-	-



 Trương Nhu Nguyễn
Preparer



 Nguyễn Minh Nguyệt
Chief Accountant


Ho Chi Minh City, 10 August 2012

 Đỗ Văn Minh
General Director

GEMADEPT CORPORATION

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

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For the first 6 months of the fiscal year ending 31 December 2012


Appendix 4: Information on business segment (Cont.)


The assets and liabilities of business segment of the company are as follows:

	Logistics	Real estate	Forestry	Deductions	Total
Ending balance					
Direct assets of segment	1,640,433,214,231	268,439,282,326	217,937,337,645	-	2,126,809,834,202
Assets allocated to segment	-	-	-	-	-
Assets not allocated to segment	-	-	-	-	2,797,861,662,998
Total assets					4,924,671,497,200
Direct liabilities of segment	623,157,343,769	1,143,572,948	-	-	624,300,916,717
Liabilities allocated to segment	-	-	-	-	-
Liabilities not allocated to segment	-	-	-	-	448,679,650,391
Total liabilities					1,072,980,567,108
Beginning balance					
Direct assets of segment	1,556,307,020,710	279,520,216,400	276,132,829,027	-	2,111,960,066,137
Assets allocated to segment	-	-	-	-	-
Assets not allocated to segment	-	-	-	-	3,166,535,463,041
Total assets					5,278,495,529,178
Direct liabilities of segment	434,764,569,565	550,351,864	-	-	435,314,921,429
Liabilities allocated to segment	-	-	-	-	-
Liabilities not allocated to segment	-	-	-	-	980,856,900,309
Total liabilities					1,416,171,821,738

Ho Chi Minh City, 10 August 2012




 Nguyễn Minh Nguyệt
 Chief Accountant


 Trương Nhu Nguyễn
 Preparer