

Vien Dong Pharmaceutical Joint Stock Company

Report of the Board of Management
and
Reviewed Interim Consolidated Financial Statements

30 June 2009

Vien Dong Pharmaceutical Joint Stock Company

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Vien Dong Pharmaceutical Joint Stock Company

REPORT OF THE BOARD OF MANAGEMENT

The Board of Management of Vien Dong Pharmaceutical Joint Stock Company (“the Company”) is pleased to present its report and the interim consolidated financial statements of the Company and its subsidiaries (“the Group”) for the six-month period ended 30 June 2009.

THE COMPANY

The Company is a joint stock company incorporated under the Law on Enterprise of Vietnam pursuant to the Business Registration Certificate No. 4103002430 issued by the Department of Planning and Investment of Ho Chi Minh (“DPIHCM”) on 23 June 2004 and the following Amended Business Registration Certificates:

<i>Amended Business Registration Certificates No.</i>	<i>Date</i>
First amendment	15 December 2004
Second amendment	6 September 2005
Third amendment	25 November 2005
Fourth amendment	9 May 2006
Fifth amendment	12 October 2006
Sixth amendment	13 February 2007
Seventh amendment	3 May 2007
Eighth amendment	3 July 2007
Ninth amendment	8 September 2007
Tenth amendment	5 December 2007
Eleventh amendment	28 January 2008
Twelfth amendment	16 May 2008

The Company and its subsidiaries is principally engaged in trading of pharmaceutical products, beauty products, foodstuffs, packaging materials, equipment, appliances, materials used in public health, and chemicals (except for chemicals that are strongly noxious).

The Company’s head office is located at 411 Huynh Van Banh Street, Ward 11, Phu Nhuan District Ho Chi Minh City, Vietnam.

As at 30 June 2009, the Company has seven dependent units which are located in Kien Giang, Vinh Long, Daklak, Tien Giang, An Giang and Khanh Hoa Provinces, and Can Tho City.

The Company’s corporate structure includes the following subsidiaries:

- ▶ Vien Dong Pharmaceutical Company Limited, Ha Noi (“Vien Dong Ha Noi” or “VDHN”):
This subsidiary was established in accordance with the Business Registration Certificate No. 0103004626, under the form of a one member liability company, issued by the Department of Planning and Investment of Hanoi (“DPIHN”). At the balance sheet date, this subsidiary has nine dependent units which are located in Nam Dinh, Hai Duong, Thai Nguyen, Thai Binh, Phu Tho, Thanh Hoa, Bac Giang and Nghe An Provinces, and Hai Phong City. As at 30 June 2009, the Company holds 100% equity share in this subsidiary.
- ▶ Vien Dong Pharmaceutical Company Limited, Da Nang (“Vien Dong Da Nang” or “VDDN”):
This subsidiary was established in accordance with the Business Registration Certificate No. 3203001328, under the form of a one member liability company, issued by the Department of Planning and Investment of Da Nang (“DPIDN”). At the balance sheet date, this subsidiary has one dependent unit which is located in Hue City. As at 30 June 2009, the Company holds 100% equity share in this subsidiary.
- ▶ Lili of France Joint Venture Joint Stock Company (“Lili of France”):
This subsidiary was established in accordance with the Investment Certificate No. 212032.000077, under the form of a joint stock company, issued by the Board of Management of Industrial Zones of Bac Ninh Province (“BOMIZ”). As at 30 June 2009, the Company holds 79% equity share in this subsidiary.

Vien Dong Pharmaceutical Joint Stock Company

REPORT OF THE BOARD OF MANAGEMENT (continued)

RESULTS AND DIVIDENDS

		VND
	<i>For the six-month period ended 30 June 2009</i>	<i>For the year ended 31 December 2008 (un-reviewed)</i>
Net profit for the period/year	36,050,430,291	5,825,328,238
Dividends declared and paid during the period/year	(8,910,000,000)	(11,967,109,589)
Retained earnings at the end of the period/year	50,429,410,368	23,300,306,138

THE BOARD OF MANAGEMENT

The members of the Board of Management during the period and at the date of this report are:

Mr Le Van Dung	Chairman	
Ms Nguyen Thi Thanh Hue	Member	
Mr Nguyen Van Viet	Member	
Mr Mai Duy Chinh	Member	resigned on 2 January 2009

EVENTS SINCE THE INTERIM BALANCE SHEET DATE

There have been no significant events occurring after the interim balance sheet date which would require adjustments or disclosures to be made in the interim consolidated financial statements.

AUDITORS

The auditors, Ernst & Young, have expressed their willingness to accept reappointment.

STATEMENT OF THE MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The Group's management is responsible for the interim consolidated financial statements of each financial period which give a true and fair view of the interim consolidated state of affairs of the Group and of the Group's interim consolidated results and interim consolidated cash flows for the period. In preparing those interim consolidated financial statements, management is required to:

- ▶ select suitable accounting policies and then apply them consistently;
- ▶ make judgements and estimates that are reasonable and prudent;
- ▶ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the interim consolidated financial statements; and
- ▶ prepare the interim consolidated financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Group and to ensure that the accounting records comply with the registered accounting system. It is also responsible for safeguarding the assets of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Group's management has confirmed to the Board of Management that the Group has complied with the above requirements in preparing the accompanying interim consolidated financial statements.

Vien Dong Pharmaceutical Joint Stock Company

REPORT OF THE BOARD OF MANAGEMENT (continued)

APPROVAL OF THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

We hereby approve the accompanying interim consolidated financial statements which give a true and fair view of the interim consolidated financial position of the Group as at 30 June 2009 and the interim consolidated results of its operations and interim consolidated cash flows for the six-month period then ended in accordance with the Vietnamese Accounting Standards and System and comply with relevant statutory requirements.

On behalf of the Board of Management:

Le Van Dung
Chairman

31 July 2009

Reference: XXXXX/xxxx (client no./engagement no.)

INDEPENDENT AUDITORS' REVIEW REPORT

To: The Shareholders of Vien Dong Pharmaceutical Joint Stock Company

We have reviewed the interim consolidated balance sheet of Vien Dong Pharmaceutical Joint Stock Company ("the Company") and its subsidiaries (the "Group") as at 30 June 2009, and the interim consolidated income statement and interim consolidated cash flow statement for the six-month period then ended and the notes thereto as set out on pages 5 to 26 ("the interim consolidated financial statements"). These interim consolidated financial statements are the responsibility of the management of the Group. Our responsibility is to issue a report on these interim consolidated financial statements based on our review.

Basis of opinion

We conducted our review in accordance with Vietnamese and International Standard on Auditing applicable in Vietnam and to review engagements. This standard requires that we plan and perform the review to obtain moderate assurance about whether the interim consolidated financial statements are free of material misstatement. A review is limited primarily to inquiries of the Group's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Opinion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements do not give a true and fair view of the interim consolidated financial position of the Group as at 30 June 2009, and of the interim consolidated results of its operations and its interim consolidated cash flows for the six-month period then ended in accordance with the Vietnamese Accounting Standards and System and comply with the relevant statutory requirements.

Ernst & Young Vietnam Limited

Maria Cristina M. Calimbas
Deputy General Director Auditor-in-charge
Registered Auditor
Certificate No. N.1073/KTV

Doan Thi Thu Thuy
Auditor-in-charge
Registered Auditor
Certificate No. N.1070/KTV

Ho Chi Minh City, Vietnam

31 July 2009

INTERIM CONSOLIDATED BALANCE SHEET
as at 30 June 2009

VND

Code	ASSETS	Notes	30 June 2009	31 December 2008 (un-reviewed)
100	A. CURRENT ASSETS		345,269,917,324	198,521,148,321
110	I. Cash	4	40,626,510,016	3,659,859,568
111	1. Cash		40,626,510,016	3,659,859,568
130	II. Current receivables		239,130,450,710	111,570,600,756
131	1. Trade receivables		64,983,482,616	84,679,440,226
132	2. Advances to suppliers		155,515,246,304	9,451,314,384
135	3. Other receivables	5	18,631,721,790	17,439,846,146
140	III. Inventories	6	53,051,296,250	81,036,105,497
141	1. Inventories		53,051,296,250	81,036,105,497
150	IV. Other current assets		12,461,660,348	2,254,582,500
151	1. Short-term prepaid expenses	7	11,020,157,153	161,567,898
152	2. Value added tax deductible		502,395,668	517,412,034
158	3. Other current assets	8	939,107,527	1,575,602,568
200	B. NON-CURRENT ASSETS		48,687,165,318	51,851,595,834
220	I. Fixed assets		46,774,815,897	49,566,971,783
221	1. Tangible fixed assets	9	4,659,098,181	5,773,074,277
222	Cost		6,992,406,298	7,454,028,293
223	Accumulated depreciation		(2,333,308,117)	(1,680,954,016)
227	2. Intangible assets	10	38,165,846,155	41,956,146,099
228	Cost		51,479,668,068	51,479,668,068
229	Accumulated amortisation		(13,313,821,913)	(9,523,521,969)
230	3. Construction in progress	11	3,949,871,561	1,837,751,407
270	II. Other long-term assets		1,912,349,421	2,284,624,051
271	1. Long-term prepaid expenses	12	1,425,789,592	1,792,818,947
272	2. Deferred tax assets		248,703,829	253,949,104
278	3. Other long-term assets		237,856,000	237,856,000
270	TOTAL ASSETS		393,957,082,642	250,372,744,155

INTERIM CONSOLIDATED BALANCE SHEET (continued)
as at 30 June 2009

VND

Code	RESOURCES	Notes	30 June 2009	31 December 2008 (un-reviewed)
300	A. LIABILITIES		223,161,786,000	102,444,797,170
310	I. Current liabilities		218,810,147,263	97,442,933,144
311	1. Short-term loans	13	117,456,000,000	69,251,903,625
312	2. Trade payables		75,105,015,258	13,272,268,077
313	3. Advances from customers		12,820,536,089	30,774,666
314	4. Statutory obligations	14	11,991,456,269	8,881,269,582
315	5. Payables to employees		503,288,608	285,166,781
316	6. Accrued expenses		254,295,000	1,147,230,620
319	7. Other payables	15	679,556,039	4,574,319,793
330	II. Non-current liabilities		4,351,638,737	5,001,864,026
334	1. Long-term loans and debts	16	3,457,000,000	4,091,640,931
336	2. Provision for severance allowance		894,638,737	910,223,095
400	B. OWNERS' EQUITY		157,915,394,200	130,774,963,909
410	I. Capital	17	157,818,898,242	130,681,299,466
411	1. Share capital		89,100,000,000	89,100,000,000
412	2. Share premium		18,000,000,000	18,000,000,000
417	3. Investment and development funds		192,991,916	187,328,885
418	4. Financial reserve fund		96,495,958	93,664,443
420	5. Retained earnings		50,429,410,368	23,300,306,138
430	II. Other funds	17	96,495,958	93,664,443
431	1. Bonus and welfare funds		96,495,958	93,664,443
500	C. MINORITY INTERESTS		12,879,902,442	17,152,983,076
440	TOTAL LIABILITIES AND OWNERS' EQUITY		393,957,082,642	250,372,744,155

 Chief Accountant
Cao Hong Van

 General Director
Le Van Dung

31 July 2009

INTERIM CONSOLIDATED INCOME STATEMENT
for the six-month period ended 30 June 2009

VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2009	For the six-month period ended 30 June 2008 (un-reviewed)
01	1. Revenue from sale of goods	18.1	427,235,932,255	297,432,486,085
02	2. Deductions	18.1	(7,776,809,740)	(12,205,809,562)
10	3. Net revenue from sale of goods	18.1	419,459,122,515	285,226,676,523
11	4. Cost of goods sold	21	(348,577,934,183)	(238,335,294,913)
20	5. Gross profit from sale of goods		70,881,188,332	46,891,381,610
21	6. Finance income	18.2	103,227,078	28,877,274
22	7. Finance expenses	19	(5,295,536,373)	(3,530,247,140)
23	- In which: Interest expenses		(4,684,176,691)	(3,507,809,133)
24	8. Selling expenses	21	(11,237,768,373)	(10,179,826,878)
25	9. General and administrative expenses	21	(12,094,702,788)	(25,137,626,918)
30	10. Operating profit		42,356,407,876	8,072,557,948
31	11. Other income	20	155,124,527	92,778,192
32	12. Other expenses	20	(578,226,003)	(392,677,071)
40	13. Other loss	20	(423,101,476)	(299,898,879)
60	14. Profit before tax		41,933,306,400	7,772,659,069
61	15. Current enterprise income tax expense	22	(6,044,045,047)	(2,405,358,248)
70	16. Net profit after tax		35,889,261,353	5,367,300,821
	Attributable to			
	16.1. Minority interests		(161,168,938)	(458,027,417)
	16.2. Equity holders of the parent		36,050,430,291	5,825,328,238
80	17. Basic earnings per share	17.3	4,046	654

Chief Accountant
Cao Hong Van

General Director
Le Van Dung

31 July 2009

INTERIM CONSOLIDATED CASH FLOW STATEMENT
for the six-month period ended 30 June 2009

VND

Code	ITEMS	Notes	For the six-month period ended 30 June 2009	For the six-month period ended 30 June 2008 (un-reviewed)
	I. CASH FLOWS FROM OPERATING ACTIVITIES			
01	Net profit before tax		41,921,980,339	7,772,659,069
	<i>Adjustments for:</i>			
02	Depreciation and amortisation	9, 10	4,543,051,481	(4,173,262,759)
05	Losses from investing activities		290,601,182	22,501,231
06	Interest expense		4,684,176,691	3,507,809,133
08	Operating profit before changes in working capital		51,439,809,693	7,129,706,674
09	Increase in receivables		(126,908,338,547)	(74,268,675,973)
10	Decrease in inventories		27,984,809,247	376,193,977
11	Increase in payables		68,051,043,722	84,733,259,878
12	Increase in prepaid expenses		(10,491,559,900)	(816,154,829)
13	Interest paid		(4,684,176,691)	(3,507,809,133)
14	Enterprise income tax paid	22	(5,042,895,743)	(3,395,178,431)
20	Net cash flows from operating activities		348,691,781	10,251,342,163
	II. CASH FLOWS FROM INVESTING ACTIVITIES			
21	Purchases and construction of fixed assets		(2,132,405,868)	(7,532,986,615)
22	Proceeds from disposals of fixed assets		90,909,091	90,806,848
30	Net cash flows used in investing activities		(2,041,496,777)	(7,442,179,767)
	III. CASH FLOWS FROM FINANCING ACTIVITIES			
31	Capital contribution		-	11,000,000,000
34	Drawdown of borrowings		255,669,061,052	78,029,000,000
35	Repayments of borrowings		(208,099,605,608)	(82,996,402,437)
37	Dividends paid		(8,910,000,000)	(8,532,175,283)
40	Net cash flows from financing activities		38,659,455,444	(2,499,577,720)
50	Net increase in cash		36,966,650,448	309,584,676
60	Cash at the beginning of the period	4	3,659,859,568	4,508,357,953
70	Cash at the end of the period	4	40,626,510,016	4,817,942,629

Chief Accountant
Cao Hong Van

General Director
Le Van Dung

31 July 2009

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
as at and for the six-month period ended 30 June 2009

1. CORPORATE INFORMATION

Vien Dong Pharmaceutical Joint Stock Company (“the Company”) is a joint stock company incorporated under the Law on Enterprise of Vietnam pursuant to the Business Registration Certificate No. 4103002430 issued by the Department of Planning and Investment of Ho Chi Minh (“DPIHCM”) on 23 June 2004 and the following Amended Business Registration Certificates:

<i>Amended Business Registration Certificates No.</i>	<i>Date</i>
First amendment	15 December 2004
Second amendment	6 September 2005
Third amendment	25 November 2005
Fourth amendment	9 May 2006
Fifth amendment	12 October 2006
Sixth amendment	13 February 2007
Seventh amendment	3 May 2007
Eighth amendment	3 July 2007
Ninth amendment	8 September 2007
Tenth amendment	5 December 2007
Eleventh amendment	28 January 2008
Twelfth amendment	16 May 2008

The principal activities of Vien Dong Pharmaceutical Joint Stock Company and its subsidiaries (“the Group”) are to trade pharmaceutical products, beauty products, foodstuffs, packaging materials, equipment, appliances and materials used in public health, and chemicals (except for chemicals that are strongly noxious).

The head office of Vien Dong Pharmaceutical Joint Stock Company is located at 411 Huynh Van Banh Street, Ward 11, Phu Nhuan District Ho Chi Minh City, Vietnam.

The number of Vien Dong Pharmaceutical Joint Stock Company’s employees as at 30 June 2009 is 162 (30 June 2008: 207).

As at 30 June 2009, the Company has seven dependent units which are located in Kien Giang, Vinh Long, Daklak, Tien Giang, An Giang and Khanh Hoa Provinces, and Can Tho City.

Corporate structure

The Company’s corporate structure includes the following subsidiaries:

► Vien Dong Pharmaceutical Company Limited, Ha Noi (“Vien Dong Ha Noi” or “VDHN”):

This subsidiary was established in accordance with the Business Registration Certificate No. 0103004626, under the form of a one member liability company, issued by the Department of Planning and Investment of Hanoi (“DPIHN”). At the balance sheet date, this subsidiary has nine dependent units which are located in Nam Dinh, Hai Duong, Thai Nguyen, Thai Binh, Phu Tho, Thanh Hoa, Bac Giang and Nghe An Provinces, and Hai Phong City. As at 30 June 2009, the Company holds 100% equity share in this subsidiary.

► Vien Dong Pharmaceutical Company Limited, Da Nang (“Vien Dong Da Nang” or “VDDN”):

This subsidiary was established in accordance with the Business Registration Certificate No. 3203001328, under the form of a one member liability company, issued by the Department of Planning and Investment of Da Nang (“DPIDN”). At the balance sheet date, this subsidiary has one dependent unit which is located in Hue City. As at 30 June 2009, the Company holds 100% equity share in this subsidiary.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

1. CORPORATE INFORMATION (continued)

► Lili of France Joint Venture Joint Stock Company (“Lili of France”):

This subsidiary was established in accordance with the Investment Certificate No. 212032.000077, under the form of a joint stock company, issued by the Board of Management of Industrial Zones of Bac Ninh Province (“BOMIZ”). As at 30 June 2009, the Company holds 79% share in this subsidiary.

2. BASIS OF PREPARATION

2.1 *Accounting Standards and System*

The interim consolidated financial statements of the Company and its subsidiaries (“the Group”), which are expressed in Vietnam dong (“VND”), are prepared in accordance with the Vietnamese Accounting System and Vietnamese Accounting Standards No. 27 - Interim Financial Reporting and other Vietnamese Accounting Standards issued by the Ministry of Finance as per:

- Decision No. 149/2001/QD-BTC dated 31 December 2001 on the Issuance and Promulgation of Four Vietnamese Standards on Accounting (Series 1);
- Decision No. 165/2002/QD-BTC dated 31 December 2002 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 2);
- Decision No. 234/2003/QD-BTC dated 30 December 2003 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 3);
- Decision No. 12/2005/QD-BTC dated 15 February 2005 on the Issuance and Promulgation of Six Vietnamese Standards on Accounting (Series 4); and
- Decision No. 100/2005/QD-BTC dated 28 December 2005 on the Issuance and Promulgation of Four Vietnamese Standards on Accounting (Series 5).

The accompanying interim consolidated balance sheet, interim consolidated income statement, interim consolidated cash flow statement and related notes, including their utilisation are not designed for those who are not informed about Vietnam’s accounting principles, procedures and practices and furthermore are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries other than Vietnam.

2.2 *Registered accounting documentation system*

The Company’s registered accounting documentation system is the General Journal Voucher system.

2.3 *Fiscal year*

The Group’s fiscal year starts on 1 January and ends on 31 December.

2.4 *Accounting currency*

The Group maintains its accounting records in VND.

2.5 *Basis of consolidation*

The interim consolidated financial statements comprise the interim financial statements of the Company and its subsidiaries (collectively referred to as “the Group”) as at reporting date. The interim financial statements of the subsidiaries are prepared for the same period as the Company, using accounting policies consistent with the Company’s accounting policies. Adjustments are made for any difference in accounting policies that may exist to ensure consistency between the subsidiaries and the Company.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

2. BASIS OF PREPARATION (continued)

2.5 *Basis of consolidation* (continued)

All inter-company balances and transactions, including unrealised profits arising from intra-group transactions, have been eliminated in full. Unrealised losses are eliminated unless costs cannot be recovered.

Minority interests represent the portion of profit or loss and net assets not held by the Company's shareholders and are presented separately in the interim consolidated income statement and in the interim consolidated balance sheet.

The subsidiaries are consolidated from the date on which the Company obtains control and cease to be consolidated from the date on which the Company ceases to control. Where there is a loss of control over the subsidiaries, the interim consolidated financial statements still include results for the period of the reporting period during which the Company has control.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 *Cash*

Cash comprises cash on hand and cash at banks.

3.2 *Inventories*

Inventories are stated at the lower of cost incurred in bringing each product to its present location and condition, and net realisable value.

Net realisable value represents the estimated selling price in the ordinary course of business less the estimated costs to complete and the estimated costs necessary to make the sale.

The perpetual method is used to record inventories, which are valued as follows:

Merchandise goods - cost of purchase on a weighted average basis.

Provision for obsolete inventories

An inventories provision is created for the estimated loss arising due to the impairment of value (through diminution, damage, obsolescence, etc.) of raw materials, finished goods, and other inventories owned by the Group, based on appropriate evidence of impairment available at the interim balance sheet date.

Increases and decreases to the provision balance are recorded into the cost of goods sold account in the interim consolidated income statement.

3.3 *Receivables*

Receivables are presented in the interim consolidated financial statements at the carrying amounts due from customers and other debtors, after provision for doubtful debts.

The provision for doubtful debts represents amounts of outstanding receivables at the interim balance sheet date which are doubtful of being recovered. Increases and decreases to the provision balance are recorded as general and administrative expense in the interim consolidated income statement.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.4 *Fixed assets*

Fixed assets are stated at cost less accumulated depreciation and accumulated amortisation.

The cost of a fixed asset comprises of its purchase price and any directly attributable costs of bringing the fixed asset to working condition for its intended use.

Expenditures for additions, improvements and renewals are added to the carrying amount of the assets and expenditures for maintenance and repairs are charged to the interim consolidated income statement as incurred.

When tangible fixed assets and intangible assets are sold or retired, their costs and accumulated depreciation and accumulated amortisation are removed from the interim consolidated balance sheet and any gain or loss resulting from their disposal is included in the interim consolidated income statement.

3.5 *Land use rights*

Land use rights represent one piece of land of 300 square metres which is owned by VDHN in Hai Phong City with the unlimited life, and another piece of land of 21,955 square metres in Bac Ninh Province which has been leased for 47 years since 2007 and used as the Company's capital contribution in Lili of France. Land use rights are treated as intangible assets in the interim consolidated balance sheet.

3.6 *Depreciation and amortisation*

Depreciation and amortisation of tangible fixed assets and intangible assets are calculated on a straight-line basis over the estimated useful life of each asset as follows:

Land use right (21,955 square metres)	47 years
Land use rights (300 square metres)	unlimited
Patents	5 years
Computer software	3 years
Machinery and equipment	4 years
Means of transportation	5 years
Office equipment	3 years

3.7 *Borrowing costs*

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

Borrowing costs are recorded as expense during the period in which they are incurred.

3.8 *Payable and accrual*

Payable and accrual are recognised for amount to be paid in the future for goods and services received, whether or not billed to the Group.

3.9 *Accrual for severance pay*

The severance payment to employee is provided at the end of each reporting period for all employees who have more than 12 months in service up to 31 December 2008 at the rate of one-half of the average monthly salary of the 6-month period up to the termination of labour contract, for each year of service, in accordance with the Labour Code and related implementing guidance.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.10 Foreign currency transactions

Transactions in currencies other than the Group's reporting currency of VND are recorded at the exchange rates ruling at the date of the transaction. At the end of the period, monetary assets and liabilities denominated in foreign currencies are retranslated at inter-bank exchange rates ruling at the balance sheet date. All realised and unrealised foreign exchange differences are taken to the interim consolidated income statement.

3.11 Appropriation of net profits

Net profit after tax is available for appropriation to investors after approval by the Board of Management, and after making appropriation to reserve funds in accordance with the Company's Charter and Vietnamese regulatory requirements.

3.12 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, excluding trade discount, rebate and sales return. The following specific recognition criteria must also be met before revenue is recognised:

Sale of goods

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually upon the delivery of the goods.

Interest

Revenue is recognised as the interest accrues (taking into account the effective yield on the asset) unless collectibility is in doubt.

3.13 Taxation

Current income tax

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted as at the balance sheet date.

Current income tax is charged or credited to the income statement, except when it relates to items recognised directly to equity, in which case the current income tax is also dealt with in equity.

Current income tax assets and liabilities are offset when there is a legally enforceable right for the Group to set off current tax assets against current tax liabilities and when the Group intends to settle its current tax assets and liabilities on a net basis.

Deferred tax

Deferred tax is provided using the liability method on temporary differences at the balance sheet date between the tax base of assets and liabilities and their carrying amount for financial reporting purposes.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.13 *Taxation* (continued)

Deferred tax (continued)

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- ▶ where the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which at the time of the related transaction affects neither the accounting profit nor taxable profit or loss; and
- ▶ in respect of taxable temporarily differences associated with investments in subsidiaries and associates, and interests in joint ventures where timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, carried forward unused tax credit and unused tax losses, to the extent that it is probable that taxable profit will be available against which deductible temporary differences, carried forward unused tax credit and unused tax losses can be utilised, except:

- ▶ where the deferred tax asset in respect of deductible temporary difference which arises from the initial recognition of an asset or liability which at the time of the related transaction, affects neither the accounting profit nor taxable profit or loss; and
- ▶ in respect of deductible temporarily differences associated with investments in subsidiaries, associates, and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred income tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised. Previously unrecognised deferred income tax assets are re assessed at each balance sheet date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be recovered.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset realised or the liability is settled based on tax rates and tax laws that have been enacted at the balance sheet date.

Deferred tax is charged or credited to the income statement, except when it relates to items recognised directly to equity, in which case the deferred tax is also dealt with in the equity account.

Deferred tax assets and liabilities are offset when there is a legally enforceable right for the Group to set off current tax assets against current tax liabilities and when they relate to income taxes levied on the same taxable entity by the same taxation authority.

3.14 *Earnings per share*

Basic earnings per share amount is computed by dividing net profit for the period attributable to ordinary shareholders before any appropriation of bonus and welfare funds, by the weighted average number of ordinary shares outstanding during the period.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

4. CASH

	VND	
	30 June 2009	31 December 2008 (un-reviewed)
Cash on hand	21,355,292,337	903,770,314
Cash at banks	19,020,216,687	2,756,089,254
Cash in transit	251,000,992	-
TOTAL	<u>40,626,510,016</u>	<u>3,659,859,568</u>

5. OTHER RECEIVABLES

	VND	
	30 June 2009	31 December 2008 (un-reviewed)
Advance to Lily France Joint Stock Company	16,986,400,000	16,986,400,000
Receivables from shareholders	1,313,760,621	-
Others	331,561,169	453,446,146
TOTAL	<u>18,631,721,790</u>	<u>17,439,846,146</u>

6. INVENTORIES

	VND	
	30 June 2009	31 December 2008 (un-reviewed)
Goods in transit	-	51,011,105,497
Merchandise goods	53,051,296,250	30,025,000,000
TOTAL	<u>53,051,296,250</u>	<u>81,036,105,497</u>

7. SHORT-TERM PREPAID EXPENSES

	VND	
	30 June 2009	31 December 2008 (un-reviewed)
Advertising expenses for August to November 2009	10,529,319,260	-
Tools and supplies	490,837,893	161,567,898
TOTAL	<u>11,020,157,153</u>	<u>161,567,898</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

8. OTHER CURRENT ASSETS

	30 June 2009	31 December 2008 (un-reviewed)
		VND
Advance to employees	827,357,527	1,407,406,568
Short-term deposits	111,750,000	168,196,000
TOTAL	939,107,527	1,575,602,568

9. TANGIBLE FIXED ASSETS

	<i>Machinery and equipment</i>	<i>Means of transportation</i>	<i>Office equipment</i>	VND <i>Total</i>
Cost:				
Beginning balance as at 1 January 2009	1,683,922,103	5,412,927,915	357,178,275	7,454,028,293
Additions - newly purchased	-	-	20,285,714	20,285,714
Disposals	-	(481,907,709)	-	(481,907,709)
Ending balance as at 30 June 2009	<u>1,683,922,103</u>	<u>4,931,020,206</u>	<u>377,463,989</u>	<u>6,992,406,298</u>
Accumulated depreciation:				
Beginning balance as at 1 January 2009	(402,789,257)	(1,185,369,615)	(92,795,144)	(1,680,954,016)
Depreciation for the period	(211,238,111)	(494,173,935)	(47,339,491)	(752,751,537)
Disposals	-	100,397,436	-	100,397,436
Ending balance as at 30 June 2009	<u>(614,027,368)</u>	<u>(1,579,146,114)</u>	<u>(140,134,635)</u>	<u>(2,333,308,117)</u>
Net carrying amount:				
Beginning balance as at 1 January 2009	<u>1,281,132,846</u>	<u>4,227,558,300</u>	<u>264,383,131</u>	<u>5,773,074,277</u>
Ending balance as at 30 June 2009	<u>1,069,894,735</u>	<u>3,351,874,092</u>	<u>237,329,354</u>	<u>4,659,098,181</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

10. INTANGIBLE ASSETS

	<i>VND</i>			
	<i>Land use rights</i>	<i>Patents</i>	<i>Computer software</i>	<i>Total</i>
Cost:				
Beginning balance as at 1 January 2009	13,652,803,468	37,709,962,400	116,902,200	51,479,668,068
Ending balance as at 30 June 2009	<u>13,652,803,468</u>	<u>37,709,962,400</u>	<u>116,902,200</u>	<u>51,479,668,068</u>
Accumulated amortisation:				
Beginning balance as at 1 January 2009	-	(9,455,149,088)	(68,372,881)	(9,523,521,969)
Amortization for the period	<u>-</u>	<u>(3,770,996,238)</u>	<u>(19,303,706)</u>	<u>(3,790,299,944)</u>
Ending balance as at 30 June 2009	<u>-</u>	<u>(13,226,145,326)</u>	<u>(87,676,587)</u>	<u>(13,313,821,913)</u>
Net carrying amount:				
Beginning balance as at 1 January 2009	<u>13,652,803,468</u>	<u>28,254,813,312</u>	<u>48,529,319</u>	<u>41,956,146,099</u>
Ending balance as at 30 June 2009	<u>13,652,803,468</u>	<u>24,483,817,074</u>	<u>29,225,613</u>	<u>38,165,846,155</u>

11. CONSTRUCTION IN PROGRESS

	<i>VND</i>	
	<i>30 June 2009</i>	<i>31 December 2008 (un-reviewed)</i>
Building and structures	1,497,491,662	464,956,515
Internal road	925,585,236	44,291,283
Software	807,300,272	807,300,272
Fences	521,203,337	521,203,337
Electricity station	198,291,054	-
TOTAL	<u>3,949,871,561</u>	<u>1,837,751,407</u>

12. LONG-TERM PREPAID EXPENSES

This account represents tools and suppliers used for the Company's operation.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

13. SHORT-TERM LOANS

	30 June 2009	31 December 2008 (un-reviewed)
Short-term loans	117,190,000,000	68,985,903,625
Current portion of long-term loans (Note 16)	266,000,000	266,000,000
TOTAL	<u>117,456,000,000</u>	<u>69,251,903,625</u>

The Group obtained loans to support its working capital. Details of the short-term loans are as follows:

Lenders	30 June 2009	Term and maturity date	Interest rate	Description of collateral
Saigon Commercial Joint Stock Bank	30,000,000,000	16 March 2010	10.5% per annum	The Company's shares of Mr Nguyen Van Viet, Mr Le Van Dung and Ms Nguyen Thi Thanh Hue with aggregate amount of VND 37,563,000,000
An Binh Commercial Joint Stock Bank	27,000,000,000	11 June 2010	6.5% per annum	Transfer contracts of intellectual property with minimum amount of US\$ 1,700,000; merchandise and receivable valued at 150% of loan's balance at least; and option of capital contribution to factory installing project in Bac Ninh Province amounting to VND 52 billion
Indovina Bank Limited	20,000,000,000	27 May 2010	10.2% per annum	Merchandise amounting VND30 billion
The Hong Kong and Shanghai Banking Corporation	18,700,000,000	30 September 2009	6.5% per annum	Merchandise and/or receivables amounting to VND18 billion; and connected guarantee from main shareholders with amount of VND18 billion at least
Orient Commercial Joint Stock Bank	10,000,000,000	17 July 2009	12.75% per annum	Mr Nguyen Van Viet's 1,300,000 shares of the Company, and fixed assets amounting to VND 71.5 billion
Lily of France	8,000,000,000	2 July 2009	12% per annum	Unsecured
Military Commercial Joint Stock Bank	3,490,000,000	26 October 2009	10.3% per annum	Merchandises
TOTAL	<u>117,190,000,000</u>			

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

14. STATUTORY OBLIGATIONS

	VND	
	30 June 2009	31 December 2008 (un-reviewed)
Corporate income tax (Note 22)	9,184,242,467	8,183,093,163
Value added tax	2,698,213,229	5,897,168
Withholding tax	68,953,451	-
Personal income tax	40,047,122	47,679,251
Others	-	644,600,000
TOTAL	<u>11,991,456,269</u>	<u>8,881,269,582</u>

15. OTHER PAYABLES

	VND	
	30 June 2009	31 December 2008 (un-reviewed)
Payables to employees relating to repurchases of shares of Lili of France	-	3,845,163,084
Payable to Mr Le Van Dung, the Chairman	-	409,200,000
Trade union fee	297,912,053	221,463,471
Others	381,643,986	98,493,238
TOTAL	<u>679,556,039</u>	<u>4,574,319,793</u>

16. LONG-TERM LOANS AND DEBTS

	VND	
	30 June 2009	31 December 2008 (un-reviewed)
Long-term loans from banks	617,000,000	750,000,000
Long-term payables to employees	3,106,000,000	3,607,640,931
TOTAL	<u>3,723,000,000</u>	<u>4,357,640,931</u>
<i>In which</i>		
Current portion (Note 13)	266,000,000	266,000,000
Non-current portion	3,457,000,000	4,091,640,931

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

16. LONG-TERM LOANS AND DEBTS (continued)

The Group obtained loans to support its working capital. Details of the long-term loans and debts are as follows:

	30 June 2009	<i>Term and maturity date</i>	<i>Interest rate</i>	<i>VND Description of collateral</i>
<i>Long-term loans from bank</i>				
Vietcombank – Tan Binh Branch	507,000,000	26 September 2012	11.64% per annum	Motor vehicles purchased by cash from the loan
<i>In which current portion</i>	<i>156,000,000</i>			
Asia Commercial Joint Stock Bank – Hanoi Branch	110,000,000	36 months since 8 June 2007	13.44% per annum	Motor vehicles purchased by cash from the loan
<i>In which current portion</i>	<i>110,000,000</i>			
	<u>617,000,000</u>			
<i>In which current portion</i>	<i>266,000,000</i>			
<i>Long-term payables to employees under the “Seed Shares” program</i>				
Cash paid by employees for the shares purchase	1,948,000,000	Year 2011	Depends on Company’s performance (2008: 20%)	Unsecured
Portion sponsored by the Company	<u>1,158,000,000</u>	Year 2011	Depends on Company’s performance (2008: 20%)	Unsecured
	<u>3,106,000,000</u>			
TOTAL	<u><u>3,723,000,000</u></u>			

Since year 2007, the Company has implemented the “Seed Shares” program to all employees to encourage long-term working commitment with the Company. According to this program, the Company will sell to employees ordinary shares with estimated par value of VND’000 4,780,000 in 2011, of which the Company will sponsor sixty percent amounting to VND’000 2,922,000 and the employees will pay for the remaining forty percent amounting to VND’000 1,948,000. The whole amount of VND’000 4,780,000 bears interest that will depend on the operational results of the Company. Interest on the forty percent contribution paid up by the employees and on the forty percent of the amount sponsored by the Company will be paid out annually in the following year while the interest on the sixty percent of the amount sponsored by the Company will not be paid out until the share issuance date. On this date, the employees can choose to receive either cash or ordinary shares at the purchase price being fifty percent of market price of such shares as at this date.

As at 30 June 2009, the Company received VND’000 1,948,000 from its employees and accrued VND’000 1,158,000, being the sixty percent share to be sponsored by the Company. They are recognized as a long-term debts as stated above.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

16. LONG-TERM LOANS AND DEBTS (continued)

As there are currently no applicable Vietnamese Accounting Standards that give guidance on the accounting treatment for this type of employee benefit arrangement, management submitted an official letter to the Ministry of Finance ("MoF") seeking guidance for the prescribed accounting treatment. However, per the Official Letter No.2054/BTC-CDKT dated 22 February 2008 from the MoF, the MoF did not give a detail treatment and asked the Company to submit an official letter to show a detail of sales of the Seed Shares. Management believes that the current accounting treatment presents a true and fair view, and thus reflects the nature and/or substance, of the transaction. As at 30 June 2009 and up to the date of these interim consolidated financial statements, the Company is yet to receive other official correspondence from the MoF.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

17. OWNERS' EQUITY

17.1 Increase and decrease in owners' equity

	<i>VND</i>						
	<i>Share capital</i>	<i>Share premium</i>	<i>Investment and development funds</i>	<i>Financial reserve fund</i>	<i>Bonus and welfare funds</i>	<i>Retained earnings</i>	<i>Total</i>
Previous year:							
Beginning balance	70,000,000,000	-	-	-	-	19,269,557,194	89,269,557,194
Increase in share capital	11,000,000,000	-	-	-	-	-	11,000,000,000
Share premium	-	18,000,000,000	-	-	-	-	18,000,000,000
Profit for the year	-	-	-	-	-	25,565,451,836	25,565,451,836
Dividend paid	-	-	-	-	-	(11,967,109,589)	(11,967,109,589)
Transfer to funds	-	-	187,328,885	93,664,443	93,664,443	(374,657,771)	-
Transfer to Seed Shares	-	-	-	-	-	(1,141,957,640)	(1,141,957,640)
Bonus shares	8,100,000,000	-	-	-	-	(8,100,000,000)	-
Others	-	-	-	-	-	49,022,108	49,022,108
Ending balance	<u>89,100,000,000</u>	<u>18,000,000,000</u>	<u>187,328,885</u>	<u>93,664,443</u>	<u>93,664,443</u>	<u>23,300,306,138</u>	<u>130,774,963,909</u>
Current period:							
Beginning balance	89,100,000,000	18,000,000,000	187,328,885	93,664,443	93,664,443	23,300,306,138	130,774,963,909
Profit for the period	-	-	-	-	-	36,050,430,291	36,050,430,291
Dividends paid	-	-	-	-	-	(8,910,000,000)	(8,910,000,000)
Transfer to funds	-	-	5,663,031	2,831,515	2,831,515	(11,326,061)	-
Ending balance	<u>89,100,000,000</u>	<u>18,000,000,000</u>	<u>192,991,916</u>	<u>96,495,958</u>	<u>96,495,958</u>	<u>50,429,410,368</u>	<u>157,915,394,200</u>

The Company's shares were issued at par value of VND 10,000 per share.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

17. OWNERS' EQUITY (continued)

17.2 Shares

	<i>For the six-month period ended 30 June 2009</i>	<i>VND For the six-month period ended 30 June 2008 (un-reviewed)</i>
	<i>Shares</i>	<i>Shares</i>
Shares authorised to be issued	9,100,000	9,100,000
Shares issued and fully paid	8,910,000	8,910,000
<i>Ordinary shares</i>	8,910,000	8,910,000
<i>Preference shares</i>	-	-
Outstanding shares	8,910,000	8,910,000
<i>Ordinary shares</i>	8,910,000	8,910,000
<i>Preference shares</i>	-	-

17.3 Basic earnings per share

	<i>For the six-month period ended 30 June 2009</i>	<i>VND For the six-month period ended 30 June 2008 (un-reviewed)</i>
Net profit attributable to ordinary equity holders of the parent (VND)	36,050,430,291	5,825,328,238
Weighted average number of ordinary shares	8,910,000	8,910,000
Earnings per share (VND)	4,046	654

The earning per share for the six-month period ended 30 June 2008 was calculated based on numbers of ordinary shares after issuing bonus shares in November 2008.

18. REVENUES

18.1 Revenues from sales of goods

	<i>For the six-month period ended 30 June 2009</i>	<i>VND For the six-month period ended 30 June 2008 (un-reviewed)</i>
Gross revenue	427,235,932,255	297,432,486,085
<i>Of which:</i>		
<i>Sale of goods</i>	427,235,932,255	297,432,486,085
Less		
Trade discounts	(2,602,801,529)	(1,784,689,892)
Sales returns	(5,174,008,211)	(10,421,119,670)
Net revenue	419,459,122,515	285,226,676,523
<i>Of which:</i>		
<i>Sale of goods</i>	419,459,122,515	285,226,676,523

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

18. REVENUE (continued)

18.2 Finance income

	VND	
	<i>For the six-month period ended 30 June 2009</i>	<i>For the six-month period ended 30 June 2008 (un-reviewed)</i>
Interest income	78,586,428	11,182,065
Foreign exchange gains	24,640,650	17,695,209
TOTAL	<u>103,227,078</u>	<u>28,877,274</u>

19. FINANCE EXPENSES

	VND	
	<i>For the six-month period ended 30 June 2009</i>	<i>For the six-month period ended 30 June 2008 (un-reviewed)</i>
Loan interests	4,684,176,691	3,507,809,133
Foreign exchange losses	313,687,283	10,882,861
Payment discounts	297,672,399	11,555,146
TOTAL	<u>5,295,536,373</u>	<u>3,530,247,140</u>

20. OTHER INCOME AND EXPENSES

	VND	
	<i>For the six-month period ended 30 June 2009</i>	<i>For the six-month period ended 30 June 2008 (un-reviewed)</i>
Other income	155,124,527	92,778,192
Proceeds from disposal of assets	90,909,091	90,806,848
Others	64,215,436	1,971,344
Other expenses	(578,226,003)	(392,677,071)
Net book value of disposed assets (Note 9)	(381,510,273)	(103,055,557)
Others	(196,715,730)	(289,621,514)
NET	<u>(423,101,476)</u>	<u>(299,898,879)</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

21. PRODUCTION AND OPERATING COSTS

	<i>VND</i>	
	<i>For the six-month period ended 30 June 2009</i>	<i>For the six-month period ended 30 June 2008 (un-reviewed)</i>
Merchandises	348,577,934,183	238,335,294,913
Labour costs	12,279,944,086	14,392,884,000
Depreciation and amortisation expenses	4,543,051,481	4,173,262,759
Expenses for external services	3,046,662,644	6,239,709,217
Others	3,462,812,950	10,511,597,820
TOTAL	<u>371,910,405,344</u>	<u>273,652,748,709</u>

22. CORPORATE INCOME TAX

The Group has the obligation to pay corporate income tax ("CIT") at the rate of 25% of taxable profits earned from all operations.

The tax returns of the Group are subject to examination by the tax authorities. Because the application of tax laws and regulations to many types of transactions is susceptible to varying interpretations, the amounts reported in the interim consolidated financial statements could be changed at a later date upon final determination by the tax authorities.

Current CIT

The current CIT payable is based on taxable profit for the period. Taxable profit differs from the profit as reported in the interim consolidated income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Group's liability for current tax is calculated using tax rates that have been enacted by the balance sheet date.

	<i>VND</i>	
	<i>For the six-month period ended 30 June 2009</i>	<i>For the year ended 31 December 2008 (un-reviewed)</i>
CIT payable at beginning of period	8,183,093,163	3,418,836,467
Current CIT expenses	6,044,045,047	9,978,671,282
CIT paid during the period	(5,042,895,743)	(5,214,414,586)
CIT payable at end of period	<u>9,184,242,467</u>	<u>8,183,093,163</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
as at and for the six-month period ended 30 June 2009

23. OPERATING LEASE

The Group leases 20 offices and 2 warehouses under operating lease arrangements. The minimum lease commitment as at 30 June 2009 under the operating lease agreements is as follows:

	<i>VND</i>
	<i>30 June 2009</i>
Less than 1 year	3,520,428,000
From 1-5 years	<u>5,326,855,000</u>
TOTAL	<u>8,847,283,000</u>

24. SEGMENT INFORMATION

The main operating activity of the Group is currently on trading of pharmaceutical products within one geographical area. Accordingly, no additional segment information is presented.

25. EVENTS AFTER THE INTERIM BALANCE SHEET DATE

There have been no significant events occurring after the interim balance sheet date which would require adjustments or disclosures to be made in the interim consolidated financial statements.

Chief Accountant
Cao Hong Van

General Director
Le Van Dung

31 July 2009