

**BINH DINH MINERALS COMPANY****Form No. B01-DN****Address: 11 Ha Huy Tap Street, Qui Nhon City****BALANCE SHEET***As of 30 June 2008**Unit: VNĐ*

Items	Code	Exp	Ending Balance	Beginning Balance
<b>A -CURRENT ASSETS (100=110+120+130+140+150)</b>	<b>100</b>		<b>91,736,966,936</b>	<b>64,448,514,011</b>
<b>I. Cash and cash equivalents</b>	<b>110</b>	<b>V.1</b>	<b>59,928,982,371</b>	<b>37,700,704,998</b>
1. Cash	111		59,928,982,371	37,700,704,998
2. Cash equivalents	112			
<b>II. Short-term financial investments</b>	<b>120</b>			
1. Short-term investments	121			
2. Provision for devaluation of short-term investments (*)	129			
<b>III. Short-term receivables</b>	<b>130</b>	<b>V.2</b>	<b>23,593,042,543</b>	<b>16,092,757,941</b>
1. Trade accounts receivable	131	V.2.1	6,275,541,382	640,914,961
2. Advances to supplier	132	V.2.2	9,630,806,979	15,051,545,060
3. Short-term internal receivables	133			
4. Receivable in accordance with contracts in progress	134			
5. Other receivables	138	V.2.3	7,686,694,182	400,297,920
6. Provision for short-term bad receivables (*)	139			
<b>IV. Inventories</b>	<b>140</b>	<b>V.3</b>	<b>5,910,529,762</b>	<b>6,992,131,143</b>
1. Inventories	141	V.3.1	5,910,529,762	6,992,131,143
2. Provision for devaluation of inventories (*)	149			
<b>V. Other current assets</b>	<b>150</b>		<b>2,304,412,260</b>	<b>3,662,919,929</b>
1. Short-term prepaid expenses			850,000,000	
2. VAT deductible	152		1,454,412,260	3,662,919,929
3. Tax and accounts receivable from State budget	154			
4. Other current assets	158			
<b>B - LONG-TERM ASSETS (200=210+220+240+250+260)</b>	<b>200</b>		<b>54,972,933,927</b>	<b>30,049,933,038</b>
<b>I- Long-term receivables</b>	<b>210</b>		<b>130,500,000</b>	<b>130,500,000</b>
1. Long-term receivables from customers	211	V.5	130,500,000	130,500,000
2. Capital receivable from subsidiaries	212			
3. Long-term inter-company receivables	213			
4. Other long-term receivables	218			
5. Provision for long-term bad receivable (*)	219			
<b>II. Fixed assets</b>	<b>220</b>		<b>49,257,629,454</b>	<b>24,338,102,638</b>
1. Tangible fixed assets	221	V.6	20,095,108,121	18,773,032,220

- Historical cost	222		34,541,215,410	30,685,331,617
- Accumulated depreciation (*)	223		(14,446,107,289)	(11,912,299,397)
2. Finance leases fixed assets	224			
- Historical cost	225			
- Accumulated depreciation (*)	226			
3. Intangible fixed assets	227	V.7	15,733,334	20,000,000
- Historical cost	228		25,600,000	25,600,000
- Accumulated depreciation (*)	229		(9,866,666)	(5,600,000)
4. Construction in progress expenses	230	V.8	29,146,787,999	5,545,070,418
<b>III. Property investment</b>	<b>240</b>			
- Historical cost	241			
- Accumulated depreciation (*)	242			
<b>IV. Long-term financial investments</b>	<b>250</b>	<b>V.9</b>	<b>4,672,922,400</b>	<b>4,697,922,400</b>
1. Investment in subsidiary company	251			
2. Investment in joint venture	252	V.9.1	4,461,122,400	4,461,122,400
3. Other long-term investments	258	V.9.2	211,800,000	236,800,000
4. Provision for devaluation of long-term finance investment (*)	259			
<b>V. Other long-term assets</b>	<b>260</b>	<b>V.10</b>	<b>911,882,073</b>	<b>883,408,000</b>
1. Long-term prepaid expenses	261		911,882,073	883,408,000
2. Deferred income tax assets	262			
3. Others	268			
<b>TOTAL ASSETS (270 = 100 + 200)</b>	<b>270</b>		<b>146,709,900,863</b>	<b>94,498,447,049</b>

CAPITAL SOURCE	Code	Exp	Ending Balance	Beginning Balance
<b>A - LIABILITIES (300 = 310 + 330)</b>	<b>300</b>		<b>14,111,029,585</b>	<b>17,503,448,802</b>
<b>I. Current liabilities</b>	<b>310</b>	<b>V.11</b>	<b>6,682,659,430</b>	<b>9,269,378,647</b>
1. Short-term borrowing and debts	311			
2. Trade accounts payable	312	V.11.1		985,077,281
3. Advances from customers	313	V.11.2	10,800,000	70,901,600
4. Taxes and liabilities to State budget	314	V.11.3	1,656,666,285	1,910,803,628
5. Payable to employees	315	V.11.4	4,297,944,012	955,601,421
6. Payable expenses	316			
7. Accounts payable-Affiliate	317			
8. Payable in accordance with contracts in progress	318			
9. Other short-term payables	319	V.11.5	717,249,133	5,346,994,717
10. Provision for current liabilities	320			
<b>II. Long-term liabilities</b>	<b>330</b>	<b>V.12</b>	<b>7,428,370,155</b>	<b>8,234,070,155</b>

1. Long-term accounts payable-Trade	331			
2. Long-term accounts payable-Affiliate	332			
3. Other long-term payables	333			
4. Long-term borrowing and debts	334	V.12.1	7,251,300,000	8,057,000,000
5. Deferred income tax	335			
6. Provision for unemployment benefit	336	V.12.2	177,070,155	177,070,155
7. Provision for long-term liabilities	337			
<b>B - OWNER'S EQUITY (400 = 410 + 430)</b>	<b>400</b>	<b>V.13.a</b>	<b>132,598,871,278</b>	<b>76,994,998,247</b>
<b>I. Capital sources and funds</b>	<b>410</b>		<b>132,214,393,439</b>	<b>75,591,820,408</b>
1. Paid-in capital	411	<b>V.13.b</b>	82,618,200,000	39,342,000,000
2. Capital surplus	412		19,671,000,000	
3. Other capital of owner	413			
4. Treasury stock (*)	414			
5. Assets revaluation difference	415			
6. Foreign exchange difference	416			
7. Investment and development funds	417		3,266,539,790	32,773,039,790
8. Financial reserve fund	418		3,476,780,618	3,476,780,618
9. Other fund belong to owner's equity	419			
10. Retained after-tax profit	420		23,181,873,031	
11. Capital for construction work	421			
<b>II. Budget sources</b>	<b>430</b>		<b>384,477,839</b>	<b>1,403,177,839</b>
1. Bonus and welfare funds	431		384,477,839	1,403,177,839
2. Budgets	432			
3. Budget for fixed asset	433			
<b>TOTAL RESOURCES (430 = 300 + 400)</b>	<b>440</b>		<b>146,709,900,863</b>	<b>94,498,447,049</b>

**OFF BALANCE SHEET**

ITEMS	CODE	EXP	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				
5. Foreign currencies			1,447,548.06	2,268,557.33
6. Estimates for non-business and project expenditure				

7th of July 2008

**PREPARER**

**CHIEF ACCOUNTANT**

**DIRECTOR**

Address: 11 Ha Huy Tap Street, Qui Nhon City

## INCOME STATEMENT

Quarter II /2008

Unit: VND

Items	Co de	EXP	Quarter 2/2008		Accumulation from beginning of the year	
			Current year	Previous year	Current year	Previous year
1	2	3	6	7	8	9
1. Revenue of sales and services	01	V.14	32,400,138,640	26,622,839,092	65,650,785,150	55,558,187,908
2. Deductions	02	V.15	5,580,796,342	3,103,292,076	11,008,220,519	4,636,272,336
3. Net sales and services (10 = 01- 02)	10	V.16	26,819,342,298	23,519,547,016	54,642,564,631	50,921,915,572
4. Cost of goods sold	11	V.17	15,095,676,704	9,355,822,570	29,577,723,427	22,495,009,123
5. Gross profit (20 = 10 -11)	20		11,723,665,594	14,163,724,446	25,064,841,204	28,426,906,449
6. Financial Income	21	V.18	4,641,301,291	687,611,847	7,724,807,021	731,871,390
7. Financial Expenses	22	V.19	8,800		8,508,280	
- Include: Interest expense	23					
8. Selling Expenses	24		2,118,713,780	2,484,261,623	4,048,392,507	3,684,750,489
9. General and Administrative Expenses	25		1,082,217,360	1,452,876,317	2,316,511,002	2,294,128,171
10. Net operating profit	30		13,164,026,945	10,914,198,353	26,416,236,436	23,179,899,179
[30 = 20 + (21-22) - (24+25)]						
11. Other Income	31		43,776,142		67,772,416	
12. Other Expenses	32					
13. Other profit (40 = 31-32)	40		43,776,142		67,772,416	
14. Profit before tax	50		13,207,803,087	10,914,198,353	26,484,008,852	23,179,899,179
(50 = 30 + 40)						
15. Current corporate income tax expenses	51		1,349,995,160	648,018,114	2,802,135,821	1,405,279,734
16. Deferred corporate income tax expenses	52					
17. Profit after tax	60	V.23	11,857,807,927	10,266,180,239	23,681,873,031	21,774,619,445
(60 = 50 -51-52)						
18. Earning per share (*)	70		1,435	2,609	2,866	5,535

7th of July 2008

PREPARER

CHIEF ACCOUTANT

DIRECTOR

**BINH DINH MINERALS COMPANY**

**Form No. B03a-DN**

**Address: 11 Ha Huy Tap Street, Qui Nhon City**

**CASH FLOW STATEMENT**

**(Indirect method)**

**Quarter II /2008**

*Unit: VND*

Items	Code	EXP	Accumulation from beginning of year to the end of this quarter	
			Current year	Previous year
1	2	3	4	5
<b>I. CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
<b>1. Profit before tax</b>	<b>1</b>		<b>26,484,008,852</b>	<b>23,179,899,179</b>
<b>2. Adjustment in accounts:</b>				
- Fixed assets depreciation	2		2,538,074,558	1,673,275,501
- Provisions	3			
- Unrealized foreign exchange difference loss/gain	4			
- Loss/gain from investment	5			
- Interest expenses	6			
<b>3. Operating profit before the changes of current capital</b>	<b>8</b>		<b>29,022,083,410</b>	<b>24,853,174,680</b>
- Changes in accounts receivable	9		(5,291,776,933)	(15,752,940,295)
- Changes in inventories	10		1,081,601,381	1,165,465,025
- Changes in trade payables (exclude interest payable, income tax payable)	11		5,388,855,038	1,943,476,783
- Changes in prepaid expenses	12		(28,474,073)	(66,837,432)
- Paid interest	13			
- Paid corporate income tax	14		1,857,765,852	249,141,799
- Other receivables	15		255,146,860	112,570,416
- Other payables	16		(6,836,971,196)	(1,618,496,330)
<b>Net cash provided by (used in) operating activities</b>	<b>20</b>		<b>25,448,230,339</b>	<b>10,885,554,646</b>
<b>II. CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
1. Cash paid for purchase of capital assets and other long-term assets	21		(32,708,846,987)	(8,573,974,793)
2. Cash received from liquidation or disposal of capital assets and other long-	22			
3. Cash paid for lending or purchase debt tools of other companies	23		(7,000,000,000)	
4. Withdrawal of lending or resale debt tools of other companies	24			

5. Cash paid for joining capital in other companies	25			
6. Cash paid for joining capital in other companies	26			
7. Cash received from interest, dividend and distributed profit	27		7,724,807,021	1,543,854,242
<i>Net cash used in investing activities</i>	<b>30</b>		<i>(31,984,039,966)</i>	<i>(7,030,120,551)</i>
<b>III. CASH FLOWS FROM FINANCING ACTIVITIES:</b>				
1. Cash received from issuing stock, other owners' equity	31		39,342,000,000	
2. Cash paid to owners' equity, repurchase issued stock	32			
3. Cash received from long-term and short-term borrowings	33			
4. Cash paid to principal debt	34			
5. Cash paid to financial lease debt	35			
6. Dividend, profit paid for owners	36		(10,577,913,000)	(2,612,790,000)
<i>Net cash (used in) provided by financing activities</i>	<b>40</b>		<i>28,764,087,000</i>	<i>(2,612,790,000)</i>
<b>Net cash during the period (50 = 20+30+40)</b>	<b>50</b>		<b>22,228,277,373</b>	<b>1,242,644,095</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>60</b>		<b>37,700,704,998</b>	<b>29,422,656,666</b>
Influence of foreign exchange fluctuation	61			
<b>Cash and cash equivalents at end of year (70 = 50+60+61)</b>	<b>70</b>	31	<b>59,928,982,371</b>	<b>30,665,300,761</b>

7th of July 2008

Preparer

Chief Accoutant

Director