

*Report of the Board of Managements  
Audited Financial Statements*

**SOCIETE DE BOURBON TAY NINH**

*December 31, 2009*

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**BOARD OF MANAGERMENTS' REPORT**

For the fiscal year ended December 31, 2009

The Board of Managements of Societe de Bourbon Tay Ninh ("the Company" in brief) presents their report together with the audited financial statements of the Company for the fiscal year ended December 31, 2009.

**1. General**

Societe de Bourbon Tay Ninh - joint-stock company - is converted from the limited company.

Societe de Bourbon Tay Ninh ("the Company") was initially established as a joint venture company in Vietnam in accordance with Investment License No. 1316/GP issued by the State Committee for Cooperation and Investment (now the Ministry of Planning and Investment) on July 15, 1995 and the following Amended Investment Licenses.

From 2000, the Company was officially approved to become a 100% foreign own enterprise established by Groupe Bourbon (G.B), head quarter at B.P.2 La Mare 97438 Sainte-Marie, Reunion, Republic of France, in accordance with Amended Investment License No. 1316A/GP dated May 22, 2000 issued by the Ministry of Planning and Investment.

On March 23, 2007, the Company has officially operated as a joint-stock company pursuant to the investment license no. 451033000014 issued by the People's Committee of Tay Ninh Province on March 23, 2007 and 1<sup>st</sup> amended on April 17, 2007, 2<sup>nd</sup> amended on August 27, 2007 3<sup>rd</sup> amended on May 07, 2008 and 4<sup>th</sup> amended on June 04, 2008.

**2. Board of Managements, the Controller's Committee, Board of Directors and Chief Accountant**

The Board of Managements, the Controller's Committee, the Board of Directors and Chief Accountant at the date of the report is as follows:

***The Board of Managements***

Mr. Jacques de Chateauvieux	Chairman
Mr. Le Van Dinh	Deputy Chairman
Mr. Philippe Lombard	Member
Ms. Pham Thi Thu Huong	Member/ General Director
Ms. Huynh Bich Ngoc	Member
Mr. Nguyen Thanh Phong	Member

***The Controller's Committee***

Mr. Khong Van Minh	Chief of controller's committee
Mr. Vo Van Hai	Member
Mr. Dang Van Hoang	Member

***The Board of Directors***

Ms. Pham Thi Thu Huong	General Director
Mr. Pham Hong Duong	Factory Director
Mr. Kumarasamy Nallaiyan	Acting Agricultural Director
Mr. Le Minh Tri	Trade Director

***Chief Accountant***

Ms. Nguyen Thi Thuy Tien	Chief Accountant
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**BOARD OF MANAGERMENTS' REPORT (con't)**

For the fiscal year ended December 31, 2009

**3. The Company's location**

The head office and factory of the Company are located at Tan Hung commune, Tan Chau district, Tay Ninh province; Besides, it has agent office at floor 10<sup>th</sup>, 2<sup>nd</sup> Etown Building, 364 Cong Hoa street, Tan Binh district, Ho Chi Minh city.

**4. Principal activities**

The Company's principal activities in this period are :

- Producing sugar and its by-products;
- Producing and trading products using sugar or its by-products, waste products;
- Producing electricity for trading and using itself;
- Planting cane, investing and assisting farmer for development in planting cane;

**5. The Company's financial position and operating results**

The Company's financial position as at December 31, 2009 and its operating result for the fiscal year ended at the same day are presented in the accompanying financial statements.

**6. The unusual items and the subsequent events**

In the Board of Managements' opinion, the result of the Company's operations for the fiscal period presented in these financial statements is not seriously influenced by any significant and extraordinary item, transaction or event from the end of the fiscal year till the day when these financial statements are prepared.

**7. Auditors**

BDO Vietnam Company Limited (formerly, The Auditing and Accounting Financial Consulting Limited Company (AFC)) has been appointed to perform the audit for the year ended December 31, 2009.

**8. The Board of Directors' Statement of Responsibility**

The Board of Directors of the Company is responsible for preparing the financial statements for the year ended December 31, 2009 which give a true and fair view of the Company's financial position, its results and cash flows for the year then ended. In preparing those financial statements, the Board of Directors is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting principles have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business; and
- Set up, perform and maintain the Company's internal control for prevention and detection of fraud and errors.

The Board of Directors confirms that the Company has complied with the above requirements in preparing the financial statements.



**BOARD OF MANAGEMENTS' REPORT (con't)**  
For the fiscal year ended December 31, 2009

The Board of Directors is responsible for ensuring that proper accountings are kept, which disclose, with reasonable accuracy at any time the Company's financial position and to ensure that the Company's financial statements comply with Vietnamese Accounting System, Vietnamese Accounting Standards and existing guiding circulars in Vietnam.

**9. The opinion of the Board of Managements**

In the opinion of Board of Managements, the accompanying audited financial statements are presented fairly the Company's financial position as at December 31, 2009 and its operating results and cash flows for the year then ended.

On behalf of the Board of Managements

JACQUES DE CHATEAUVIEUX  
Chairman  
*Tay Ninh, March 15, 2010*

Ho Chi Minh City, March 15, 2010

No. : 00160.HCM/54.09

**REPORT OF AUDITORS**On the financial statements for the year ended December 31, 2009  
of SOCIETE DE BOURBON TAY NINH**To: The members of the Board of Managements and the Board of Directors of  
SOCIETE DE BOURBON TAY NINH**

We, BDO Vietnam Company Limited (formerly, The Auditing and Accounting Financial Consulting Limited Company (AFC)) have audited the accompanying financial statements for the year ended December 31, 2009 of Societe de Bourbon Tay Ninh ("the Company" in brief) including: the balance sheet as at 31 December 2009, the related income statement, cash flow statements and notes to the financial statements for the fiscal year ended at the same date as presented from page 5 to page 30.

The preparation and presentation of these financial statements are the responsibility of the Company's Directors. Our responsibility is to express an opinion on these financial statements based on our audit.

**Basis of opinion**

We conducted our audit in accordance with Vietnamese standards on auditing and the International standards on auditing that may be applicable in the audit practice in Vietnam. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on the test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Company's Directors, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

**Opinion of auditor**

In our opinion, in all material respects, the accompanying financial statements give a true and fair of the financial position as at December 31, 2009, the results of its operations and cash flow for the financial year then ended of Societe de Bourbon Tay Ninh in conformity with the Vietnamese accounting standards, Vietnamese accounting system and comply with relevant statutory requirements.

**VU THI THO**  
General Director  
CPA No. : D.0065/KTV**TRAN THI MAI HUONG**  
Auditor  
CPA No.: 0417/KTV

SOCIETE DE BOURBON TAY NINH

**BALANCE SHEETS**

As at December 31, 2009

ASSETS	Code	Notes	31/12/2009 VND	01/01/2009 VND
<b>CURRENT ASSETS</b>	<b>100</b>		<b>576,132,811,032</b>	<b>658,962,021,798</b>
Cash and cash equivalents	110	5.1	36,210,391,791	161,286,009,301
Cash	111		36,210,391,791	161,286,009,301
Cash equivalents	112		-	-
Short-term investments	120	5.10	104,223,964,741	108,447,716,588
Short-term securities	121		111,506,979,930	110,800,964,054
Provision for the diminution in value	129		(7,283,015,189)	(2,353,247,466)
Accounts receivable	130	5.2	133,420,487,547	149,657,460,621
Trade receivables	131		65,614,618,849	36,224,345,314
Prepayment to suppliers	132		7,341,544,375	10,208,071,584
Intercompany receivable	133		-	-
Construction contractor receivables based on progress billings	134		-	-
Other receivables	135		60,867,466,346	103,813,639,727
Provision for doubtful debts	139		(403,142,023)	(588,596,004)
Inventories	140	5.3	299,757,718,522	233,306,763,254
Inventory	141		304,018,794,171	237,567,838,903
Provision for decline in inventory	149		(4,261,075,649)	(4,261,075,649)
Other current assets	150		2,520,248,431	6,264,072,034
Prepaid expenses	151		15,600,000	859,257,351
Recoverable value added tax	152		-	-
Taxes receivable	154		-	2,495,240,490
Other current assets	158	5.4	2,504,648,431	2,909,574,193

SOCIETE DE BOURBON TAY NINH

BALANCE SHEETS (con't)

As at December 31, 2009

ASSETS	Code	Notes	31/12/2009 VND	01/01/2009 VND
<b>NON - CURRENT ASSETS</b>	<b>200</b>		<b>1,269,881,108,733</b>	<b>1,107,120,896,304</b>
Long-term receivables	210		100,000,000,000	-
Long-term trade receivables	211		-	-
Investment in equity of subsidiaries	212		-	-
Long-term intercompany receivables	213	5.5	100,000,000,000	-
Other long-term receivables	218		-	-
Provision for doubtful long-term receivables	219		-	-
<b>Fixed assets</b>	<b>220</b>		<b>749,377,401,483</b>	<b>768,465,921,106</b>
Tangible fixed assets	221	5.6	695,215,953,046	762,153,902,884
- Cost	222		1,543,288,533,997	1,542,602,603,336
- Accumulated depreciation	223		(848,072,580,951)	(780,448,700,452)
Finance leasehold assets	224		-	-
- Cost	225		-	-
- Accumulated depreciation	226		-	-
Intangible fixed assets	227	5.7	2,320,408,884	3,732,091,676
- Cost	228		4,672,342,397	6,096,857,329
- Accumulated amortisation	229		(2,351,933,513)	(2,364,765,653)
Construction in progress	230	5.8	51,841,039,553	2,579,926,546
<b>Investment Property</b>	<b>240</b>		<b>-</b>	<b>-</b>
- Cost	241		-	-
- Accumulated depreciation	242		-	-
<b>Long-term financial investments</b>	<b>250</b>		<b>404,034,975,773</b>	<b>330,646,613,217</b>
Investment in subsidiary company	251		-	-
Investment in associates and joint ventures	252	5.9	249,800,000,000	245,000,000,000
Other long-term investments	258	5.10	170,743,206,675	136,665,937,140
Provision for decline in long-term investments	259	5.10	(16,508,230,902)	(51,019,323,923)
<b>Other long-term assets</b>	<b>260</b>		<b>16,468,731,477</b>	<b>8,008,361,981</b>
Long-term prepaid expenses	261	5.11	16,344,384,477	7,884,014,981
Deferred income tax assets	262		-	-
Other long-term assets	268	5.12	124,347,000	124,347,000
<b>TOTAL ASSETS</b>	<b>270</b>		<b>1,846,013,919,765</b>	<b>1,766,082,918,102</b>



SOCIETE DE BOURBON TAY NINH

BALANCE SHEETS (con't)

As at December 31, 2009

RESOURCES	Code	Notes	31/12/2009 VND	01/01/2009 VND
<b>LIABILITIES</b>	<b>300</b>		<b>196,578,738,267</b>	<b>320,428,087,526</b>
<b>Current liabilities</b>	<b>310</b>		<b>168,059,719,977</b>	<b>288,818,829,441</b>
Short-term loan and liabilities	311	5.13	90,035,038,000	32,386,342,000
Trade payables	312	5.14	34,697,930,452	6,760,112,982
Advance from customers	313	5.14	5,121,521,684	7,823,317,201
Tax and payable to the State	314	5.15	12,741,217,824	1,192,010,526
Payable to employees	315		1,738,000	2,132,927,000
Accrued expenses payable	316	5.16	15,982,101,469	25,596,319,987
Payable to intercompany	317		-	9,088,522,790
Construction contractor payables based on agreed progress billings	318		-	-
Other payables	319	5.17	9,480,172,548	203,839,276,955
Current contingent expense payables	320		-	-
<b>Long-term liabilities</b>	<b>330</b>		<b>28,519,018,290</b>	<b>31,609,258,085</b>
Long-term trade payables	331		-	-
Long-term payable to intercompany	332		-	-
Other long-term payables	333		-	-
Long-term borrowings and liabilities	334	5.18	22,670,247,000	25,056,589,000
Deferred income tax liabilities	335		-	-
Unemployment fund	336		5,848,771,290	6,552,669,085
Long-term contingent expense payables	337		-	-
<b>OWNER'S EQUITY</b>	<b>400</b>		<b>1,649,435,181,498</b>	<b>1,445,654,830,576</b>
<b>Capital</b>	<b>410</b>		<b>1,648,333,193,633</b>	<b>1,444,914,784,384</b>
Owners' invested equity	411	5.19	1,419,258,000,000	1,419,258,000,000
Surplus of stock capital	412		-	-
Other capital	413		-	-
Treasury stocks	414	5.19	(5,540,477,288)	-
Difference on assets revaluation	415		-	-
Foreign exchange differences	416		-	-
Development investment fund	417	5.19	5,286,454,297	5,529,454,297
Financial reserve fund	418	5.19	13,642,280,850	9,566,072,995
Other funds belonging to owners' equity	419		-	-
Retained earnings	420	5.19	215,686,935,774	10,561,257,092
Funds for basic construction investment	421		-	-
<b>Other capital, funds</b>	<b>430</b>		<b>1,101,987,865</b>	<b>740,046,192</b>
Bonus and welfare funds	431	5.19	1,101,987,865	740,046,192
Subsidized funds	432		-	-
Funds invested in fixed assets	433		-	-
<b>TOTAL RESOURCES</b>	<b>440</b>		<b>1,846,013,919,765</b>	<b>1,766,082,918,102</b>

SOCIETE DE BOURBON TAY NINH

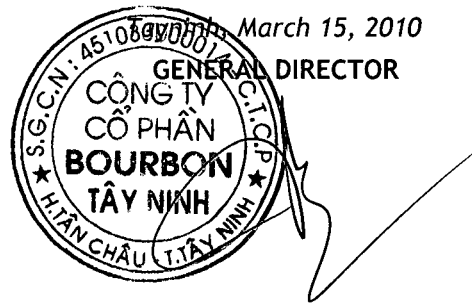
BALANCE SHEETS (con't)  
As at December 31, 2009

OFF BALANCE SHEET ITEMS	Notes	31/12/2009	01/01/2009
Operating lease assets		-	-
Goods held under trust or for processing		-	-
Goods received on consignment for sale		-	-
Bad debts written off (VND)		4,983,132,519	5,003,456,299
Foreign currencies (USD)		25,934.37	40,087.87
Forecast operating expenses		-	-

CHIEF ACCOUNTANT



NGUYEN THI THUY TIEN



PHAM THI THU HUONG

SOCIETE DE BOURBON TAY NINH

INCOME STATEMENT

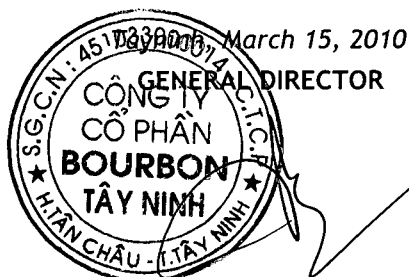
For the fiscal year ended December 31, 2009

ITEMS	Code	Notes	Year 2009	Year 2008
			VND	VND
Gross sales of merchandise and services	01		771,806,590,806	563,322,793,195
Less deduction	02		1,189,456,406	517,474,210
<b>Net sales</b>	10	6.1	<b>770,617,134,400</b>	<b>562,805,318,985</b>
Cost of goods sold	11	6.2	567,746,371,725	447,550,622,593
<b>Gross margin from sales</b>	20		<b>202,870,762,675</b>	<b>115,254,696,392</b>
Income from financial operations	21	6.1	31,829,636,322	56,995,384,642
Financial expenses	22	6.3	(21,476,543,791)	53,487,873,375
- Including: interest expense	23		7,706,175,323	1,953,819,942
Selling expenses	24	6.4	14,677,134,341	15,295,197,505
General and administrative expenses	25	6.5	18,771,843,554	19,488,786,790
<b>Operating profit/(loss)</b>	30		<b>222,727,964,893</b>	<b>83,978,223,364</b>
Other income	31		4,851,018,023	606,579,766
Other expense	32		1,678,268,549	233,356,275
<b>Other gains/(losses)</b>	40	6.6	<b>3,172,749,474</b>	<b>373,223,491</b>
<b>Net profit/(loss) before tax</b>	50		<b>225,900,714,367</b>	<b>84,351,446,855</b>
Current corporate income tax expense	51	6.7	15,883,586,260	2,827,289,763
Deferred corporate income tax expense	52		-	-
<b>Net income/(loss) after tax</b>	60		<b>210,017,128,107</b>	<b>81,524,157,092</b>
Average ordinary share in circulation			141,476,709	141,925,800
<b>Earning per share</b>		6.8	<b>1,484</b>	<b>574</b>

CHIEF ACCOUNTANT



NGUYEN THI THUY TIEN



GENERAL DIRECTOR

PHAM THI THU HUONG

SOCIETE DE BOURBON TAY NINH

CASH FLOW STATEMENT

For the fiscal year ended December 31, 2009

ITEMS	Code	Year 2009 VND	Year 2008 VND
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Net profit before tax	01	225,900,714,367	84,351,446,855
<i>Adjustment</i>			
- Depreciation	02	72,287,440,151	71,027,474,137
- Provisions	03	(29,766,779,279)	51,808,859,048
- Gain/Loss on investment	05	(34,440,511,156)	(57,010,012,078)
- Interest expense	06	7,706,175,323	1,953,819,942
<b>Operating income before adjustment to working capital</b>	<b>08</b>	<b>241,687,039,406</b>	<b>152,131,587,904</b>
- Increase/ decrease accounts receivables	09	(22,810,043,533)	(23,573,468,447)
- Increase/ decrease in inventory	10	(66,450,955,268)	(77,418,404,742)
- Increase/ decrease in accounts payable	11	(188,379,916,436)	196,754,919,240
- Increase/ decrease in prepaid expenses	12	(7,616,712,145)	(130,763,654)
- Interest paid	13	(7,689,960,977)	(1,953,819,942)
- Income tax paid	14	(3,655,797,939)	(5,322,530,253)
- Other cash inflow	15	27,602,750	3,500,000,000
- Other cash outflow	16	(676,439,897)	(8,674,926,411)
<b>Net cash flow from operating activities</b>	<b>20</b>	<b>(55,565,184,039)</b>	<b>235,312,593,695</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase of fixed assets and other LT assets	21	(17,972,272,054)	(9,229,130,982)
Proceed from disposal of FA and other LT assets	22	142,682,538	302,000,000
Payment for loan to others, purchase of debt instrument	23	(486,020,734,073)	(1,248,758,019,835)
Proceeds from loans, sale of debt instrument of others	24	354,984,948,662	1,535,616,014,100
Investment in other entities	25	-	(280,700,000,000)
Interest received, dividends received	27	29,962,009,744	54,445,348,467
<b>Net cash flow investing activities</b>	<b>30</b>	<b>(118,903,365,183)</b>	<b>51,676,211,750</b>
<b>CASH FLOW FROM FINANCIAL ACTIVITIES</b>			
Proceeds from issue of share capital	31	-	-
Payment of capital to shareholders, purchase of treasury stock	32	(5,540,477,288)	-
Proceeds from current and non-current borrowings	33	343,648,696,000	183,000,000,000
Repayment of borrowings	34	(288,386,342,000)	(162,386,342,000)
Dividends paid	36	(328,945,000)	(240,788,494,000)
<b>Net cash flow from financial activities</b>	<b>40</b>	<b>49,392,931,712</b>	<b>(220,174,836,000)</b>
<b>Net increase/decrease in cash</b>	<b>50</b>	<b>(125,075,617,510)</b>	<b>66,813,969,445</b>
Cash and cash equivalents at beginning of the year	60	161,286,009,301	94,472,039,856
Cash and cash equivalents at the end of the year	70	36,210,391,791	161,286,009,301

CHIEF ACCOUNTANT



NGUYEN THI THUY TIEN

Tay Ninh, March 15, 2010  
 GENERAL DIRECTOR  
**BOURBON**  
**TÂY NINH**  
 HIÊN CHÂU - TÂY NINH  
 PHAM THI THU HUONG

NOTES TO THE FINANCIAL STATEMENT

For the fiscal year ended December 31, 2009

1. BACKGROUND

Societe de Bourbon Tay Ninh ("the Company") - joint-stock company - is converted from the limited company.

Societe de Bourbon Tay Ninh was initially established as a joint venture company in Vietnam in accordance with Investment License No. 1316/GP issued by the State Committee for Cooperation and Investment (now the Ministry of Planning and Investment) on July 15, 1995 and the following Amended Investment Licenses.

From 2000, the Company was officially approved to become a 100% foreign own enterprise established by Groupe Bourbon (G.B), head quarter at B.P.2 La Mare 97438 Sainte-Marie, Reunion, Republic of France, in accordance with Amended Investment License No. 1316A/GP dated May 22, 2000 issued by the Ministry of Planning and Investment.

On March 23, 2007, the Company has officially operated as a joint-stock company pursuant to the investment license no. 451033000014 issued by the People's Committee of Tay Ninh Province on March 23, 2007, 1<sup>st</sup> amended on April 17, 2007, 2<sup>nd</sup> amended on August 28, 2007, 3<sup>rd</sup> amended on May 7, 2008 and 4<sup>th</sup> amended on June 4, 2008, in which, the Company's legal capital is 1.419.258.000.000 VND, equivalent to 141.925.800 shares with the par value of 10.000 VND/share.

Established shareholders: hold 72.402.000 shares, equivalent to 51,014%, including:

+ Groupe Bourbon:	72.382.000 shares
+ Mr. Le Van Dinh	10.000 shares
+ Mr. Jacques de Chateauvieux	10.000 shares

According to the Listing License No. 27/QD-SGDCKHCM issued by the General Director of Hochiminh Stock Exchange on February 18, 2008, the Company's share will list and trade on Hochiminh Stock Exchange as follows:

- Stock type : common stock;
- Stock symbol : SBT;
- Par value : VND 10.000/share;
- Listing volume : 44.824.172 shares;
- Total value: VND 448,241,720,000.

First trading date: February 25, 2008.

The Company's principal activities are:

- Producing sugar and its by-products;
- Producing and trading products using sugar or its by-products, waste products;
- Producing electricity for trading and using itself;
- Producing and trading fertilizer, agricultural materials;
- Planting cane, investing and assisting farmer for development in planting cane;
- Constructing and trading industrial park's infrastructure, civil construction;
- Constructing and trading hotel, restaurant;
- Constructing super-market.

In year 2009, the Company's principle activities are producing sugar and its by-products, producing electricity; investing and assisting farmer for development in planting cane

**NOTES TO THE FINANCIAL STATEMENT (con't)**

For the fiscal year ended December 31, 2009

The Company has been granted a 50-year Investment License from July 15, 1995 and commenced its operation in November 1998.

The head office and factory of the Company are located at Tan Hung commune, Tan Chau district, Tay Ninh province; besides, it has agent office at floor 10<sup>th</sup>, 2<sup>nd</sup> Etown Building, 364 Cong Hoa Street, Tan Binh district, Ho Chi Minh City

As at December 31, 2009, the total employee of Company is 401 people.

**2. ACCOUNTING PERIOD AND CURRENCY**

The fiscal year of the Company begins on the 1<sup>st</sup> January and ending on the 31<sup>st</sup> December annually.

The Company's accounting currency is the Vietnam dong (VND).

**3. COMPLIANCE WITH VIETNAMESE ACCOUNTING SYSTEMS AND STANDARDS**

The financial statements have been prepared in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System and generally accepted accounting principles in Vietnam.

**4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**4.1 General basis of accounting**

The financial statements are prepared the historical cost basis. The accounting policies have been consistently applied by the Company.

**4.2 Foreign currency transactions**

Foreign currency transactions are converted into VND according to the exchange rates at the date of transaction. Foreign exchange differences arising from these transactions are recorded as financial gain or loss shown in the Income Statement.

At year-end, monetary assets and liabilities denominated in foreign currency are revalued at the rate of exchange ruling at the balance sheet date. All realised and unrealised foreign exchange differences are taken to the income statement.

**4.3 Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, demand deposits, cash in transit and short term investment for a period not exceeding 3 months.

**4.4 Accounts receivable**

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

The provision for doubtful debts represents the estimated loss due to non-payment arising on receivables that were outstanding at the balance sheet date.

Increases or decreases to the provision balance are recorded as general and administrative expense in the income statement.

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NOTES TO THE FINANCIAL STATEMENT (con't)

For the fiscal year ended December 31, 2009

4.5 Inventory

Inventories are stated at the lower of cost incurred bringing each product to its present location and condition, and net realizable value. Net realizable value represents the estimated selling price less anticipated cost of disposal and after making allowance for damaged, obsolete and slow-moving items.

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

Raw materials	- actual cost on a weighted average basis.
Tools and supplies	- actual cost on a weighted average basis.
Scrap (molasses)	- actual salable prices.
Finished goods	- cost of direct materials, labor and attributable overheads.
Work-in-process	- cost of direct materials, labor and attributable overheads allocated on the extent of completion.

An inventory provision is created for the estimated loss arising due to the impairment (through diminution, damage, obsolescence, etc) of raw materials, finished goods, and other inventories owned by the Company, based on appropriate evident of impairment available at the balance sheet date. Increases and decreases to the provision balance are recorded into the cost of goods sold account in the income statement.

4.6 Tangible fixed assets

The acquisition cost of fixed assets includes purchase price plus relevant expenses. Disbursement for major improvement and repair are capitalized on fixed asset accounts, expenses for maintenance and repair are recorded as expenses in the current year.

When assets are sold or retired, their cost and accumulated depreciation are removed from the balance sheet and any gain or loss resulting from their disposal is included in the income statement.

Depreciation is calculated base on the straight-line method over their estimated useful lives and in compliance with the regulations of the Vietnamese Government. The useful lives of some fixed assets are as follows:

Buildings and architectural items	from 10 to 30 years
Machinery and equipment	from 6 to 20 years
Vehicles	6 years
Office equipment	from 3 to 5 years
The compensation of land clearance	from 40 to 48 years
Other/ software	from 3 to 6 years

4.7 Intangible fixed asset

Depreciation is calculated base on the straight-line method over their estimated useful lives and in compliance with the regulations of the Vietnamese Government. The useful lives of some fixed assets are as follows:

Release land	from 40 to 48 years
Accounting software	from 3 to 6 years

NOTES TO THE FINANCIAL STATEMENT (con't)

For the fiscal year ended December 31, 2009

4.8 Investment

*Investment in associate company*

The investment in associate company is stated at cost. The profit from associate is recorded as financial income based on the report on profit's distribution of associate company.

*Investing and assisting farmer for development in planting cane*

The investment on farmer is stated at cost of the granting loan and assisting capital for farmer for developing in planting cane.

Provisions were made for those loans that collectible is in doubt, in which:

The overdue loan	Provision is made of
- From 3 years	100% of overdue loan
- From 2 years to 3 years	70% of overdue loan
- From 1 year to 2 years	50% of overdue loan
- From 3 months to 1 year	30% of overdue loan

*Other investment*

The other investments are stated at cost.

The short term investment is including the fix-term deposit easily transferred to cash and with the estimated term up to 1 year.

The other long term investments are including the purchasing of bond or investing in share of other entity with the limit of shareholding up to 20% of others' equity and the time of investment is over than 1 year.

Provision for decline in financial investment is made when the decline in stock's price.

4.9 Trade and other payables

Trade and other payables are stated at their cost.

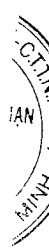
4.10 Accrued expenses

Accrued expense is to record expense arise during this period but not paid yet. For accrued items to be expensed in the current period, the matching principle was adhered.

4.11 Social, health and unemployment insurance

The social, health and unemployment insurance premiums were charged as following:

- Social insurance premiums were charged to expense at the rate of 15% Vietnamese staffs' basic salary and the remaining 5% is withheld from salaries.
- Health insurance premiums were charged to expense at the rate of 2% Vietnamese staffs' basic salary and the remaining 1% is withheld from salaries.
- Unemployment insurance premiums were charged to expense at the rate of 1% Vietnamese staffs' basic salary and the remaining 1% is withheld from salaries.





NOTES TO THE FINANCIAL STATEMENT (con't)

For the fiscal year ended December 31, 2009

4.12 Revenue

Revenue is recognized to the extent that it is probable economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

*Sales of goods*

Revenue is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer.

*Interest*

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

4.13 Corporate income tax ("CIT")

The Company has the obligation to pay corporate income tax ("CIT") of 10% over income; and be exempted from BIT within 4 years starting from the first profit-making year (from 2004 to 2007) and reduced 50% from BIT for 4 subsequent years (from 2008 to 2011).

5. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE BALANCE SHEET

5.1 Cash

	31/12/2009	01/01/2009
	VND	VND
Cash on hand - VND	5,609,505,090	2,511,532,848
Cash in bank - VND	30,135,598,169	8,053,904,684
Cash in bank - USD	465,288,532	680,571,769
Fixed deposit up to 3 months - VND	-	150,040,000,000
	<u>36,210,391,791</u>	<u>161,286,009,301</u>

As at December 31, 2009, the foreign cash in bank's balance is USD 25,934.37 equivalents to VND 465,288,532.

5.2 Short term receivables

	31/12/2009		01/01/2009
	VND		VND
Trade receivable	65,614,618,849	(a)	36,224,345,314
Advance to suppliers	7,341,544,375	(b)	10,208,071,584
Others receivable	60,867,466,346	(c)	103,813,639,727
Provision for doubtful debts	(403,142,023)	(d)	(588,596,004)
	<u>133,420,487,547</u>		<u>149,657,460,621</u>

NOTES TO THE FINANCIAL STATEMENT (con't)

For the fiscal year ended December 31, 2009

5.2 Short term receivables (con't)

(a): These are the receivables from the Company's ordinary business operation.

(b): These are the advances to suppliers for providing raw materials and services, as detailed:

	31/12/2009 VND	01/01/2009 VND
Advance to domestic suppliers	3,435,857,632	2,912,792,854
Advance to foreign suppliers	699,237	236,998,437
Advance to farmer/purchasing cane	3,904,987,506	7,058,280,293
	<u>7,341,544,375</u>	<u>10,208,071,584</u>

(c): Including:

	31/12/2009 VND	01/01/2009 VND
Interest receivable/Bank	901,319,832	3,415,872,845
Trade center project	-	37,095,240,587
Viet Au JSC/lending money	55,000,000,000	55,000,000,000
Receivable from Jaccar Holding/ amount paid for transferring shares from employee	2,276,950,940	4,833,991,870
Baconco's fertilizer for investing cane area in consignment at dealer	1,803,089,887	2,607,906,159
Other receivable	886,105,687	860,628,266
	<u>60,867,466,346</u>	<u>103,813,639,727</u>

(d): Provision for doubtful debts at December 31, 2009 followings:

	As at 31/12/2009 VND	In which: Doubtful debts VND	Provision rate	Provision for doubtful debts VND
Trade receivable	65,614,618,849	-	-	-
Advance to suppliers	7,341,544,375	285,073,664	50% 100%	202,908,375
Others receivable	60,867,466,346	200,233,648	100%	200,233,648
	<u>133,823,629,570</u>	<u>485,307,312</u>		<u>403,142,023</u>

## NOTES TO THE FINANCIAL STATEMENT (con't)

For the fiscal year ended December 31, 2009

## 5.3 Inventories

	31/12/2009	01/01/2009
	VND	VND
Fuels, chemical substances, packing, spare parts and tools and supplies	31,083,682,500	35,367,997,024
Work-in- progress	17,537,854,553	13,176,302,514
Finished goods/ sugars	209,099,572,607	143,844,135,019
Finished goods/ molasses	39,772,037,250	9,251,296,856
Merchandise inventory/ sugars	6,525,647,261	35,928,107,490
Provision for obsolete stock	(4,261,075,649)	(4,261,075,649)
	<u>299,757,718,522</u>	<u>233,306,763,254</u>

## Work-in-progress including:

	31/12/2009	01/01/2009
	VND	VND
Sugar canes in the experimental farm	261,480,989	941,807,321
Sugars	13,379,441,064	9,970,773,918
Molasses	3,896,932,500	2,263,721,275
	<u>17,537,854,553</u>	<u>13,176,302,514</u>

## 5.4 Other current assets

	31/12/2009	01/01/2009
	VND	VND
Advance to employees	2,503,048,431	2,880,371,443
Short term deposit	1,600,000	29,202,750
	<u>2,504,648,431</u>	<u>2,909,574,193</u>

## 5.5 Other long-term receivable

	31/12/2009	01/01/2009
	VND	VND
Bourbon An Hoa JSC/ lending money	100,000,000,000	-

VND 100 billion is lending for Bourbon An Hoa JSC (associated company) according to contract no. 01/2009/BAC-HĐVV on May 05, 2009, the period of loan is 2 years, current lending interest rate is 0,7%/month.

## NOTES TO THE FINANCIAL STATEMENT (con't)

For the fiscal year ended December 31, 2009

## 5.6 Movements in tangible fixed assets

	<u>01/01/2009</u>	<u>Increase</u>	<u>Decrease</u>	<u>31/12/2009</u>
	VND	VND	VND	VND
<b>Cost</b>				
Buildings, architectural	273,946,707,949	550,430,643	(309,082,140)	274,188,056,452
Machinery & equipment	1,189,862,635,118	2,224,884,425	(1,599,108,691)	1,190,488,410,852
Vehicles	13,352,464,818	2,540,991,396	(2,998,189,536)	12,895,266,678
Office equipment	6,789,507,486	145,446,382	-	6,934,953,868
Others	58,651,287,965	130,558,182	-	58,781,846,147
	<b>1,542,602,603,336</b>	<b>5,592,311,028</b>	<b>(4,906,380,367)</b>	<b>1,543,288,533,997</b>
<b>Accumulated depreciation</b>				
Buildings, architectural	97,318,167,927	9,699,656,426	(142,364,065)	106,875,460,288
Machinery & equipment	622,930,006,253	58,002,579,665	(1,447,479,795)	679,485,106,123
Vehicles	9,464,528,081	1,013,783,931	(2,703,262,352)	7,775,049,660
Office equipment	6,249,889,775	228,889,941	-	6,478,779,716
Others	44,486,108,416	2,972,076,748	-	47,458,185,164
	<b>780,448,700,452</b>	<b>71,916,986,711</b>	<b>(4,923,106,212)</b>	<b>848,072,580,951</b>
<b>Net book value</b>				
Buildings, architectural	176,628,540,022			167,312,596,164
Machinery & equipment	566,932,628,865			511,003,304,729
Vehicles	3,887,936,737			5,120,217,018
Office equipment	539,617,711			456,174,152
Others	14,165,179,549			11,323,660,983
	<b>762,153,902,884</b>			<b>695,215,953,046</b>

Up to December 31, 2009 cost of fixed assets fully depreciated but still in use: VND 154,740,209,018.

## 5.7 Movements in intangible fixed assets

	<u>01/01/2009</u>	<u>Increase</u>	<u>Decrease</u>	<u>31/12/2009</u>
	VND	VND	VND	VND
<b>Cost</b>				
The compensation of land clearance	3,199,528,129	-	(1,424,514,932)	1,775,013,197
Other/ software	2,897,329,200	-	-	2,897,329,200
	<b>6,096,857,329</b>	<b>-</b>	<b>(1,424,514,932)</b>	<b>4,672,342,397</b>
<b>Accumulated amortisation</b>				
The compensation of land clearance	758,607,611	66,743,158	(383,285,580)	442,065,189
Other/ software	1,606,158,042	303,710,282	-	1,909,868,324
	<b>2,364,765,653</b>	<b>370,453,440</b>	<b>(383,285,580)</b>	<b>2,351,933,513</b>
<b>Net book value</b>				
The compensation of land clearance	2,440,920,518			1,332,948,008
Other/ software	1,291,171,158			987,460,876
	<b>3,732,091,676</b>			<b>2,320,408,884</b>

Up to December 31, 2009 cost of fixed assets fully depreciated but still in use: VND 1,102,551,398.

NOTES TO THE FINANCIAL STATEMENT (con't)

For the fiscal year ended December 31, 2009

5.8 Constructions in progress

	31/12/2009	01/01/2009
	VND	VND
Water supply and drainage (irrigation system)	6,084,829,602	6,084,829,602
Bourbon village construction in progress	68,722,000	68,722,000
Other constructions in progress/ to repair fixed	212,836,330	482,928,012
Cooling tower C6 & C3	11,106,147,447 (*)	-
Trade center project	38,425,057,242 (**)	-
Provision for investments irrigation system	(4,056,553,068)	(4,056,553,068)
	<u>51,841,039,553</u>	<u>2,579,926,546</u>

(\*): New cooling tower C6&C3 is being test run and waiting for official acceptance of work.

(\*\*): Including VND 36,268,281,000 which is the land rental in 50 years to construct Tay Ninh trading and service center; and VND 2,156,776,242 which is the design expense for this project. Until now, this project has been in stage of designing and making the investment project. And the land use right is mortgaged for bank's loan.

5.9 Investment in associate

	31/12/2009	01/01/2009
	VND	VND
Investment in Bourbon An Hoa JSC	245,000,000,000 (a)	245,000,000,000
Investment in Center of research and production sugar cane	4,800,000,000 (b)	-
	<u>249,800,000,000</u>	<u>245,000,000,000</u>

(a): This is the contribution value in Bourbon An Hoa Joint Stock Company (correlative to 24,500,000 shares), holding 49% of Bourbon An Hoa's legal capital according to the business registration no. 3900471864 issued by the Planning and Investment Department of Tay Ninh province on September 10, 2008. And the Board of Managements of the Company approved in Decision no. 01/08/QD-HDQT on August 25, 2008.

(b): This is the contribution value in Center of research and production sugar cane (this center is directly under Tay Ninh Sugar Co., Ltd), holding 80% of this center's legal capital according to the minutes dated June 02, 2009 between Societe De Bourbon Tay Ninh and Tay Ninh Sugar Co., Ltd.

NOTES TO THE FINANCIAL STATEMENT (con't)  
For the fiscal year ended December 31, 2009

5.10 Short term and long term investments

Reclassification by time

	31/12/2009 VND	01/01/2009 VND
<b>Short term investment</b>		
Loans granted to sugar-planters	111,293,675,895	110,551,040,326
Other investment	213,304,035	249,923,728
	<u>111,506,979,930</u>	<u>110,800,964,054</u>
Less : Provision for short-term investment	(7,283,015,189)	(2,353,247,466)
<b>Remaining</b>	<u><b>104,223,964,741</b></u>	<u><b>108,447,716,588</b></u>
<b>Long term investment</b>		
Buying share of other entities	117,642,500,000	113,895,000,000
Loans granted to sugar-planters	52,517,035,749	22,196,205,491
Other investment	583,670,926	574,731,649
	<u>170,743,206,675</u>	<u>136,665,937,140</u>
Less : Provision for investment	(16,508,230,902)	(51,019,323,923)
<b>Remaining</b>	<u><b>154,234,975,773</b></u>	<u><b>85,646,613,217</b></u>
	<u><b>258,458,940,514</b></u>	<u><b>194,094,329,805</b></u>

Reclassification by nature

	31/12/2009 VND	01/01/2009 VND
<b>Loans granted to sugar-planters</b>		
For plantation of sugar canes	90,083,274,829	84,435,086,690
For land purchase/rental	73,727,436,815	48,312,159,127
	<u>163,810,711,644</u>	<u>132,747,245,817</u>
<b>Buying share of other entities</b>	<u>117,642,500,000</u> (a)	<u>113,895,000,000</u>
<b>Others</b>		
Bourbon village (BBV) construction investment	547,424,297	531,103,797
Advance to employees to build houses at BBV	249,550,664	293,551,580
	<u>796,974,961</u>	<u>824,655,377</u>
Less : Provision for investment	(23,791,246,091) (b)	(53,372,571,389)
	<u><b>258,458,940,514</b></u>	<u><b>194,094,329,805</b></u>

(a) : On December 31, 2009, long-term investments of the Company - buying share from other companies - are including :

Company	Number of share holding	Par value	Buying value
Tay Ninh building material JSC	140,000	10,000	1,400,000,000
Hoang Anh Gia Lai JSC (HAGL)	1,124,250	10,000	81,242,500,000
Saigon Beer Alcohol - Beverage Corporation (Sabeco)	500,000	10,000	35,000,000,000
	<u>1,764,250</u>		<u>117,642,500,000</u>

The number of share of Sabeco belongs to the Company is mortgaged for bank's loan.

## NOTES TO THE FINANCIAL STATEMENT (con't)

For the fiscal year ended December 31, 2009

## 5.10 Short term and long term investments (con't)

(b) Provision for decline in investment at December 31, 2009 as follows:

	Balance 31/12/2009 VND	In which: Must be provided VND	Rate	Amount of provision VND
<b>Loans granted to sugar-planters</b>				
For plantation of sugar canes	90,083,274,829	14,028,413,579		7,283,015,189
- Crop 07/08 and previous crops	14,650,646,472	14,028,413,579	30% 50% 70% 100%	7,283,015,189
- Crop 08/09 to 10/11	75,432,628,357	-	-	-
For land purchase/rental	73,727,436,815	7,482,595,410		3,802,315,929
- Land purchase (farmers)	3,048,891,829	1,083,126,636	30% 50% 70% 100%	629,717,140
- Land purchase (the Company's employees)	66,889,714,954	6,399,468,774		3,172,598,789
- Land rental (farmers)	3,788,830,032	-		-
	<b>163,810,711,644</b>	<b>21,511,008,989</b>		<b>11,085,331,119</b>
<b>Other investments</b>				
Construction investment -BBV	547,424,297	-	-	-
Advance to employees to build houses at BBV	249,550,664	205,914,973	100%	205,914,973
Buying share of Tay Ninh Building Material JSC	1,400,000,000	-		-
Buying share of HAGL	81,242,500,000	-		-
Buying share of Sabeco	35,000,000,000	12,500,000,000	100%	12,500,000,000
	<b>118,439,474,961</b>	<b>12,705,914,973</b>		<b>12,705,914,973</b>
	<b>282,250,186,605</b>	<b>34,216,923,962</b>		<b>23,791,246,091</b>

*In which:*

<i>Provision for short term investments (&lt;1 year)</i>	7,283,015,189
<i>Provision for long term investments (&gt;1 year)</i>	16,508,230,902

Provision for financial investments in this period :

	VND
Beginning Balance	53,372,571,389
Provision	8,695,174,702
Reverse	(38,276,500,000)
Ending balance	23,791,246,091

## NOTES TO THE FINANCIAL STATEMENT (con't)

For the fiscal year ended December 31, 2009

## 5.10 Short term and long term investments (con't)

(b) Provision for decline in investment at December 31, 2009 as follows:

	Balance 31/12/2009 VND	In which: Must be provided VND	Rate	Amount of provision VND
<b>Loans granted to sugar-planters</b>				
For plantation of sugar canes	90,083,274,829	14,028,413,579		7,283,015,189
- Crop 07/08 and previous crops	14,650,646,472	14,028,413,579	30% 50% 70% 100%	7,283,015,189
- Crop 08/09 to 10/11	75,432,628,357	-	-	-
For land purchase/rental	73,727,436,815	7,482,595,410		3,802,315,929
- Land purchase (farmers)	3,048,891,829	1,083,126,636	30% 50% 70% 100%	629,717,140
- Land purchase (the Company's employees)	66,889,714,954	6,399,468,774		3,172,598,789
- Land rental (farmers)	3,788,830,032	-		-
	<b>163,810,711,644</b>	<b>21,511,008,989</b>		<b>11,085,331,119</b>
<b>Other investments</b>				
Construction investment -BBV	547,424,297	-	-	-
Advance to employees to build houses at BBV	249,550,664	205,914,973	100%	205,914,973
Buying share of Tay Ninh Building Material JSC	1,400,000,000	-		-
Buying share of HAGL	81,242,500,000	-		-
Buying share of Sabeco	35,000,000,000	12,500,000,000	100%	12,500,000,000
	<b>118,439,474,961</b>	<b>12,705,914,973</b>		<b>12,705,914,973</b>
	<b>282,250,186,605</b>	<b>34,216,923,962</b>		<b>23,791,246,091</b>

*In which:*

Provision for short term investments (<1 year)	7,283,015,189
Provision for long term investments (>1 year)	16,508,230,902

Provision for financial investments in this period :

	VND
Beginning Balance	53,372,571,389
Provision	8,695,174,702
Reverse	(38,276,500,000)
Ending balance	23,791,246,091



## NOTES TO THE FINANCIAL STATEMENT (con't)

For the fiscal year ended December 31, 2009

## 5.11 Long-term prepaid expenses

	31/12/2009 VND	01/01/2009 VND
Land rental	5,265,571,000 (*)	5,413,723,060
Expense for tools and supplies	414,736,721	303,596,282
Expense for maintenance	427,378,005	2,166,695,639
Support to sugar-planters crop 09/11	10,236,698,751	-
	<u>16,344,384,477</u>	<u>7,884,014,981</u>

(\*): This is prepaid amount for land rental of 666,789m<sup>2</sup> from Jan 01 2010 to July 15, 2045.

## 5.12 Other long-term assets

	31/12/2009 VND	01/01/2009 VND
Deposit for office rent	124,347,000	124,347,000

## 5.13 Short-term loans

	31/12/2009 VND	01/01/2009 VND
Loan from Vietinbank	-	30,000,000,000
Loan from Vietcombank	75,648,696,000 (a)	-
Loan from Calyon	12,000,000,000 (b)	-
Current portion of long-term loans	2,386,342,000 (c)	2,386,342,000
	<u>90,035,038,000</u>	<u>32,386,342,000</u>

(a) VND 75,648,696,000 is a loan from Bank for Foreign Trade of Vietnam - Ho Chi Minh Branch according to the credit contract no 0001/KH/09NH on 02/01/2009 :

- The credit line of VND 100 billion to adding working capital;
- The period of loan is fixed at detailed acknowledgement of debt but not excess of 9 months;
- The current interest rate is 6,32%/year;
- This loan is guaranteed by mortgaging the product line for sugar production in factory, land using right of trade center, the number share holding of Sabeco.

(b) VND 12,000,000,000 is a loan from CALYON-Corporate and Investment Bank according to the credit contract no CALYON/HCMC/SBTN/2007/0831 on 31/08/2007 and amended No.2 on 31/08/2009 :

- The credit line of USD 1,000,000 to adding working capital;
- The period of loan is to 31/12/2009 and to be automatically extended for another year from 31 December every year ;
- The current interest rate is 12%/year;
- This loan is guaranteed by deposit at the bank and rate holding of Bourbon Group in Bourbon Tay Ninh at least 51%.

(c) Current portion of long-term loan is the loan borrowed from Tay Ninh Sugar Co., Ltd, due in 2010 (see at note 5.18 below).

NOTES TO THE FINANCIAL STATEMENT (con't)  
For the fiscal year ended December 31, 2009

5.14 Payables and advance from customers

	31/12/2009	01/01/2009
	VND	VND
Trade payable	34,697,930,452	6,760,112,982
Cane suppliers	21,889,128,196	5,638,707,444
Other suppliers	12,808,802,256	1,121,405,538
Advance from customers	5,121,521,684	7,823,317,201
	<u>39,819,452,136</u>	<u>14,583,430,183</u>

5.15 Tax and obligation to the State

	31/12/2009	01/01/2009
	VND	VND
Value added tax on domestic sales	2,893,718,593	1,122,680,176
Corporate income tax	9,732,547,831	-
Personal income tax	114,951,400	69,330,350
	<u>12,741,217,824</u>	<u>1,192,010,526</u>

5.16 Accrued expenses

	31/12/2009	01/01/2009
	VND	VND
Interest expense	333,755,457	317,541,111
Accrued expenses for leave	720,572,080	614,091,300
Payables to peasants/to buy canes and bonus	12,413,257,100	23,522,969,217
Accrued expenses for transportation and Others	934,551,321	-
	1,579,965,511	1,141,718,359
	<u>15,982,101,469</u>	<u>25,596,319,987</u>

5.17 Other payable

	31/12/2009	01/01/2009
	VND	VND
Surplus asset pending resolution	-	24,824,797
Unearned revenue	62,500,000	212,500,000
Deposit received	52,000,000	50,000,000
Payable to peasants/ to cut and transfer	8,273,391,828	2,557,264,221
Borrowing from Bourbon An Hoa	-	200,000,000,000
Dividend payable	176,281,000	485,366,000
Payable to Center of research and production sugar cane	847,252,457	-
Others	68,747,263	509,321,937
	<u>9,480,172,548</u>	<u>203,839,276,955</u>

NOTES TO THE FINANCIAL STATEMENT (con't)

For the fiscal year ended December 31, 2009

5.18 Long term loan

	31/12/2009	01/01/2009
	VND	VND
Tanisugar (Tay Ninh Sugar Co., Ltd.)	25,056,589,000	27,442,931,000
Less: Current portion of long term loans	(2,386,342,000)	(2,386,342,000)
	<u>22,670,247,000</u>	<u>25,056,589,000</u>

This is balance of loan according to contract no. 01/HDTD dated November 17, 1999 and annex No. 04/PKHDTD-MD dated May 18, 2005, in which :

- Total amount to be borrowed is 36 billion VND (the sources is from AFD : development fund of France) with interest rate is 4,62% per year;
- Term of loan is 20 years (from January 06, 2000 to April 10, 2020) which are include 5 years of grace; the Company will pay at April 10 and October 10 annually.
- This amount of loan is used for sugar canes plantation investment on 4.500 hectares of farmers belongs directly to management of the Company.
- This loan due in the year 2010 is VND 2,386,342,000.



NOTES TO THE FINANCIAL STATEMENT (con't)  
For the fiscal year ended December 31, 2009

5.19 Movement of owners' invested equity and funds

*Movement of owners' invested equity and funds*

	<i>Owners' invested equity</i>	<i>Treasury stock</i>	<i>Investment &amp; Development funds</i>	<i>Financial reserve funds</i>	<i>Bonus and welfare funds</i>	<i>Retained earnings</i>	<i>Total</i>
	VND	VND	VND	VND	VND	VND	VND
<b>Prior year</b>							
As at 01/01/2008	1,419,258,000,000	-	-	-	-	191,321,459,895	1,610,579,459,895
Earnings in prior year	-	-	-	-	-	81,524,157,092	81,524,157,092
Distribution profit	-	-	5,739,643,797	9,566,072,995	5,704,783,103	(21,010,499,895)	-
Dividends paid	-	-	-	-	-	(241,273,860,000)	(241,273,860,000)
Disbursement fund	-	-	(210.189.500)	-	(4.964.736.911)	-	(5.174.926.411)
<b>As at 31/12/2008</b>	<b>1.419,258,000,000</b>	<b>-</b>	<b>5,529,454,297</b>	<b>9,566,072,995</b>	<b>740,046,192</b>	<b>10,561,257,092</b>	<b>1,445,654,830,576</b>
<b>Current period</b>							
As at 01/01/2009	1,419,258,000,000	-	5,529,454,297	9,566,072,995	740,046,192	10,561,257,092	1,445,654,830,576
Earnings in this period	-	-	-	-	-	210,017,128,107	210,017,128,107
Distribution profit	-	-	-	4,076,207,855	815,241,570	(4,891,449,425)	-
Purchase treasury stock	-	(5,540,477,288)	-	-	-	-	(5,540,477,288)
Dividends paid	-	-	-	-	-	-	-
Disbursement fund	-	-	(243,000,000)	-	(453,299,897)	-	(696,299,897)
<b>As at 31/12/2009</b>	<b>1,419,258,000,000</b>	<b>(5,540,477,288)</b>	<b>5,286,454,297</b>	<b>13,642,280,850</b>	<b>1,101,987,865</b>	<b>215,686,935,774</b>	<b>1,649,435,181,498</b>

NOTES TO THE FINANCIAL STATEMENT (con't)  
For the fiscal year ended December 31, 2009

5.19 Movement of owners' invested equity and funds

*Movement of owners' invested equity and funds*

	Owners' invested equity	Treasury stock	Investment & Development funds	Financial reserve funds	Bonus and welfare funds	Retained earnings	Total
	VND	VND	VND	VND	VND	VND	VND
<b>Prior year</b>							
As at 01/01/2008	1,419,258,000,000	-	-	-	-	191,321,459,895	1,610,579,459,895
Earnings in prior year	-	-	-	-	-	81,524,157,092	81,524,157,092
Distribution profit	-	-	5,739,643,797	9,566,072,995	5,704,783,103	(21,010,499,895)	-
Dividends paid	-	-	-	-	-	(241,273,860,000)	(241,273,860,000)
Disbursement fund	-	-	(210.189.500)	-	(4.964.736.911)	-	(5.174.926.411)
<b>As at 31/12/2008</b>	<b>1.419,258,000,000</b>	<b>-</b>	<b>5,529,454,297</b>	<b>9,566,072,995</b>	<b>740,046,192</b>	<b>10,561,257,092</b>	<b>1,445,654,830,576</b>
<b>Current period</b>							
As at 01/01/2009	1,419,258,000,000	-	5,529,454,297	9,566,072,995	740,046,192	10,561,257,092	1,445,654,830,576
Earnings in this period	-	-	-	-	-	210,017,128,107	210,017,128,107
Distribution profit	-	-	-	4,076,207,855	815,241,570	(4,891,449,425)	-
Purchase treasury stock	-	(5,540,477,288)	-	-	-	-	(5,540,477,288)
Dividends paid	-	-	-	-	-	-	-
Disbursement fund	-	-	(243,000,000)	-	(453,299,897)	-	(696,299,897)
<b>As at 31/12/2009</b>	<b>1,419,258,000,000</b>	<b>(5,540,477,288)</b>	<b>5,286,454,297</b>	<b>13,642,280,850</b>	<b>1,101,987,865</b>	<b>215,686,935,774</b>	<b>1,649,435,181,498</b>

NOTES TO THE FINANCIAL STATEMENT (con't)

For the fiscal year ended December 31, 2009

5.19 Movement of owners' invested equity and funds (con't)

- The legal capital of the joint-stock company of VND 1,419,258,000,000 pursuant to the investment license no. 451033000014 issued by the People's Committee of Tay Ninh Province on March 23, 2007. This capital is split to 141,925,800 shares with the par value of VND 10,000, details as follow:

Established shareholders	72,402,000 shares	at 51,014%
- <i>Groupe Bourbon</i>	72,382,000 shares	
- <i>Mr. Le Van Dinh</i>	10,000 shares	
- <i>Mr. Jacques de Chateauvieux</i>	10,000 shares	
Others	69,523,800 shares	at 48,986%

- Financial reserve fund is increasing VND 4,076,207,855 from distribution of profit 2008.
- Bonus and welfare funds are increasing VND 815,241,570 from distribution of profit 2008.

*Detail of owners' invested equity*

	31/12/2009	01/01/2009
	VND	VND
Groupe Bourbon's invested equity	723,820,000,000	723,820,000,000
Other owners' invested equity	695,438,000,000	695,438,000,000
	<u>1,419,258,000,000</u>	<u>1,419,258,000,000</u>

*Treasury stock*

In this period, the Company bought back 673,470 shares to treasury stock with total amount of VND 5,540,477,288 according to Minute of Board of Management on April 03, 2009 and this is approved by Department of Hochiminh Stock Exchange on April 09, 2009.

*Transaction of owners' invested equity and dividend paid*

	Year 2009	Year 2008
	VND	VND
Owners' invested equity		
+ Opening balance	1,419,258,000,000	1,419,258,000,000
+ Increasing	-	-
+ Ending balance	<u>1,419,258,000,000</u>	<u>1,419,258,000,000</u>
Less : Funding share (nominal value)	<u>(6,734,700,000)</u>	-
Owner equity (outstanding share)	1,412,523,300,000	1,419,258,000,000
Dividend paid	-	241,273,860,000

NOTES TO THE FINANCIAL STATEMENT (con't)  
For the fiscal year ended December 31, 2009

## 5.19 Movement of owners' invested equity and funds (con't)

*Ordinary share*

	Year 2009	Year 2008
Number of share allowed to issue	141,925,800	141,925,800
Number of share issuing	-	-
Number of share buying back	(673,470)	-
Number of share in circulation	141,252,330	141,925,800
Par value	VND 10,000	VND 10,000

## 6. ADDITIONAL INFORMATION FOR ITEMS SHOWN IN THE INCOME STATEMENT

## 6.1 Sales

	Year 2009 VND	Year 2008 VND
<i>Sales</i>		
Sales / sugars	700,360,909,099	500,036,166,921
Sales / molasses	40,006,803,410	35,193,762,571
Sales / electricity	25,315,388,607	22,103,014,106
Sales / agricultural produce	3,635,174,500	3,739,598,809
Sales / others	2,488,315,190	2,250,250,787
Less : Deduction	(1,189,456,406)	(517,474,210)
<b>Net sale</b>	<b>770,617,134,400</b>	<b>562,805,318,985</b>

*Financial income*

Interest received from bank	2,187,143,821	28,085,909,698
Interest /from investment for farmers	23,260,663,921	15,813,488,824
Dividend received	5,108,746,322	2,914,953,800
Gain on foreign exchange	108,800,591	55,036,175
Interest on deferred payment	354,415,000	141,338,600
Interest from loan granted	809,866,667	9,984,657,545
	<b>31,829,636,322</b>	<b>56,995,384,642</b>

## 6.2 Cost of goods sold

	Year 2009 VND	Year 2008 VND
Cost of goods sold/ sugars	501,643,957,535	384,856,517,697
Cost of goods sold/ molasses	39,300,857,201	37,036,143,195
Cost of goods sold/ electricity	25,315,388,607	22,078,857,586
Cost of goods sold/ agricultural produce	1,486,168,382	2,856,284,115
Cost of goods sold/ Others	-	722,820,000
	<b>567,746,371,725</b>	<b>447,550,622,593</b>

## NOTES TO THE FINANCIAL STATEMENT (con't)

For the fiscal year ended December 31, 2009

## 6.3 Financial expenses

	Year 2009	Year 2008
	VND	VND
Interest expense	7,706,175,323	1,953,819,944
Loss on foreign exchange	383,426,184	113,556,739
Others	15,180,000	-
(Reverse) Provision for decline in investments	(29,581,325,298)	51,420,496,692
	<u>(21,476,543,791)</u>	<u>53,487,873,375</u>

## 6.4 Selling expenses

	Year 2009	Year 2008
	VND	VND
Staff expenses	2,573,173,559	2,509,257,999
Packing expenses	78,009,131	42,448,412
Depreciation expenses	1,571,357,513	1,573,402,790
Houses, warehouse expenses	866,482,565	1,060,146,987
Transportation and unload expenses	8,639,898,755	9,490,287,935
Others	948,212,818	619,653,382
	<u>14,677,134,341</u>	<u>15,295,197,505</u>

## 6.5 General and administration expenses

	Year 2009	Year 2008
	VND	VND
Staff expenses	8,098,278,074	8,790,065,616
Consumable and office supplies	732,396,377	468,171,614
Depreciation expenses	1,741,490,091	1,616,868,681
Taxes, fees and charges	299,060,013	164,945,642
Tax, electricity, insurance, repair	801,148,205	841,651,762
Hire/rent (vehicles, safe guards, etc)	1,304,527,387	1,215,390,013
Entertainment, travelling, training expenses	1,059,431,546	427,627,900
Banking fee	222,051,833	124,756,121
Other	4,698,914,009	5,450,947,085
(Reverse)/Provision for doubtful debt	(185,453,981)	388,362,356
	<u>18,771,843,554</u>	<u>19,488,786,790</u>



## NOTES TO THE FINANCIAL STATEMENT (con't)

For the fiscal year ended December 31, 2009

## 6.6 Other gains

	Year 2009 VND	Year 2008 VND
Gain from disposal of fixed assets	3,146,273,345	69,663,611
Other incomes	26,476,129	303,559,880
	<u>3,172,749,474</u>	<u>373,223,491</u>

## 6.7 Current income tax expense

	Year 2009 VND	Year 2008 VND
Accounting profit before tax	225,900,714,367	84,351,446,855
Plus: Non-deductible expense	-	624,368,765
Less: Dividend received	(5,108,746,322)	(2,914,953,800)
Less: Loss on year 2003	-	(25,515,066,570)
<b>Taxation profit</b>	<b>220,791,968,045</b>	<b>56,545,795,250</b>
Income tax rate	5% and 25%	5%
<b>Provision for income tax expense</b>	<b>15,883,586,260</b>	<b>2,827,289,763</b>

This is the provision for income tax payable, the difference of tax recorded in company books and tax treatment determined by Tax Department, if any, will be recorded,

## 6.8 Earnings per share

	Year 2009 VND	Year 2008 VND
Accounting profit after tax	210,017,128,107	81,524,157,092
Profit distribution to ordinary shareholders	210,017,128,107	81,524,157,092
Average ordinary share in circulation in year	141,476,709	141,925,800
<b>Earnings per share</b>	<b>1,484</b>	<b>574</b>

NOTES TO THE FINANCIAL STATEMENT (con't)

For the fiscal year ended December 31, 2009

7. OTHER INFORMATION

Transaction with related parties

In this year, the Company has incurred significant transactions with related parties as follows:

<i>Company</i>	<i>Relationship</i>	<i>Transaction</i>	<i>VND</i>
Groupe Bourbon	Parent company	Technology transfer	(19,249,361,988)
Bourbon An Hoa JSC	Associate	Paid Borrowing	(200,000,000,000) 100,000,000,000
Center of research and production sugar cane	Associate	Purchasing cane Paid on behalf of Center	(3,695,181,000) 3,327,541,311

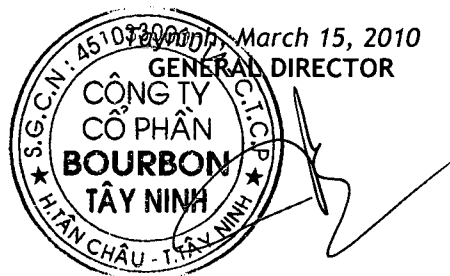
As at December 31, 2009 the balance payable with related parties as follow:

<i>Company</i>	<i>Relationship</i>	<i>Transaction</i>	<i>VND</i>
Bourbon An Hoa JSC	Associate	Borrowing	100,000,000,000
Center of research and production sugar cane	Associate	Payable	(847,252.457)

CHIEF ACCOUNTANT



NGUYEN THI THUY TIEN



PHAM THI THU HUONG