

Reference: 60758390/13573578

## INDEPENDENT AUDITORS' REPORT

To: The Shareholders of ICA Biotechnological-Pharmaceuticals Joint Stock Company

We have audited the balance sheet of ICA Biotechnological-Pharmaceuticals Joint Stock Company ("the Company") as at 31 December 2008, and the income statement and cash flow statement for the year then ended and the notes thereto as set out on pages 4 to 22 (collectively referred to as "the financial statements"). These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

### *Basis of opinion*

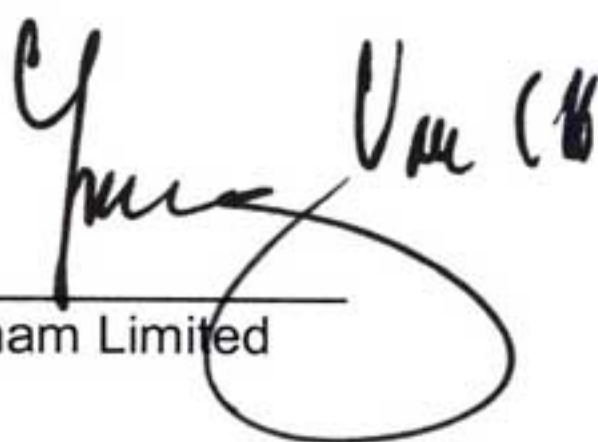
We conducted our audit in accordance with Vietnamese and International Standards on Auditing applicable in Vietnam. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a 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 management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

### *Opinion*

In our opinion, the financial statements give a true and fair view of the financial position of the Company as at 31 December 2008, and of the results of its operations and its cash flows for the year then ended in accordance with the Vietnamese Accounting Standards and System and comply with the relevant statutory requirements.



Ernst & Young Vietnam Limited



Narciso T. Torres Jr.  
Deputy General Director  
Registered Auditor  
Certificate No. N.0868/KTV



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

Ho Chi Minh City, Vietnam

31 March 2009



BALANCE SHEET  
as at 31 December 2008

VND'000

Code	ASSETS	Notes	Ending balance	Beginning balance
<b>100</b>	<b>A. CURRENT ASSETS</b>		<b>358,853,534</b>	<b>306,681,385</b>
<b>111</b>	<b>I. Cash</b>	<b>4</b>	<b>4,327,711</b>	<b>10,041,801</b>
<b>130</b>	<b>II. Accounts receivable</b>		<b>342,964,122</b>	<b>275,656,533</b>
131	1. Trade receivables	5	205,316,211	178,479,835
132	2. Advances to suppliers		74,449,634	36,978,421
135	3. Other receivables	21	63,198,277	60,198,277
<b>140</b>	<b>III. Inventories</b>	<b>6</b>	<b>10,853,477</b>	<b>18,166,178</b>
141	1. Inventories		12,480,805	18,952,186
149	2. Provision for obsolete inventories		(1,627,328)	(786,008)
<b>150</b>	<b>IV. Other current assets</b>		<b>708,224</b>	<b>2,816,873</b>
151	1. Short-term prepaid expenses		-	114,094
152	2. Value added tax deductible		344,007	306,982
158	3. Other current assets		364,217	2,395,797
<b>200</b>	<b>B. NON-CURRENT ASSETS</b>		<b>124,709,400</b>	<b>144,215,832</b>
<b>220</b>	<b>I. Fixed assets</b>		<b>120,283,176</b>	<b>139,669,980</b>
221	1. Tangible fixed assets	7	27,026,444	30,951,583
222	Cost		56,629,007	56,385,725
223	Accumulated depreciation		(29,602,563)	(25,434,142)
227	2. Intangible fixed assets	8	93,256,732	108,718,397
228	Cost		125,974,011	125,674,533
229	Accumulated amortisation		(32,717,279)	(16,956,136)
<b>260</b>	<b>II. Other long-term assets</b>		<b>4,426,224</b>	<b>4,545,852</b>
261	1. Long-term prepaid expenses		4,426,224	4,545,852
<b>270</b>	<b>TOTAL ASSETS</b>		<b>483,562,934</b>	<b>450,897,217</b>



BALANCE SHEET (continued)  
as at 31 December 2008

VND'000

Code	RESOURCES	Notes	Ending balance	Beginning balance
<b>300</b>	<b>A. LIABILITIES</b>		<b>270,810,960</b>	<b>230,934,338</b>
<b>310</b>	<b>I. Current liabilities</b>		<b>194,902,118</b>	<b>134,819,304</b>
311	1. Short-term loans	9	112,429,666	65,956,437
312	2. Trade payables		54,773,360	47,109,185
314	3. Statutory obligations	10	22,724,749	18,639,211
315	4. Payables to employees		1,274,660	991,069
316	5. Accrued expenses	11	1,032,557	622,996
319	6. Other payables	12	2,667,126	1,500,406
<b>330</b>	<b>II. Non-current liabilities</b>		<b>75,908,842</b>	<b>96,115,034</b>
331	1. Long-term trade payables		18,272,455	28,602,355
333	2. Other long-term liabilities		10,000	10,000
334	3. Long-term loans	13	53,031,848	63,643,057
335	4. Deferred tax liabilities	19.2	3,462,576	3,118,147
336	5. Provision for severance allowance		1,131,963	741,475
<b>400</b>	<b>B. OWNERS' EQUITY</b>		<b>212,751,974</b>	<b>219,962,879</b>
<b>410</b>	<b>I. Capital</b>	<b>14.1</b>	<b>201,990,617</b>	<b>219,962,879</b>
411	1. Contributed share capital		116,500,000	116,500,000
412	2. Share premium		13,475,000	13,475,000
417	3. Investment and development fund		12,980,294	-
418	4. Financial reserve fund		4,326,765	-
419	5. Other funds belonging to owners' equity		4,326,765	-
420	6. Undistributed earnings		50,381,793	89,987,879
<b>430</b>	<b>II. Other funds</b>	<b>14.1</b>	<b>10,761,357</b>	-
431	1. Bonus and welfare fund		10,761,357	-
<b>440</b>	<b>TOTAL LIABILITIES AND OWNERS' EQUITY</b>		<b>483,562,934</b>	<b>450,897,217</b>



Nguyen Huy Khang  
Chief Accountant



Ngo Van Toan  
General Director

31 March 2009



## INCOME STATEMENT

for the year ended 31 December 2008

VND'000

Code	ITEMS	Notes	Current year	Previous year
01	1. Revenue from sale of goods	15	245,650,183	275,791,767
02	2. Deductions	15	-	(1,243,055)
10	3. Net revenue from sale of goods	15	245,650,183	274,548,712
11	4. Cost of goods sold	16, 18	(135,832,739)	(142,787,921)
20	5. Gross profit		109,817,444	131,760,791
21	6. Income from financial activities		403,276	331,472
22	7. Expenses from financial activities	17	(20,170,304)	(11,016,937)
23	<i>In which: Interest expense</i>		(18,006,417)	(7,796,832)
24	8. Selling expenses	18	(22,892,671)	(16,473,684)
25	9. General and administration expenses	18	(19,888,789)	(10,714,426)
30	10. Operating profit		47,268,956	93,887,216
31	11. Other income		3,291,100	-
32	12. Other expenses		(1,060,384)	-
40	13. Other profits		2,230,716	-
50	14. Profit before tax		49,499,672	93,887,216
51	15. Current corporate income tax expense	19.1	(3,452,915)	(4,054,050)
52	16. Deferred corporate income tax expense	19.2	(344,429)	(3,297,872)
60	17. Net profit after tax		45,702,328	86,535,294
70	18. Basic earnings per share	20	3.92	7.43



Nguyen Huy Khang  
Chief Accountant



Ngo Van Toan  
General Director

31 March 2009