

**Saigon Beer – Alcohol – Beverage
Corporation**

Separate Financial Statements for the
period from 1 May 2008 (date of
equitisation) to 31 December 2008

Saigon Beer – Alcohol – Beverage Corporation Corporate Information

Establishment decision	74/2003/QD-BCN	6 May 2003
	37/2004/QD-BCN	11 May 2004
Equitisation decision	1862/QD-TTg	28 December 2007
Business Registration Certificate No	4106000286	1 September 2006
	4103010027	17 April 2008

The establishment decisions were issued by the Minister of Industry (now the Ministry of Industry and Trade).

The equitisation decision was issued by the Prime Minister.

The business registration certificates were issued by Ho Chi Minh City Planning and Investment Department.

Board of Management	Mr. Nguyen Ba Thi	Chairman
	Mr. Bui Ngoc Hanh	Member
	Mr. Ian McNeilage	Member
	Mr. Ly Quoc Hung	Member
	Mr. Nguyen Quang Minh	Member

Board of Directors	Mr. Nguyen Quang Minh	General Director
	Ms. Pham Thi Hong Hanh	Director
	Ms. Nguyen Thi Dieu Hong	Director
	Mr. Le Hong Xanh	Director
	Mr. Tran Cong Tuoc	Director
	Mr. Tran Duc Hoa	Director
	Ms. Trinh Thi Tuyet Minh	Director
	Mr. Tran Nghia	Director

Registered Office
6 Hai Ba Trung Street
Ben Nghe Ward
District 1
Ho Chi Minh City
Vietnam

Auditors
KPMG Limited
Vietnam

INDEPENDENT AUDITORS' REPORT

**To the shareholders
Saigon Beer – Alcohol – Beverage Corporation**

Scope

We have audited the accompanying separate balance sheet of Saigon Beer – Alcohol – Beverage Corporation ("the Company") as of 31 December 2008 and the related separate statements of income, changes in equity and cash flows for the period from 1 May to 31 December 2008. These separate financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these separate financial statements based on our audit.

Except as discussed in the following paragraphs, we conducted our audit in accordance with Vietnamese Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance that 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 management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Qualifications

- 1 We did not carry out an audit of the former state owned company for the period ended 30 April 2008 and we are unable to satisfy ourselves as to the payable to the Government and the results of operations for the period ended 30 April 2008 by other audit procedures. Since the results of operations for the period ended 30 April 2008 and the payable to the Government as at 30 April 2008 enter into the determination of the results of operations for the period ended 31 December 2008 and the amount payable to the Government as at 31 December 2008, we were unable to determine whether adjustments to the results of operations and the balance sheet might be necessary as of 31 December 2008 and for the period then ended in relation to this matter.
- 2 We refer to Note 10 to the financial statements. No allowance has been provided in the financial statements for the diminution in value of certain long-term investments which, in our opinion, is not in accordance with the requirements of Vietnamese Accounting Standards, the Vietnamese Accounting System and accounting principles generally accepted in Vietnam. An additional allowance for diminution of these investments of approximately VND49,061 million should have been made as of 31 December 2008, and accordingly, the carrying amount of long-term investments and retained profits as of 31 December 2008 and net profit for the period then ended should be reduced by the same amount.

- 3 We refer to Note 4 to the financial statements. No allowance has been provided in the financial statements for accounts receivable which, in our opinion, is not in accordance with the requirements of Vietnamese Accounting Standards, the Vietnamese Accounting System and accounting principles generally accepted in Vietnam. An allowance for accounts receivable of approximately VND23,217 million should have been made as of 31 December 2008, and accordingly, the carrying amount of accounts receivable and retained profits as of 31 December 2008 and net profit for the period then ended should be reduced by the same amount.
- 4 We refer to Note 5 to the financial statements. No allowance has been provided in the financial statements for inventories which, in our opinion, is not in accordance with the requirements of Vietnamese Accounting Standards, the Vietnamese Accounting System and accounting principles generally accepted in Vietnam. An allowance for inventories of approximately VND36,462 million should have been made as of 31 December 2008, and accordingly, the carrying amount of inventories and retained profits as of 31 December 2008 and net profit for the period then ended should be reduced by the same amount.
- 5 We refer to Note 18 to the financial statements. Although a provision has been made in the financial statements for severance allowance, in our opinion, an additional provision of approximately VND16,420 million should have been made as of 31 December 2008, and accordingly, the carrying amount of provision for severance allowance and retained profits as of 31 December 2008 and net profit for the period then ended should be reduced by the same amount.
- 6 We refer to Note 4 to the financial statements. A dividend of VND195,526 million was accrued in respect of a subsidiary's retained earnings as of 31 December 2008, which in our opinion, is not in accordance with the requirements of Vietnamese Accounting Standards, the Vietnamese Accounting System and accounting principles generally accepted in Vietnam, as this subsidiary had not actually declared this dividend as of 31 December 2008. A dividend receivable of VND195,526 million should not have been recorded as of 31 December 2008, and accordingly, the current assets and retained earnings as of and the net profit for the period ended 31 December 2008 should be decreased by the same amount.

Qualified audit opinion

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to satisfy ourselves as to the matters referred to in qualifications 1 and except for the effects on the financial statements of the matters referred to in qualifications 2, 3, 4, 5, and 6, the separate financial statements present fairly, in all material respects, the unconsolidated financial position of Saigon Beer – Alcohol – Beverage Corporation as of 31 December 2008 and the unconsolidated results of its operations and its cash flows for the period from 1 May to 31 December 2008 in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System and accounting principles generally accepted in Vietnam.

Emphases of matter

Without further qualifying our opinion, we draw attention to Note 1. The Company became a Joint Stock company on 17 April 2008 and in accordance with Circular 106/2008/TT-BTC dated 17 November 2008, the financial statements should be prepared on the basis that the Company has to “open a new accounting book to reflect the assets and capital transferred”. As such there are no comparative figures reported, there is a nil opening balance sheet and the income statement is for the 8 month period from 1 May 2008 (the date of equitisation assumed for convenience purposes) to 31 December 2008.

Without further qualifying our opinion, we draw attention to Note 10. The Company acquired shares of Orient Commercial Joint Stock Bank and Dong A Bank as a strategic investor and these shares are not freely transferable before 31 December 2009. The Company also purchased investment fund units of Vietcombank Partners Fund 3 and Vietnam Investment Fund, whose charters stipulate that the transfers of fund units are subject to approval by the respective fund management company. The Company did not make any allowance for these shares and fund units in accordance with guidance provide in Circular 13/2006/TT-BTC dated 27 February 2006, which states that “allowance should not be made for shares that are not freely tradable in the market”. As of 31 December 2008, the market value of these shares and fund units was lower than their cost by an amount of VND285,169 million.

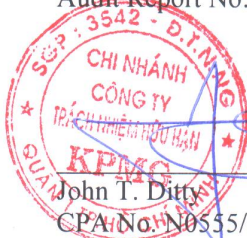
KPMG Limited

KPMG Limited

Vietnam

Investment Certificate No: 011043000345

Audit Report No: 08-01-497



John T. Ditty

CPA No. N0555/KTV

General Director

Nguyễn Thanh Nghi

Nguyễn Thanh Nghi

CPA No. 0304/KTV

Ho Chi Minh City, 26 June 2009

Saigon Beer – Alcohol – Beverage Corporation
Separate balance sheet at 31 December 2008

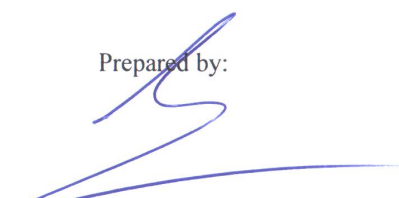
	Code	Note	2008 VND
ASSETS			
Current assets	100		2,444,810,636,037
Cash	110	3	458,667,101,070
Short-term investments	120		398,503,051,659
Accounts receivable	130	4	995,705,975,565
Accounts receivable – trade	131		561,586,971,329
Prepayments to suppliers	132		37,801,381,093
Other receivables	135		396,317,623,143
Inventories	140	5	402,454,147,414
Inventories	141		402,454,147,414
Other current assets	150		189,480,360,329
Short-term prepayments	151		3,559,206,698
Deductible value added tax	152		2,842,481,097
Income tax prepaid to the State	152		100,126,397,002
Other current assets	158	6	82,952,275,532
Long-term assets	200		8,101,202,770,082
Fixed assets	220		4,055,741,728,610
Tangible fixed assets	221	7	1,968,362,702,958
<i>Cost</i>	222		2,559,892,326,169
<i>Accumulated depreciation</i>	223		(591,529,623,211)
Intangible fixed assets	230	8	2,014,564,301,034
<i>Cost</i>	231		2,034,572,247,176
<i>Accumulated amortisation</i>	232		(20,007,946,142)
Construction in progress	240	9	72,814,724,618
Long-term investments	250	10	3,456,412,990,954
Investments in subsidiaries	251		1,478,738,976,403
Investments in associates	252		835,733,219,578
Other long-term investments	258		1,338,708,714,973
Allowance for diminution in the value of long-term investments	259		(196,767,920,000)
Other long-term assets	260		589,048,050,518
Long-term prepayments	261	11	583,733,405,365
Deferred tax assets	262	12	5,314,645,153
TOTAL ASSETS	270		10,546,013,406,119

The accompanying notes are an integral part of these separate financial statements

Saigon Beer – Alcohol – Beverage Corporation
Separate balance sheet at 31 December 2008 (continued)

	Code	Note	2008 VND
RESOURCES			
LIABILITIES	300		4,021,942,700,953
Current liabilities	310		3,970,002,737,054
Accounts payable – trade	312	13	288,752,757,449
Advances from customers	313		472,642,285
Taxes payable to State Treasury	314	14	297,580,002,148
Payables to employees	315		24,702,258,459
Accrued expenses	316	15	319,590,742,360
Other payables	318	16	3,038,904,334,353
Long-term liabilities	330		51,939,963,899
Other long-term liabilities	333	17	51,602,316,000
Provision for severance allowance	336	18	337,647,899
EQUITY	400		6,524,070,705,166
Equity	410		6,524,070,705,166
Share capital	411	19	6,412,811,860,000
Financial reserve fund	418		19,184,188,864
Retained profits	420		58,992,234,072
Bonus and welfare fund	429		33,082,422,230
TOTAL RESOURCES	440		10,546,013,406,119

Prepared by:


 Nguyen Tien Dung
 Chief accountant

Approved by:


 Nguyen Ba Thi
 Chairman of Board
 of Management

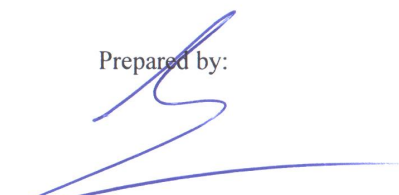
26 June 2009

The accompanying notes are an integral part of these separate financial statements

Saigon Beer – Alcohol – Beverage Corporation
Separate statement of income for the period from 1 May to 31 December 2008

	Code	Note	Period from 1/5/08 to 31/12/08 VND
Total revenue	01	20	5,015,691,837,526
Less sales deductions	02		(1,165,691,930,844)
Net sales	10		3,849,999,906,682
Cost of sales	11	21	(3,560,363,149,712)
Gross profit	20		289,636,756,970
Financial income	21	22	653,566,573,038
Financial expenses	22	23	(242,220,529,755)
Selling expenses	24		(141,328,346,979)
General and administration expenses	25		(41,124,740,141)
Net operating profit	30		518,529,713,133
Results of other activities	40		
Other income	31	24	67,668,129,246
Other expenses	32	25	(49,801,744,211)
Profit before tax	50		536,396,098,168
Income tax expense – current	51	26	-
Income tax benefit – deferred	52	26	4,301,704,968
Net profit	60		540,697,803,136
Basic earnings per share	70	27	843

Prepared by:


 Nguyen Tien Dung
 Chief accountant

26 June 2009

Approved by:

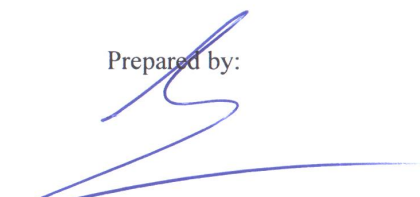

 Nguyen Ba Thi
 Chairman of Board
 of Management

The accompanying notes are an integral part of these separate financial statements

Saigon Beer – Alcohol – Beverage Corporation
Separate statement of changes in equity for the period from 1 May to 31 December 2008

	Share capital VND	Financial reserve fund VND	Retained profits VND	Bonus and welfare fund VND	Total VND
Shares equitised	6,412,811,860,000	-	-	-	6,412,811,860,000
Bonus and welfare fund received from the former state owned company	-	-	-	23,157,850,230	23,157,850,230
Net profit for the period	-	-	540,697,803,136	-	540,697,803,136
Appropriation to equity funds	-	19,184,188,864	(32,809,788,864)	13,625,600,000	-
Dividends (Note 28)	-	-	(448,895,780,200)	-	(448,895,780,200)
Utilisation of funds	-	-	-	(3,701,028,000)	(3,701,028,000)
Balance at 31 December 2008	6,412,811,860,000	19,184,188,864	58,992,234,072	33,082,422,230	6,524,070,705,166

Prepared by:


 Nguyen Tien Dung
 Chief accountant

26 June 2009

Approved by:



 Nguyen Ba Thi
 Chairman of Board
 of Management

The accompanying notes are an integral part of these separate financial statements

Saigon Beer – Alcohol – Beverage Corporation
Separate statement of cash flows for the period from 1 May to 31 December 2008

	Code	Note	Period from 1/5/08 to 31/12/08 VND VND
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax	01		536,396,098,168
Adjustments for			
Depreciation and amortisation	02		278,399,303,231
Allowances and provisions	03		196,767,920,000
Gain from disposals of long-term assets	05		(7,770,493,049)
Dividend income	06		(557,754,042,025)
Interest income	07		(69,637,629,654)
			<hr/>
Operating profit before changes in working capital	08		376,401,156,671
Change in receivables and other current assets	09		172,528,520,252
Change in inventories	10		(67,908,139,505)
Change in payables and other liabilities	11		12,096,344,610
			<hr/>
			493,117,882,028
Other payments for operating activities	16		(3,701,028,000)
			<hr/>
Net cash generated from operating activities	20		489,416,854,028
			<hr/>
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for additions to fixed assets and other long-term assets	21		(421,671,201,158)
Proceeds from disposals of fixed assets and other long-term assets	22		53,963,124,596
Proceeds from sales of debt instruments of other entities	24		24,845,373,500
Payments for investments in subsidiaries and associates	25		(300,823,746,001)
Payments for long-term investments in shares	26		(9,600,000,000)
Collections on investments in other entities	26		1,468,530,000
Receipts of interest income and dividends	27		302,110,534,573
Payments for short-term investments			(188,028,205,859)
Withdrawal of long-term deposits	26		240,000,000,000
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Net cash used in investing activities	30		(297,735,590,349)
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The accompanying notes are an integral part of these separate financial statements

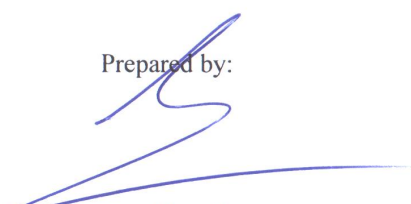
Saigon Beer – Alcohol – Beverage Corporation
Separate statement of cash flows for period from 1 May to 31 December 2008 (continued)

	Code	Note	Period from 1/5/08 to 31/12/08 VND VND
CASH FLOWS FROM FINANCING ACTIVITIES			
Payments of dividends	36		(46,732,386,400)
Net cash used in financing activities	40		(46,732,386,400)
Net cash flows during the period	50		144,948,877,279
Cash received from the former state owned company	60		313,718,223,791
Cash at the end of the period	70	3	458,667,101,070

NON-CASH INVESTING AND FINANCING ACTIVITIES

	Period from 1/5/08 to 31/12/08 VND
Assets and liabilities received from the former state owned company	6,122,251,486,439
Dividends received in the form of bonus shares	60,735,160,749
Investment in subsidiaries by revaluation	4,966,370,450
Investment in subsidiaries by paying non-cash consideration	302,043,643,516

Prepared by:


 Nguyen Tien Dung
 Chief accountant

Approved by:



 Nguyen Ba Thi
 Chairman of Board
 of Management

26 June 2009

The accompanying notes are an integral part of these separate financial statements

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008

These notes form an integral part of, and should be read in conjunction with, the accompanying financial statements.

1. Reporting entity

Saigon Beer – Alcohol – Beverage Corporation (“the Company”) was initially established as a State owned general corporation under the Decision No. 74/2003/QD-BCN dated 6 May 2003 of the Ministry of Industry. On 11 May 2004, The Ministry of Industry issued Decision No. 37/2004/QD-BCN to restructure the Company to the parent-subsidiary structure. The Company’s operations were licenced by Business Licence Certificate No. 4106000286 issued by Ho Chi Minh City People’s Committee on 1 September 2004.

Saigon Beer – Alcohol – Beverage Corporation was equitised on 17 April 2008 and became a joint stock company under Decision No. 1862/QD-TTg dated 28 December 2007 of the Prime Minister. On the same day the newly established joint stock company assumed the assets and liabilities of the former state-owned company. For convenience purposes, the Company used 1 May as the effective date of conversion to as a joint stock company. In accordance with Circular 106/2008/TT-BTC dated 17 November 2008, the Company has to “open a new accounting book to reflect the assets and capital transferred”. The first set of the Company’s financial statements were drawn up for the period from that day to 31 December 2008 with a nil opening balance sheet, and have no corresponding figures reported.

The principal activities of the Company are:

- Produce and sell beer, alcohol and beverages and related products including materials and packaging
- Provide transportation, logistic and warehouse services
- Manufacture mechanical products, build steel structures and provide mechanical installation services
- Construct buildings and provide property services.

As at 31 December 2008 the Company had 897 employees.

2. Summary of significant accounting policies

The following significant accounting policies have been adopted by the Company in the preparation of these financial statements.

(a) Basis of financial statement preparation

These financial statements are the Company’s separate financial statements and do not include financial statements of its subsidiaries. Investments in subsidiaries, joint ventures and associates are stated at revalued amounts determined during the equitisation process. The Company will prepare and publish its consolidated financial statements for the period ended 31 December 2008 separately.

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

The financial statements, expressed in Vietnam Dong (“VND”), have been prepared in accordance with Vietnamese Accounting Standards, the Vietnamese Accounting System and accounting principles generally accepted in Vietnam.

The financial statements, except for the statement of cash flows, are prepared on the accrual basis, using the historical cost concept. The statement of cash flows is prepared using the indirect method.

(b) Fiscal year

The first fiscal period of the newly established joint stock company is from 1 May to 31 December 2008. Succeeding fiscal years will be from 1 January to 31 December.

(c) Foreign currency transactions

Monetary assets and liabilities denominated in currencies other than VND are translated into VND at rates of exchange ruling at the balance sheet date. Transactions in currencies other than VND during the year have been translated into VND at rates approximating those ruling at the transaction dates. All realised and unrealised foreign exchange differences are recorded in the statement of income.

(d) Cash and cash equivalents

Cash comprises cash balances and call deposits. Cash equivalents are short-term highly liquid investments that are readily convertible to known amount of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

(e) Investments

Investments received from the state-owned company on equitisation are stated at cost except for certain long-term investments which had been revalued as of 1 January 2007 for the purposes of equitisation. Allowance is made for reductions in investment values which in the opinion of the management are not temporary. The allowance is reversed if the subsequent increase in recoverable amount can be related objectively to an event occurring after the allowance was recognised. An allowance is reversed only to the extent that the investment’s carrying amount does not exceed the carrying amount that has been determined if no allowance had been recognised.

(f) Accounts receivable

Trade and other receivables are stated at cost less allowance for doubtful debts.

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

(g) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is determined on a weighted average basis and includes all costs incurred in bringing the inventories to their present location and condition. Cost in case of finished goods and work in progress includes raw material, direct labour and attributable manufacturing overheads. Net realisable value is the estimated selling price of inventory items, less the estimated costs of completion and selling expenses.

The Company applies the perpetual method of accounting for inventory.

(h) Tangible fixed assets

(i) Cost

In connection with the equitisation process of the Company, tangible fixed assets as of 1 January 2007 have been revalued and the revalued assets were included as part of the capital contribution received in the period. Tangible fixed assets are stated at cost/revalued amount less accumulated depreciation. The initial cost of a tangible fixed asset comprises its purchase price, including import duties, non-refundable purchase taxes and any directly attributable costs of bringing the asset to its working condition and location for its intended use. Expenditure incurred after tangible fixed assets have been put into operation, such as repairs and maintenance and overhaul costs, is normally charged to income in the year in which the costs are incurred. In situations where it can be clearly demonstrated that the expenditure has resulted in an increase in the future economic benefits expected to be obtained from the use of tangible fixed assets beyond their originally assessed standard of performance, the expenditure is capitalised as an additional cost of tangible fixed assets.

(ii) Depreciation

Depreciation is computed on a straight-line basis over the estimated useful lives of tangible fixed assets. The estimated useful lives are as follows:

▪ buildings	5 – 25 years
▪ machinery and equipment	5 – 12 years
▪ office equipment	3 – 5 years
▪ motor vehicles	3 – 8 years

(i) Intangible fixed assets

(i) Land use rights

In connection with the equitisation process of the Company, land use rights as of 1 January 2007 have been revalued.

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

Land use rights with indefinite period of use are stated at cost or revalued amount and land use rights with definite period of use are stated at cost or revalued amount less accumulated amortisation. The initial cost of a land use right comprises its purchase price and any directly attributable costs incurred in conjunction with securing the land use right. Amortisation for land use rights with definite periods of use is computed on a straight-line basis over 43 years.

(ii) Software

Cost of acquisition of new software, which is not an integral part of the related hardware, is capitalised as an intangible asset. Software is amortised on a straight-line basis over 3 years.

(j) Construction in progress

Construction in progress represents the cost of construction and machinery which have not been fully completed or installed. No depreciation is provided for construction in progress during the period of construction or installation.

(k) Long-term prepayments

(i) Returnable packaging

Returnable packaging includes crates, kegs and bottles. The cost of returnable packaging is recognised in the statement of income on a straight line basis over 4 years.

(ii) Goodwill

Goodwill represents goodwill generated internally by the Company from the date of initial establishment to the date of the revaluation of assets undertaken as part of the equitisation process. The value of goodwill value was determined in accordance with Circular 126/2004/TT-BTC issued by The Ministry of Finance on 24 December 2004. Goodwill is amortised on a straight-line basis over a period of 10 years from the date that the Company commenced operations as a joint stock company.

(iii) Property held for future investment

Property held for future investments represents land awaiting transfer as part of the Company's capital investments in other entities.

(l) Trade and other payables

Trade and other payables are stated at their cost.

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

(m) Provisions

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

(n) Taxation

Income tax on the profit or loss for the year comprises current and deferred tax. Income tax is recognised in the statement of income except to the extent that it relates to items recognised directly to equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities using tax rates enacted or substantively enacted at the balance sheet date.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

(o) Equity funds

Equity funds comprise financial reserve fund and bonus and welfare fund. Allocations are made to equity funds from retained profits each year based on a percentage decided by the shareholders in their annual ordinary general meeting. Funds are used for specific purposes as designated by the shareholders.

(p) Revenue

(i) Goods sold

Revenue from the sale of goods is recognised in the statement of income when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due or the possible return of goods.

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

(ii) Dividend income

Dividend is recognised as income when the right to receive the dividend is established.

(iii) Interest income

Interest income is recognised when earned.

(q) Operating lease payments

Payments made under operating leases are recognised in the statement of income on a straight-line basis over the term of the lease. Lease incentives received are recognised in the statement of income as an integral part of the total lease expense.

(r) Borrowing costs

Borrowing costs are recognised as an expense in the year in which they are incurred, except where the borrowing costs relate to borrowings in respect of the construction of qualifying tangible fixed assets, in which case the borrowing costs incurred during the period of construction are capitalised as part of the cost of the fixed assets concerned.

(s) Earnings per share

The Company presents basic and diluted earnings per share (EPS) for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to the ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the year. Diluted EPS is determined by adjusting the profit or loss attributable to the ordinary shareholders and the weighted average number of ordinary shares outstanding for the effect of all dilutive potential ordinary shares, which comprise convertible bonds and share options.

(t) Related companies

Related companies include the Company's subsidiaries and associates.

(u) Off balance sheet items

Amounts which are defined as off balance sheet items under the Vietnamese Accounting System are disclosed in the relevant notes to these financial statements.

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

3. Cash

	2008 VND
Cash on hand	23,722,793
Cash in banks	458,643,378,277
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	458,667,101,070
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Cash at 31 December 2008 included amounts denominated in currencies other than VND amounting to VND808,505,187.

4. Accounts receivable

Accounts receivable included the following amounts due from related parties:

	2008 VND
Amounts due from other related companies	
Trade	442,383,412,130
Non-trade	306,162,073,453
	<hr/>
	748,545,485,583
	<hr/>

Non-trade receivables from related companies are unsecured, interest free and include a dividend receivable from a subsidiary of VND195,525,599,799.

5. Inventories

	2008 VND
Goods in transit	83,978,091,172
Raw materials	227,950,931,155
Tools and supplies	306,046,000
Work in progress	80,800,794,583
Finished goods	9,418,284,504
	<hr/>
	402,454,147,414
	<hr/>

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

6. Other current assets

	2008 VND
Deposits at bank for payments by letter of credit	82,952,275,532

Saigon Beer – Alcohol – Beverage Corporation

Notes to the separate financial statements for period from 1 May to 31 December 2008 (continued)

7. Tangible fixed assets

	Buildings VND	Machinery and equipment VND	Office equipment VND	Motor vehicles VND	Total VND
Cost/revalued amount					
Receipts from the former state owned company	304,878,655,001	1,466,809,575,818	31,960,746,613	23,402,742,375	1,827,051,719,807
Additions	476,545,455	284,329,564	2,553,834,609	4,324,264,037	7,638,973,665
Transfer from construction in progress	128,572,265,427	467,191,348,667	10,125,126,141	154,917,915,198	760,806,655,433
Transfer to investments	(28,334,827,887)	(2,891,666,842)	(548,145,642)	(1,423,147,880)	(33,197,788,251)
Disposals	-	(1,145,329,723)	-	(1,261,904,762)	(2,407,234,485)
Reclassifications	10,867,060,033	149,012,103,638	(8,429,669,698)	(151,449,493,973)	-
Closing balance	416,459,698,029	2,079,260,361,122	35,661,892,023	28,510,374,995	2,559,892,326,169
Accumulated depreciation					
Receipts from the former state owned company	50,588,724,242	372,388,633,997	9,862,332,266	8,800,504,736	441,640,195,241
Charge for the period	17,525,076,105	120,136,134,214	3,922,958,449	13,254,713,939	154,838,882,707
Reclassifications	573,644,302	10,611,814,956	(190,367,100)	(10,995,092,158)	-
Transfer to investments	(3,217,009,416)	(255,241,821)	(301,031,744)	(46,970,000)	(3,820,252,981)
Disposals	-	(1,129,201,756)	-	-	(1,129,201,756)
Closing balance	65,470,435,233	501,752,139,590	13,293,891,871	11,013,156,517	591,529,623,211
Net book value					
Closing balance	350,989,262,796	1,577,508,221,532	22,368,000,152	17,497,218,478	1,968,362,702,958

Included in the cost of tangible fixed assets were assets costing VND78,308 million which were fully depreciated as of 31 December 2008 but which are still in active use.

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

8. Intangible fixed assets

	Land use right VND	Software VND	Total VND
Cost/revalued amount			
Receipts from the former state owned company	1,677,475,297,017	15,878,668,361	1,693,353,965,378
Transfer from construction in progress	334,516,402,593	6,705,544,388	341,221,946,981
Disposals	-	(3,665,183)	(3,665,183)
	<hr/>		
Closing balance	2,011,991,699,610	22,580,547,566	2,034,572,247,176
<hr/>			
Accumulated amortisation			
Receipts from the former state owned company	9,356,089,599	3,021,361,081	12,377,450,680
Charge for the period	3,232,781,226	4,397,714,236	7,630,495,462
	<hr/>		
Closing balance	12,588,870,825	7,419,075,317	20,007,946,142
<hr/>			
Net book value			
Closing balance	1,999,402,828,785	15,161,472,249	2,014,564,301,034
<hr/>			

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

9. Construction in progress

	2008 VND
Receipts from the former state owned company	881,862,385,907
Additions during the period	295,256,064,374
Transfer to tangible fixed assets	(760,806,655,433)
Transfer to intangible fixed assets	(341,221,946,981)
Transfer to tools and suppliers	(463,098,500)
Transfer to investments	(1,812,024,749)
	<hr/>
Closing balance	72,814,724,618
	<hr/> <hr/>

10. Long-term investments

	2008 VND
Investments in subsidiaries	1,478,738,976,403
Investments in associates	835,733,219,578
Other long-term investments	
▪ shares	855,702,847,295
▪ bonds	281,118,016,000
▪ loans	201,887,851,678
	<hr/>
	3,653,180,910,954
Allowance for diminution in value of long-term investments	(196,767,920,000)
	<hr/>
	3,456,412,990,954
	<hr/> <hr/>

Allowance for diminution in value of long-term investments represented allowance made during the period.

Saigon Beer – Alcohol – Beverage Corporation

Notes to the separate financial statements for period from 1 May to 31 December 2008 (continued)

Name	Principal activity	Investment licence	% of ownership	2008 VND
Subsidiaries				
Saigon Beer Western JSC	Manufacturing and trading beer	No. 5703000144 issued by the Planning and Investment Department of Can Tho on 13 April 2005, amended on 6 June 2006 and 30 May 2007	51%	112,343,631,813
Chuong Duong Beverages JSC	Manufacturing and trading beverage, can foods and sub-materials, investing in real estate	No. 4103002362 issued by the Planning and Investment Department of Ho Chi Minh City on 2 June 2004, amended on 26 December 2005	51%	225,420,000,000
Sai Gon Beer Quang Ngai JSC	Manufacturing and trading beer	No. 3403000072 issued by the Planning and Investment Department of Quang Ngai on 10 January 2008	51%	180,200,000,000
Sai Gon - Ha Nam Beer JSC	Manufacturing and trading beer and beverage	No. 0603000153 issued by the Planning and Investment Department of Ha Nam on 11 April 2007	51%	23,923,000,000
Sai Gon - Vinh Long Beer JSC	Manufacturing and trading beer and beverage	No. 5403000048 issued by the Planning and Investment Department of Vinh Long on 29 March 2007	51%	25,500,000,000
Binh Tay Liquor JSC	Manufacturing and trading beer, beverage, alcohol	No. 4103003919 issued by The Planning and Investment of Ho Chi Minh City on 7 October 2005, amended on 21 May 2007	51%	56,494,953,775
Saigon - Dong Xuan Beer Alcohol JSC	Manufacturing beer and beverage, and providing transportation services	No. 1803000486 issued by the Planning and Investment Department of Phu Tho on 22 March 2007	51%	15,370,500,000

Saigon Beer – Alcohol – Beverage Corporation

Notes to the separate financial statements for period from 1 May to 31 December 2008 (continued)

Name	Principal activity	Investment licence	% of ownership	2008 VND
Sai Gon - Nghe Tinh Beer JSC	Manufacturing and trading beverage, can foods and sub-materials	No. 2703001006 issued by Planning and Investment Department of Nghe An on 25 September 2006	51%	71,038,676,503
Sai Gon Beer Lam River JS Co.	Manufacturing and trading beer, alcohol, can foods and sub-materials	No. 2703001077 issued by the Planning and Investment Department of Nghe An on 20 December 2006, amended on 7 January 2008	51%	159,500,000,000
Sai Gon - Ha Noi Beer Corporation	Manufacturing and exporting beer and beverage, exporting and importing related raw materials.	No. 0103018367 issued by Planning and Investment Dept of Ha Noi City, on 6 July 2007, first amended on 26 December 2008.	51%	91,800,000,000
SABECO Trading Company Limited (SATRACO)	Trading beer, alcohol, and beverage	No. 4104000153 issued by Minister of Industry on 11 January 2006, amended on 11 April 2006	100%	507,889,309,532
SABECO Mechanical Co., Limited (MESAB CO., Ltd)	Manufacturing food-making machinery, installing and maintaining electrical system	No. 4104005184 issued by The Planning and Investment Department of Ho Chi Minh City on 25 June 2008	100%	9,258,904,780
				1,478,738,976,403

Saigon Beer – Alcohol – Beverage Corporation

Notes to the separate financial statements for period from 1 May to 31 December 2008 (continued)

Name	Principal activity	Investment licence	% of ownership	2008 VND
Subsidiaries indirectly owned through SATRACO				
SABECO Trading Joint Stock Company - Mien Bac	Trading wine, beer, soft drink; trading restaurant, hotel (excluding bar, karaoke, discotheque); transportation and warehouse rental.	No. 0103012107 issued by the Planning and Investment Department of Ha Noi City on 8 May 2006 and last amended on 1 September 2008	90%	-
SABECO Trading Joint Stock Company - Bac Trung Bo	Trading wine, beer, soft drink; trading restaurant, hotel, warehouse and transportation.	No. 2703000851 issued by the Planning and Investment Department of Nghe An Province on 20 March 2006 and last amended on 31 December 2008	90%	-
SABECO Trading Joint Stock Company - Mien Trung	Trading wine, beer, soft drink; trading restaurant, hotel, warehouse; trading automobile transportation.	No. 3403000078 issued by the Planning and Investment Department of Quang Ngai Province on 16 March 2006 and last amended on 25 August 2008	90%	-
SABECO Trading Joint Stock Company - Tay Nguyen	Trading wine, beer, soft drink; trading restaurant, hotel services, warehouse and transportation.	No. 40.03.000082 issued by the Planning and Investment Department of Dak Lak Province on 21 March 2006 and last amended on 7 August 2008	90%	-

Saigon Beer – Alcohol – Beverage Corporation

Notes to the separate financial statements for period from 1 May to 31 December 2008 (continued)

Name	Principal activity	Investment licence	% of ownership	2008 VND
SABECO Trading Joint Stock Company - Nam Trung Bo	Trading wine, beer, soft drink; trading restaurant, hotel services; transportation and warehouse rental.	No. 3703000191 issued by the Planning and Investment Department of Khanh Hoa Province on 17 March 2006 and last amended on 14 August 2008	90%	-
SABECO Trading Joint Stock Company - Mien Dong	Trading wine, beer, soft drink; trading restaurant, hotel services; road transportation; warehouse rental.	No. 4603000217 issued by the Planning and Investment Department of Binh Duong Province on 17 March 2006 and last amended on 12 August 2008	90%	-
SABECO Trading Joint Stock Company - Song Tien	Trading wine, beer, soft drink; trading restaurant, hotel services; warehouse rental; road transportation.	No. 54.0.3.000030 issued by the Planning and Investment Department of Vinh Long Province on 17 March 2006 and last amended on 19 August 2008	90%	-
SABECO Trading Joint Stock Company - Song Hau	Trading wine, beer, soft drink (for wine more than 30 degree, it must have the certificate approved by Industry and Commercial Office); trading restaurant, hotel; road and and water-way transportation.	No. 5703000187 issued by the Planning and Investment Department of Can Tho City on 18 March 2006 and last amended on 12 August 2008	90%	-

Saigon Beer – Alcohol – Beverage Corporation

Notes to the separate financial statements for period from 1 May to 31 December 2008 (continued)

Name	Principal activity	Investment licence	% of ownership	2008 VND
SABECO Trading Joint Stock Company - Trung Tam	Trading alcoholic and non-alcoholic drink (except providing food service); trading other chemical: alcohol; trading packing; trade automobile transportation; trading restaurant, hotel (hotel has to meet the star standard and not providing restaurant and hotel services at head office); holding and promoting trade.	No. 4103010567 issued by the Planning and Investment Department of Ho Chi Minh City on 10 June 2008.	90%	-
Associates				
Southern Hydroelectric JSC	Building and operating hydrolic generator	No. 4103002486 issued by the Planning and Investment Department of Ho Chi Minh City on 13 July 2004, amended on 23 June 2006	30%	156,636,000,000
SABECO Food JSC	Manufacturing agricultural products and foods	No. 4103005918 issued by the Planning and Investment of Ho Chi Minh City on 15 January 2007, amended on 13 November 2007	20%	4,725,000,000
Sai Gon - Dong Ha Tourism JSC	Providing hotel, foods and beverage services	No. 3003000121 issued by the Planning and Investment Department of Quang Tri on 20 April 2007	20%	5,600,000,000
Sai Gon - Phu Ly Beer JSC	Producing beer, mineral water, providing hotel and transportation services	No. 0603000158 issued by the Planning and Investment Department of Ha Nam on 5 June 2007	20%	5,000,000,000

Saigon Beer – Alcohol – Beverage Corporation

Notes to the separate financial statements for period from 1 May to 31 December 2008 (continued)

Name	Principal activity	Investment licence	% of ownership	2008 VND
Sai Gon Beer Delivery and Transportation JSC	Trading and providing transportation services	No. 4103003988 issued by the Planning and Investment Department of Ho Chi Minh City on 31 October 2005	25%	26,400,000,000
Binh Tay Packaging and Warehousing JSC	Manufacturing packaging materials	No. 41030002264 issued by the Planning and Investment Department of Ho Chi Minh City on 16 April 2004	20%	1,824,294,588
Dakai Mineral Water Joint Stock Company	Producing and trading mineral water and beverages	No. 4103004722 issued by the Planning and Investment Department of Ho Chi Minh City on 9 May 2006	20%	1,200,000,000
Thanh Nam Consultant Investment - Engineering and Technology Transfer JSC	Providing consulting and design service in construction	No. 4103004418 issued by the Planning and Investment Department of Ho Chi Minh City on 7 March 2006	20%	422,513,964
SABECO Infrastructure and Industrial Zone JSC	Investing in infrastructure, house and industrial zone	No. 4103004921 issued by the Planning and Investment Department of Ho Chi Minh City on 22 June 2006	25%	11,250,000,000
Sabeco - Song Lam Packaging Joint Stock Company	Manufacturing cans, bottles, glass and paper	No. 2703009091 issued by The Planning and Investment Department of Nghe An on 4 January 2007, amended on 7 March 2007	20%	36,000,000,000
Sabeco - Phu Tho Joint Stock Company	Manufacturing beer, alcohol and beverages	No 1803000511 issued by The Planning and Investment Dept of Phu Tho on May 30 2007	20%	25,000,000,000

Saigon Beer – Alcohol – Beverage Corporation

Notes to the separate financial statements for period from 1 May to 31 December 2008 (continued)

Name	Principal activity	Investment licence	% of ownership	2008 VND
Mechanical and industrial construction Joint Stock Company	Manufacturing and installing machinery in industrial construction	No. 3503000122 issued the Planning and Investment Department of Ho Chi Minh City on 16 January 2006, first amended on 04 June 2007	28%	8,505,170,038
Sai Gon Beer Packaging Joint Stock Company (SABEPA JSC)	Manufacturing packaging materials	No. 41030006949 issued by the Planning and Investment Department of Ho Chi Minh City on 7 June 2007	20%	4,800,000,000
Sabeco Partner Fund 1	Investing in securities	No 102/TB-UBCK is issued by State Securities Board on 12 March 2008	35%	124,950,000,000
Sabeco Fund Management	Establishing and managing security funds/companies and managing portfolio	No 22/UBCK-GP issued by UBCK NN, Ministry of Finance on 16 November 2007	20%	5,000,000,000
Sai Gon - Mien Trung Beer JSC	Producing food and beverages	No 4104005184 issued by the Planning and Investment Department of Ho Chi Minh City on 25 June 2008	31%	92,499,160,000
Allied Domecq Vietnam Co. Ltd.	Producing and trading alcohol and alcohol-related products	No. 1049/GP issued by the Ministry of Planning and Investment on 19 November 1994, amended on 29 November 2006	45%	31,632,170,530
Malaya Glass Co. Ltd.	Producing glass products	No. 701/GP issued by the Ministry of Planning and Investment on 26 October 1993, amended on 20 August 2003	30%	83,115,630,759

Saigon Beer – Alcohol – Beverage Corporation

Notes to the separate financial statements for period from 1 May to 31 December 2008 (continued)

Name	Principal activity	Investment licence	% of ownership	2008 VND
Sai Gon Crown Joint Venture Company	Producing aluminium cans	No. 759/GP issued by the Planning and Investment Department of Ho Chi Minh City on 31 December 1993, amended on 3 November 2000	30%	141,850,033,499
San Miguel Packaging Joint Venture	Producing and selling metal crown products	No. 1504/GP issued by the Ministry of Planning and Investment on 23 March 1996, amended on 1 March 2006	35%	26,212,239,000
Me Linh Point JSC	Leasing and managing office building	No. 1132/GP issued by the Ministry of Planning and Investment on 14 February 1995, amended on 1 March 1996, 27 April 1998, 4 October 2001 and 23 March 2005	25%	43,111,007,200
				835,733,219,578

11. Long-term prepayments

	Goodwill VND	Returnable packaging VND	Property held for future investment VND	Total VND
Receipts from the former state owned company	474,244,533,356	370,805,335,084	51,602,316,000	896,652,184,440
Additions during the period	-	118,776,163,119	-	118,776,163,119
Amortisation	(31,616,302,224)	(84,313,622,838)	-	(115,929,925,062)
Transfer to investment	-	(270,854,083,497)	-	(270,854,083,497)
Disposals	-	(44,910,933,635)	-	(44,910,933,635)
Closing balance	442,628,231,132	89,502,858,233	51,602,316,000	583,733,405,365

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

12. Deferred tax assets

(a) Recognised deferred tax assets

Deferred tax assets are attributable to the following:

	2008 VND
Allowances and provisions	500,000,000
Unrealised foreign exchange losses	2,360,186,866
Tax loss carry-forwards	2,454,458,287
	<hr/>
	5,314,645,153
	<hr/> <hr/>

(b) Movements in deferred tax assets

	31/12/2008 VND
Receipts from the former state owned company	1,012,940,185
Recognised during the period	4,301,704,968
	<hr/>
Closing balance	5,314,645,153
	<hr/> <hr/>

The tax loss expires in the following years:

Year of expiry	Status of tax review	Tax losses available VND
2013	Outstanding	9,817,833,149
		<hr/>
		9,817,833,149
		<hr/> <hr/>

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

13. Accounts payable - trade

Accounts payable - trade included the following amounts due to related parties:

	2008 VND
Amounts due to other related companies	76,164,753,979
	<hr/>

Non-trade amounts due to related companies are unsecured, interest free and repayable on demand.

14. Taxes payable to State Treasury

	2008 VND
Value added tax	48,345,980,987
Personal income tax	5,904,017,103
Special consumption tax	239,531,668,823
Land tax	1,582,198,725
Other taxes payable	2,216,136,510
	<hr/>
	297,580,002,148
	<hr/>

15. Accrued expenses

	2008 VND
Accrued for purchase of fixed assets and construction in progress	292,562,813,201
Accrued for purchase of materials	27,027,929,159
	<hr/>
	319,590,742,360
	<hr/>

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

16. Other payables

	2008 VND
Union fee	1,050,158,550
Equitisation payable to the Government	1,104,123,915,219
Revaluation surplus of land use rights payable to the Government	1,492,547,178,700
Dividend payable to the Government	402,163,393,800
Others	39,019,688,084
	<hr/>
	3,038,904,334,353
	<hr/>

Other payables included the following amounts due to related parties:

	2008 VND
Amounts due to other related companies	25,973,450,003
	<hr/> <hr/>

17. Other long-term liabilities

	2008 VND
Land rental payable	51,602,316,000
	<hr/>

18. Provision for severance allowance

	2008 VND
Provision made during the period	902,343,235
Provision used during the period	(564,695,336)
	<hr/>
Closing balance	337,647,899
	<hr/> <hr/>

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

19. Share capital

On 17 April 2008 the Company equitised and converted its capital into share capital. The Company issued 641,281,186 ordinary shares at par value of VND10,000 and the State sold 66,762,052 shares to the public on that day.

Each share is entitled to one vote at meetings of the Company. Shareholders are entitled to receive dividends as declared from time to time. All ordinary shares are ranked equally with regard to the Company's residual assets. In respect of the shares bought back by the Company, all rights are suspended until those shares are reissued.

The Company's shareholders at 31 December 2008 were:

	2008
	Number of shares
Ministry of Industry and Trade	574,519,134
Other shareholders	66,762,052
	<hr/>
	641,281,186
	<hr/>

20. Total revenue

Total revenue represents the gross invoiced value of goods sold exclusive of value added tax.

Net sales comprised of:

	Period from 1/5/08
	to 31/12/08
	VND
Total revenue	
▪ Sales	5,015,691,837,526
Less sales deductions	
▪ Sales return	(15,242,008,605)
▪ Special sales tax	(1,150,449,922,239)
	<hr/>
Net sales	3,849,999,906,682
	<hr/>

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

21. Cost of sales

	Period from 1/5/08 to 31/12/08 VND
Finished goods sold	1,374,070,392,248
Merchandise goods sold	2,186,181,524,830
Services provided	111,232,634
	<hr/>
	3,560,363,149,712
	<hr/> <hr/>

22. Financial income

	Period from 1/5/08 to 31/12/08 VND
Interest income from banks	46,675,435,851
Interest income from investments in bonds	22,962,193,803
Dividends	557,754,042,025
Foreign exchange gains	26,174,901,359
	<hr/>
	653,566,573,038
	<hr/> <hr/>

23. Financial expenses

	Period from 1/5/08 to 31/12/08 VND
Foreign exchange losses	42,085,618,071
Allowance for long-term investments	196,767,920,000
Others	3,366,991,684
	<hr/>
	242,220,529,755
	<hr/> <hr/>

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

24. Other income

	Period from 1/5/08 to 31/12/08 VND
Proceeds from disposal of fixed assets	2,136,594,288
Proceeds from disposal of returnable packaging	51,826,530,308
Others	13,705,004,650
	<hr/>
	67,668,129,246
	<hr/>

25. Other expenses

	Period from 1/5/08 to 31/12/08 VND
Net book value of fixed assets disposed	1,281,697,912
Net book value of returnable packagings disposed	44,910,933,635
Other expenses	3,609,112,664
	<hr/>
	49,801,744,211
	<hr/>

26. Income tax

(a) Recognised in the statement of income

	Period from 1/5/08 to 31/12/08 VND
Current tax expense	
Current period	-
Deferred tax (benefit)/expenses	
Origination and reversal of temporary differences	(2,190,469,104)
Benefit of tax losses recognised	(2,748,993,282)
Effect of change in tax rate	637,757,418
	<hr/>
Income tax benefit	(4,301,704,968)
	<hr/>

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

(b) Reconciliation of effective tax rate

	Period from 1/5/08 to 31/12/08 VND
Profit before tax	536,396,098,168
Tax at income tax rate applicable in business licence	150,190,907,487
Effect of change in tax rate	637,757,418
Effect of tax holiday of Cu Chi Plant	(3,083,503,016)
Tax effect of non-taxable income	(155,088,972,087)
Tax effect of non-deductible expenses	3,042,105,230
	<u>(4,301,704,968)</u>

(c) Applicable tax rates

Under the terms of its Business Licence the Company has an obligation to pay the government income tax at the rate of 28% of taxable profits.

Effective 1 January 2009, the Company's income tax rate is reduced from 28% to 25% due to changes in the income tax law.

27. Basic earnings per share

The calculation of basic earnings per share at 31 December 2008 for the period from 1 May 2008 to 31 December 2008 was based on the net profit after tax attributable to ordinary shareholders and a weighted average number of ordinary shares outstanding, calculated as follows:

(i) Net profit attributable to ordinary shareholders

	Period from 1/5/08 to 31/12/08 VND
Net profit for the period	540,697,803,136
Net profit attributable to ordinary shareholders	<u>540,697,803,136</u>

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

(ii) Weighted average number of ordinary shares

	2008 Number of ordinary shares
Ordinary shares issued during the period	641,281,186
Weighted average number of ordinary shares as at 31 December 2008	<u>641,281,186</u>

The Company does not have potentially diluted ordinary shares.

28. Dividends

The Board of Management of the Company on 12 December 2008 resolved to pay dividends amounting to VND448,895 million to (VND700 per share). Dividends were paid to non-state shareholders on 25 December 2008. Dividend payable to the Government of VND402,163 million was accrued as at 31 December 2008.

29. Significant transactions with related parties

(a) Balances outstanding

Related company	Relationship	2008 VND
<i>Trade receivables</i>		
Saigon Beer Western JSC	Subsidiary	39,264,364,275
Binh Tay Liquor JSC	Subsidiary	2,722,500
Saigon - Dong Xuan Beer Alcohol JSC	Subsidiary	12,249,581,390
Sai Gon - Nghe Tinh Beer JSC	Subsidiary	19,321,302,238
Sai Gon – Ha Noi Beer Corporation	Subsidiary	7,303,596,198
SABECO Trading Company Limited	Subsidiary	142,624,555,640
Sai Gon - Mien Trung Beer JSC	Associate	31,658,764,621
Sai Gon Beer Packaging Joint Stock Company	Associate	20,337,540,416
Sai Gon – Binh Tay Beer JSC	Associate	116,982,288,726
Sai Gon – Tay Do Beer	Associate	52,637,671,026
Malaya Glass Co. Ltd.	Associate	1,025,100

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

Related company	Relationship	2008 VND
<i>Other receivables</i>		
SABECO Trading Company Limited	Subsidiary	195,525,599,799
Saigon Beer Western JSC	Subsidiary	1,497,606,201
Chuong Duong Beverages JSC	Subsidiary	288,103,616
Sai Gon - Ha Nam Beer JSC	Subsidiary	75,215,544
Binh Tay Liquor JSC	Subsidiary	22,889,907,847
Saigon - Dong Xuan Beer Alcohol JSC	Subsidiary	81,011,591
Sai Gon - Nghe Tinh Beer JSC	Subsidiary	4,177,486,901
SABECO Trading Company Limited	Subsidiary	80,030,555,930
SABECO Mien TrungTrading JSC	Subsidiary	2,574,000
SABECO Nam Trung Bo trading JSC	Subsidiary	29,700,000
Sai Gon - Mien Trung Beer JSC	Associate	434,400,992
Dakai Mineral Water Joint Stock Company	Associate	1,123,986,032
Sai Gon – Tay Do Beer	Associate	2,880,000
San Miguel Packaging Joint Venture	Associate	3,045,000
<i>Trade payables</i>		
Saigon Beer Western JSC	Subsidiary	3,208,269,918
Saigon - Dong Xuan Beer Alcohol JSC	Subsidiary	6,015,480
Sai Gon - Nghe Tinh Beer JSC	Subsidiary	4,251,075,832
SABECO Mechanical Co., Limited	Subsidiary	6,932,176,701
Sai Gon - Mien Trung Beer JSC	Associate	694,847,340
Sai Gon Beer Packaging Joint Stock Company	Associate	8,224,403,600
SABECO Food JSC	Associate	2,299,217,600
Sai Gon Beer Delivery and Transportation JSC	Associate	91,812,240
Sabeco - Song Lam Packaging Joint Stock Company	Associate	5,488,442,960
Sai Gon Crown Joint Venture Company	Associate	32,202,160,475
Malaya Glass Co. Ltd.	Associate	8,662,396,833
San Miguel Packaging Joint Venture	Associate	4,103,935,000
<i>Other payables</i>		
Saigon Beer Western JSC	Subsidiary	12,932,851
Saigon - Nghe Tinh Beer JSC	Subsidiary	7,754,340
SABECO Trading Co., Ltd	Subsidiary	1,796,802,948
Sabeco Northern Trading JSC	Subsidiary	5,210,542,440
SABECO Bac Trung Bo Trading JSC	Subsidiary	2,939,941,350
Sabeco Center Trading JSC	Subsidiary	1,989,683,686
SABECO Mien TrungTrading JSC	Subsidiary	4,398,027,000
SABECO Tay Nguyen Trading JSC	Subsidiary	2,397,243,353
SABECO Nam Trung Bo trading JSC	Subsidiary	1,535,388,000
SABECO Mien Dong trading JSC	Subsidiary	841,266,477
SABECO Song Tien trading JSC	Subsidiary	821,772,874
SABECO Song Hau trading JSC	Subsidiary	3,725,171,874
Sai Gon- Mien Trung Beer JSC	Associate	70,415,880
Sai Gon Beer Transportation JSC	Associate	195,251,930
Dakai Mineral Water JSC	Associate	31,255,000

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

(b) Transactions

Related company	Relationship	Nature of transactions	Period from 1/5/08 to 31/12/08 VND
Saigon Beer Western JSC	Subsidiary	Purchase raw materials and beer	74,384,576,800
		Sale of raw materials	97,479,344,935
		Dividend income	8,874,000,000
Chuong Duong Beverages JSC	Subsidiary	Dividend income	2,167,500,000
Saigon - Quang Ngai Beer JSC	Subsidiary	Investment	170,000,000,000
Saigon - Ha Nam Beer JSC	Subsidiary	Purchase beer	17,364,460,000
		Sale of raw materials	9,690,274,722
		Dividend income	5,980,250,000
Binh Tay Liquor JSC	Subsidiary	Interest income	1,742,753,385
Saigon - Dong Xuan Beer Alcohol JSC	Subsidiary	Purchase beer	18,083,637,500
		Sale of raw materials	43,932,058,342
Saigon - Nghe Tinh Beer JSC	Subsidiary	Purchase raw materials and beer	74,233,990,800
		Sale of materials	47,498,834,874
Sai Gon Beer Lam River JS Co.	Subsidiary	Investment	30,000,000,000
Sai Gon – Ha Noi Beer Corporation	Subsidiary	Investment	91,800,000,000
		Sale of raw materials	8,457,814,725
SABECO Trading Company Limited	Subsidiary	Investment	300,690,628,709
		Sale of beer	3,523,360,401,411
		Sale of returnable packagings	151,834,931,127
		Other sales	1,629,661,718
		Dividend income	435,525,599,799
SABECO Mechanical Co., Limited	Subsidiary	Investment	9,258,904,779
		Maintenance service	10,275,233,690
Sai Gon - Mien Trung Beer JSC	Associate	Investment	4,328,480,450
		Purchase raw materials and beer	102,788,105,000

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

Related company	Relationship	Nature of transactions	Period from 1/5/08 to 31/12/08 VND
Sai Gon Beer Packaging JSC	Associate	Purchase materials Sale of raw materials Dividend income	94,542,254,984 36,829,826,892 1,169,259,063
Sai Gon – Binh Tay Beer JSC	Associate	Purchase beer Sale of raw materials	308,356,551,730 666,155,567,481
Sabeco Food Trading JSC	Associate	Purchase raw materials Dividend income	37,056,212,433 324,000,000
Sai Gon Beer Transportation JSC	Associate	Transportation fee Sale of raw materials Dividend income Interest income	2,263,546,771 21,795,148 2,999,450,000 133,090,492
Binh Tay Packaging and Warehouse JSC	Associate	Purchase raw materials Dividend income	6,765,348,435 72,000,000
Thanh Nam Consultant Investment – Engineering and Technology Transfer JSC	Associate	Dividend income	48,000,000
Sabeco - Song Lam Packaging JSC	Associate	Purchase raw materials	11,708,424,700
Mechanical and Industrial construction Joint Stock Company	Associate	Purchase of fixed assets Dividend income Interest income	4,245,930,000 790,725,000 261,908,075
Sai Gon – Tay Do Beer	Associate	Purchase beer and raw materials Net sale of materials	1,107,219,960 66,631,850,987

Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)

Related company	Relationship	Nature of transactions	Period from 1/5/08 to 31/12/08 VND
Sabeco Management Fund	Associate	Investment	5,000,000,000
Sai Gon Crown Joint Venture Company	Associate	Purchase raw materials	458,679,708,069
		Sale of raw materials	14,490,112
		Dividend income	11,101,305,641
Malaya Glass Co. Ltd.	Associate	Purchase raw materials	93,269,924,005
San Miguel Packaging Joint Venture	Associate	Purchase raw materials	4,408,975,000

30. Commitments

(a) Capital commitment

As at 31 December 2008 the Company had VND705,829,291,390 outstanding capital commitments approved and contracted but not provided for in the balance sheet.

(b) Lease commitment

The future minimum lease payments under non-cancellable operating leases were:

	2008 VND
Within one year	1,180,191,179
Within two to five years	6,743,949,592
More than five years	60,695,546,325
	<hr/>
	68,619,687,096
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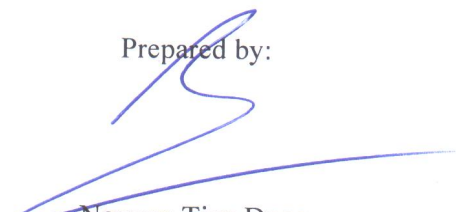
Saigon Beer – Alcohol – Beverage Corporation
Notes to the separate financial statements for period from 1 May to 31 December 2008
(continued)


31. Production and business costs by element

	Period from 1/5/08 to 31/12/08 VND
Cost of raw materials	1,072,523,112,242
Labour costs and staff costs	77,260,006,147
Depreciation and amortisation	278,399,303,231
Outside services	154,809,616,909
Other expenses	4,139,232,802,113

32. Corresponding figures

There are no corresponding figures as this is the first set of financial statements prepared by the Company since its incorporation as a joint stock company.

Prepared by: 
Nguyen Tien Dung
Chief accountant

Approved by: 
Nguyen Ba Thi
Chairman



26 June 2009