46-48-50 Pham Hong Thai Street, District 1 Ho Chi Minh City, S.R. Vietnam

STATEMENT OF THE BOARD OF MANAGEMENT

The Board of Management of Indovina Bank Limited ("the Bank") presents this report together with the Bank's financial statements for the year ended 31 December 2010.

THE BOARDS OF DIRECTORS AND MANAGEMENT

The members of the Boards of Directors and Management of the Bank who held office during the year and at the date of this report are as follows:

Board of Directors

Mr. Roger M. H. Lee
Mr. Pham Huy Hung
Mr. Chen Tsu Pei
Mr. Nguyen Van Du
Mr. Yei-Fong Jan
Mr. Le Van Phu

Chairman
Vice Chairman
Member
Member
Member
Member
Member

Board of Management

Mr. Yei-Fong Jan General Director

Mr. Le Van Phu First Deputy General Director
Mr. Chan Kun Lu Second Deputy General Director

THE BOARD OF MANAGEMENT'S STATEMENT OF RESPONSIBILITY

The Board of Management of the Bank is responsible for preparing the financial statements of each year, which give a true and fair view of the financial position of the Bank and of its results and cash flows for the year. In preparing these financial statements, the Board of Management 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 Bank will continue in business; and
- design and implement an effective internal control system for the purpose of properly preparing the financial statements so as to minimize errors and frauds.

The Board of Management is responsible for ensuring that proper accounting records are kept, which disclose, with reasonable accuracy at any time, the financial position of the Bank and to ensure that the financial statements comply with Vietnamese Accounting Standards and Vietnamese Accounting System and prevailing relevant regulations applicable to credit institutions in Vietnam. The Board of Management is also responsible for safeguarding the assets of the Bank and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of Management confirms that the Bank has complied with the above requirements in preparing these

financial statements

For and omitted the Board of Management,

INDOVINA

GP. HO

Yei-Fong Jan General Director 15 March 2011 Le Van Phu First Deputy General Director

Lephilo

Deloitte

Deloitte Vietnam Company Ltd.

11/F, Unit 1105, Saigon Trade Center 37 Ton Duc Thang Street, District 1 Ho Chi Minh City, Vietnam

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No. 181 /2011/Deloitte-AUDHCM-RE

AUDITORS' REPORT

To: The Boards of Directors and Management of Indovina Bank Limited

We have audited the accompanying balance sheet of Indovina Bank Limited ("the Bank") as at 31 December 2010, the related statements of income and cash flows for the year then ended, and the notes thereto (collectively referred to as "the financial statements"), as set out from page 3 to page 25. The accompanying financial statements are not intended to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Vietnam.

Respective Responsibilities of the Board of Management and Auditors

As stated in the Statement of the Board of Management on page 1, these financial statements are the responsibility of the Bank's Board of Management. Our responsibility is to express an opinion on these financial statements based on our audit.

Basis of Opinion

We have 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 misstatements. 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.

Opinion

THI NHAMH
LONG TY
TRACHINHEM HAVINAN
DELOYITE
VIET NAM

In our opinion, the accompanying financial statements give a true and fair view of, in all material respects, the financial position of the Bank as at 31 December 2010 and the results of its operations and its cash flows for the year then ended in accordance with Vietnamese Accounting Standards, Vietnamese Accounting System and prevailing relevant regulations applicable to credit institutions in Vietnam.

Wo That Hot Audit Partner

CPA Certificate No. 0138/KTV

For and on behalf of

DELOITTE VIETNAM COMPANY LIMITED

15 March 2011

Ho Chi Minh City, S.R. Vietnam

Huynh Vu Dai Trong

CPA Certificate No. 1204/KTV

BALANCE SHEET As at 31 December 2010

FORM B 02/TCTD

	Notes	31/12/2010	31/12/2009
		<u>USD</u>	<u>USD</u>
Assets			
Cash on hand and valuable documents	4	7,833,234	6,712,056
Deposits with the State Bank of Vietnam	5	24,481,831	21,098,971
Deposits with other credit institutions	6	277,630,738	38,671,989
Trading securities	7	5,214,462	5,493,973
Loans to customers	8	705,557,193	523,546,102
Loan balances		711,463,026	528,202,640
Less provision for loan losses		(5,905,833)	(4,656,538)
Investment securities		49,615,466	15,302,517
Available-for-sale securities	9	10,264,103	15,302,517
Held -to-maturity securities	10	39,351,363	-
Tangible fixed assets	11	5,374,345	5,502,880
Intangible assets	12	12,667,933	12,747,346
Other assets		15,453,416	5,161,599
Construction in progress	13	774,729	140,627
Other receivables and prepayments	14	9,052,466	2,625,088
Accrued interest receivable		5,626,221	2,395,884
Total assets		1,103,828,618	634,237,433
Resources			
Deposits from other credit institutions	15	401,725	455,695
Borrowings from other credit institutions	16	248,886,541	18,806,644
Deposits from customers	17	546,504,933	463,227,846
Derivatives and other financial liabilities		-	968,731
Certificates of deposits and bonds	18	105,642,269	1,022
Other liabilities		13,435,675	6,149,616
Accrued interest payable		7,152,178	2,691,657
Other payables	19	5,356,276	3,001,265
Other provision	20	927,221	456,694
Equity and reserves		188,957,475	144,627,879
Charter capital	21	165,000,000	125,000,000
Reserves	21.2	12,200,612	10,437,456
Retained earnings	21	11,756,863	9,190,423
Total resources		1,103,828,618	634,237,433

46-48-50 Pham Hong Thai Street, District 1 Ho Chi Minh City, S.R. Vietnam Financial Statements
For the year ended 31 December 2010

OFF BALANCE SHEET ACCOUNTS

As at 31 December 2010

96,799,545	66,689,731
28,160,099	6,578,397
68,639,446	60,111,334
<u>USD</u>	<u>USD</u>
31/12/2010	31/12/2009

Outstanding letters of credit Guarantees

Yei-Fong Jan General Director 15 March 2011

Le Van Phu First Deputy General Director

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Tran Le Thuy
Chief Accountant

INCOME STATEMENT

For the year ended 31 December 2010

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	Notes	2010 <u>USD</u>	2009 <u>USD</u>
 Interest and similar income Interest expense and similar charges Net interest and similar income 	22 23	61,469,522 (38,216,574) 23,252,948	40,325,178 (22,544,209) 17,780,969
 Fee and commission income Fee and commission expense Net fee and commission income 	-	6,595,133 (592,966) 6,002,167	5,297,672 (311,908) 4,985,764
III. Net gain from dealing in foreign currencies	24	2,265,458	2,177,665
IV. Net (loss)/gain from trading of held-for-sale securities		(186,896)	770,487
 Other operating income Other operating expenses Gain from other activities 	_	182,447 (30,565) 151,882	1,191,811 (50,304) 1,141,507
VI. General and administrative expenditures		(12,406,508)	(10,498,406)
VII. Net income before provision for credit losses		19,079,051	16,357,986
VIII. Provision for credit losses		(1,891,203)	(3,341,255)
IX. Profit before tax		17,187,848	13,016,731
X. Current tax expense	25	(3,659,848)	(2,784,993)
XI. Profit after tax		13,528,000	10,231,738

Yei-Fong Jan General Director 15 March 2011

NGÂN HÀNG THÁCH NHIỆM HỮU HẠN

Le Van Phu First Deputy General Director

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Tran Le Thuy
Chief Accountant

46-48-50 Pham Hong Thai Street, District 1 Ho Chi Minh City, S.R. Vietnam

Financial Statements
For the year ended 31 December 2010

CASH FLOW STATEMENT

For the year ended 31 December 2010 (Under direct method)

FORM B 04/TCTD

	2010	2009
	<u>USD</u>	<u>USD</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest and similar income received	58,239,185	40,538,913
Interest expense and similar charges paid	(33,756,053)	(25,696,664)
Fee and commission income received	6,002,167	4,985,764
Net gain on trading activities (foreign currencies and securities)	2,265,458	2,177,665
Other income	151,882	1,141,507
Cash paid to employees and related operating activities	(11,150,746)	(9,307,963)
Corporate income tax paid	(3,209,351)	(3,717,661)
CASH FLOW FROM OPERATING ACTIVITIES BEFORE		
CHANGES IN OPERATING ASSETS AND LIABILITIES	18,542,542	10,121,561
Changes in operating assets		
(Increase)/Decrease in deposits with and loans to other credit		
institutions	(36,410,311)	7,000,000
Increase in trading securities	(34,220,334)	(10,067,938)
(Increase)/Decrease in derivatives and other financial assets	(968,731)	968,731
Increase in loans to customers	(183,260,386)	(149, 177, 169)
Increase in other operating assets	(6,427,378)	(1,155,987)
Changes in operating liabilities	, , , ,	* * * * * * * * * * * * * * * * * * * *
Increase/(Decrease) in deposits and borrowings from other credit		
institutions	230,025,927	(9,936,752)
Increase in deposits from customers	83,277,087	69,002,606
Increase/(Decrease) in issuing certificate of deposits and bonds	105,641,247	(44,688)
Increase/(Decrease) in other liabilities	1,904,513	(1,671,680)
Payment from reserves	(198,404)	(216,924)
NET CASH FLOWS FROM OPERATING ACTIVITIES	177,905,772	(85,178,240)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of fixed assets and construction in progress	(1,684,609)	(12,316,248)
Proceeds from disposal fixed assets	16,621	-
Net cash used in investing activities	(1,667,988)	(12,316,248)
CACH ELOWE FROM FINANCING ACTIVITIES		
CASH FLOWS FROM FINANCING ACTIVITIES	35,500,000	20,000,000
Capital contribution	(4,500,000)	(5,000,000)
Dividend paid		
Net cash from financing activities	31,000,000	15,000,000
Net increase/(decrease) in cash and cash equivalents	207,237,784	(82,494,488)
Cash and cash equivalents at beginning of year	66,483,016	148,673,965
Effect of changes in foreign exchange rate	(185,308)	303,539
Cash and cash equivalents at end of year	273,535,492	66,483,016

46-48-50 Pham Hong Thai Street, District 1 Ho Chi Minh City, S.R. Vietnam Financial Statements
For the year ended 31 December 2010

CASH FLOW STATEMENT (Continued)

For the year ended 31 December 2010 (Under direct method)

FORM B 04/TCTD

Non-cash transactions

Cash inflow from capital contribution during the year ended 31 December 2010 excludes an amount of USD USD 4,500,000 (2009: USD 5,000,000), representing an amount of dividend declared to shareholders but was converted in the above statement.

NGÂN HÀNG ZI TRÁCH NHIỆM HỮU HẠN S

INDOVINA

Yei-Fong Jan General Director 15 March 2011

Le Van Phu First Deputy General Director

Lemis

Tran Le Thuy Chief Accountant