

TRAI THIEN USA INC.

CONDENSED CONSOLIDATED BALANCE SHEETS
AS OF SEPTEMBER 30, 2011 AND DECEMBER 31, 2010

(Currency expressed in United States Dollars (“US\$”), except for number of shares)

	September 30 2011		December 31 2010	
	(Unaudited)		(Unaudited)	
ASSETS				
Current assets:				
Cash and cash equivalents	\$	16,722	\$	21,534
Accounts receivable, net	\$	350,406	\$	820,126
Advances to a supplier	\$	103,568	\$	-
Prepayments and other current assets	\$	200,100	\$	1,687,168
Deferred tax assets	\$	88,090	\$	141,593
		-		-
Total current assets	\$	758,886	\$	2,670,421
Non-current assets:				
Vessel construction in progress	\$	16,464,013	\$	17,396,307
Property, plant and equipment, net	\$	2,048,915	\$	8,847,381
TOTAL ASSETS	\$	19,271,814	\$	28,914,109
LIABILITIES AND STOCKHOLDERS' EQUITY				
Current liabilities:				
Accounts payable, trade	\$	2,851,577	\$	3,493,657
Short-term bank borrowings	\$	3,601,555	\$	6,239,138
Current portion of long-term bank borrowings	\$	-	\$	2,997,025
Promissory note, net	\$	-	\$	11
Amount due to a stockholder	\$	69,958	\$	62,873
Income tax payable	\$	131,685	\$	264,254
Accrued liabilities and other payables	\$	444,239	\$	2,080,547
Total current liabilities	\$	7,099,014	\$	15,137,505

	Long-term liabilities:				
	Long-term bank borrowings	\$	-	\$	2,500,641
	Total liabilities	\$	7,099,014	\$	17,638,146
	Commitments and contingencies	\$	-	\$	-
	Stockholders' equity:				
	Preferred stock, \$0.001 par value; 1,000,000 shares authorized; no share issued and outstanding	\$	-	\$	-
	Common stock, \$0.001 par value; 1,393,000,000 shares authorized; 419,112,094 and 241,500,000 shares issued and outstanding, respectively	\$	419,112	\$	241,500
	Additional paid-in capital	\$	10,164,038	\$	13,090,423
	Accumulated other comprehensive loss	\$	(440,401)	\$	(2,018,247)
	Reserve fund	\$	240,620	\$	236,601
	(Accumulated deficits) retained earnings	\$	1,789,431	\$	(274,314)
	Total stockholders' equity	\$	12,172,800	\$	11,275,963
	TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$	19,271,814	\$	28,914,109

TRAI THIEN USA INC.
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS AND
COMPREHENSIVE (LOSS) INCOME
FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2011 AND 2010
(Currency expressed in United States Dollars (“US\$”), except for number of shares)
(Unaudited)

	Three months ended September 30,		Nine months ended September 30,	
	2011	2010	2011	2010
Revenues, net	3,723,870	2,997,243	11,422,869	9,466,849
	-	-	-	-
Operating expenses:	-	-	-	-
Voyage expense	1,587,150	1,309,557	5,212,483	5,024,366
Vessel operating expense	254,674	760,511	1,331,945	1,707,000
Rental expense	780,945	243,919	1,686,299	1,220,400
Selling, general and administrative	270,352	253,079	959,561	844,505
	-	-	-	-
Total operating expenses	2,893,121	2,567,066	9,190,288	8,796,271
	-	-	-	-
Income from operations	830,749	430,177	2,232,581	670,578
	-	-	-	-
Other income (expense):	-	-	-	-
Other income	-	-	-	9,651
Interest income	26	14	65	64
Interest expense	(126,054)	(355,415)	(751,942)	(1,120,396)
	-	-	-	-
Income (loss) before income taxes	704,721	74,776	1,480,704	(440,103)
	-	-	-	-
Income tax (expense) credit	(88,090)	(88,326)	(121,862)	(109,880)
	-	-	-	-
NET (LOSS) INCOME	616,631	(13,550)	1,358,842	(549,983)
	-	-	-	-
Other comprehensive loss:	-	-	-	-
Foreign currency translation loss	(70,735)	(330,966)	(85,293)	(639,540)
	-	-	-	-
COMPREHENSIVE (LOSS) INCOME	545,896	(344,516)	1,273,549	(1,189,523)
	-	-	-	-
Net (loss) income per share – Basic and diluted	-	-	-	-
	-	-	-	-
Weighted average common stock outstanding – Basic and diluted	419,112,094	234,344,444	315,505,039	219,100,000

TRAI THIEN USA INC.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2011 AND 2010

(Currency expressed in United States Dollars (“US\$”))

(Unaudited)

	Nine months ended September 30,			
	2011		2010	
Cash flows from operating activities:				-
Net (loss) income	\$	1,273,549	\$	(549,983)
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation	\$	137,823	\$	449,380
Deferred tax assets	\$	-	\$	98,227
Loss on disposal of property, plant and equipment	\$	-	\$	9,667
Shares issued for services rendered, non-cash	\$	-	\$	184,343
Changes in operating assets and liabilities:				
Accounts receivable, trade	\$	1,955,861	\$	(1,546,717)
Advances to a supplier	\$	(347,235)	\$	2,611,027
Prepayments and other current assets	\$	(200,100)	\$	(1,073,250)
Accounts payable, trade	\$	(523,985)	\$	2,128,161
Income tax payable	\$	(312,281)	\$	11,653
Accrued liabilities and other payables	\$	698,408	\$	1,297,604
Net cash provided by operating activities	\$	2,682,040	\$	3,620,112
Cash flows from investing activities:				
Proceeds from disposal of property, plant and equipment	\$	2,614,211	\$	21,279
Purchase of property, plant and equipment	\$	-	\$	(4,879,019)
Payment to shipyards on vessel building	\$	-	\$	(2,611,027)
		-		-
Net cash used in investing activities	\$	2,614,211	\$	(7,468,767)
Cash flows from financing activities:				
Repayment from a stockholder	\$	-	\$	12,805
Proceeds from promissory note	\$	-	\$	1,454,662

	Proceeds from short-term bank borrowing	\$	-	\$	3,433,030
	Proceeds from long-term bank borrowing	\$	-	\$	3,266,112
	Payments on short-term bank borrowings	\$	(5,347,804)	\$	(4,275,215)
	Payments on long-term bank borrowings	\$	-	\$	(83,953)
	Net cash provided by financing activities	\$	(5,347,804)	\$	3,807,441
	Effect of exchange rate changes in cash and cash equivalents	\$	-	\$	(2,748)
	NET CHANGE IN CASH AND CASH EQUIVALENTS	\$	(51,553)	\$	(43,962)
	BEGINNING OF PERIOD	\$	68,275	\$	102,484
	END OF PERIOD	\$	16,722	\$	58,522
	SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:				
	Cash paid for income taxes	\$	131,685	\$	-
	Cash paid for interest	\$	(126,054)	\$	663,304
	SUPPLEMENTAL DISCLOSURE OF NON-CASH INVESTING AND FINANCING ACTIVITIES:				
	Settlement of promissory note by offsetting trade receivable	\$	-	\$	1,454,662

Chief Financial Officer



Nguyễn Văn Thông

General Director



TỔNG GIÁM ĐỐC
Nguyễn Quốc Thịnh