

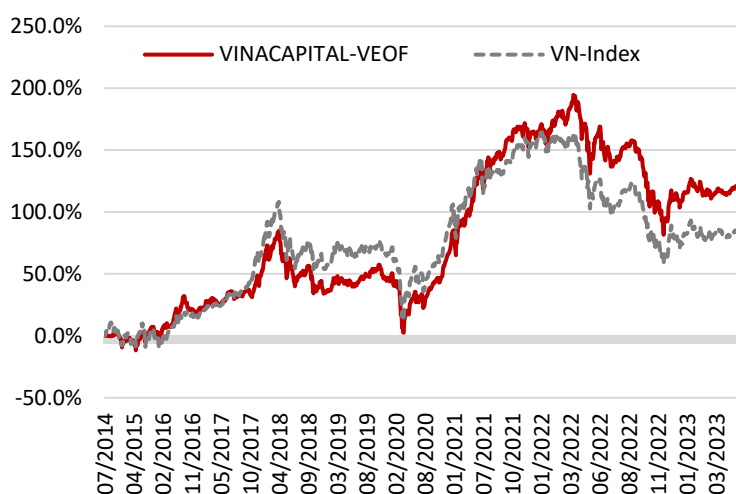
VINACAPITAL-VEOF

Investment approach

The fund applies active investment strategy and bottom-up stock selection, concentrates on high-conviction stocks through a deep dive research and analysis.

The fund mainly invests in large and mid-cap stocks which are industry leaders or differentiate in competitive advantages, have growth potential and are being undervalued.

NAV growth since inception



The performance data featured represents past performance, which is no guarantee of future results. Investment return and principal value of an investment will fluctuate; therefore, you may have a gain or loss when you sell your fund units. Current performance may be higher or lower than the performance data quoted.

Fund performance

VINACAPITAL-VEOF VN-Index

Total AUM (VND billion)	886.1	
NAV/Share (VND)	22,230.2	
May 2023 return (%)	3.0	2.5
YTD 2023 return (%)	6.2	6.8
3-year annualized return (%)	19.5	7.5
Annualized return since inception (%)	9.4	7.2
Cumulative return since inception (%)	122.3	86.0

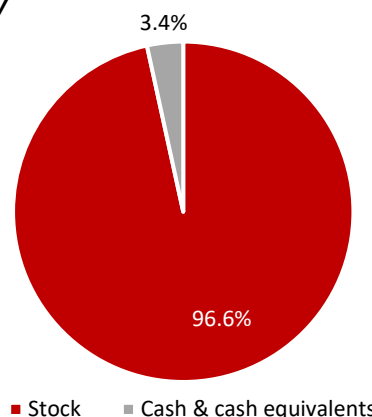
(The NAV is net of management fee and administrative expenses)

Investor Relations: irwm@vinacapital.com

Tel: +84 28 38 27 85 35

Investment allocation

% Total NAV



Fund information

Inception	1/7/2014
Management fee	1.75% per annum
Subscription fee	0.0%
Redemption fee	2.0% < 12 months
	1.5% >= 12 months
	0.5% >= 24 months
Personal income tax	0.1%
Custodian and Supervisory Bank	Standard Chartered Bank Ltd. (Viet Nam)
Auditor	PwC Vietnam
Trading frequency	Daily, from Monday to Friday
Benchmark	VN-Index

Portfolio statistics

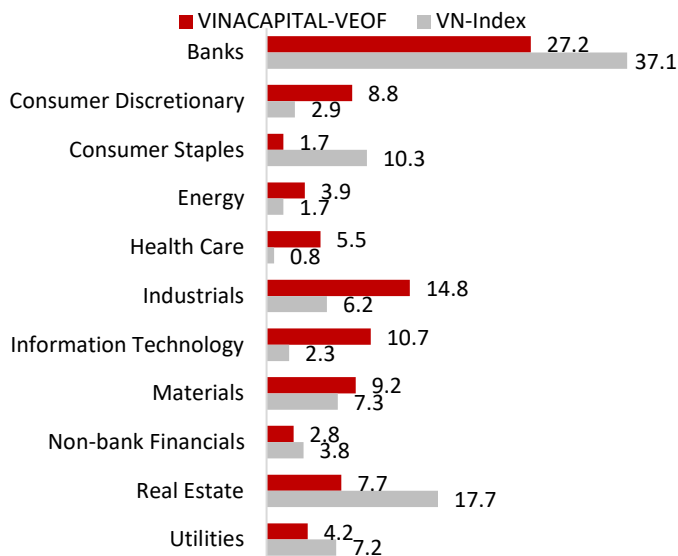
	VINACAPITAL-VEOF	VN-Index
Trailing P/E (x) (*)	12.8	14.6
Trailing P/B (x) (*)	2.4	1.6
Trailing ROE (%) (*)	17.6	12.8
Dividend yield (%) (*)	2.1	1.8
Portfolio turnover (%)	35.0	-
Sharpe ratio	0.3	0.2
No. of stocks	31	399

* Trailing 12-month data

Source: Bloomberg, VinaCapital's forecast

Sector allocation

% Total NAV



Top holdings

Stock	Sector	% NAV
FPT	Information Technology	10.7
VCB	Banks	9.6
STB	Banks	5.1
BID	Banks	4.9
PNJ	Consumer Discretionary	4.6
ACB	Banks	4.5
HPG	Materials	4.2
VRE	Real Estate	4.1
PLX	Energy	3.9
MWG	Consumer Discretionary	3.6

Comments from fund manager

MARKET UPDATES

After falling 1.5% in April, the VN-Index rebounded 2.5% in May. On a year-to-date (YTD) basis, Vietnam's stock market has advanced by 6.8%. Although Vietnam's economy is experiencing a period of slow growth and business results of listed enterprises weakened in Q1 2023, the stock market's performance has been rather encouraging thanks to the State's supportive policies for the real estate and banking sectors as well as the bond market, and especially the continuous interest rate cuts.

Comments from fund manager (cont.)

On May 23, 2023, the State Bank of Vietnam reduced policy interest rates for the third time since the beginning of the year. Accordingly, the refinancing interest rate was cut from 5.5% to 5.0%, and the ceiling deposit rate with terms from 1-month to less than 6-months was reduced from 5.5% to 5%. These rates have a significant impact on the market.

Investor sentiment became more positive in May. Market liquidity reached a year-to-date high, with the average daily trading value on the combined three bourses reaching VND14.5 trillion in May, up 9% MoM. Most sectors advanced during the month, with the best-performing sectors being Information Technology (+7.5%), led by FPT (+8.5%), and the Industrials (+7.3%), with many small cap stocks gaining over 20% due to aggressive trading activities from individual investors. The two sectors that declined were both in the Consumers: Consumer Staples fell 3.5% MoM, while Consumer Discretionary decreased by 1.0% MoM.

Contrary to the excitement of local investors, foreign investors remained somewhat discouraged. They have been net-sellers for two consecutive months, with the net-selling value in May reaching VND3.1 trillion on the combined three bourses.

Economic data for May has generally not shown a recovery. The index of industrial production increased by only 0.1% YoY. In the first 5 months of the year, the index still fell by 2.0% YoY. The Purchasing Managers' Index (PMI) fell to 45.3, its lowest level since September 2021. Of the last seven months, only in February 2023 recorded a PMI reading above 50, the level that shows an expectation for growth in manufacturing activities. Vietnam's exports and imports decreased by 11.6% and 17.9% YoY in 5M2023, respectively, due to impacts from the weak global economy. On a positive note, Vietnam's trade surplus reached USD9.8 billion YTD, which has been an important factor for the stabilization of the USD/VND exchange rate. In addition, inflation was well controlled, with the May consumer price index (CPI) only rising 2.4% YoY. The controlled inflation supported the State Bank of Vietnam in its decision to reduce interest rates.

FUND COMMENTARY AND INVESTMENT OUTLOOK

In May 2023, the NAV per share of VINACAPITAL-VEOF increased by 3.0%, outperforming the VN-Index by 0.5%. Since the beginning of 2023, the fund has advanced by 6.2%.

The stocks that contributed the most to the fund's performance during the month were in the Information Technology, Banking, and Industrial Park sectors.

In the Information Technology sector, FPT surged 8.5% in May after underperforming the market in 4M2023. The company continued to report encouraging business results, with 4M2023 net profit reaching VND2,019 billion, up 20% YoY, and the value of new orders from foreign clients growing by 37%, reaching VND12,359 billion, and helping to secure the growth momentum in the future. VCB, STB, and ACB rose 3.9%, 9.5% and 5.0% MoM, respectively. Good Q1 earnings growth together with the new supportive policies and interest rate reduction were positive factors for the banking sector. In addition, VCB is expected to proceed with a private share placement for foreign investors.

The industrial park stocks performed well as the People's Committee of Binh Duong province decided to lease 344 hectares of land to NTC to develop the expanded Nam Tan Uyen Industrial Park project (phase II). Accordingly, NTC and SZC advanced by 55% and 10.6% MoM.

On the contrary, PNJ dropped 7.9% in May, following the negative trend of stocks related to consumer goods. Nevertheless, PNJ's business results remained better than most other consumer companies with April and 4M2023 net profit falling by only 23% and 1% YoY, respectively. We believe PNJ is a good long-term investment with the leading position in the jewelry market and the potential to increase market share further.

The positive performance of the stock market following the supportive policies from the Government demonstrates that investors are placing high expectations on the recovery of the economy. In fact, most businesses we come in contact with hope to achieve more positive business results in the later months of this year. These will be the fundamental and sustainable basis for stock market developments in 2H2023 and 2024. Nevertheless, we will take a cautious view during the periods when the market is dominated by the speculative money flows, especially for stocks whose prices surged without any business improvements. We expect the market to remain volatile, so portfolio risk management and pursuing an investment strategy with a long-term perspective are crucial during this period.

Monthly returns

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2021	-0.1%	11.8%	0.5%	5.6%	11.6%	5.1%	-1.8%	3.0%	3.2%	8.3%	-0.1%	-0.3%	56.5%
2022	0.0%	5.1%	3.3%	-6.0%	-4.1%	-4.7%	-1.3%	5.2%	-10.1%	-10.2%	0.8%	-0.1%	-21.2%
2023	7.8%	-5.3%	1.2%	-0.2%	3.0%								6.2%

Important information

The information contained herein has been prepared by VinaCapital Fund Management Joint Stock Company (the "Company") and is subject to updating, completion, revision, further verification and amendment without notice.

The information does not constitute or form part of any offer for sale or solicitation of any offer to buy or subscribe for any securities nor shall they or any part of them form the basis of or be relied on in connection with, or act as any inducement to enter into, any contract or commitment whatsoever. Forward-looking information is based on the estimates and opinions of the Company's at the time the statements are made, and is therefore, of no obligation to be updated or corrected to changing circumstances.