

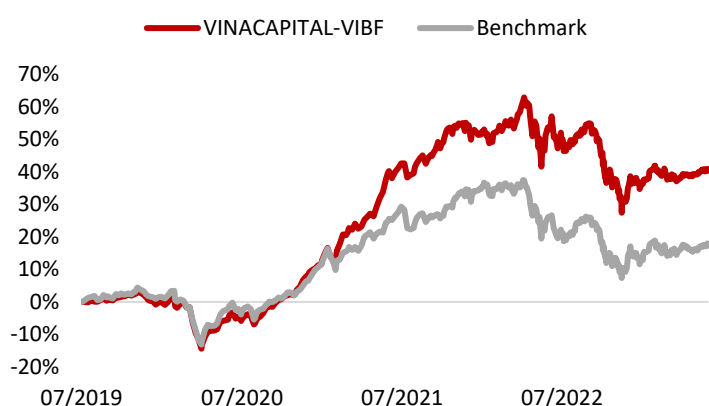
VINACAPITAL-VIBF Investment approach

The Fund has a goal of providing investors with exposure to potential equity appreciation while also investing in fixed income to reduce overall portfolio volatility. The Fund has a standard allocation of 50%/50%.

The Fund focuses on investing into companies with strong fundamentals, large market shares, good corporate governance, healthy financial status and reasonable valuations compared to their potential upside.

The Fund will also take positions in bills, bonds, certificate of deposits, and other fixed-income products issued by creditworthy companies with sustainable profitability and high capital adequacy.

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

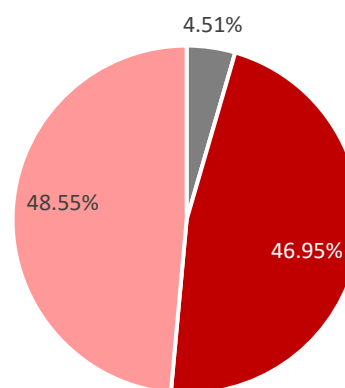
	VINACAPITAL-VIBF	BM
Total AUM (VND billion)	437.4	
NAV/Share	14,076.0	
May 2023 return (%)	1.0	1.5
YTD 2023 return (%)	3.3	4.9
3-year annualized return (%)	14.2	6.6
Annualized return since inception (%)	9.1	4.3
Cumulative return since inception (%)	40.8	17.8

(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



■ Cash ■ CD & Bonds & Deposits ■ Equity

Fund information

Inception	2/7/2019
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. (Vietnam)
Auditor	PwC Vietnam
Trading frequency	Daily, from Monday to Friday
Benchmark (BM)	Average of VN-Index and 12-month VND denominated deposit rate by Vietcombank.

Equity portfolio statistics

	VINACAPITAL-VIBF	BM
Trailing P/E (x) (*)	12.0	14.6
Trailing P/B (x) (*)	2.2	1.6
Trailing ROE (%) (*)	17.0	12.8
Dividend yield (%) (*)	2.1	1.8
No. of stocks	23	399

(*) Trailing 12-month data

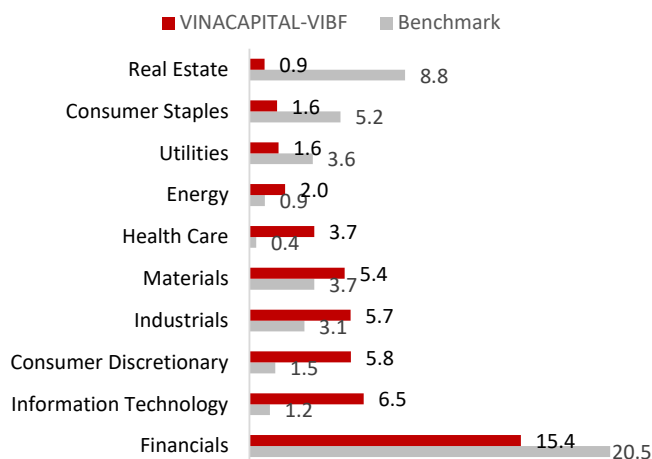
Fixed-income portfolio statistics

Macaulay Duration (years)	0.9
Yield-To-Maturity (%)	8.4

Source: Bloomberg, VinaCapital's forecast

Equity sector allocation

% Total NAV



Top holdings

	Ticker	Sector	Weighted (%)
Equity	FPT	Information Technology	6.5
	VCB	Financials	4.3
	PNJ	Consumer Discretionary	4.2
	STB	Financials	3.6
	ACB	Financials	3.4
Bond	KDHH2225001	Real Estate	8.3
	TN1122016	Real Estate	8.2
	KBC121020	Real Estate	6.3

Comments from fund manager

BOND MARKET UPDATE

Vietnam's CPI inflation rate fell from 2.8% yoy in April to 2.4% in May, largely driven by a -10% month-on-month drop in Retail Petrol Prices. Note also that this drop in Vietnam's inflation rate (down from a peak of 4.9% earlier this year) was a factor that enabled the country's central bank to cut policy interest rates in May; coupled with the resilience in the USD-VND exchange rate which was unchanged during the month at a 23,500.

The State Bank of Vietnam (SBV) cut Vietnam's policy interest rates by an additional 50 bps in May, following a 50 bp cut in April, after having hiked rates in late-2022 to support the exchange rate. The ceiling for under-6-month deposit rate was down from 5.5% to 5%, which is a clear message to commercial banks to reduce interest rates to support the economy. As a result, the deposit rate for 6M and 12M dropped by 30-70 bps MoM at the end of May, for a YTD total decline of 150-250 bps, but still higher than May 2022 by 150-200 bps.

(to be cont. in next column)

Monthly returns

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2021	-0.41%	8.27%	1.46%	3.33%	9.86%	1.91%	-0.71%	1.97%	2.90%	3.85%	-0.23%	-1.03%	35.22%
2022	-0.10%	1.93%	3.11%	-2.76%	-1.63%	-1.71%	-0.78%	3.86%	-5.88%	-5.53%	-1.51%	0.45%	-10.52%
2023	3.97%	-2.79%	0.64%	0.55%	1.02%								3.31%

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.

Comments from fund manager (cont.)

Similar to the previous month, the corporate bond market remained muted in May, with a total issuance value of only VND2,915 billion, a significant drop of 93% YoY. There were six domestic issuances, all of which were by private placement. Four issuances were from Nui Phao Mining in the basic resources sector, with a total amount of VND2,600 billion. There was also VND300 billion issuance from VietJet Air. As a result, the basic resources and travel sectors accounted for 89.2% and 10.3% of total issuance in the month, respectively.

EQUITY MARKET UPDATE

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. 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.

FUND COMMENTARY

VINACAPITAL-VIBF's NAV per share increased by 1.0% in May, trailing the benchmark, which increased 1.5%. Several of the fund's top holdings outperformed the benchmark during the month, including STB (+9.5%), DPR (+9.1%), and ACB (+5%), however PNJ (-7.9%) and ILB (-7.7%) pulled back the performance. On a year-to-date basis, the fund has increased 3.3% versus a 4.9% increase of the benchmark.

Although the economy remained sluggish, retail investors' enthusiasm boosted the sectors that are expected to benefit from the downward trend of interest rates, such as real estate and financials. The fund has implemented a prudent approach and underweighted those sectors. Regarding the outperforming stocks in the fund, STB, one of our top convictions in the financial sector, is in the final stage of clearing their legacy bad debts and expects to post an upbeat growth trajectory in 2023-2024, thanks to improvements in net interest income and reduction of provision costs. DPR performed strongly during the month, owing to the issuance of Decree 35 in May, which streamlines the approval process for industrial park developers. In addition, the Prime Minister endorsed a proposal from MOIT to construct a road linking Binh Phuoc with Dong Nai and Binh Duong. This development is expected to boost land prices in Binh Phuoc, which currently trades at a 30-40% discount to those neighboring provinces.

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.