

VINACAPITAL-VIBF

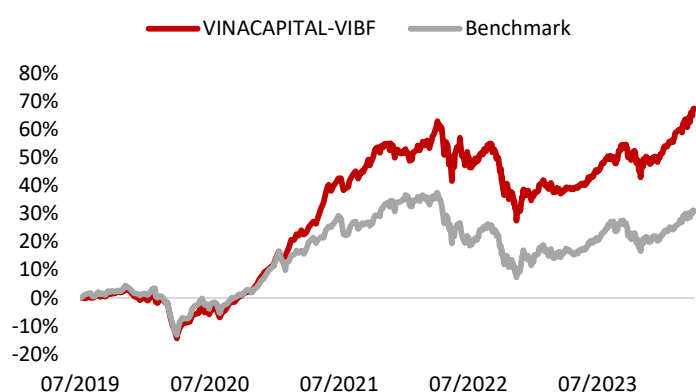
Investment approach

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)	484.6	
NAV/Share	16,734.2	
Mar 2024 return (%)	3.3	1.5
YTD 2024 return (%)	10.5	7.4
3-year annualized return (%)	10.7	4.0
Annualized return since inception (%)	11.4	5.8
Cumulative return since inception (%)	67.3	30.9

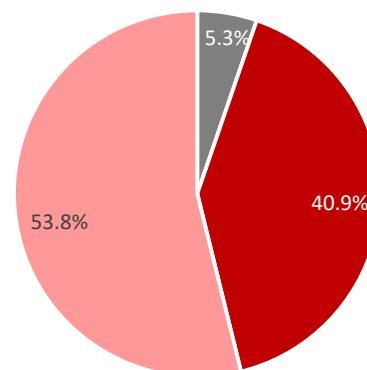
(The NAV is net of management fee and administrative expenses)

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
PIT	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
2024 P/E (x)	9.4	12.1
2024 P/B (x)	2.1	1.7
2024 ROE (%)	18.2	13.8
Dividend yield (%)	2.6	2.8
No. of equities	19	419

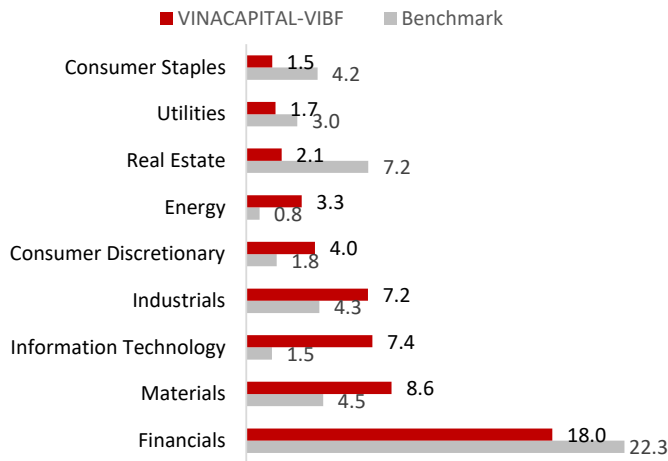
Fixed-income portfolio statistics

Macaulay Duration (years)	1.0
Yield-To-Maturity (%)	6.7

Source: Bloomberg, VinaCapital's forecast

Equity sector allocation

% Total NAV



Top holdings

	Ticker	Sector	Weighted (%)
Equity	FPT	Information Technology	7.4
	MBB	Financials	7.3
	ACB	Financials	4.0
	TCB	Financials	3.8
	PVD	Energy	3.3
Bond	TN1122016	Real Estate	12.3
	KDHH2225001	Real Estate	7.3
	BAF122029	Consumer Staples	4.2

Comments From Fund Manager

BOND MARKET UPDATE

In the corporate bond market, issuances totaled VND10.8 trillion in March, marking a 60% decrease YoY. The Real Estate sector dominated issuances with VND9.25 trillion, accounting for 85.6% of the total, with an average yield of 10.6% and an average maturity of 2.6 years. The Banking sector followed, with MBBank the sole issuer, raising VND1.1 trillion, which represented 9.7% of the total, at an average yield of 6.4% and a maturity of 8.0 years. The remaining VND500 billion, approximately 4.6% of the total issuance, was by Viet Dragon Securities company (VDSC) in the Financial Services sector.

STOCK MARKET UPDATE

The VN-Index advanced by 2.5% in March and has risen for five months in a row. With expectations for economic recovery and a low-interest-rate environment, this is the first time since 2017 that the stock market has recorded five consecutive months of growth. Since the year began, the VN-Index has soared by 13.6%, one of the highest growth rates among Asian stock markets in the first quarter, trailing only Japan.

(to be cont. in next column)

Comments From Fund Manager (Cont.)

The stock market experienced corrections at several points in March, alternating with the upward trend due to exchange rate pressure (the USD/VND exchange rate increased by 2.2% in the first quarter) and the issuance of T-bills by the State Bank to absorb excess liquidity in the banking system. Additionally, a hacking incident at VN Direct Securities also affected investor sentiment.

During March, the State Securities Commission sought opinions on proposed amendments to certain regulations in Circular 120/2020/TT-BTC, which aims to allow foreign investors to purchase securities without the pre-funding requirement. This adjustment addresses a significant bottleneck, and if implemented, could facilitate the upgrade of Vietnam’s stock market to emerging market status by FTSE Russell.

Market liquidity rose sharply, with an average daily trading value of USD1.2 billion across the combined three bourses, the highest level in the past two years. However, foreign investors continued to strongly net sell during the month, with net selling value reaching USD456 million, bringing the total net selling value since the beginning of the year to USD467 million.

Despite March's market fluctuations and expected volatility going forward due to various short-term variables, we continue to be optimistic regarding the stock market’s long-term prospects. The domestic economy's recovery trajectory, current reasonable valuations, prospects for the stock market’s upgrade, and reduced exchange rate pressures anticipated in the second half of 2024 should all contribute to the market’s long-term growth.

FUND COMMENTARY

VINACAPITAL -VIBF has delivered a robust performance in the current fiscal year, significantly outpacing the benchmark. In March, the fund’s NAV per share increased 3.3%, surpassing the benchmark's growth of 1.5%. Year-to-date, VIBF's growth stands at 10.5% compared to the benchmark's 7.4%.

The fund’s outperformance can be attributed to strategic allocations in three key sectors: Financials, Information Technology, and Consumer Discretionary. A critical factor in VIBF's outperformance has been our stock selection. Our Banking portfolio recorded a 5% increase in March, which is a significant margin over the index’s financial sector growth of 1.1%. Our banking holdings have provided an average PBT guidance from 7-18%, bolstered by high credit growth ranging from 14-16%.

Our holdings in the Consumer Discretionary sector have posted impressive growth with a total return of 11.2% in March, outperforming the sector as a whole, which increased 8.8%. This growth is supported by the recovery of both global and local demand. A notable highlight is MWG's investment of 5% of their grocery business to CDH Investments, signaling a positive outlook for the segment after nearly a decade of investment. In addition, MWG provided guidance regarding 2024E sales of VND125 trillion (up 6% YoY) and NPAT of VND2.4 trillion (an increase of 14.3 times YoY), driven by easing in pricing competition in the mobile phone segment and a turnaround in the grocery business.

VINACAPITAL- VIBF maintains a diversified and pro-growth portfolio with a valuation that is attractive compared to the benchmark. Our holdings have a P/E ratio of 9.4x for the year 2024E and EPS growth of 28.8%, versus the benchmark's 2024E P/E of 12.1x.

Monthly returns

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2022	-0.1%	1.9%	3.1%	-2.8%	-1.6%	-1.7%	-0.8%	3.9%	-5.9%	-5.5%	-1.5%	0.5%	-10.5%
2023	4.0%	-2.8%	0.6%	0.5%	1.0%	2.9%	3.8%	1.3%	-1.0%	-5.3%	3.7%	2.2%	11.2%
2024	2.6%	4.3%	3.3%										10.5%

Important information

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

The information does not constitute and/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/or opinions of the Company at the time the statements are made, and is therefore, of no obligation to be updated or corrected to changing circumstances.