

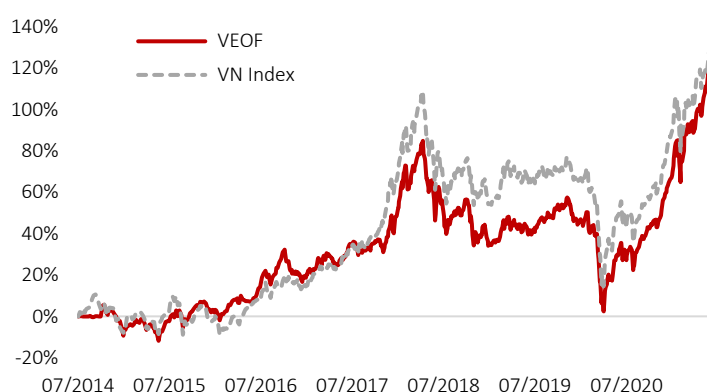
## VEOF Investment approach

Maximize return in the medium to long-term by focusing on Vietnamese large and medium-cap stocks with growth potential and reasonable valuation.

Target to invest >90% into listed stocks on the Vietnamese stock exchanges.

Invest up to 10% into OTC securities that will be listed/registered within 12 months.

## 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 shares. Current performance may be higher or lower than the performance data quoted.

## Performance vs. Benchmark

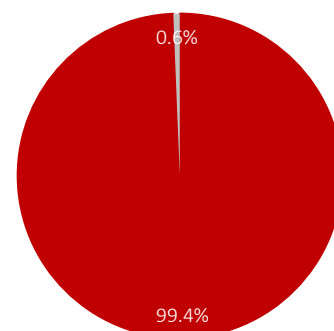
	VEOF	VN Index
Total AUM (VND billion)	320.5	
NAV/Share	22,457.7	
May 2021 return (%)	11.6	7.2
YTD 2021 return (%)	32.3	20.3
2020 return (%)	16.1	14.9
Since inception return (%)	124.6	129.7
Annualized return since inception (%)	12.4	12.8

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

Investor Relations: [irwm@vinacapital.com](mailto:irwm@vinacapital.com)  
Tel: +84 28 38 27 85 35

## Investment Allocation

% Total NAV



■ Stock ■ Cash & TD

## Fund information

Inception	1 July 2014
Management fee	1.75% per annum
Subscription fee	0.0%
Redemption fee	<ul style="list-style-type: none"> <li>• 2.0% &lt; 12 months</li> <li>• 1.5% &gt;= 12 months</li> <li>• 0.5% &gt;= 24 months</li> </ul>
Minimum subscription	VND2,000,000/ ~USD90
Custodian and Supervisory Bank	Standard Chartered Bank Ltd. (Viet Nam)
Auditor	PwC Vietnam
Trading frequency	Twice a week, on Tuesday and Thursday
Benchmark	VN Index

## Portfolio statistics

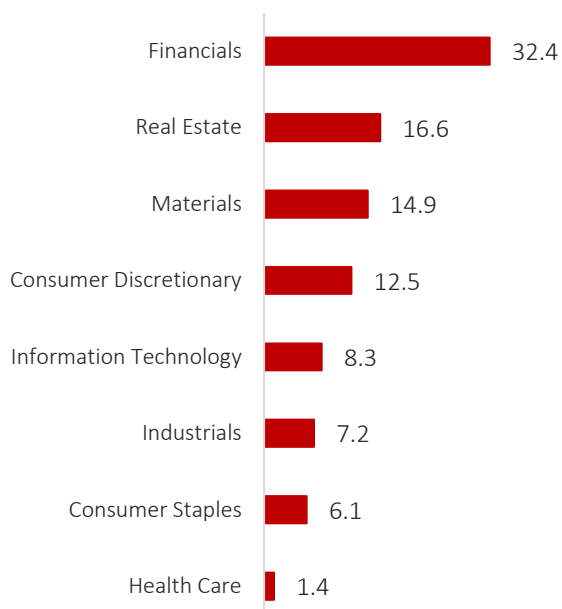
	VEOF	VN INDEX
Trailing P/E (x) (*)	16.1	18.2
Trailing P/B (x) (*)	2.9	2.7
Trailing ROE (%) (*)	18.3	14.9
Dividend yield (%) (*)	1.2	1.2
EPS growth 2021 (%)	30.4	27.2
Portfolio turnover (%)	66.2	-
Sharpe ratio	0.42	0.38
No. of stocks	28	386

(\*) Trailing 12 months data

Source: Bloomberg, VinaCapital's forecast

## Sector allocation

% Total NAV



## Top 10 holdings

Stock	Sector	% NAV
HPG	Materials	10.5
FPT	Information Technology	8.3
VCB	Financials	7.4
MWG	Consumer Discretionary	7.1
CTG	Financials	6.3
TCB	Financials	5.0
VPB	Financials	4.8
STB	Financials	4.5
VHM	Real Estate	4.3
MBB	Financials	4.3

## Comments from fund manager

## MARKET COMMENTARY

In contrast to the popular saying "sell in May", the VN Index closed the month at the all-time high level of 1,328.1, recording a 7.2% month-on-month (mom) return. On a year-to-date (ytd) basis, the market has advanced 20.3%, outperforming all ASEAN emerging markets.

The fourth wave of COVID-19, which started in late April, prompted several provinces across the country to implement social-distancing regulations. From 27 April to the end of May, 4,246 new COVID-19 cases were found in the community, nearly three times higher than the total number of cases in the previous three waves. Nevertheless, the severe situation did not impact investor sentiment. Local retail investors opened 113,543 new securities accounts in May, a historic high. The ytd number reached 479,857 accounts, 22% higher than the whole of 2020. Average daily trading value across the three bourses also surged to a record high of VND26.2t in May.

Among the sectors that contributed the most to the VN Index's gain, financials was the best-performing sector. Thanks to outstanding Q1 earnings growth, the sector, mainly the banks and securities companies, advanced by 18.8% mom. Also driven by encouraging business results, the materials sector, mainly the steel companies, increased by 16.3% mom. Real estate was the lagging sector (-2.5% mom), with VIC declining by 10.3% mom.

## FUND COMMENTARY

Net asset value per share of VEOF advanced by 11.6% in May, outperforming the VN Index by 4.4%. On a YTD basis, VEOF delivered a return of 32.3%, while the VN Index gained 20.3%.

Most stocks within VEOF's top holdings performed well in May. Apart from VCB (-1.4% mom), the mom returns of all banks ranged from 18% to 41% thanks to superior 1Q profit growth. HPG, the largest holding in VEOF's portfolio, increased by 23.3% mom as the company is expected to maintain encouraging business results in the next quarter.

FPT was also among the best-performing stocks, recording a 21% mom return. The company has continuously sent messages about the bright prospect of its IT services and digital transformation business. 4M21 net profit of FPT increased by 20% yoy, reaching VND1,245b, while the value of newly signed global IT services contracts surged 50% yoy, reaching VND6,422b.

On the laggard side, MWG declined 1.7% mom due to the negative impact of the COVID-19 outbreak on the retail sector. Nevertheless, once the social-distancing order is removed, the stock may strongly outperform, as it did during the second half of last year.

By the end of May, the VN Index was trading at a 2021F P/E of 16.2x, which remained a 6% discount to the average 2021F P/E of ASEAN emerging markets. While the bullish momentum may continue, driven by surging local inflow and positive investor sentiment, some short-term volatility should be anticipated as the market can become overheated at times.

## 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 contained herein has not been approved by any listing authority or any investment regulator. 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. The Company assumes no obligation to confirm or update forward-looking statements should circumstances or management's estimates or opinions change.

No undertaking, representation, warranty or other assurance, express or implied, is made or given by or on behalf of the Company or any of its directors, officers, partners, employees, agents or advisers or any other person as to the accuracy or completeness of the information or opinions contained herein and no responsibility or liability is accepted by any of them for any such information or opinions or for any errors, omissions, misstatements, negligence or otherwise for any other communication written or otherwise.

The information herein may not be reproduced, re-distributed or passed to any other person or published in whole or in part for any purpose. By accepting receipt of this document, you agree to be bound by the limitations and restrictions set out above.

Neither these pages nor any copy of them may be taken or transmitted into or distributed in any jurisdiction where the distribution of such material would be prohibited under the jurisdiction's applicable securities laws. Any failure to comply with this restriction may constitute a violation of national securities laws.