

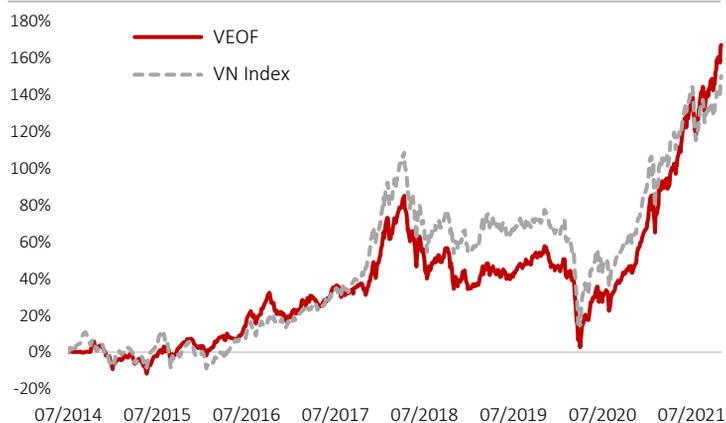
VEOF Investment approach

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.

Fund performance

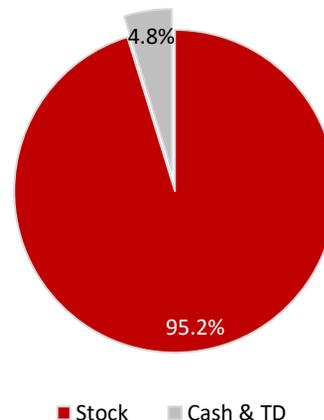
	VEOF	VN-Index
Total AUM (VND billion)	481.6	
NAV/Share	26,683.7	
Oct 2021 return (%)	8.3	7.6
YTD 2021 return (%)	57.2	30.8
3-year annualized return (%)	24.2	16.4
Annualized return since inception (%)	14.3	13.3
Cumulative return since inception (%)	166.8	149.8

(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



Fund information

Inception	1 July 2014
Management fee	1.75% per annum
Subscription fee	0.0%
Redemption fee	<ul style="list-style-type: none"> • 2.0% < 12 months • 1.5% >= 12 months • 0.5% >= 24 months
Minimum subscription	VND2,000,000/ ~USD90
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

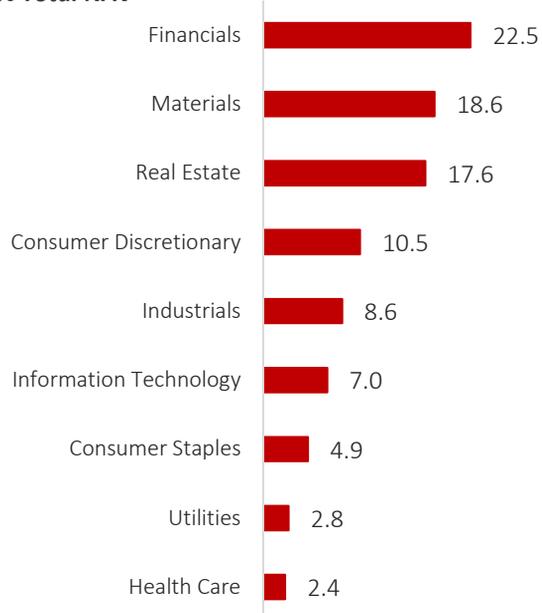
	VEOF	VN-Index
Trailing P/E (x) (*)	14.5	16.8
Trailing P/B (x) (*)	2.8	2.7
Trailing ROE (%) (*)	19.5	16.1
Dividend yield (%) (*)	1.2	1.2
Portfolio turnover (%)	64.7	-
Sharpe ratio	0.49	0.39
No. of stocks	33	402

(*) Trailing 12 months data

Source: Bloomberg, VinaCapital's forecast

Sector allocation

% Total NAV



Top 10 holdings

Stock	Sector	% NAV
HPG	Materials	8.5
FPT	Information Technology	7.0
MWG	Consumer Discretionary	6.7
VHM	Real Estate	6.6
TCB	Financials	4.8
VPB	Financials	4.4
DGC	Materials	3.8
VCB	Financials	3.5
SZC	Industrials	3.3
VRE	Real Estate	3.3

Comments from fund manager

MARKET COMMENTARY

The VN Index advanced by 7.6% in October 2021, closing the month at the all-time high of 1,444.3, driven by the economy's re-opening after a lengthy COVID-19 lockdown and anticipation of the implementation of another economic stimulus package. On a year-to-date (ytd) basis, the VN Index has gained 30.8%.

After four months of various social-distancing measures throughout the country, most economic activities resumed from the beginning of October. The remaining restrictions relate to tourism, bars, cinemas, and large events. October macro data showed a recovery from previous months, although it still declined year-on-year (yoy). Retail sales and industrial production grew 18.1% and 6.9% month-on-month (mom) but remained 19.5% and 1.6% lower than October last year, respectively. Notably, the Purchasing Managers' Index (PMI) rebounded to the above-50 level at 52.1 in October, ending four consecutive months of contraction.

The media reported that the Ministry of Planning and Investment plans for a sizeable economic stimulus package for 2022 and 2023, focusing on tax cuts, infrastructure spending, lending rate support, social benefits, and job creation. If the plan is realized, it will be the largest-ever stimulus package in Vietnam.

HOSE-listed companies posted aggregate net profit growth of 20% yoy in Q3 and 49% yoy in 9M2021. Q3 profit growth was significantly lower than Q1 and Q2, but the 20% growth was encouraging given the severe impact of the outbreak. High Q3 profit growth was seen in Materials (+125% yoy, driven by steel companies), Utilities (+42% yoy), and Financials (+24% yoy), while profit of the Consumer Staples and Consumer Discretionary sectors declined by 15% and 48%, respectively.

FUND COMMENTARY

VEOF's NAV per share increased by 8.3% in October, outperforming the VN Index by 0.6%. On a ytd basis, the fund has gained 57.2%, while the VN Index has increased 30.8%.

Most of VEOF's top holdings achieved encouraging business results in Q3 despite the outbreak. Notably, HPG (+7.9% mom), the fund's largest holding, recorded Q3 net profit of VND10.4t, a 174% yoy increase, thanks to resilient steel sales volume and strong selling prices.

VHM (+9.2% mom) and SZC (+32.1% mom) beat earnings expectations, with Q3 net profit growth of 84% and 79% and 9M2021 net profit advancing by 66% and 57%, respectively.

Some other stocks, despite not outperforming the market in October, also posted high Q3 profit growth. TCB (+4.0% mom) recorded Q3 and 9M profit of VND4.3t and VND13.4t, a 40% and 61% yoy growth, respectively. Earnings of FPT (+4.2% mom) were in line with expectations, with Q3 profit growth of 21%. We believe these companies will be able to maintain positive business results in the coming quarters and will continue to hold them in the fund.

By the end of October 2021, the VN Index traded at a 2021F and 2022F P/E of 16.8x and 13.7x, while 2022F EPS growth is forecasted to reach 23% yoy, according to Bloomberg. We see that as a reasonable valuation and expect further upside for the stock market thanks to economic recovery, earnings growth of listed companies and positive sentiment prompted by the stimulus plan. Nevertheless, the market can be overheated at times, prompted by aggressive retail trading activities, therefore some short-term volatility should be anticipated.

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.