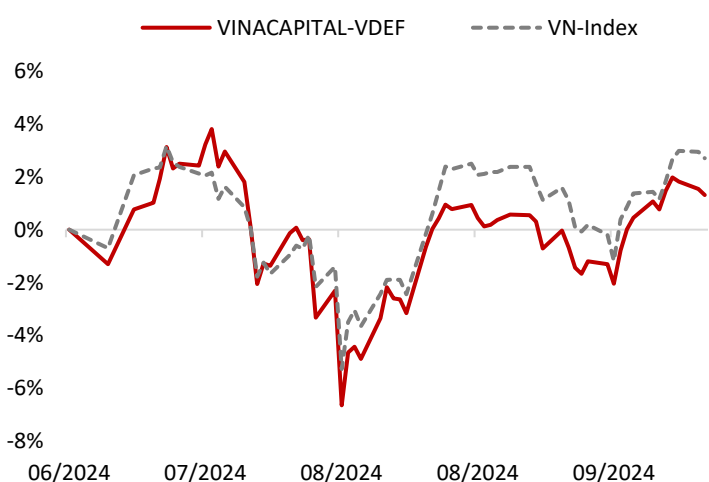


VINACAPITAL-VDEF Investment approach

The fund applies active investment strategy and bottom-up stock selection through a deep dive research and analysis, concentrates on stocks which are expected to deliver consistent returns in the mid to long term with both capital gain and downside protection from stable dividends.

The fund mainly invests in listed companies that have sound fundamentals, strong financial positions and cash flows, as well as the ability to pay significant dividends over time.

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-VDEF	VN-Index
Total AUM (VND billion)	170.4	
NAV/Share (VND)	10,131.1	
Sep 2024 return (%)	0.7	0.3
YTD 2024 return (%)	-	-
3-year annualized return (% p.a.)	-	-
5-year annualized return (% p.a.)	-	-
Annualized return since inception (% p.a.)	-	-
Cumulative return since inception (%)	1.3	2.7

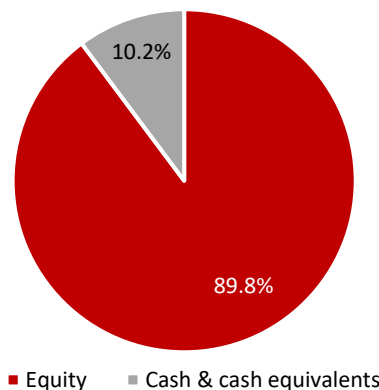
(The NAV is net of management fee and administrative expenses)

Investor Relations: irwm@vinacapital.com

Tel: +84 28 38 27 85 35

Investment allocation

% Total NAV



Fund information

Inception	24 Jun 2024
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. (Viet Nam)
Auditor	PwC Vietnam
Trading frequency	Daily, from Monday to Friday
Benchmark	VN-Index

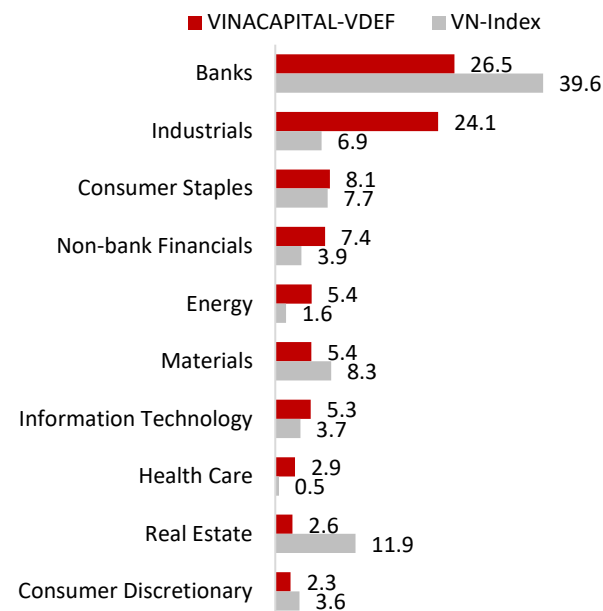
Portfolio statistics

	VINACAPITAL-VDEF	VN-Index
2024 P/E (x)	10.8	12.4
2024 P/B (x)	1.7	1.8
2024 ROE (%)	15.8	14.7
Dividend yield (%)	3.1	2.9
Portfolio turnover (%)	-	-
Sharpe ratio	0.5	1.2
No. of equities	22	406

Source: Bloomberg, VinaCapital's forecast

Sector allocation

% Total NAV



Top holdings

Equity	Sector	% NAV
ACB	Banks	13.1
VHC	Consumer Staples	8.1
GMD	Industrials	7.0
FPT	Information Technology	5.3
PVI	Non-bank Financials	4.5
HDG	Industrials	4.5
VEA	Industrials	4.1
CTG	Banks	4.0
STB	Banks	3.6
SZC	Industrials	3.4

Comments from fund manager

STOCK MARKET UPDATE

The VN-Index continued to experience volatility in September, although it managed to close the month with a slight increase of 0.3%. The stock market began September with cautious sentiment due to concerns about the economic impact of Typhoon Yagi. However, the VN-Index gradually recovered towards the end of the month thanks to several factors: (1) The U.S. Federal Reserve (Fed) cut interest rates by 50 bps for the first time in over two years after consistently raising rates to combat inflation; (2) China announced its largest economic stimulus package since the COVID-19 pandemic, including monetary policy easing and support packages for the real estate and stock markets; (3) On September 18, the Ministry of Finance issued Circular 68/2024/TT-BTC, removing the pre-funding requirement for foreign institutional investors when placing stock purchase orders. This marks a significant step towards qualifying for an upgrade to emerging market status by FTSE Russell.

On a year-to-date basis, the VN-Index has increased 14.0%, approaching the psychological threshold of 1,300 points.

Liquidity in the stock market slightly decreased in September. The average daily trading value across the combined three bourses fell to an 11-month low of VND 17.7 trillion, a 4.5% MoM decrease. On a positive note, foreign investors returned to net buying in September after eight consecutive months of net selling. Excluding the sale of 148 million VIB shares by a foreign shareholder (equivalent to 4.97% of VIB's outstanding shares), foreign investors were net-buyers of VND 478 billion during the month.

According to data released by the General Statistics Office, Vietnam's economy continued to achieve better-than-expected growth in Q3/2024, reaching 7.4% YoY in Q3, led by the manufacturing sector, which grew by 11.4% YoY. Q3 exports and imports advanced by 15.8% and 17.2% YoY, reaching USD 108.6 billion and USD 99.7 billion, respectively. The trade surplus reached USD 8.9 billion in Q3 and USD 20.8 billion in 9M2024, supporting exchange rate stability.

GDP growth for 9M2024 reached 6.8%, on track to hit the government's full-year growth target of 7%. However, there remain some concerns, such as the slow recovery of domestic consumption, with 9M2024 retail sales increasing by only 5.8% YoY in real terms; public investment disbursement lagging behind the plan (9M2024 disbursement reached 47.3% of the government's full-year plan, compared to 51.4% in 2023); and the Purchasing Managers' Index (PMI) falling to 47.3 in September, the lowest level since November 2023 due to the impact of Typhoon Yagi.

FUND UPDATE AND INVESTMENT OUTLOOK

The NAV per share of the VINACAPITAL-VDEF increased by 0.7% in September, outperforming the VN-Index by 0.4%.

The banking sector contributed the most to the fund's performance in September. All banking stocks held by VINACAPITAL-VDEF outperformed the benchmark during the month. The fund continues to hold a significant weight in the banking sector as we see an improving economic recovery from the headwinds seen in 2022-2023, and most banking stocks are still trading at price-to-book (P/B) ratios lower than the historical average.

An investment that clearly demonstrates the discipline in the fund's investment decisions based on fundamentals is IMP. In August, this stock remained in the fund's top-10 holdings, but by the end of September, IMP was no longer in the top-10. The reason is that the fund reduced its holding in IMP when the stock price exceeded our target price based on our stock valuation. We always adhere to investment discipline, consistently buying when the stock price is below the intrinsic value of the company and selling when the stock price exceeds the target price.

We observe that there are currently more favorable factors for the stock market compared to a few months ago. Specifically, most of Vietnam's economic indicators are better than expected, pressure on interest rates and exchange rates has alleviated with the Fed having started cutting rate, the U.S. economy is forecasted to avoid a recession, and Vietnam's stock market is expected to be upgraded to emerging market status in 2025. The VN-Index is trading at a reasonable valuation for long-term investment (2024F P/E at 12x), and we maintain our forecast for average profit growth of listed companies at around 20% for both 2024 and 2025.

Monthly returns

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2024	-	-	-	-	-	-1.3%	1.0%	0.9%	0.7%				1.3%

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.