



A Cayman-domiciled mutual fund with twice-monthly liquidity. The investment objective of the Company is to seek long-term capital appreciation of its assets by investing in a portfolio of the equity securities of companies with a significant presence in Vietnam.

## Fund Directors

**Mr. Philip Smiley**

(Non-Executive Chairman)

**Mr. Antony Jordan**

(Non-Executive Director)

**Ms. Trinh Thanh Mai**

(Non-Executive Director)

**Mr. Simon Raybould**

(Non-Executive Director)

**Mr. Christopher Vale**

(Non-Executive Director)

## Portfolio Manager

**Kevin Snowball**

**Administrator**

Apex Fund Services Ltd.

**Custodian**

DBS Bank Ltd., Hong Kong Branch

**Auditor**

Ernst & Young Ltd., Cayman Islands

**Swiss Jurisdiction**

**Swiss Representative Agent**

Hugo Fund Services SA

**Swiss Paying Agent**

Banque Cantonale de Genève

## Liquidity & Fees

**Dealing Day:** The 1st business day and 15th calendar day in each month

**Subscriptions:** 2 business days notice

**Redemptions:** 10 business days notice

**Management fee:** 1.5% per annum

**Performance fee:** 15% over 8% per annum with high water mark

**Redemption fee:** 1% redemption fee, payable to the Fund

For further details please refer to the

Fund's Prospectus via

[www.xpvnvietnam.com](http://www.xpvnvietnam.com)

[IR@xpvnvietnam.com](mailto:IR@xpvnvietnam.com)

**XPX** Vietnam Asset Management

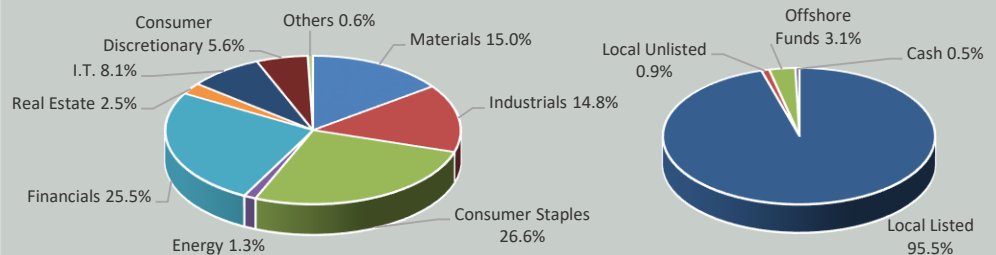
## Fund NAV

Launch Date	3 November 2005
Issue Price	US\$ 5.000
<b>NAV per share</b>	<b>At 30 June 2017</b>
Lead Series	US\$ 9.223
Series 1A & 1B	US\$ 9.927
Series 28	US\$ 9.275
Series 29	US\$ 9.324
Series 30	US\$ 9.405
Series 31	US\$ 9.400
Series 32	US\$ 9.348
Series 33	US\$ 9.248
Series 34	US\$ 9.264
Fund Size	US\$ 145 mn (30 June 2017)
ISIN (Lead Series)	KYG7306V1005
FATCA GIIN	G11WDZ.99999.SL.136

## Top 10 Holdings

(as at 30 June 2017)	% of net assets
Vinamilk (VNM)	26.4
HCMC Securities (HCM)	12.4
Hoa Phat Group (HPG)	11.4
FPT Corporation (FPT)	8.3
CotecCons (CTD)	6.4
Danang Rubber (DRC)	4.7
REE Corporation (REE)	3.9
VN Container Shipping (VSC)	3.7
VNDIRECT Securities (VND)	3.3
Military Commercial Bank (MBB)	2.4
Number of Holdings	Listed: 30 Unlisted: 5

## Portfolio Breakdown



## NAV Performance: Rolling

	XPX VEEF *	Viet Nam Index**
June 2017	+7.00%	+5.20%
1 year	+28.54%	+20.56%
2 years	+45.59%	+25.19%
3 years	+48.33%	+26.08%
4 years	+91.59%	+49.86%
5 years	+121.33%	+69.01%
6 years	+146.47%	+62.09%
7 years	+71.08%	+28.48%
8 years	+102.93%	+35.68%
9 years	+114.04%	+44.11%
10 years	-24.03%	-46.20%
11 years	+39.47%	+6.03%
Inception	+84.46%	+68.44%

## NAV Performance: Calendar

	XPX VEEF *	Viet Nam Index**
YTD	+26.52%	+17.04%
2016	+11.62%	+13.39%
2015	+7.26%	+0.91%
2014	+12.72%	+6.61%
2013	+30.58%	+20.47%
2012	+24.91%	+18.89%
2011	-30.58%	-32.76%
2010	-15.56%	-7.16%
2009	+82.43%	+48.31%
2008	-73.59%	-68.81%
2007	+24.68%	+23.61%
2006	+87.37%	+142.38%

\* All figures are NET of fees \*\* Index performance in US\$  
All performance data as at 30 June 2017

## Manager's Commentary

It would appear that the Saudis were better bid for inclusion on the MSCI EM Index watch-list in June and so Viet Nam was overlooked. Whilst the basic boxes were pretty much ticked the lack of progress in secondary offerings from tightly-held state owned enterprises and piecemeal progress on foreign ownership limit relaxation didn't do us any favours. Maybe next time.

The VNI's performance in the first half of 2017 exceeded our projected return for the year ex-MSCI inclusion (as outlined in the Investment Case presentation), with the Fund's NAV increase comfortably ahead of that. As a result we are re-calibrating our full year outlook but are not unduly concerned even as the market reacts badly to an interest rate cut which hints at a certain desperation at the highest levels to hit GDP growth targets this year via priming the credit pump. Hopefully that doesn't presage a return to the ever-decreasing boom/bust cycles caused by a perhaps over-simplistic monetary policy targeting "growth over everything" which we thought we'd seen the last of in early 2011.

## Vietnam Macro Latest Releases

	2016	YTD
GDP Growth y/y**	6.21%	6.17%
Trade surplus / (deficit)*	US\$2.6bn	US\$-2.7bn
CPI y/y*	4.74%	2.54%
	<b>Latest</b>	
Vietnam Dong / USD *	22,720	
Nikkei PMI *	52.5	
Disbursed FDI y/y **	9.0%	

Source: GSO, Customs Office & Bloomberg  
\* Latest monthly data \*\* Latest quarterly data