



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

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

ARM Swiss Representatives 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.pxpvietnam.com

IR@pxpvietnam.com

XPX Vietnam Asset Management

Fund NAV

Launch Date 3 November 2005
Issue Price US\$ 5.000

NAV per share At 29 December 2017

Series 1 (Lead Series) US\$ 11.059
Series 1A & 1B US\$ 12.126
Series 28 US\$ 11.123
Series 29 US\$ 11.173
Series 30 US\$ 11.256
Series 31 US\$ 11.251
Series 32 US\$ 11.198
Series 33 US\$ 11.085
Series 34 US\$ 11.103
Series 35 US\$ 11.360
Series 36 US\$ 11.321
Series 37 US\$ 11.500
Series 38 US\$ 11.512

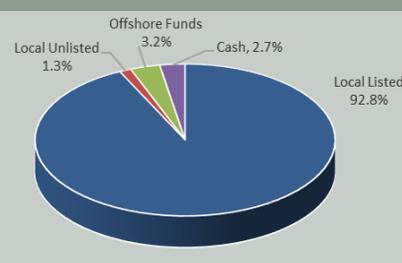
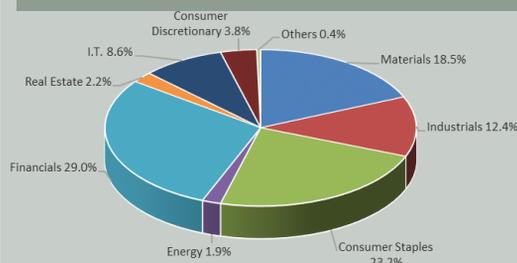
Fund Size US\$ 163.0 mn (29 Dec 17)

ISIN (Lead Series) KYG7306V1005

Top 10 Holdings

(as at 29 December 2017)	% of net assets
Vinamilk (VNM)	23.8
Hoa Phat Group (HPG)	16.6
HCMC Securities (HCM)	15.2
FPT Corporation (FPT)	9.0
CotecCons (CTD)	6.1
REE Corporation (REE)	3.7
VNDIRECT Securities (VND)	3.2
Danang Rubber (DRC)	3.2
Military Commercial Bank (MMB)	2.6
VN Container Shipping (VSC)	2.5
Number of Holdings	Listed: 29 Unlisted: 4

Portfolio Breakdown



NAV Performance: Rolling

	XPX VEEF *	Viet Nam Index**
Dec 2017	+7.35%	+3.66%
1 year	+51.70%	+48.43%
2 years	+69.33%	+68.30%
3 years	+81.62%	+69.83%
4 years	+104.72%	+81.05%
5 years	+167.32%	+118.11%
6 years	+233.91%	+159.31%
7 years	+131.80%	+74.36%
8 years	+95.73%	+67.87%
9 years	+257.09%	+140.08%
10 years	-5.68%	-25.11%
11 years	+17.60%	-7.43%
12 years	+120.34	124.36
Inception	+121.18%	+113.62%

NAV Performance: Calendar

	XPX VEEF *	Viet Nam Index**
2017	+51.70%	+48.43%
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 29 December 2017

Vietnam Macro Latest Releases

	2016	2017
GDP Growth y/y**	6.21%	6.81%
Trade surplus / (deficit)*	US\$2.6bn	US\$2.6bn
CPI y/y*	4.74%	2.60%
	Latest	
Vietnam Dong / USD *	22,709	
Nikkei PMI *	52.5	
Disbursed FDI y/y **	10.8%	

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

Manager's Commentary

A most satisfactory year if we say so ourselves, the Fund's Net Asset Value having outperformed the benchmark VNI and the entire open-ended peer group net of all fees by distances ranging from a couple of percent to considerable. Where we go from here is likely to be determined as much by external as internal factors given that global market valuations are in general looking at least a little stretched and, as a frontier market, we are heavily dependent on risk being very much "on". That said, earnings multiples in the Vietnam market outside the top-10 stocks in the VNI (of which we own only Vinamilk) are in the low mid-teens on a 12 months forward earnings basis, which is not overly expensive, and the macroeconomic environment remains supportive. We'd prefer the market to be becoming more, not less transparent, but as long as foreign investors are prepared to continue to chuck large piles of cash at IPOs whilst learning the fundamentals we have further upside.