



A Cayman-domiciled mutual fund with monthly liquidity. The 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 smaller Vietnamese companies with a market capitalisation of US\$ 20 million to US\$ 250 million.

Fund Directors

Mr. Christopher Vale

(Non-Executive Director)

Ms. Rachel Provost

(Non-Executive Director)

Portfolio Managers

Chi Nguyen

Lawrence Brader

Administrator

Apex Fund Services Ltd.

Custodian

DBS Bank Ltd., Hong Kong Branch

Auditor

Ernst & Young Ltd., Cayman Islands

Liquidity & Fees

Dealing Day: The 1st business day in each month

Subscriptions: 2 business days notice

Redemptions: 3 months notice

Management fee: 1.5% p.a.

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

Redemption fee: 3% within first 12 months, 1% thereafter payable to the Fund

For further details please refer to the Fund's Prospectus via www.pxpvietnam.com

PXP Vietnam Asset Management

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Fund NAV

Launch Date 8 December 2015
Issue Price US\$ 2.50

NAV per share **At 31 January 2018**
Lead Series 3.651

Fund Size US\$ 10.7mn (31 Jan. 2018)

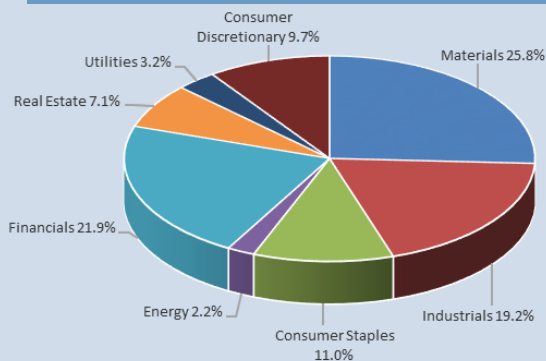
ISIN (Lead Series) KYG7307A1058

FATCA GIIN CS5V\$4.99999.SL.136

Top 10 Holdings

(as at 31 January 2018)	% of net assets
HCMC Securities (HCM)	14.9
Dong Hai Corporation (DHC)	10.3
Vinh Hoan Corporation (VHC)	8.7
Power Construction No.1 (PC1)	8.1
Nam Long Group (NLG)	7.1
Phu Tai Corporation (PTB)	6.2
VNDirect Securities (VND)	4.7
Nam Kim Steel (NKG)	3.8
Duc Thanh Wood Processing (GDT)	3.7
Danang Rubber (DRC)	3.5
Number of Holdings	Listed: 24

Portfolio Breakdown



NAV Performance: Rolling

	PXP VSCF *	VNMidcap Index**
Jan 2018	+6.57%	+6.75%
1 Year	+28.69%	+37.67%
2 Years	+42.84%	+55.43%
Inception	+46.04%	+53.45%

Manager's Commentary

January was strong with the Fund gaining 6.57% compared to 12.81% & 6.75% for the VNI and the VN Midcap (VN70) Index respectively. The Fund's benchmark has changed to the VN70, a more representative index that excludes the majority of the large-caps that the Fund cannot own. Through February to-date the market has sold off in-line with US and other regional markets, and margin calls may add to the declines yet. For the month to 9th February (Friday) PXP VSCF was down 4.55% compared to a decline of 9.01% in the VN70 and 9.56% in the VNI.

The Vietnamese economy continues to grow strongly (January PMI 53.4 points, Industrial Production +20.9% y/y). PXP conservatively forecasts GDP growth of 6.7% for 2018. Portfolio holdings have published financial statements for 2017 with 17% overall growth in net profit. We forecast net profit growth in 2018 of 28% following capacity expansion in previous years. The portfolio is at a significant discount to the top-30, and market turbulence offers a good entry point.

NAV Performance: Calendar

	PXP VSCF *	VNMidcap Index**
YTD	+6.57%	+6.75%
2017	+21.49%	+33.47%
2016	+13.44%	+6.89%
2015	-0.56%	+0.76%

* All figures are NET of fees ** Index performance in US\$
All performance data as at 31 January 2018

Vietnam Macro Latest Releases

	2016	2017
GDP Growth y/y**	6.21%	6.81%
Trade surplus / (deficit)*	US\$2.6bn	US\$2.9bn
CPI y/y *	4.74%	2.60%
Latest		
Vietnam Dong / USD *	22,710	
Nikkei PMI *	53.4	
Disbursed FDI y/y **	10.8%	

Source: GSO, Customs Office & Bloomberg

* Latest monthly data ** Latest quarterly data