

JULY 2018

## FUND PERFORMANCE

	NAV/Unit (VND)	Performance (%)			
		1 month	3 month	Year-to-date	From end of capital contribution period
NAV/Unit	12,931.16	0.3%	-7.2%	0.5%	29.3%
Tracking Index*		0.5%	-8.7%	-1.8%	30.5%

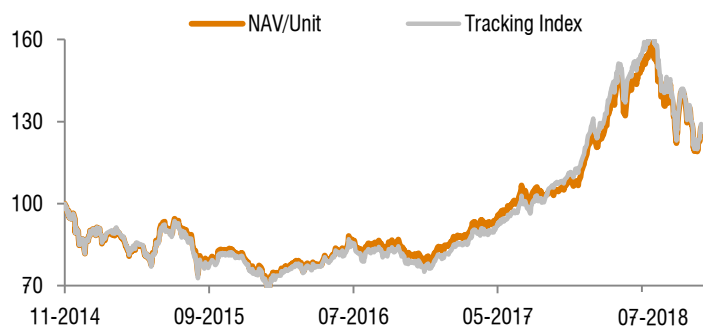
(\* ) From 17/11/2014 to 22/8/2017, tracking index is HNX30 Index. After 22/8/2017, tracking index is VNX50 Index.

The performance data shown represent past performance, which is not a guarantee of future results. Investment returns and principal values will fluctuate, so investors' share, when sold, may be worth more or less than their original cost.

## FUNDAMENTAL METRICS

Number of Holdings	50
P/E Ratio	13.8x
P/B Ratio	2.3x

Source: Bloomberg, SSIAM



## FUND MANAGERS' COMMENT

In July, three main concerns for us were trade war, weakening of the CNY and flattening yield curve in the US. The trade war between China and the United States has triggered the turmoil in trade and the depreciation of the CNY, causing the specter of currency war to return and placing pressure on inflation of the neighboring countries. On the other hand, flattening yield curve in the US could imply a recession that the US economy may face, which led to cash withdrawals to avoid risk.

These three concerns are also crucial factors affecting the macro conditions of Vietnam in July and the possibility of the next months of 2018. As Vietnam's trade accounts for up to 200% of GDP, the impact of trade conflicts on Vietnam is unavoidable, thus the Government also discussed many scenarios and responsive policies in the event of trade war turning into a different kind of tension including military tension in East Sea. With regards to economics, the SBV has partly intervened in the money and FX markets to keep the path of exchange rate on track. With CNY depreciation around 6% in a very short time, the VND/USD depreciated accordingly. If the CNY depreciation continues, the SBV might face harder situation to choose between flexible currency or stable foreign trade. If intervening too much on the FX market, the SBV might see themselves in the condition of losing their enriched foreign reserve. Fortunately, the SBV has decided stopping the intervention policy and using the monetary policy instead. In order to support the monetary policy, the rumor that State Treasury moved a lot of their resource currently kept at the commercial bank system into the SBV vault is reasonable. As a consequence, short term and interbank rates have aggressively rallied.

These factors also influenced on both exchange, causing the HSX and HNX to tremble and make its trough in July. At the end of July, the VN Index officially dropped -4.4 points compared to the end of last month (-0.46% MoM) and HNX-Index decreased -0.01 points (-0.01% MoM).



"Fund house of the year" Vietnam in 2015



"Fund management company of the year" Vietnam 2012 2014 2015

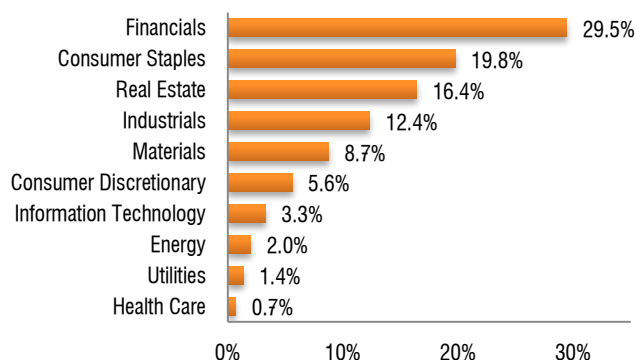
## FUND MANAGERS' COMMENT

The average liquidity on the two exchanges decreased by -20.9% compared to June, and remained at VND 4,367.24 billion per session, equivalent to nearly USD 188.24 million per session. Foreigners returned to be net sellers on HSX of VND 2,563.83 billion and net buyers of VND 172 billion on HNX. Year-to-date, foreigners net bought VND31,360.5 billion on the HSX and net sold VND1,160 billion on the HNX, however, thanks largely to Vingroup members' IPO.

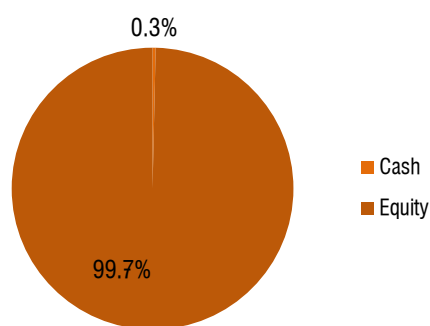
The reference index of SSIAM VNX50 ETF inched up by 0.5% in the period as some large cap stocks gained slightly such as ACB (+0.56%), GMD (+4.99%), FLC (+29.25%), GTN (+25.27%), NLG (+9.29%), PNJ (+10.92%), compensating the decline of other banking and steel stocks. The P/E and P/B of the portfolio were 13.8x and 2.3x respectively, slightly down from the previous month thanks to 2Q2018 earnings results having been reflected.

The Fund's NAV per share increased by 0.3% while the price of FUESSV50 fund certificate was unchanged and closed at VND 13,000 per unit. The volume of fund certificate transactions has improved compared to the last period, with an average of 42,554 units per session.

## SECTOR ALLOCATION (% NAV)



## ASSET ALLOCATION AS OF 31/07/2018



## FUND FACTS

FUND NAME	ETF SSIAM VNX50
BENCHMARK INDEX	VNX50 Index
FUND CODE	FUESSV50
STOCK EXCHANGE	HSX
INCEPTION	10/12/2014
TOTAL NAV (VND)	125.0 billion
OUTSTANDING FUND UNITS	9,700,000
NAV/UNIT (VND)	12.931,16
TRACKING ERROR	0,70%
MARKET PRICE/UNIT	13,000
MARKET PRICE: 52 WEEK HIGH/LOW	15,920/10,000
ISIN CODE	VN0FUESSV504
BLOOMBERG CODE	FUESSV50 VN Equity

## INVESTMENT OBJECTIVES

The objective of SSIAM VNX50 ETF is to replicate the performance of VNX50 Index in all periods.

The Fund shall adopt the passive investment strategy with the objective to replicate the performance of VNX50 index portfolio. From time to time, the Fund shall adopt full replication approach or partial replication approach of VNX50 index portfolio to minimize the tracking error.

## TRACKING INDEX VNX50

The VNX50 consists of 50 companies listed on the Hanoi Stock Exchange (HNX) and the Ho Chi Minh City Stock Exchange (HSX), and is filtered from the VNX-AllShare Index basket. VNX50 Index includes stocks with large capitalization and trading value, meeting certain selection criteria as stipulated in the Rules on Construction and Management of the VNX-Index set up and managed by HSX and HNX.

## FUND MANAGERS

### Nguyen Minh Hanh

Portfolio Manager

E: [hanhnm2@ssi.com.vn](mailto:hanhnm2@ssi.com.vn)

### Nguyen Quoc Binh

Senior Analyst

E: [binhng@ssi.com.vn](mailto:binhng@ssi.com.vn)



"Fund house of the year" Vietnam in 2015



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## THE FUND'S PORTFOLIO (% NAV)

No.	Ticker	Company name	% NAV	No.	Ticker	Company name	% NAV
1	VIC	VINGROUP Joint Stock Company	9.8%	26	BVH	Bao Viet Holdings	0.8%
2	VNM	Viet Nam Dairy Products Joint Stock Company	9.5%	27	SBT	Thanh Thanh Cong Tay Ninh Joint Stock Company	0.7%
3	HPG	Hoa Phat Group Joint Stock Company	7.5%	28	DHG	DHG Pharmaceutical Joint Stock Company	0.7%
4	VPB	Vietnam Prosperity Joint Stock Commercial Bank	6.3%	29	CII	Hochiminh City Infrastructure Investment JSC	0.7%
5	VJC	Vietjet Aviation Joint Stock Company	6.1%	30	BID	JSC Bank for Investment and Development of Vietnam	0.7%
6	ACB	Asia Commercial Bank	5.5%	31	KBC	Kinh Bac City Development Holding Corporation	0.7%
7	MSN	MaSan Group Corporation	5.6%	32	VGC	Viglacera Corporation - JSC	0.5%
8	MBB	Military Commercial Joint Stock Bank	4.4%	33	KDC	KIDO Group Corporation	0.7%
9	MWG	Mobile World Investment Corporation	3.9%	34	GMD	Gemadept Corporation	0.7%
10	SAB	Saigon Beer – Alcohol – Beverage Corporation	3.0%	35	PVS	PetroVietnam Technical Services Corporation	0.5%
11	VCB	JSC Bank For Foreign Trade Of Viet Nam	3.3%	36	PDR	Phat Dat Real Estate Development Corp	0.4%
12	FPT	FPT Corporation	3.3%	37	HBC	Hoa Binh Construction Group Joint Stock Company	0.5%
13	STB	Sai Gon Thuong Tin Commercial Joint Stock Bank	3.1%	38	NLG	Nam Long Investment Corporation	0.5%
14	NVL	No Va Land Investment Group Corporation	3.1%	39	HCM	Ho Chi Minh City Securities Corporation	0.5%
15	PNJ	Phu Nhuan Jewelry Joint Stock Company	1.7%	40	HSG	Hoa Sen Group	0.4%
16	CTG	Viet Nam JSC Bank For Industry And Trade	1.4%	41	PVD	Petrovietnam Drilling & Well Service Corporation	0.4%
17	SSI	Saigon Securities Incorporation	1.4%	42	FLC	FLC Group Joint Stock Company	0.6%
18	SHB	Saigon Hanoi Commercial Joint Stock Bank	1.3%	43	DPM	Petrovietnam Fertilizer And Chemicals Corporation	0.4%
19	GAS	PetroVietnam Gas Joint Stock Corporation	1.4%	44	BMP	Binh Minh Plastics Joint Stock Company	0.4%
20	CTD	Coteccons Construction Joint Stock Company	1.1%	45	ASM	Sao Mai Group Corporation	0.3%
21	PLX	Viet Nam National Petroleum Group	1.1%	46	VCG	Vietnam Construction And Import-Export JSC	0.3%
22	DXG	Dat Xanh Real Estate Service & Construction Corporation	1.0%	47	ITA	Tan Tao Investment and Industry Corporation	0.3%
23	ROS	FLC Faros Construction Joint Stock Company	0.9%	48	GTN	GTNFOODS Joint Stock Company	0.3%
24	REE	Refrigeration Electrical Engineering Corporation	0.9%	49	NKG	Nam Kim Steel Joint Stock Company	0.2%
25	VCI	Viet Capital Securities Joint Stock Company	0.9%	50	DCM	PetroVietnam Ca Mau Fertilizer Joint Stock Company	0.2%

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