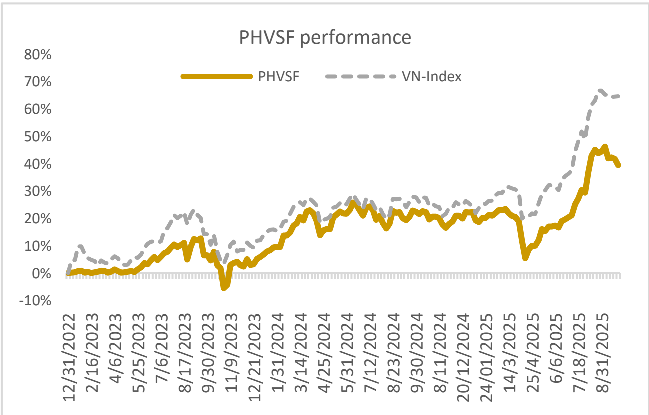
Investment Objectives

The Fund's investment objective is to obtain stable asset appreciation for the Investors in the medium and long term. Most of the Fund's investment will be focused on securities currently and to be listed on the Vietnamese stock market.

Fund Details

Fund name	**PHU HUNG VIETNAM SELECT INVESTMENT FUND**
Fund code	PHVSF
Type of Fund	Open-ended fund
Fund Management Company	Phu Hung Fund Management JSC.
Fund Managers	Nguyen Hoai Son Ho Thuy Ai
Custodian Bank	Bank for Investment and Development of Vietnam JSC (BIDV)
Transfer Agent	Viet Nam Securities Depository and Clearing Corporation (VSDC)
Trading Day (T Day)	Every day, from Monday to Friday (T Day)
Cut-off time	14:30 on T-1 Day (the last working day before the T Day)
Minimum Investment	VND 100,000/ transaction
Subscription fee	0.0%
Redemption Fee	Calculated for each investment, according to FIFO (based on holding period of the fund units) • Less than 182 days: 2% redemption amount • From 182 days to less than 365 days: 1.5% redemption amount • From 365 days to less than 730 days: 0.5% redemption amount • From 730 days or more: 0% Redemption fees apply to both Normal and SIP products
Management fee	1.5% NAV/ year

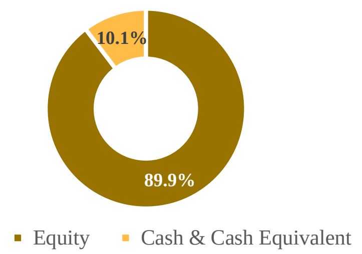
Fund Performance



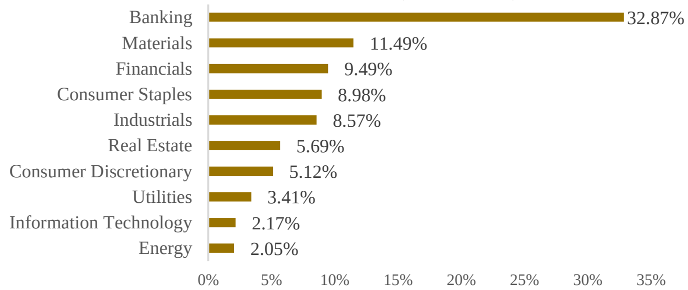
Trading Day	1M Return	3M Return	6M Return
30/09/2025	-3.35%	23.4%	17.4%

Asset Allocation

Portfolio by Asset Class



Sector Allocation (% of NAV)



Top Holdings

Company	% of NAV
Military Commercial Joint Stock Bank	6.25%
Asia Commercial Joint Stock Bank	4.67%
Vietnam Technological and Commercial Joint Stock Bank	4.59%
Sai Gon Thuong Tin Commercial Joint Stock Bank	4.49%
Hoa Phat Group Joint Stock Company	4.43%

Data as of September 30, 2025.

Fund Managers' Commentary

The VN Index declined 1.22% in September and closed at 1,661.7. PHVSF declined 3.35% in the month, due to underweighting Vingroup stocks. Most stocks have already entered a correction mode, and the index remained at a high level because of the support of Vingroup stocks. The is main factor that caused fund underperformance in this year.

Table 1: VNIndex if exclude Vingroup concentration

	03/10/2025
VNIndex close	**1,645.85**
VNIndex change YTD (%)	29.92%
VNIndex change YTD (pts)	379.0
VNIndex close – ex. Vingroup contribution	**1,426.4**
VNIndex change - ex. Vingroup contribution (%)	12.60%
Contribution by Vingroup (%)	17.32%
Contribution by Vingroup (pts)	219.42
Vingroup's pts contribution to total gain (%)	57.89%
VNIndex would stand at 1,426.4 (+12.60% YTD) without contribution of Vingroup's stock (VIC, VRE, VHM, VPL)	

VNIndex on 31/12/2024: 1,266.78
Source: HSC

Vietnam stock market entered sideways movement in September after a strong rally of 34% in the first 8 months of 2025. General market is digesting stories around: i) possible stock-market upgrade to EM by FTSE (rather mixed views), ii) exchange rate and inflation (on-and-off unease), iii) potential change in leadership (an emerging topic). Liquidity contracted by 32% mom to around US$1.2b average daily trading volume (ADTV) in September as both buyers and sellers retreated to wait-and-see mode, particularly for the market-upgrade event. Note that foreigners net-sold another US$1bn of VN equities in September, lifting their net-selling year-to-date to over US$4bn.

If Vietnam is upgraded, we expect the market would make a short-lived cheer for the announcement. Only until there is visible foreign inflows (i.e. the EM ETF inflows should be clearer near end-1Q26), the market sentiment will turn positive again. We expect the market remain in correction/consolidation phase, before forming another bull run driven by more robust EPS growth, easing FX pressure, and approaching inclusion of VN stocks into FTSE EM ETFs.

3Q25 earnings-release season is coming, with most results to be announced in the last two weeks of October. The market, based on the preview estimates by some brokers, is having rather high expectation about 3Q25 results. However, after a robust 2Q25 results (EPS +34% YoY), we expect a relatively moderate figure in 3Q25 (i.e. in the range of upper mid-teen) before re-accelerating in 4Q. We believe EPS rather than upgrade should be the main driver for the stock market in the long run.

Economic Review

In the first nine months of 2025, the global situation remained complex and unpredictable. Strategic competition among major countries intensified, trade tensions and conflicts spread, and financial markets fluctuated, hurting the global economic outlook. However, global financial conditions were more favorable: the actual US tariff policy was less severe than announced, and inflation continued to drop. The global stock market was active thanks to positive tariff news and "better-than-expected" macroeconomic data. Bank credit growth recovered, though slowly in developed economies, while capital flows rebounded to developing economies.

In Vietnam, with a high degree of determination from the Govenemnt, rapidly mobilizing the political system to complete major reforms. This involved restructuring the Government and administrative units, and implementing key resolutions on digital transformation and the private economy. As a result, socio-economic results for the third quarter and the first nine months of 2025 were very positive, showing consistent improvement despite regional and global instability.

Driven by intensified production for exports ahead of higher US tariffs and more active mining/electricity generation, the Index of Industrial Production (IIP) saw double-digit growth in Q3 2025 (+10.0% yoy), contributing to a 9.1% increase for the nine-month period. Additionally, the total retail sales in September rising 11.3% yoy, fueled by strong domestic consumption during national holidays and a sharp rise in international tourist arrivals. Foreign Direct Investment reaching an estimated $18.80 billion (an 8.5% increase yoy), the highest nine-month total in five years. Meanwhile, the trade balance saw September exports at $42.67 billion (down 1.7% mom) and imports at $39.82 billion (up 0.4% mom). Finally, the Consumer Price Index rose 0.42% mom in September due mainly to non-public educational services and food prices, bringing the average nine-month CPI increase to 3.27% yoy, with core inflation at 3.19%.

Table 2: Macroeconomic data of Vietnam in September

	Jul25	Aug25	Sep25	12M24	9M25
Export (USDbn)	42.3	43.4	42.7	405.5	348.7
Import (USDbn)	40.0	39.7	39.8	380.8	331.9
VND/USD (%)	0.42	0.46	0.2	5.01	3.7
Disbursed FDI (USDbn)	1.9	1.6	3.4	25.3	18.8
Retail Sales (%yoy)	9.2	10.6	11.3	9.0	9.5
IIP (%yoy)	8.5	8.9	-	8.4	9.1
Inflation (%yoy)	3.2	3.2	3.3	3.6	3.3

Source: GSO, YahooFinance, PHFM compilation

Top Contributor and Dragger of The Month

Top Contributor: Vietnam Construction And Import-Export Joint Stock Corporation (VCG)

VCG contributed 18.7 basis points to PHVSF's return in September. VCG is a construction industry leader with a stable foundation, strong execution capabilities, and solid financial health. The company's strong relationships should support the company secure 10–11 trillion VND in new contracts annually as the government boosts infrastructure spending. We anticipate significant room to improve gross profit margins in the construction segment.

The real estate segment is poised for positive results through 2030. VCG is developing eight residential and three industrial projects. With monetary policy easing and a market recovery expected from 2025, VCG has large growth potential due to its existing land bank and proven development history.

Top Dragger: Vietnam Prosperity Joint Stock Commercial Bank (VPB)

VPB was established in 1993, and has been listed and traded on Ho Chi Minh Stock Exchange, making it one of the oldest joint stock commercial banks in Vietnam. As of the end of 2024, VPB ranked third among non SOCBs in terms of total assets.

VPB contributed a 41 basis point loss in September. VPB's Total Operating Income growth slowed to 1.2% yoy in Q2/2025 due to a 15.4% drop in Non-Interest Income, driven by losses in trading. Although customer loans surged 19.7% in 6M2025, the bank faced Net Interest Margin compression (down 47bps qoq) as lending rates fell and funding costs rose. Operating profit dipped due to higher staff costs, but the Cost-to-Income Ratio remained stable.

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