

KIM Vietnam Growth I USD

December 2021

All materials are reviewed by Compliance Officer (No. 2021-0000)

KIM IN VIETNAM

Established presence in Vietnam since 2006, KIM has over 10 years of track record of managing Vietnam equity. Currently in Top two largest funds in Vietnam with over USD 1.5 billion assets under management as of 31 December 2021.

INVESTMENT OBJECTIVE

The objective is to seek long-term outperformance by examining potential and sustainable growth of a company. We select market leading companies with long-term growth trend backed by rising middle class and domestic consumption, etc.

EXPERTISE

Fund Managers:
Danny Lee, SK Bae, Mike Nguyen

SNAPSHOT

Global Category	Asia ex-Japan Equity
Share class launch	2018-01-17
Base Currency	US Dollar
NAV Frequency	Daily
Fund Legal Structure	SICAV
Domicile	Luxembourg
ISIN	LU1586949999
Bloomberg Code	KIMVGIU LX Equity
Transfer Agent	State Street Bank
Benchmark Index	FTSE Vietnam TR USD
Total NAV	US\$ 48.0mn
Current charge	Management fee: 1.5% Subscription fee: 0.0% Redemption fee: 0.0%

STATISTICS

Time Period: 2020-01-02 to 2021-12-31

	Fund	Index
Gain/Loss Ratio	1.4	1.2
Tracking Error	13.7	0.0
IR (arith)	2.3	
Std Dev	28.4	27.7

Source: KIM (Since manager change)

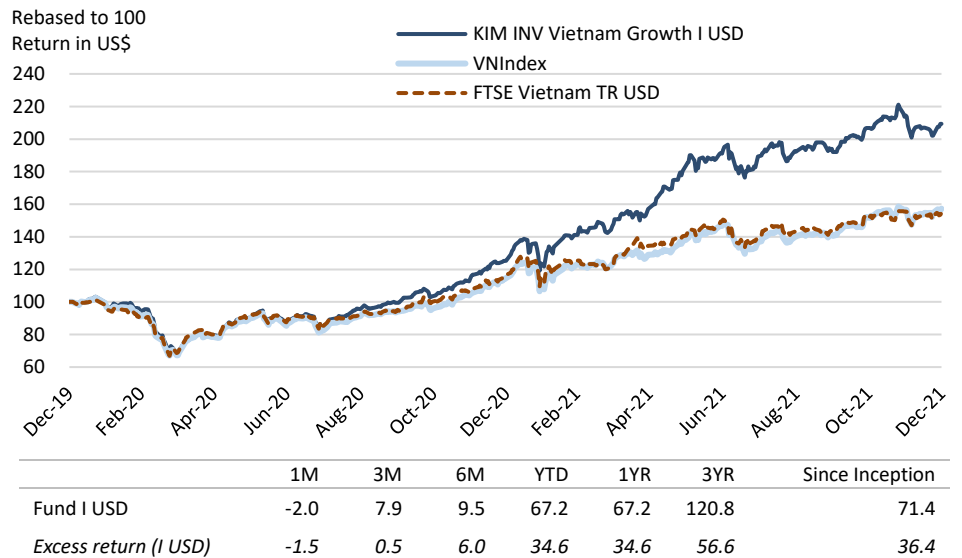
CONTACT US

Korea Investment Management Co., Ltd.
Global Business Team
12F FKI Tower, Yeoui-daero Yeongdeungpo-gu,

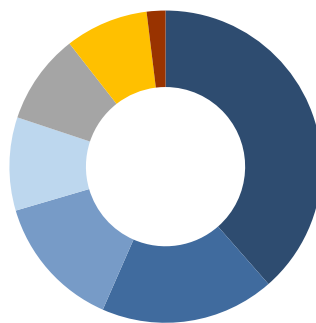
kimfunds@koreainvestment.com
+82 2 2055 5392

Source: KIM, Bloomberg

FUND PERFORMANCE



SECTOR ALLOCATION



	%
Financials	38.5
Industrials	18.0
Consumer Staples	13.9
Consumer Disc.	9.7
IT	9.3
Real Estate	8.6
Health Care	1.9
Materials	0.0
Total	100.0

Portfolio Date: 2021-12-31

TOP 10 HOLDINGS

Name	Ticker	% NAV
FPT Corp	FPT	9.3%
Sacombank	STB	9.3%
Techcombank	TCB	7.9%
Quang Ngai Sugar	QNS	6.6%
Gemadept Corp	GMD	5.4%
Mobile World Corp.	MWG	5.1%
Viconship	VSC	4.8%
VP Bank	VPB	4.7%
Vinamilk	VNM	4.6%
MBBank	MBB	4.4%

ATTRIBUTORS & DETRACTORS

Name	Ticker	CTR ¹
Attributors		
Sacombank	STB	0.7%
Nam Long Investment	NLG	0.5%
Vietnam International Commercial Bank	VIB	0.3%
Khang Dien House	KDH	0.3%
Detractors		
Quang Ngai Sugar	QNS	-0.8%
FPT Corp	FPT	-0.5%
Techcombank	TCB	-0.3%
Gemadept Corp	GMD	-0.3%

Note: ¹ Contribution to return (CTR)

KIM Vietnam Growth I EUR

December 2021

All materials are reviewed by Compliance Officer (No. 2021-0000)

KIM IN VIETNAM

Established presence in Vietnam since 2006, KIM has over 10 years of track record of managing Vietnam equity. Currently in Top two largest funds in Vietnam with over USD 1.5 billion assets under management as of 31 December 2021.

INVESTMENT OBJECTIVE

The objective is to seek long-term outperformance by examining potential and sustainable growth of a company. We select market leading companies with long-term growth trend backed by rising middle class and domestic consumption, etc.

EXPERTISE

Fund Managers:
Danny Lee, SK Bae, Mike Nguyen

SNAPSHOT

Global Category	Asia ex-Japan Equity
Share class launch	2018-06-18
Base Currency	EUR
NAV Frequency	Daily
Fund Legal Structure	SICAV
Domicile	Luxembourg
ISIN	LU1586951466
Bloomberg Code	KIMVGLX LX Equity
Transfer Agent	State Street Bank
Benchmark Index	FTSE Vietnam TR USD
Total NAV	US\$ 48.0mn
Current charge	Management fee: 1.5% Subscription fee: 0.0% Redemption fee: 0.0%

STATISTICS

Time Period: 2020-01-02 to 2021-12-31

	Fund	Index
Gain/Loss Ratio	1.4	1.2
Tracking Error	15.3	8.0
IR (arith)	2.1	0.1
Std Dev	29.2	29.1

Source: KIM (Since manager change)

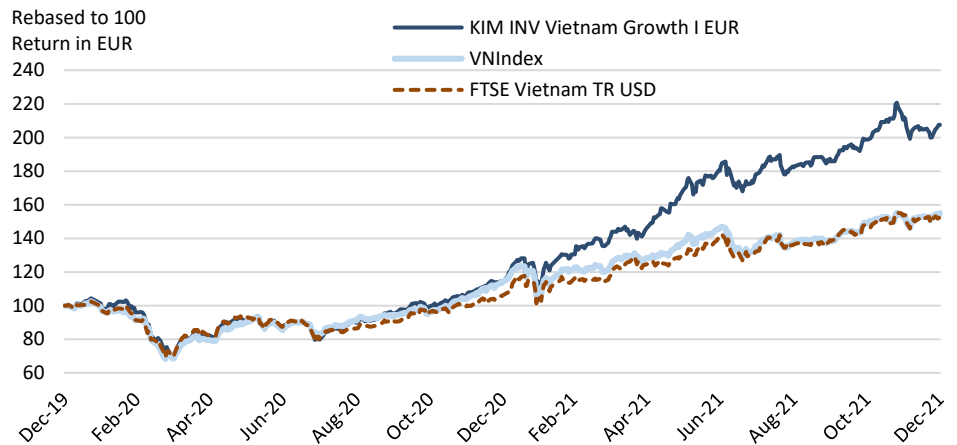
CONTACT US

Korea Investment Management Co., Ltd.
Global Business Team
12F FKI Tower, Yeoui-daero Yeongdeungpo-gu,

kimfunds@koreainvestment.com
+82 2 2055 5392

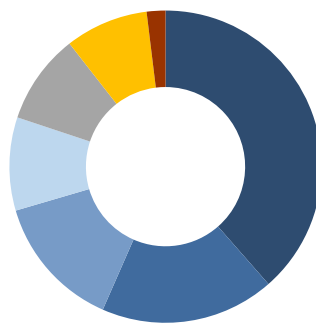
Source: KIM, Bloomberg

FUND PERFORMANCE



	1M	3M	6M	YTD	1YR	3YR	Since Inception
Fund I EUR	-1.5	10.8	15.2	81.6	81.6	123.7	97.0
Excess return (I EUR)	-1.2	0.6	6.4	37.4	37.4	57.2	61.9

SECTOR ALLOCATION



	%
Financials	38.5
Industrials	18.0
Consumer Staples	13.9
Consumer Disc.	9.7
IT	9.3
Real Estate	8.6
Health Care	1.9
Materials	0.0
Total	100.0

Portfolio Date: 2021-12-31

TOP 10 HOLDINGS

Name	Ticker	% NAV
FPT Corp	FPT	9.3%
Sacombank	STB	9.3%
Techcombank	TCB	7.9%
Quang Ngai Sugar	QNS	6.6%
Gemadept Corp	GMD	5.4%
Mobile World Corp.	MWG	5.1%
Viconship	VSC	4.8%
VP Bank	VPB	4.7%
Vinamilk	VNM	4.6%
MBBank	MBB	4.4%

ATTRIBUTORS & DETRACTORS

Name	Ticker	CTR
Attributors		
Sacombank	STB	0.7%
Nam Long Investment	NLG	0.5%
Vietnam International Commercial Bank	VIB	0.3%
Khang Dien House	KDH	0.3%
Detractors		
Quang Ngai Sugar	QNS	-0.8%
FPT Corp	FPT	-0.5%
Techcombank	TCB	-0.3%
Gemadept Corp	GMD	-0.3%

Note: ¹ Contribution to return (CTR)

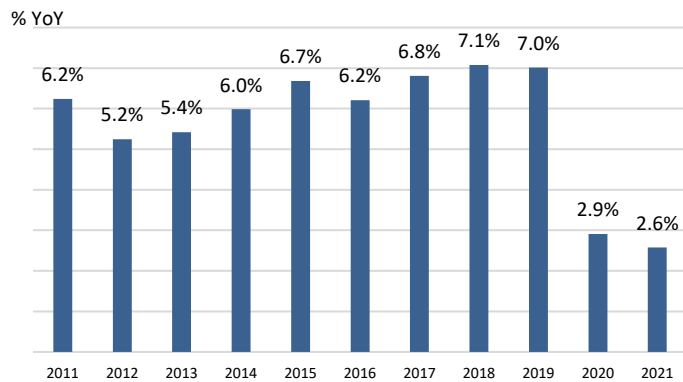
KIM Vietnam Growth Fund (SICAV)

All materials are reviewed by Compliance Officer (No. 2021-0000)

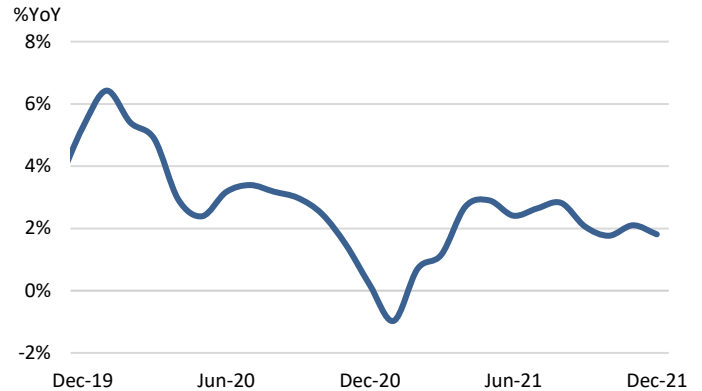
MACROECONOMY

December exports surged +19.0% YoY, recording an all-time high of USD34.5bn again. Import also increased +26.5% YoY, recording USD32bn. CPI rose 1.8% YoY mainly due to the 15.8% rise in Transportation costs, which came down -1.7% MoM from November. Q421 GDP reached +5.2%YoY, resulting in the 2021 GDP growth of 2.6%. In FY2021, registered FDI increased 9.2% to USD31.2bn, and disbursed FDI decreased 1.2% to USD19.7bn. Retail sales plunged 3.8% in FY2021 thanks to the strong sales after lock-down.

Vietnam Real GDP Growth



Vietnam Inflation



Monthly Macro Scorecard

	Mar-21	Apr-21	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Units
Retail Sales	17.4	17.8	16.9	16.6	14.7	12.7	13.3	16.4	19.3	20.1	US\$bn
Retail Sales growth	9.2	30.9	-1.0	-6.6	-19.8	-33.7	-28.4	-19.5	-12.2	1.1	%YoY
IIP	3.9	24.1	11.8	6.7	2.2	-7.4	-5.5	-1.6	5.6	3.5	%YoY
PMI	53.6	54.7	53.1	44.1	45.1	40.2	40.2	52.1	52.2	52.5	Index
Exports	28.6	25.5	26.0	26.5	27.0	26.2	27.0	27.3	29.9	34.5	US\$bn
Export growth	19.2	44.9	35.6	17.3	8.4	-5.4	-0.6	0.3	18.5	19.0	%YoY
Imports	28.2	27.0	28.0	27.5	28.7	27.5	26.5	26.2	29.8	32.0	US\$bn
Import growth	27.7	43.5	56.4	33.5	29.9	21.2	9.5	8.1	20.8	26.5	%YoY
Trade balance	0.4	-1.5	-2.0	-1.0	-1.7	-1.3	0.5	1.1	0.1	2.5	US\$bn
Disbursed FDI	1.6	1.4	1.7	2.1	1.3	1.1	1.7	1.9	2.0	2.6	US\$bn
Registered FDI	4.7	2.1	1.8	1.3	1.0	2.9	3.0	1.6	2.7	4.7	US\$bn
Government investment	1.2	1.3	1.5	1.7	1.7	1.4	1.5	1.9	2.1	2.5	US\$bn
Inflation	1.2	2.7	2.9	2.4	2.6	2.8	2.1	1.8	2.1	1.8	%YoY

Other Key Economic Indicators

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	Units
Retail Sales	111.5	124.1	137.8	144.2	154.9	173.2	189.4	213.2	218.7	203.1	US\$bn
Retail Sales Growth	16.0	12.6	10.6	9.5	10.2	10.9	11.7	11.9	2.6	-7.1	%YoY
Exports	114.6	132.2	150.0	162.4	175.9	213.8	244.7	263.5	281.5	336.3	US\$bn
Exports Growth	18.3	15.4	13.6	8.1	8.6	21.1	13.8	8.1	6.5	19.5	%YoY
Imports	114.3	131.3	148.1	165.6	173.3	211.1	237.5	253.5	262.4	332.3	US\$bn
Imports Growth	7.1	15.4	12.1	12.0	4.6	20.8	11.5	7.0	2.4	26.6	%YoY
Trade balance	0.3	0.9	2.0	-3.2	2.7	2.7	7.2	9.9	19.1	2.5	US\$bn
Disbursed FDI	10.5	11.5	12.4	14.5	15.8	17.5	19.1	20.4	20.0	19.7	US\$bn
Government Investment	9.8	9.7	9.7	9.8	11.8	12.8	14.0	14.8	20.2	18.6	US\$bn
Bank Deposit Rate (6M)	7.8	6.5	5.7	5.4	5.4	5.3	5.5	5.0	4.0	4.0	%
Exchange rate	20,840	21,095	21,388	22,485	22,761	22,698	23,175	23,173	23,085	22,783	USD/VND

Source: General Statistics Office of Vietnam

Monthly Commentary

December 2021

KIM Vietnam Growth Fund (SICAV)

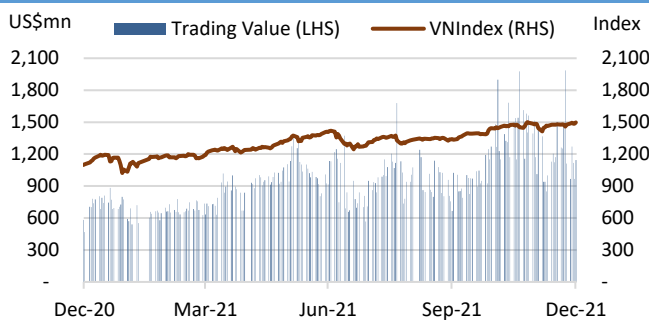
All materials are reviewed by Compliance Officer (No. 2021-0000)

STOCK MARKET

Market movement: The VN-Index remained an upward trend in December with a gain of +1.3% MoM. It wrapped up the year with an excellent performance of +39.2%. While the rising Covid cases in Hanoi and some Western provinces (Can Tho, Tra Vinh, Ca Mau...) together with new Omicron imported cases kept catching the market's cautiousness, investors were still in positive on the stimulus package, which expects to give a strong boost to infrastructure investment next years. Mid-Cap Index (VN70) showed a strongest growth of +7.2% MoM, followed by Small-cap Index (VN50) with +4.2% MoM, whereas VN30 trailed behind -0.5% MoM this month. For the whole year 2021, Small-cap has surged +109.3% YoY, followed by Mid-cap Index +81.3% YoY and VN30 +46.3% YoY.

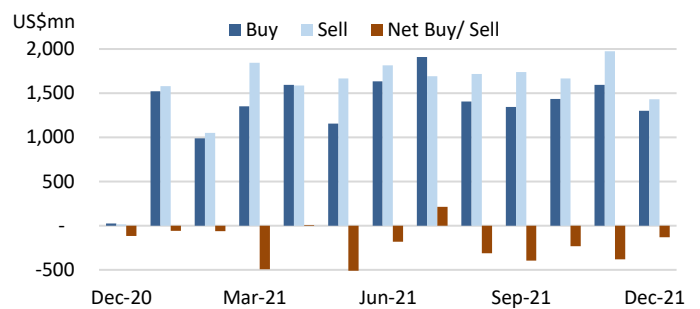
Sector performance: Industrials (+6.6% MoM) and Utilities (+2.3% MoM) were the strongest outperformers this month. Penny and Small-cap real estate, construction, energy investment companies, in Industrial and Utilities sectors, have been ignored for a long time that enjoyed a strongest rally this month. Investors expects that extraordinary National Assembly meeting in early January will pass the stimulus package soon. It would trigger a new upcycle of property and construction markets. The draggers were Information Technology (-4.3% MoM), Material (-4.3% MoM), and Consumer Discretionary (-0.8% MoM).

Market Performance



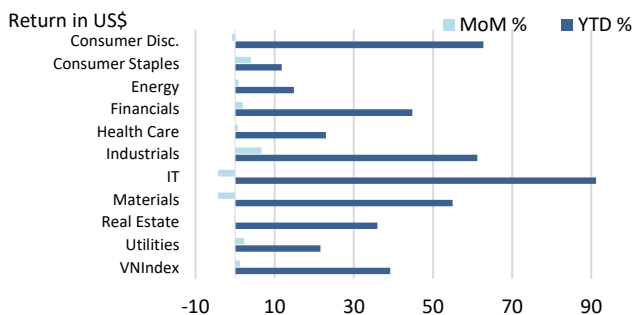
Source: Bloomberg

Market Money Flow



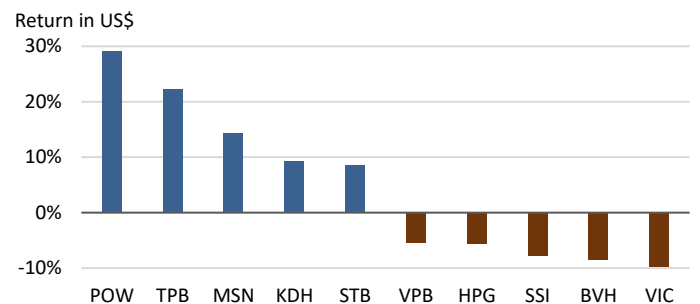
Source: Bloomberg

Sector Performance



Source: Bloomberg

5 Best & Worst Stocks in VN30 Index



Source: Bloomberg

PORTFOLIO MANAGER'S VIEWS

We had a strong performance in the year 2021, in both absolute and relative terms, supported by: 1) our preference of private banks over state-owned banks in the financial sector, 2) divestment from material sector with significant gains, 3) our stock picks in Industrial sector with investments in non-aviation transportation stocks and capital goods, 4) our conviction in IT sector, and 5) avoidance of stocks in energy/utilities sectors and several major blue-chips. Compared to the end of 2020, our portfolio allocation at the end of 2021 reflects: 1) our continual strong conviction in Financials and IT sectors, which was unchanged over the past 2 years; 2) higher weight in Industrials sector, which mainly comprises of stocks in port & logistics subsector – which we believe to continue to do well even with the new wave of the Covid pandemic; 3) higher weight in Consumer Staples and Consumer Discretionary sectors, which have been laggards and stock prices are currently at attractive level; 4) we have divested several commodity-related names, which resulted in zero position in Materials sector, as stock prices overshoot their intrinsic value. In 2021, the Covid pandemic was more severe and macroeconomic numbers were worse than expected. However, most companies in our portfolio has coped well with the new normal and delivered strong bottom-line growth, despite challenging external environment. With herd immunity in Vietnam expected to be reached by end-1Q22, outlook for 2022 looks promising, driven by easing of supply bottleneck, normalization in most sectors, back-to-normal GDP growth while government policies remain supportive.

Disclaimer:

This material is intended for the use of institutional (professional) investors only and is not to be distributed to retail investors. The information in this material is general in nature and may be subject to change without notice. The information contained in this material does not constitute investment advice or an offer to buy or solicitation to sell any shares or units of any of the funds referred to. Opinion in this material is only for reference purposes and the company does not guarantee its accuracy. There is no direct or indirect responsibility for any behavior related to predictions from this material. The performance data presented in this material is based on realized past performances and does not guarantee future performance. The strategies in this material may change upon changes of the market situation and investment decisions by portfolio managers. The value of the proposed product(s) may change with movements of the market as a whole and investors may not get back the full investment principal. No responsibility is assumed by KIM with respect to the fund performances and all gains/losses generated from portfolio management are assumed by investors. The information contained in this document may not be used or duplicated by anyone without the prior permission of KIM.