



THE SOCIALIST REPUBLIC OF VIETNAM

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Hanoi, 2023

## SUPERVISORY REPORT

## DC DYNAMIC SECURITIES FUND (“DCDS”) YEAR 2022

- To: - The General Meeting of Investors of DC Dynamic Securities Fund  
 - The Board of Representatives  
 - Dragon Capital Vietnam Investment Fund Management Joint Stock Company (“DCVFM”)

Standard Chartered Bank (Vietnam) Ltd (“SCBVL”) would like to report to the General meeting of Investors in terms of our provision of custody and supervisory services to the Fund as below:

## 1. General information of the Fund:

Fund name	:	DC Dynamic Securities Fund
Abbreviation name	:	DCDS
Fund license	:	The Establishment Registration Certificate of Public fund No. 05/GCN-UBCK issued by State Securities Commission dated 08 <sup>th</sup> October 2013 and the amended certificates (as amended from time to time)
Head office	:	15 <sup>th</sup> Floor, Me Linh Point Building, 02 Ngo Duc Ke Street, District 1, Ho Chi Minh city, Vietnam

According to the audited report of the Fund, the movements in the Fund’s equity from 01<sup>st</sup> January 2022 to 31<sup>st</sup> December 2022 as below:

	Unit	Balance as at 31/12/2021	Incurred during the period	Balance as at 31/12/2022
<b>Issued capital</b>				
Number of fund certificates	Unit	178,573,573.75	10,562,254.14	189,135,827.89
Issued capital at par value	VND	1,785,735,737,500	105,622,541,400	1,891,358,278,900
Share premium of issued capital	VND	3,855,844,116,218	628,762,659,278	4,484,606,775,496
<b>Total issued capital</b>	<b>VND</b>	<b>5,641,579,853,718</b>	<b>734,385,200,678</b>	<b>6,375,965,054,396</b>
<b>Redeemed capital</b>				
Number of fund certificates	Unit	(157,670,491.64)	(6,989,064.11)	(164,659,555.75)
Redeemed capital at par value	VND	(1,576,704,916,400)	(69,890,641,100)	(1,646,595,557,500)
Share premium of redeemed capital	VND	(3,112,204,596,183)	(379,244,370,072)	(3,491,448,966,255)
<b>Total redeemed capital</b>	<b>VND</b>	<b>(4,688,909,512,583)</b>	<b>(449,135,011,172)</b>	<b>(5,138,044,523,755)</b>
<b>Total contribution capital</b>	<b>VND</b>	<b>952,670,341,135</b>	<b>285,250,189,506</b>	<b>1,237,920,530,641</b>
Undistributed profits	VND	689,197,139,614	(665,811,825,559)	23,385,314,055
<b>Net asset value</b>	<b>VND</b>	<b>1,641,867,480,749</b>		<b>1,261,305,844,696</b>
<b>Number of outstanding fund certificates</b>	<b>Unit</b>	<b>20,903,082.11</b>		<b>24,476,272.14</b>
<b>NAV per fund certificate</b>	<b>VND/Unit</b>	<b>78,546.66</b>		<b>51,531.77</b>

For detail of financial information of the Fund, please refer to the 2022 audited financial reports.





## 2. Report on Dragon Capital Vietnam Investment Fund Management Joint Stock Company (“DCVFM”) in operation of DC Dynamic Securities Fund (“DCDS”)

From 01<sup>st</sup> January 2022 to 31<sup>st</sup> December 2022, DCVFM had fulfilled all responsibilities in preparation of reports as required by regulations, as well as provided all supporting documents relating to the Fund’s transactions during the period to the Supervisory Bank.

As the Supervisory Bank of DCDS, we recognized the following events:

### 2.1 Board of Representatives (“BOR”) Meetings in accordance with the notice of DCVFM

According to Circular 98/2020/TT-BTC dated 16th November 2020 by Ministry of Finance providing guidance on operation and management of securities investment funds and Article 33-Fund Charter regulate that the BOR’s meeting must be held at least on quarterly basis to discuss and make decision on matters within their authorities, extraordinary meetings may be held (if necessary).

In 2022, DCVFM held 04 quarterly meetings of the BOR via written form. Accordingly, BOR members approved the following contents:

- (i) Contents approved in quarterly BOR meetings:
  - Approved Reports of the Fund's operation results on each quarter;
  - Approved Reports of the Fund's operation plan on each quarter;
  - Approved Reports of the Fund's risk management on each quarter.
- (ii) Other approved contents in each BOR meeting:

Meeting	Content
Quarter IV/2021	<ul style="list-style-type: none"> <li>- Approval on BOR's operating expenses in 2021 and BOR's budget proposal in 2022</li> <li>- Approval on voting regulation of Annual General Meeting</li> <li>- Approval on the content of Annual General Meeting for financial year 2021</li> </ul>
Quarter I/2022	<ul style="list-style-type: none"> <li>- Approval on the appointment of PwC as the external auditor of the Fund in 2022</li> <li>- Approval on the amendment of Fund's Valuation Handbook</li> </ul>

### 2.2 Investment activities and asset transactions of the Fund

For the details of the Fund's investment activities and asset transactions, please refer to “The Supervisory Bank’s Report” as an integral of DCDS’s Audited Financial Statements for the year of 2022.

## 3. Implementation of rights and obligations of Supervisory Bank

Appointed as the Supervisory Bank of DCDS, the Bank has fulfilled our responsibilities in custody, asset management and registration monitoring for the assets of DCDS, details are as below:

- Separately manage and deposit the Fund’s assets from assets of other clients of the custodian bank/supervisory bank;
- Exactly, fully and promptly comply with lawful orders and directions of the Fund Management Company related to the Fund's transactions;





- Certify reports on the Fund assets made by the Fund Management Company, and ensure that the reported assets are accurate, adequate and correspond to those deposited at the bank;
- Supervise compliance check on fund transactions carried out by the Fund Management Company for ensuring the compliance with the Fund Charter and applicable laws and regulations with due care and diligence;

*The Supervisory Report on the operations of the Fund is based on the information, document and data (hereby referred to as "information") provided by the Fund Management Company to the Supervisory Bank. This report does not include the issues and events which are not in the knowledge of the Supervisory Bank due to the unfaithful information or concealment/deceit of the Fund Management Company.*

Sincerely./.

**Supervisory Bank's Representatives**

**Nguyen Thuy Linh**

**Senior Manager, Fiduciary and Fund Services Operations Vietnam**

