



VIETFUND
MANAGEMENT

MONTHLY UPDATES | VFM


October 2010

VIETFUND MANAGEMENT (VFM)

VietFund Management (VFM) is a leading financial services and investment firm, offering a wide range of financial services in managing investment funds and discretionary portfolio management to domestic and international investors.

In 2008, VFM focused on carrying out Discretionary Portfolio Management service to our individual and institutional investors as well as national and international financial institutions. We have expertise and experience management team and offer professional solutions in this field.

By entrusting the management of your assets to us, you can be sure your portfolio will be managed professionally - leaving you more time for yourself.



VF1 Investment Fund
VF4 Investment Fund
VFA Investment Fund

Head Office:

10th Floor, Central Plaza Office Bldg
17 Le Duan Boulevard, District 1 Ho Chi Minh City, Vietnam
Tel: +84 8 3825 1488 Fax: +84 8 3825 1489 Hotline: +84 8 3825 1480

Hanoi Branch:

Unit 1208, 12th Floor Pacific Place Tower
83B Ly Thuong Kiet Street Hoan Kiem Dist., Ha Noi, Vietnam
Tel: +84 4 3942 8168 Fax: +84 4 3942 8169

VF1

Fund performance in January 2011

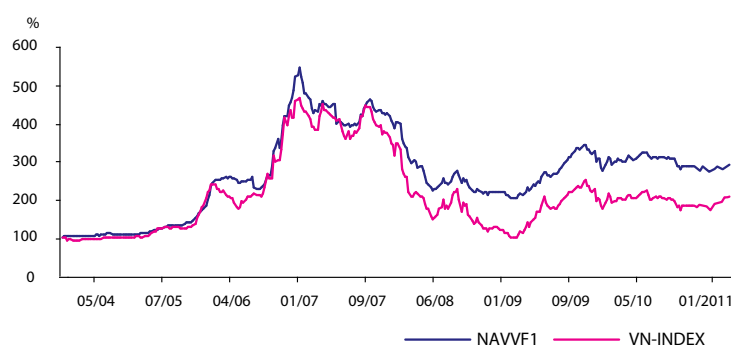
In January 2011, Vietnam's stock market moved quite favorably while VN-Index increased 5.4% with many stocks going up. On the other hand, Hanoi market kept moving down 6.7% in the same period. On a year-to-date basis, VF1 increased 2.2% which was lower than the moving up of VN-Index but outperformed HNX-Index 7.9%.

Movement in net asset value (NAV)

	31/01/2011			Performance (%)					
	Fund size (VND bn)	NAV (VND bn)	Unit NAV (VND)	1 month	3 month	6 month	9 month	YTD	Since inception (24/05/2004)
VF1	1.000	2,172.7(*)	21,727	2.2	(0.6)	(9.8)	(15.2)	2.2	129.3
VN-Index			510.6	5.4	12.8	3.4	(5.9)	5.4	95.2
HNX-Index			106.6	(6.7)	(5.6)	(30.5)	(40.7)	(6.7)	6.6

(*) Including 15% dividend paid for investor in May2010

NAV VF1 PERFORMANCE VS. INDEX 24/05/2004=100

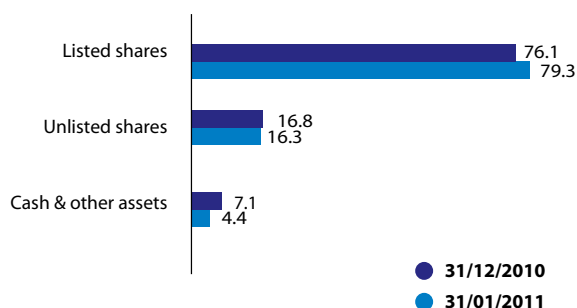


NAV performance	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year-to-date (YTD)	YTD annualized
2011	2.2												2.2	29.6
2010	(0.8)	0.6	2.3	7.0	(4.6)	0.2	1.3	(7.9)	(0.2)	(0.6)	(3.9)	1.4	(8.2)	(8.2)
2009	(1.4)	(7.5)	4.5	8.6	10.7	8.4	7.7	14.3	8.5	(0.6)	(8.6)	1.5	50.9	56.6
2008	(6.0)	(15.0)	(15.7)	(9.0)	(20.0)	(4.2)	6.7	14.2	(9.7)	(14.0)	(1.0)	0.6	(55.8)	(55.8)
2007	25.0	47.6	33.0	19.9	24.9	0.1	(3.5)(*)	(2.1)	5.8	8.8	(4.2)	(2.1)	46.1(*)	46.1(*)
2006	6.0	14.7	10.3	33.5	4.0	3.2	(8.4)	1.3	4.7	(4.4)(*)	15.2	31.0	175.1(*)	175.1(*)
2005	0.04	2.4	1.1	(2.4)	0.2	0.5	0.2	3.5	5.6	5.8	4.7	1.2	25.2	25.2
2004						1.0	(0.6)	(0.2)	0.3	0.6	(0.2)	0.6	1.6	3.2

(*) based on weighted issued capital

Fund name	Quỹ đầu tư Chứng khoán Việt Nam Fund (VF1)
English name	Vietnam Securities Investment Fund
Trading Code	VF1
Fund type	Closed-end public fund
Current chartered capital	1,000,000,000,000 VND
Outstanding fund unit	100,000,000 units
Inception date	May 20, 2004
Listing date	November 8, 2004
Fund term	10 years
Management Fund	VietFund Management (VFM)
Custodian	Joint Stock Commercial Bank for foreign trade of Viet nam (Vietcombank)
Management fee	2%/NAV/year
Custodian & depositing fees	0.12%/NAV/year
Dividend	By annual, based on realized return and approved by Annual Meeting of Investors.
Investment objective	VF1 aims to invest to listed and unlisted shares, fixed-income securities and other financial instruments to build a balanced portfolio.

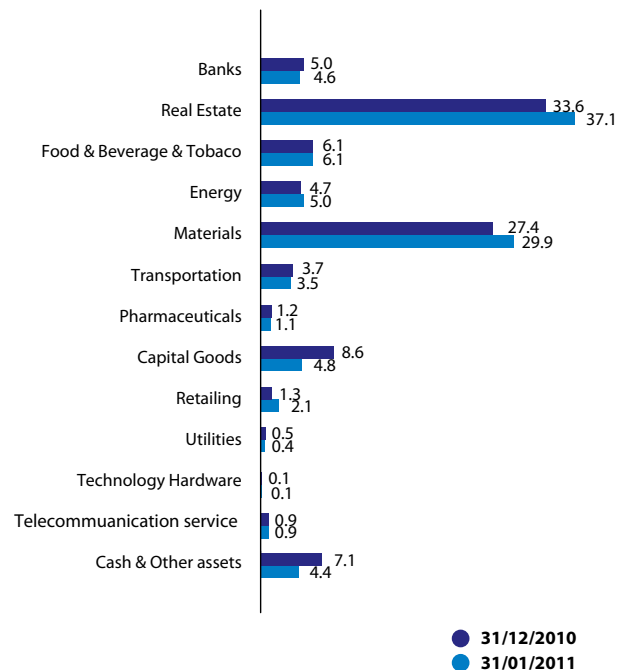
Asset allocation (%)



In January 2011, VF1 Fund has made a few adjustments in asset allocations. In January 2011, VF1 invested in listed shares to raise the proportion of these shares from 76.1% to 79.3% of NAV.

The investments in January 2011 decreased the proportion of cash in the portfolio from 7.1% to 4.4%.

Investment by industries (%)



The investments grouped by industries in January 2011 had little change as compared to the previous month's figure when the two largest sectors still belonged to Real Estate & Infrastructure and Materials & Resources.

The net investments in January 2011 were primarily in Real Estate, Materials & Resources and Retailing while net divestments were focused in Bank sectors.

As at January 31 2011, the top 4 industries were: Infrastructure & Real Estate, Energy, Food & Beverage and Materials & Resources which comprised of 78.1% of VF1's NAV.

VF4

Fund performance in January 2011

Vietnam stock market in the first month was not positively improved since macro view has not been changed with the January CPI stayed at 1.74%. The currency exchange issue is still a big problem and especially the liquidity of the market dropped dramatically as close to the Lunar New Year. In January, the foreign investors still continued their net buy trend, particularly those with big market cap which has a strong effect on the VN-Index uptrend while others has a slight increase or even a decline. This also reflects through the opposite sign in VN-Index and HNX-Index as an increase of 5.3% and decrease of 6.6% respectively compared to last month.

VF4's NAV/unit during January 2011 increased 1% to VND9,260/unit

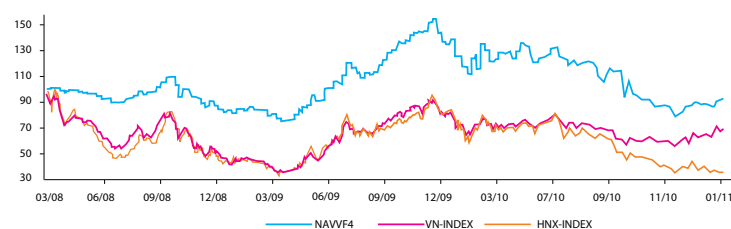
Movement in NAV

	31/01/2011			Performance (%)				
	Fund size (VND bn.)	NAV (VND bn.)	Unit NAV (VND)	1 month	3 month	6 month	YTD	Since inception (28/02/2008)
VF4	806.5	746.8*	9,260*	1.0	2.4	(11.1)	1.0	12.6
VN-Index			510.6	5.3	12.8	3.4	5.3	(24.7)
HNX-Index			106.6	(6.6)	(5.5)	(30.5)	(6.6)	(54.1)

(*) excluding unit dividend of VND1,000 advancing in 12/2009 and VND1,000 advancing in 05/2010

NAV VF4 PERFORMANCE VS. INDICES

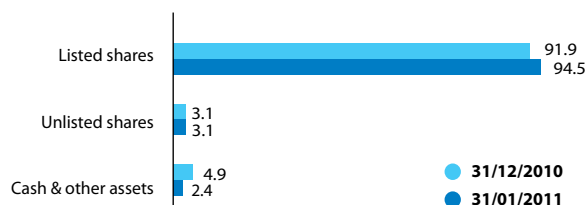
28/02/2008=100



NAV performance	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year-to-date	YTD annualized
2008			(2.0)	(0.9)	(5.7)	0.4	6.3	11.5	(8.5)	(12.7)	(3.7)	1.7	(17.4)	(17.4)
2009	(1.3)	(9.0)	8.3	11.2	13.0	6.5	7.6	16.6	6.1	(1.4)	(13.2)	0.5	48.9	48.9
2010	(3.4)	1.6	3.3	8.0	1.4	(0.8)	(4.1)	(9.4)	(10.7)	(2.2)	(3.3)	4.9	(13.1)	6.4
2011	1.0													1.0

Fund name	Quỹ đầu tư Doanh nghiệp Hàng đầu Việt Nam (VF4)
English name	Vietnam Blue-chips Fund
Trading Code	VFMVF4
Fund type	Closed-end public fund
Current chartered capital	806,460,000,000 VND
Outstanding fund unit	80,646,000 units
Inception date	29/02/2008
Listing date	12/6/2010
Fund term	10 years
Management Fund	VietFund Management (VFM)
Custodian	HSBC Bank (Vietnam) Ltd., Hochiminh City Branch
Management fee	2%/NAV/year
Custodian & depositing fees	0.08%/NAV/year
Dividend	By annual, based on realized return and approved by Annual Meeting of Investors.
Investment objective	VF4 aims to achieve long term capital growth with optimal risk through investing in IPOs of the big State Owned Enterprises and blue chips companies. These companies have shown consistent growth over the years, and are expected to sustain growth in the future.

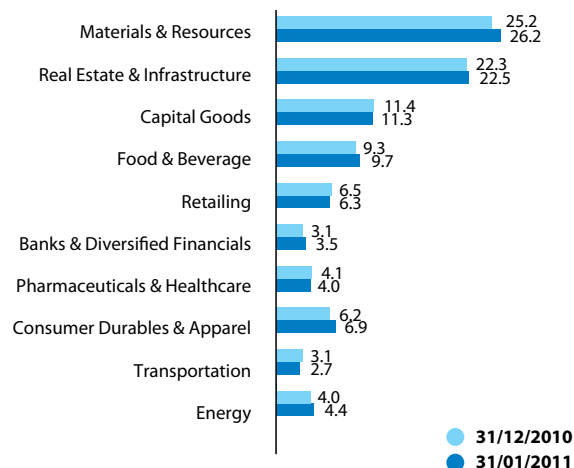
Asset allocation (%)



In Jan 2011, the proportion of listed stocks increased from 91.9% NAV (31/12/2010) to 94.5% NAV (31/01/2011) due to exercise buying right of certain shares

On the other hand the proportion of cash and other assets reduced from 4.9% NAV (31/12/2010) to 2.4% NAV (31/01/2011).

Investment by industries (%)



In Jan 2011, there was not much change in portfolio's structure by industries with Materials & Resources, Infrastructure & Real Estate and Capital Goods are still in the top 3 holding sectors. The proportion of all the sectors in the portfolio obtained a minor change as the slight adjustment in the stock price.

As at 31/01/2010, VF4's portfolios included 33 stocks in 11 industries (same as at 30/09/2010). The top 3 holding by sectors were:

- + Materials & Resources (26.2%),
- + Infrastructure & Real Estate (22.5%),
- + Capital Goods (11.3%).

VFA

Fund name	Quỹ đầu tư Năng động Việt Nam (VFA)
English name	Vietnam Active Fund
Trading Code	VFMVFA
Fund type	Closed-end public fund
Current chartered capital	240,437,600,000 VND
Outstanding fund unit	24,043,760 units
Inception date	02/05/2010
Listing date	08/09/2010
Fund term	5 years
Management Fund	VietFund Management (VFM)
Custodian	Far East National Bank - Hochiminh City Branch
Management fee	2%/NAV/year
Custodian & depositing fees	0.04%/NAV/year
Dividend	Distribute at least 50% of its realized profit to investors every year.
Investment objective	To capture medium to long-term capital appreciation on Vietnam market, accompanied by capital preservation during adverse market conditions, based on the main strategy of trend-following.

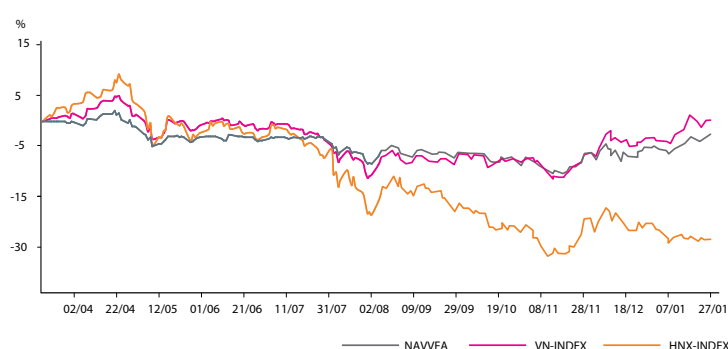
Fund performance in January 2011

During January 2011, Vietnam stock market's indices moved in opposite directions as VN-Index increased 5.4% while HNX-Index decreased 6.7%. Since VFA invested more heavily in HOSE' stocks, its NAV increased 4.5% in the same period. Since inception, VFA's NAV decreased slightly 3.7%.

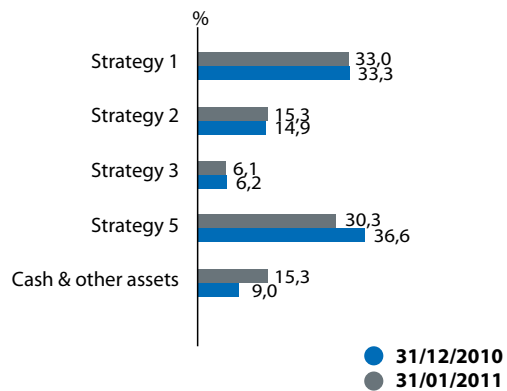
	31/01/2011			Performance (%)					
	Fund size (VND bn.)	NAV (VND bn.)	Unit NAV	1 month	3 month	6 month	9 month	YTD	Since inception (2/4/2010)
VFA	240.4	231.4	9,626.0	4.5	7.7	0.8	(5.8)	4.5	(3.7)
VN-Index			510.6	5.4	12.8	3.4	(5.9)	5.4	0.0
HNX-Index			106.6	(6.7)	(5.5)	(30.5)	(40.7)	(6.7)	(35.0)

NAV VFA PERFORMANCE VS. INDICES

02/04/2010=100



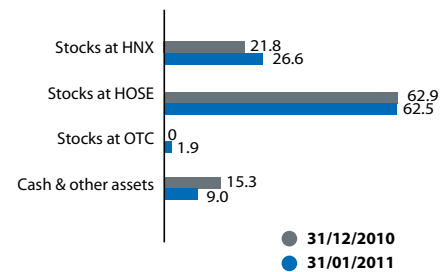
By Strategies



Fully invested in December 2010, the proportions of Trend Following strategies (strategies 1, 2 and 3) as at 31/01/2011 remained unchanged as compared with their proportion as at 31/12/2010.

As strategy 5- stock picking strategy- implemented additional investment during January 2011, their stocks' proportion increased from 30.3% NAV to 36.6% NAV. Consequently, cash holding was reduced from 15.3% NAV down to 9.0% NAV.

By asset allocation (%)



The relative weight between stocks listed on HOSE and HNX shifted toward HNX's stocks during January 2011 with the ratio of approximately 75:25 while this ratio was approximately 70:30 as at 31/12/2010.



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