



VIETFUND
MANAGEMENT

MONTHLY UPDATES

February 2012

VFM

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

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VF1

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 24, 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 fee	0.02%/NAV/year (excluded 10% VAT)
Deposit fee	0.06%/NAV/year (free of VAT)
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.

Fund performance in February 2012

In February 2012, Vietnam's stock market continued to go up with the rise of both VN-Index and HNX-Index. As at February 29, 2012, VN-Index and HNX-Index increased 9.2% and 13.4% respectively as compared to January 31, 2012. As at February 06, 2012 Ho Chi Minh Stock Exchange (HOSE) launched the VN30 Index made up of thirty stocks with the largest market capitalization, the highest liquidity, and free-float adjusted. VN30 rose 8.4% from publish date to February 29, 2012.

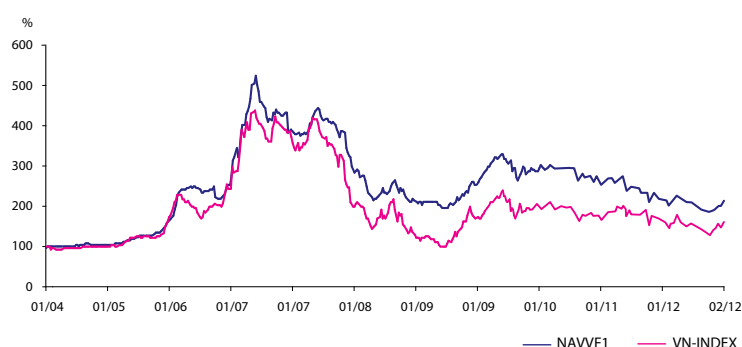
As at February 29, 2012, VF1's net asset value which was VND 15,016.2 per unit grew 10.2%.

Movement in net asset value (NAV)

	29/02/2012			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	1,501.6	15,016.2	10.2	11.5	(8.5)	(7.4)	15.7	50.2(*)
VN-Index			423.6	9.2	11.3	(0.3)	0.5	20.5	62.0
HNX-Index			68.7	13.4	13.6	(6.2)	(1.2)	16.9	(31.3)

(*) Excluding dividends

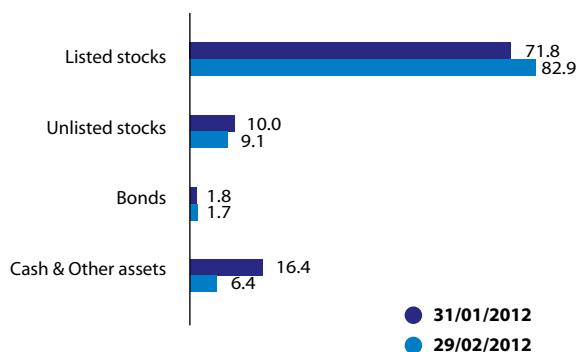
NAV VF1 PERFORMANCE VS. INDEX 24/05/2004=100



NAV performance	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year-to-date (YTD)	YTD annualized
2012	4.9	10.2											15.7	139.4
2011	2.2	(10.7)	(1.8)	(5.2)	(10.2)	1.6	(4.7)	4.5	(3.1)	(3.1)	(12.7)	(3.6)	(38.9)	(38.9)
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

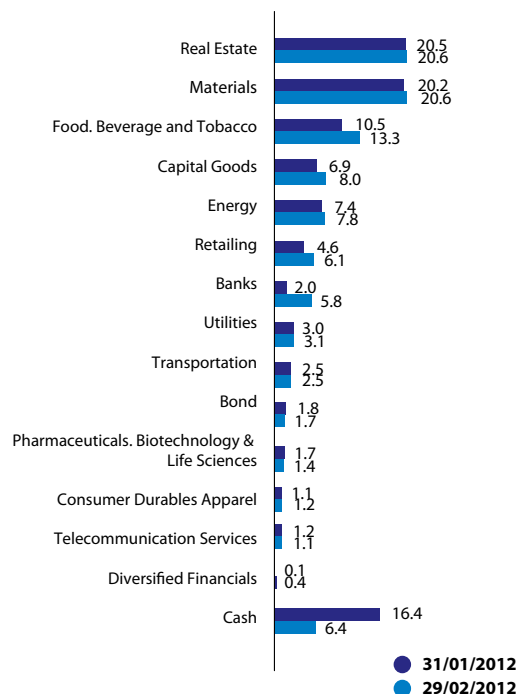
Asset allocation (%)



As at February 29, 2012 the proportion of listed stocks in VF1's portfolio increased from 71.8% NAV to 82.9% NAV and the proportion of unlisted stocks decreased 10.0% NAV down to 9.1% NAV. The first reason for this asset allocation shift was that VF1 additionally invested in the listed stocks. The second reason was that the market price of many listed stocks in VF1's portfolio rose rapidly; on the contrary, the market price of the unlisted stocks increased slightly or unchanged.

The increase of market prices of the stocks in VF1's portfolio and the net effect of investments and divestments in February caused the decrease of cash's holding from 16.4% NAV down to 6.4% NAV.

Investment by industries (%)



The investments classified by industries in February 2012 had little change compared to the previous month's figure when the two largest sectors are still belonged to Infrastructure & Real Estate and Materials & Resources.

The net investment in February 2012 was primarily in Banks while net divestment was focused into Energy.

As at February 29, 2012, the top 4 industries were Infrastructure & Real Estate, Capital Goods, Food, Beverage & Tobacco and Materials & Resources which comprised 62.5% of VF1's NAV.

VF4

Fund name	Quỹ đầu tư Doanh nghiệp Hàng đầu Việt Nam (VF4)
English name	Vietnam Blue-chips Fund
Trading Code	VF4
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	12/06/2008
Fund term	10 years
Management Fund	VietFund Management (VFM)
Custodian	HSBC Bank (Vietnam) Ltd., Hochiminh City Branch
Management fee	2%/NAV/year
Custodian fee	0.06%/NAV/year (excluded 10% VAT)
Deposit fee	0.02%/NAV/year (free of VAT)
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.

Top 5 holdings

Ticker	Bourse	% NAV
DPM	HOSE	9.7
VNM	HOSE	9.4
FPT	HOSE	8.9
VCB	HOSE	6.6
EIB	HOSE	6.0

Fund performance in February 2012

After enjoying several rallies in January, Vietnam stock market started off February with a solid growth when foreigner investors' positive views came with their capital flew into Vietnam stock market. As at February 29th, VN-Index closed at 423.64, up by 9.2%; while HNX-Index rose to 68.68, increased 13.4% month-on-month. The average daily turnover increase 150% compared to the last month.

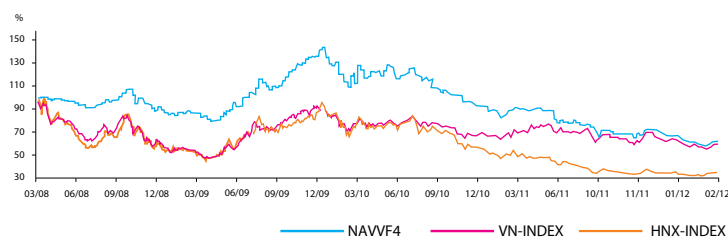
In line with market's rally, VF4 portfolio enjoyed its positive NAV growth, as NAV/unit at the end of February reached VND 6,325 per unit, rose 8.3% month-on-month.

Movement in NAV

	29/2/2012			Performance (%)					
	Fund size (VND bn.)	NAV (VND bn.)	Unit NAV (VND)	1 month	3 month	6 month	9 month	YTD	Since inception (28/02/2008)
VF4	806.5	510.08	6,325	8.3	8.9	(8.4)	(3.8)	14.8	(16.8)
VN-Index			423.6	9.2	11.3	(0.3)	0.5	20.5	(38.3)
HNX-Index			68.7	13.4	13.6	(6.2)	(1.2)	16.9	(72.0)

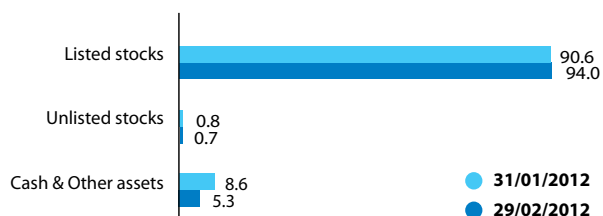
(* excluding unit dividend of VND1,000 advancing in 12/2009 and VND1,000 advancing in 04/2010)

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
2012	6.0	8.3											14.8	128.7
2011	1.0	(13.0)	(3.1)	(4.3)	(12.0)	2.4	(0.6)	3.2	(1.5)	(3.2)	(11.7)	(5.1)	(39.9)	(39.9)
2010	(3.1)	1.5	3.1	7.4	(6.4)	(0.8)	(4.1)	(10.3)	(0.9)	(2.2)	(3.3)	4.9	(13.1)	(13.1)
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
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)

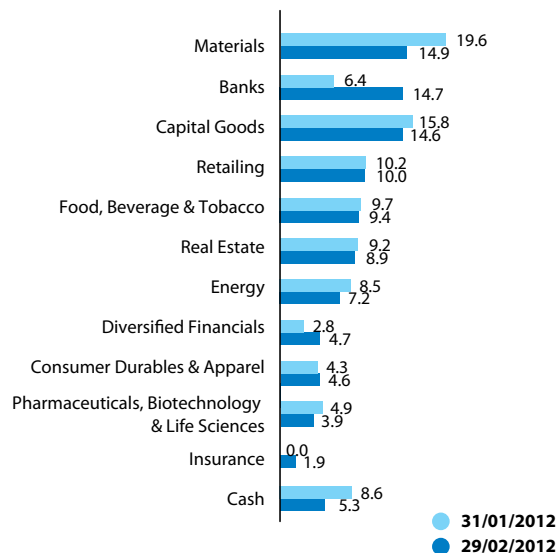
Asset allocation (%)



On February 29th 2012, the proportion of listed stocks and unlisted stocks are 94.0% and 0.7% respectively since the market value of equities increased significantly from last month. Cash available decreased from 8.6% down to 5.3%.

The proportion of unlisted stocks decreased down to below 1% NAV.

Investment by industries (%)



In February, asset allocation by sectors changed significantly due to disbursement and increased market value.

Even though proportion of Material & Resources sector decreased from 19.6% down to 14.9%, the sector were still in Top 5 holding.

Proportion of Banking sector increased from 6.4% up to 14.7% and got into one of Top 5 holding by sector.

Proportion of Capital Goods decreased slightly from 15.8% down to 14.6% and weighted third in the Top 5 holding by sector.

Proportion of Retailing and Food & Beverages respectively weighted fourth and fifth in the Top 5 holding.

Cash holding declined from 8.6% down to 5.3% due to disbursements and other sector's significant increase in market value.

As at 29/2/2012, VF4's portfolios included 28 stocks in 11 sectors. The top 3 holding by sectors were:

- + Materials & Resources (14.9%).
- + Banks (14.7%)
- + Capital Goods (14.6%)

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	02/04/2010
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 fee	0.04%/NAV/year (included 10% VAT)
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.

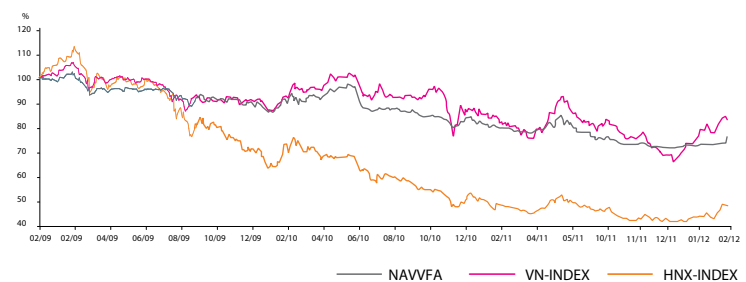
Fund performance in February 2012

In February 2012, Vietnam's stock market continued to go up as VN-Index surged 9.2% and HNX-Index increased 13.4%. VFA Fund's NAV had an increase of 4.4% in the same period. Since inception, VFA Fund's NAV decreased 24.1%, which equivalent to forty percent of the decrease of HNX-Index.

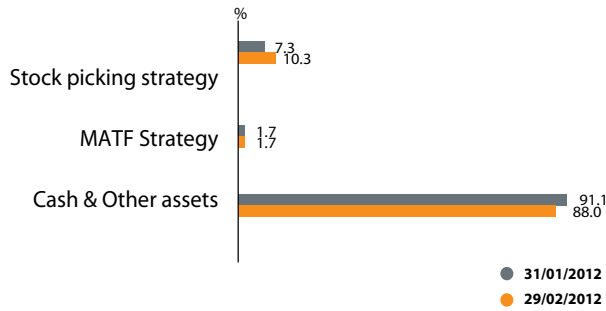
	29/02/2012			Performance (%)					
	Fund size (VND bn.)	NAV (VND bn.)	Unit NAV	1 month	3 month	6 month	9 month	YTD	Since inception (2/4/2010)
VFA	240.4	182.4	7,587.3	4.4	4.9	(6.3)	(5.9)	6.3	(24.1)
VN-Index			423.6	9.2	11.3	(0.3)	0.5	20.5	(17.0)
HNX-Index			68.7	13.4	13.6	(6.2)	(1.2)	16.9	(58.2)

NAV VFA PERFORMANCE VS. INDICES

02/04/2010=100



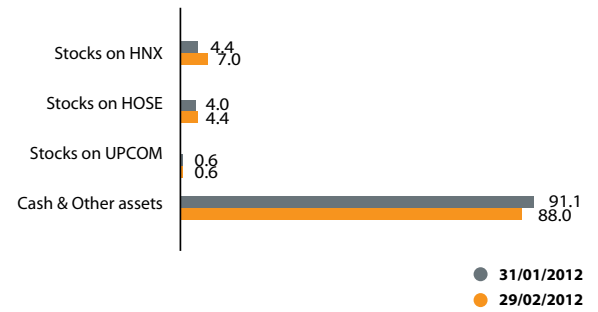
By Strategies



In February 2012, the proportion of strategies and the proportion of cash had little change as compared to January 2012. Model-averaging-trend-following (MATF) strategy did not generate buy signal at the same period, therefore, the proportion of MATF strategy unchanged as compared with previous month (1.7% NAV). The stock picking's proportion increased from 7.3% NAV to 10.3% NAV because the market price of some stocks in the VFA's portfolio grew rapidly in February 2012.

In the second month of 2012, because of unchanging the buy/sell status of all strategies and increasing the market price of stocks, the proportion of cash decreased from 91.1% NAV to 88.0% NAV.

By asset allocation (%)



Asset allocation of VFA Fund in February, 2012 generally did not change as compared to January 31 2012 with majority of asset allocated to cash.



VIETFUND MANAGEMENT

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