

VVF is an actively managed UCITS-compliant fund that invests in equities and equity-related securities of companies that are based in Vietnam or that has substantial exposure to Vietnam, with an objective to outperform the Vietnamese benchmark index over the long term, through bottom up stock picking and disciplined risk management.

Performance summary

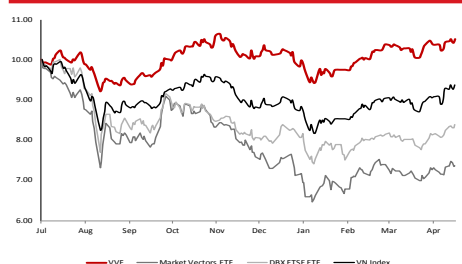
	Fund ¹	VN Index
April 2016 (month-on-month)	3.9%	6.6%
Year-to-date	2.7%	4.2%
Cumulative since inception	5.1%	(8.3%)
% of Up months	68.4%	52.6%
Annualised standard deviation	13.8%	18.1%
Tracking error	8.1%	

¹Fund information calculated from Class A shares

Manager's monthly commentary

The VN Index ended April on a strong note, up 6.6% m-o-m in USD terms, and 4.2% YTD. The market was driven largely by blue chip stocks in some of the Index's most heavily weighted sectors such as oil & gas (9% weight, up 22% m-o-m) and banking (25% weight, up 6.8% m-o-m). The fund generated positive returns in April, with Class A NAV per share increasing 3.9% m-o-m; however, it underperformed the benchmark due to an underweight holding in blue chips as a result of our small and mid-cap focus. The biggest contributors to the fund's performance this month were Hoa Sen Group (up 45% m-o-m), Hoa Phat Group (up 13.6% m-o-m), Vietcombank (up 12.2% m-o-m), Superdong Fast Ferry (up 14% m-o-m) and Vinamilk (up 3.7% m-o-m).

Performance Chart

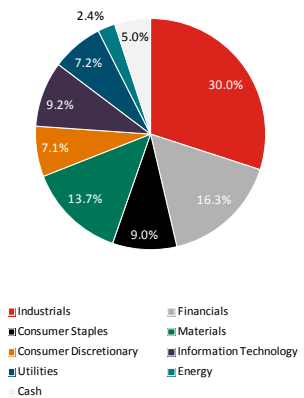


Earnings season brings cheer to the market

Vinamilk (VNM) increased 3.7% m-o-m in April, aided by the release of compelling Q1 2016 results. The company announced increases in net revenue and net profit after tax (NPAT) of 18.6% and 38.6%, respectively, versus Q1 2015. The top line growth included an 18% surge in domestic sales compared to Q1 2015, implying that VNM continues to gain market share and fortify its already clear market leadership. NPAT growth outpaced top line, as the company's gross profit margin expanded a whopping 630bps thanks to a lower input cost base. The company will hold a much-anticipated annual general meeting (AGM) in May, at which the removal of the company's foreign ownership limit is expected to be among the agenda items.

Hoa Phat Group (HPG) also advanced 13.6% m-o-m, on the back of its robust Q1 results. The company reported revenue of USD321m, up 22% y-o-y and NPAT of USD46m, up 57% y-o-y. Although HPG's average selling price in the quarter declined 18% y-o-y, March saw the average selling price increase 5% relative to the first two months of 2016 on the rebound of iron ore prices, coupled with the imposed provisional anti-dumping duty on steel billet and long steel imports into Vietnam. During the quarter HPG sold over 395,000 tons of construction steel, up 33% y-o-y. The company is expected to continue to post good volume growth in the second quarter as phase 3 of the integrated steel complex will be fully operational and Q2 is usually a high season for construction.

Sector Allocation



Vietcombank (VCB) and Cotec Construction (CTD) are some other examples of our investee companies that generated solid Q1 results. VCB gained 12.2% m-o-m after announcing 58% y-o-y growth in pre-tax profit for the first quarter. The company saw solid credit growth of 6.5% in Q1, a higher net interest margin, and sound growth in non-interest income, coupled with a 14% drop in provision expenses y-o-y. The company also approved a cash dividend of USD0.04 per share at its AGM, translating to a 2.2% dividend yield. CTD meanwhile achieved net revenue of USD140 million, up 97% y-o-y, while the company's gross margin climbed from 7.8% in Q1 2015 to 10.2% in Q1 2016, and NPAT surged 226% y-o-y to reach USD11 million.

Small and mid-caps continue to shine

We remain confident in our alpha-seeking strategy of selecting small and mid-cap stocks with sound fundamentals and promising growth potential. As a testament to this strategy, the fund's holdings in transportation and construction materials recorded double-digit Q1 2016 earnings growth and impressive share price appreciation, ranging from 11.5% to 45% during the month.

Calendar

VVF Roadshows

European roadshow, week of 13 June 2016, to include Germany, Switzerland, Sweden, Finland, Luxembourg and the UK.

Top holdings

Ticker	Market Cap (USDm)	Sector	% of NAV	2016F PE	Div Yield
FPT	871	Information Technology	9.2%	9.1	4.1%
VNM	7,484	Consumer Staples	9.0%	17.7	3.6%
VSC	105	Industrials	7.8%	9.8	2.7%
CTD	365	Industrials	5.9%	9.8	3.2%
SJD	51	Utilities	5.2%	6.5	10.1%
HPG	1,101	Materials	4.9%	6.7	4.5%
VCB	5,500	Financials	4.8%	20.1	2.2%
CI	289	Industrials	4.5%	8.1	6.5%
MBB	1,087	Financials	4.5%	8.7	3.3%
MWG	494	Consumer Discretionary	4.1%	8.1	1.3%
VVF Portfolio				10.0	4.1%
VNIndex				13.9	3.9%

Source: VinaCapital's estimates

30 April 2016

Macroeconomic update

April saw continued growth in a number of key indicators. Of note, Vietnam's Purchasing Managers' Index (PMI) rose to 52.3, reaching a nine month high and up considerably from 50.7 in March. The PMI has now increased for five months in a row, further underscoring the manufacturing sector's role as the key economic driver.

Trending in the same direction was the General Statistics Office's (GSO) Index of Industrial Production, which rose 7.3% year-on-year, albeit lower than the 9.6% recorded in the same month last year. The explanation for the slightly slower pace can be found in the mining sub-sector, which fell 1.7% due to continued low oil prices. Manufacturing, particularly of high-value goods such as mobile phones and computer and electronic components, fuelled strong export performance, with Vietnam recording a trade surplus of USD1.5 billion

for the first four months of the year.

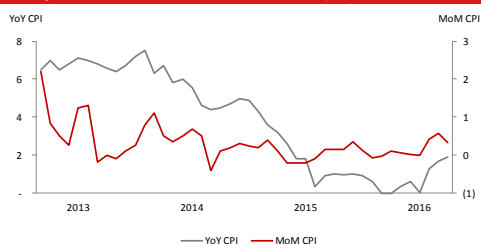
Domestic consumption also showed healthy growth: retail sales jumped 8.8% and 7.5% in nominal and real terms, respectively. Meanwhile, April's Consumer Price Index (CPI) came in at 0.3% month-on-month and 1.3% YTD2016. The highest increase (1.7%) was recorded in transportation due to gasoline price movements, followed by foods (1.1%) and construction materials (0.7%). The drought and related salt contamination in the Mekong Delta rice fields are taking a toll on food prices, although some believe recent increases are psychological-driven as consumers prepare for what they believe to be a future decline in food production. The GSO views this as a short term problem for Vietnam, as rice production in other Asian countries has not been affected by weather patterns to the same extent, and a global shortage is unlikely.

Macroeconomic indicators

	2015	Apr-16	2016 YTD	Year-on-year
GDP growth ¹	6.7%		5.46%	
Inflation (%)	0.6%	0.3%	1.3%	1.9%
FDI commitments (USDbn)	22.8	2.9	6.9	53.7%
FDI disbursements (USDbn)	14.5	1.2	4.7	4.3%
Imports (USDbn)	165.6	14.0	51.4	-2.8%
Exports (USDbn)	162.4	14.1	52.9	2.2%
Trade surplus/(deficit) (USDbn)	(3.2)	0.1	1.5	
Exchange rate (USD/VND) ²	22,450	22,250	0.9%	

Sources: GSO, Vietnam Customs, SBV, VCB | 1. Annualized rate, updated quarterly 2. (-) Denotes a devaluation in the currency, Vietcombank ask rate

Year-on-year and month-on-month inflation (%)



Key terms

	Class A ¹	Class B	Class C	Class D	Class E	Class F ²	Class G
Currency	USD	USD	EUR	EUR	USD	GBP	JPY
Min. investment	500,000	5,000	500,000	5,000	500,000	3,000,000	10,000,000
Management fee	1.25%	2.00%	1.25%	2.00%	1.25%	1.25%	2.00%
Performance Fee	None	15% ²	15% ²	15% ²	15% ²	None	None
Bloomberg	FOVCPVA LX	FOVIEBU LX	FOVIECE LX	FOVIEDE LX	FOVIEEU LX	-	-
ISIN	LU1163030197	LU1163027052	LU1214542463	LU1214545136	LU1286782559	LU1286782716	LU1286783011

¹ Class A Shares are restricted to existing holders of the Listed Portfolio Share class (AIM: VNLI) of Vietnam Infrastructure Limited; external investors may subscribe to the Class A Shares at the discretion of the Investment Manager.

² 15% of the outperformance of the NAV per Share over the Adjusted Reference NAV as described in Section IX of the Forum One-VCG Partners Vietnam Fund Prospectus (Updated March 2016).

³ UK investors should note that Class F Shares will comply with the restrictions on the payment of commissions or rebates as a result of the UK Financial Conduct Authority's Retail Distribution Review (RDR).

Fund structure

Launch date	14 July 2015
Trading Period	Daily Subscriptions/Redemptions
Fund Size	USD48.7m
Incorporation	Luxembourg
Registered	UK, Germany, Singapore, Austria, Switzerland, Sweden
Management company	Edmond de Rothschild Asset Management (Luxembourg)
Investment manager	VinaWealth FM JSC
Depository Bank	Edmond de Rothschild (Europe)
Auditor	PwC Societe Cooperative Luxembourg
Swiss representative	First Independent Fund Services Ltd, Klausstrasse 33, CH-8008 Zurich, Switzerland
Swiss paying agent	NPB Neue Privat Bank AG, Limmatquai 1/am Bellevue, P.O. Box, CH-8022 Zurich, Switzerland

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The current Sales Prospectus, the Key Investor Information Document (KIID), the Articles of Association as well as the annual reports of the Forum One – VCG Partners Vietnam Fund (“the Fund”) are the sole binding basis for the purchase of fund shares. These documents can be obtained in English and free of charge from the Fund Manager’s website (www.vinawealth.vn/en) and the Management Company’s website (<http://lawcentre.edmond-de-rothschild.eu/>). This document is prepared by VinaWealth Fund Management Joint Stock Company (“VinaWealth”) for the information of shareholders in the Fund and other eligible recipients, on the basis of information obtained from sources VinaWealth considered to be reliable, but VinaWealth does not make any representation or warranty, express or implied, as to its accuracy, completeness, timeliness or correctness. The information contained in this document is for background purposes only and is subject to updating, revision and amendment, and no liability whatsoever is accepted by VinaWealth or any other person, in relation thereto. Please refer to the Fund’s prospectus for more information on the Fund and its risks. This document is neither a prospectus nor an offer or invitation to apply for shares and neither this document nor anything contained herein shall form the basis of any contract of commitment whatsoever. Past performance is not necessarily guidance to the future. The value of shares in the Fund and the income derived therefrom may go down as well as up. You are advised to exercise caution in relation to this document. If you are in any doubt about this document or any information contained in this document, you should obtain independent professional advice. The information contained in this document is strictly confidential and is intended only for the use of the individual or entity to which VinaWealth has provided the report. No part of this report may be reproduced or distributed without the prior consent of VinaWealth.