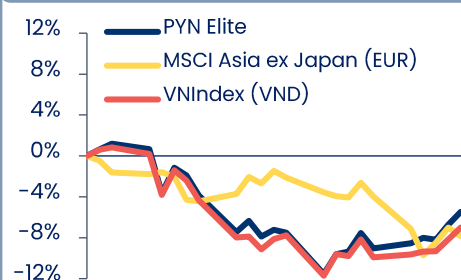




**Maggie Yi**  
Analyst

COVID resurgence caused VN index to correct by -7% in July, and PYN Elite dipped by -5.5%. VN Index still gained +18.7% YTD, being the 2nd best performing index in Asia, topped only by Mongolia which enjoyed a commodity boom. PYN Elite climbed 16.6% YTD, driven by MBB (+71%), HDB (+42%) and VN Diamond (+48%). HOSE deployed a new system from FPT, which increased capacity by 3X and eased trading constraints.

### July performance -5.5%



### July macro data

Macro numbers softened: PMI stays at 45.1 in July, as social distancing orders reduced factory capacity utilization and caused supply chain disruptions. Retail sales -19.8% YoY, industrial production +2.2% YoY, exports slowed to +8.4% YoY (+28.4% YoY in 1H2021).

Vietnamese companies are not too worried. They shared to us that it is already the 4th wave that both government and companies had experienced. Although Vietnam has currently a very low vaccination rate, companies are confident vaccinations will accelerate in 2H2021 from the deals that have been negotiated by the government. Our colleagues and friends in Vietnam are generally satisfied with government work on active tracing, testing, vaccines, supporting packages, etc. This is a sharp contrast to Thailand, where we had several heated street protests amid ever-increasing cases.

### Vaccine doses supply\* % of Pop. fully vaccinated

Jul 21	12	1%
Q3 21	32	7%
Q4 21	112	50%
Apr 22	160	70%

\*Cumulative, in million  
Source: Techcombank

### PYN Elite stock of the month: VN Diamond

VN Diamond gained +48% YTD, both on 1) underlying companies' solid 1H profit growth, and 2) local share price catching up to narrow 'foreign premium'. On average, VN Diamond companies reported 50% YoY profit growth in 1H and completed 53% of our full-year forecast. We expect VN Diamond companies' profits to grow 25% YoY in 2021E and 21% CAGR 2020-2023E.

Our other core holdings also did well: average profit was + 47% YoY and completed 49% of full-year forecast. Their share prices have not fully performed (on average +17% YTD), as some companies are more sensitive to COVID news.

### IH Earnings growth % of 2021E forecast

FPT	17%	46%
MWG	26%	53%
PNJ	67%	55%
VPB	35%	58%
TCB	72%	58%
<b>Average</b>	<b>43%</b>	<b>54%</b>

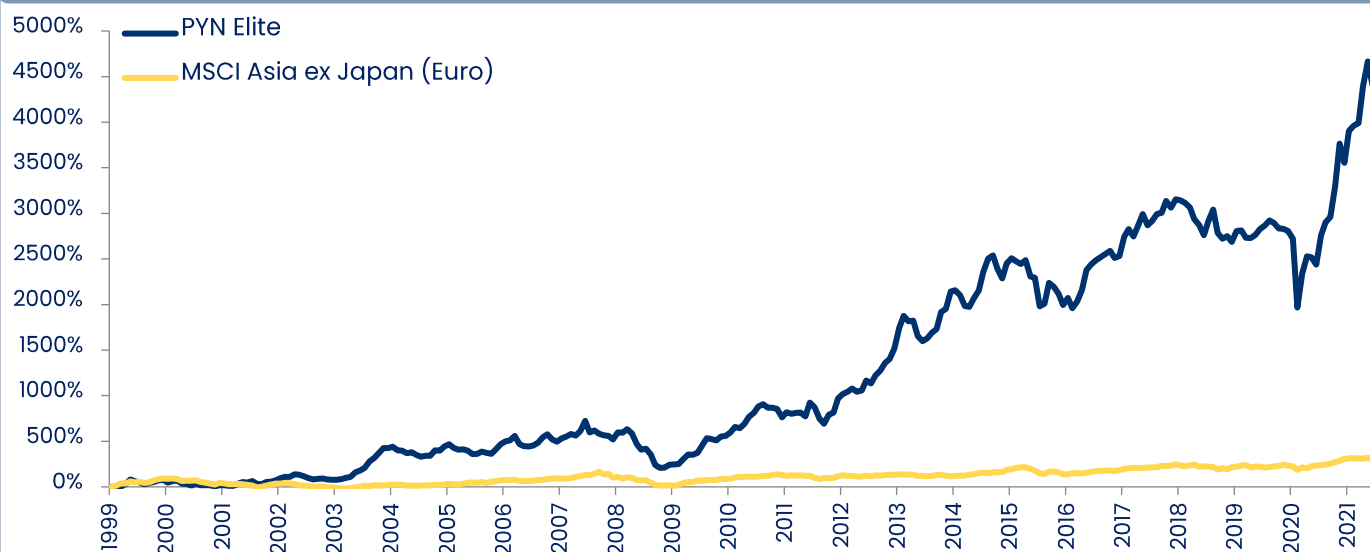
### TOP HOLDINGS

1. Vinhomes	15.9%	6. Vincom Retail	8.8%
2. TP Bank	10.0%	7. VN Diamond	7.6%
3. HD Bank	9.5%	8. Vietinbank	6.3%
4. MB Bank	8.9%	9. Airports of Vietnam	5.9%
5. VEAM	8.8%	10. Nam Long	4.5%

### TOP AND BOTTOM MOVERS

↑ CMC Corporation	+13.8%
Nam Long	+12.1%
Thien Long	+2.3%
↓ Vincom Retail	-12.9%
C.E.O Group	-13.1%
Vietinbank	-15.7%

### CUMULATIVE RETURN SINCE INCEPTION VS INDEX



### MONTHLY AND YEARLY RETURNS (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2021	-5.39	9.57	1.41	0.65	9.87	6.12	-5.47						16.63
2020	-0.90	-2.79	-26.78	17.91	7.86	-0.46	-3.06	12.76	4.90	1.99	11.00	13.71	31.82
2019	-2.18	4.18	0.32	-2.83	-0.15	1.32	2.22	1.27	1.90	-0.89	-2.01	-0.13	2.83
2018	2.83	-0.37	-0.82	-1.48	-4.20	-2.06	-3.72	5.36	4.23	-8.14	-2.22	0.99	-9.92
2017	0.87	7.96	3.03	-2.84	4.07	4.45	-3.99	1.58	2.51	0.49	4.20	-2.27	21.21
2016	-5.41	3.53	-5.02	3.48	5.92	9.66	2.57	1.74	1.32	1.30	1.35	-2.95	17.77
2015	6.78	2.29	-1.34	-1.10	1.66	-6.92	-0.69	-12.95	1.25	10.87	-1.83	-3.39	-7.19
2014	9.16	0.69	-2.38	-5.49	-0.51	4.85	3.80	9.11	5.72	1.45	-5.66	-4.12	16.24
2013	7.78	13.90	7.34	-3.02	0.33	-8.84	-3.20	1.86	3.57	2.31	10.14	1.81	36.92
2012	17.05	4.50	2.06	3.18	-2.89	1.04	9.60	-2.41	7.00	4.00	6.12	2.76	64.03

#### PERFORMANCE

##### PER 30.07.2021

YTD	+16.63%
12 months	+77.59%
10 years, p.a.	+15.97%
Since inception, p.a.	+18.43%
Cumulative return	+4 405.78%
NAV	450.578€
AUM	703.6M€
HWM	476.633€

**Next subscription date 31.08.2021**

#### BASIC FACTS

##### PYN Elite Fund (non-UCITS)

Fund focus	Asia ex Japan
Market focus	Vietnam
ISIN	FI0008803812
Bloomberg	ELITE FH
Management fee	1.0%
Performance fee	12.0% HWM
Subs. / Red. fee	0.0%* / 0.0%
Email	info@pyn.fi
Phone	+358 9 270 70400
Portfolio Manager	petri.deryng@pyn.fi
Investor Relations	kari.raisanen@pyn.fi

\*Subscription fee 5% applies for subscriptions over 6 million euros.

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