

MUTUAL FUND SSI-SCA

FUND FACTS

Name of the Fund	SSI Sustainable Competitive Advantage Fund
Fund code	SSI-SCA
Nature of the Fund	Open ended fund
Inception date	26/09/2014
Fund size	VND581.80 billion (~USD25.10 million) (As of 31 July 2021)
Fund operating period	Unlimited
Fund Management Company	SSI Asset Management Co., Ltd https://www.ssi.com.vn
Supervisory Bank	Standard Chartered Bank (Vietnam)
Transfer Agent	Vietnam Securities Depository Centre (VSD)
Distributors	SSIAM, SSI, BVSC, VCBS, ACBS, VNDIRECT, MBS, HSC, VGS
Redemption gate per trading period	10%/ Net Asset Value
Minimum subscription amount	VND500,000 (five hundred thousand)
Expected Return	13% - 15% / year

FUND PERFORMANCE



	NAV/ Unit (VND)	Performance (%)							
		2015	2016	2017	2018	2019	2020	YTD	Since Inception
SSI-SCA	28,975.12	17.7	24.1	38.2	-12.1	3.9	18.6	34.9	189.8
VN-Index		6.1	14.8	48.0	-9.3	7.7	14.9	18.7	116.5

Data as of 31/07/2021, calculated in VND; since inception date 26/09/2014

INVESTMENT OBJECTIVES

The Fund pursues long-term capital appreciation and regular return through investment in companies with sustainable competitive advantages and fixed income assets.

The Fund shall apply active investment strategy, focusing on listed securities of companies with sustainable competitive advantages, high market share, good corporate governance, healthy financial conditions, good capabilities of operation in disadvantageous market conditions and attractive valuation compared with the potential growth in the future of the company.

The Fund shall also invest in fixed income securities with high credit rating to preserve capital and bring stable income for the Fund.

FEES

Subscription Fee (depends on the total subscription amount)

From VND 1 million to VND 1 billion	0.75%
> VND 1 billion to VND 10 billion	0.50%
> VND 10 billion	0.25%

Redemption Fee (depends on the fund units holding period)

Holding period below 12 months	1.25%
Holding period 12 - 24 months	0.75%
Holding period above 24 months	Free

Switching fee	Free
Transfer fee	Free

FUND MANAGEMENT COMPANY

SSI Asset Management Company Ltd. (SSIAM)

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FUND MANAGERS

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FUND COMMENTARY

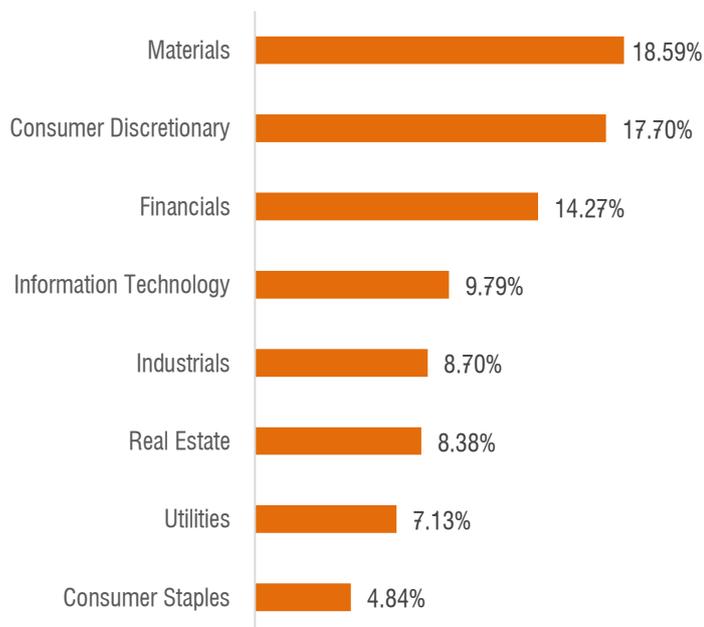
VN-Index and HNX-Index fell by 7% and 2.6% respectively in July. The complicated developments of Covid-19 persisted in southern provinces and cities. Large, medium, and small cap stocks all declined. Specifically, the VN30 Index, VN-Mid and VN-Small dropped by 5.4%, 5.6%, 4.7% respectively. Aside from VN30 Index which recorded growth in average trading value in comparison to June, the other two groups saw weaker liquidity this past month.

In terms of sectors, Technology and Consumer are the two leading industries. This is consistent with the developments of remote work and the demand for digital change. The market's expectations are placed on FPT and CMG. In addition, the supply chain bottlenecks that led to increased demand in consumer staples goods in supermarkets and retail systems, propelled consumer retail stocks such as MWG, MSN, FRT. On the other hand, real estate, and energy stocks such as VHM, NVL, POW saw downward trend. In general, industry indices were overall negative with a decline of 3-7% in July.

As for market capital flows, foreign investors returned with net buying of VND5,955 billion, in which ETFs bought more than VND4,280 billion. ETF Fubon FTSE Vietnam's net buying value amounted to VND3,950 billion which contributed significantly to the capital inflow. The representative of this fund voiced out their appreciation for Vietnam's effort in implementing the new trading system within 3 months. As a result, the YTD net selling value of foreign investors decreased from the peak of VND32,000 billion to VND26,077 billion. Proprietary trading of securities firms sold a total net value of VND2,000 billion. Accumulatively for the past 7 months, prop trading net sold more than VND3,800 billion.

Despite the fact that July recorded positive business earnings in comparison to the same period last year in industries such as Banking, Financials, O&G, the overall market outlook is still not rosy. Information about profit might have already been priced in during June 2021. At the same time, 1H2020 saw low profitability since Vietnam had to face the first Covid-19 wave. Market P/E dropped significantly from 19x to 16.5x as of July 30th, 2021. SCA has taken advantage of the volatile market movements at the end of June and in July to restructure the portfolio. This has drastically improved the portfolio performance in the past month. We still maintain our view from the previous month: stocks are strongly diversified and do not increase uniformly, therefore selecting stocks with sustainable growth, have good resistance against the negative developments of the pandemic is our priority.

ASSET ALLOCATION BY SECTORS (% NAV)



TOP HOLDINGS AS OF 31/07/2021

Stock	Company Name	Sector	% NAV
HPG	Hoa Phat Group JSC	Materials	15.25%
MWG	Mobile World Investment Corp	Consumer Discretionary	12.64%
FPT	FPT Corp	Information Technology	9.79%
VHM	Vinhomes JSC	Real Estate	4.56%
TCB	Techcombank JSC	Financials	4.48%

TRADING OVERVIEW

Dealing date: Every Working day (Day T)

Cut-off time: 3:00 pm on Day T-1

Trading confirmation: Day T+1

Determine NAV

Day T-1	Day T	Day T+1	Day T+2
3:00 pm: Cut-off time	Fund Certificates Dealing Date	Receive the trade confirmation	Redemption payment
SUBSCRIPTION ORDER			
Subscription amount	Minimum VND 2 million (not including transfer fee)		
Cut-off time	Cut off time to submit subscription/ redemption orders to Distributor: 3:00 pm on Day T-1. Cut off time to make fund transfer: 5:00 pm on Day T-1. If subscription payment is transferred from bank account of others not investor, the valid documents of payment confirmation must clearly state full name, SSI-SCA trading account, and payment amount of the beneficiary.		
Money transfer	Account name: SSISCA Bank: Standard Chartered Bank (Vietnam) Ltd Number account: 90275350205 Description: [Name] [Account Number] buy SSISCA		
Confirmation of money transfer	SSIAM will send the confirmation of money transfer to investors within 01 working day from the date the money is credited to the Fund.		
Trade Confirmation	Distributor will provide investors with the Trade Confirmation within 01 working days from the Dealing Date.		
REDEMPTION ORDER			
Trade Confirmation	Distributor will provide investors with the Trade Confirmation within 01 working days from the Dealing Date. E.g.: Trading day is Tuesday, investors will be received the Trade Confirmation on Wednesday.		
Redemption payment	Redemption payments (after tax and fees) shall be made directly to Investors' bank accounts within two (02) days from the Dealing Date.		
SWITCHING ORDER			
Investor can place switching orders between SSIBF and SSI-SCA Fund managed by the Fund Management Investor can choose to switch a portion or their entire outstanding Fund Units.			
TRANSFER ORDER			
Non-commercial transactions for an institution/individual shall be executed at Distributors and Investor must pay all the applicable fees and taxes related to the non-commercial transfer according to applicable regulations. Details on transfer order shall be advised by SSIAM			

DISCLAIMER

Investors should carefully read the Prospectus, Fund Charter and relevant documents before making investment decisions and pay attention to fees when trading fund certificates.

Please update us as soon as possible on any change of the Investor's information in the Part A of the Investor Profile provided to SSIAM.

Fund certificates are not certificates of deposits, negotiable instruments or valuable papers as prescribed in the banking sector, fixed income assets or guaranteed investment income assets.

The price of fund certificates may fluctuate according to market movements and investors may incur losses on their initial investment given unfavorable market conditions. This document should not be used for the purpose of accounting and tax recording or to make investment decisions. Please note that the past performance of investments is not necessarily indicative of future performance. The NAV per unit and the Fund's income can increase or decrease and could not be guaranteed by SSIAM. Investors should do their own research and/or consult experts' advices to make appropriate investment decisions.