

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	VND627.44 billion (~USD27.15 million) (As of 31 August 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	29,633.97	17.7	24.1	38.2	-12.1	3.9	18.6	38.0	196.3
VN-Index		6.1	14.8	48.0	-9.3	7.7	14.9	20.6	120.1

Data as of 31/08/2021, 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

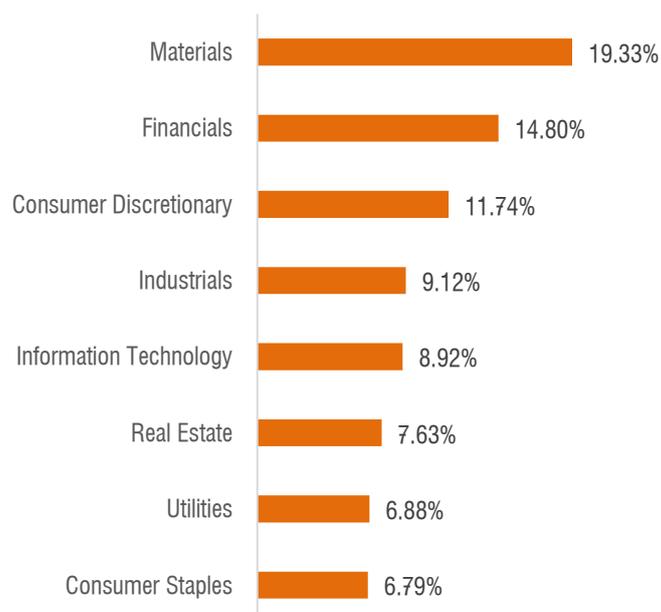
VN-Index saw strong volatility in August 2021. The index had positive gains in the first half of the month and began to fluctuate when social distancing measures in HCMC were informed. VN-Index closed the month at 1,331 – an increase of 1.64% MoM. Average liquidity on HSX reached VND23,103 billion, 15% MoM. Recorded liquidity skyrocketed within mid and small cap stocks. VNMid's liquidity grew by 71% while VNSmall's skyrocketed by 102%. On the contrary, VN30's liquidity decreased by 4%. This difference showed the clear cash inflow into VNMid and VNSmall's stocks.

In terms of sectors, Healthcare and Industrial outperformed the remaining sectors. The healthcare sector was supported by stocks such as SPM, VMD and DBT while the industrial sector consisted of leading stocks in transportation and seaport sub-sector such as VOS, STG, and HAH. Construction and materials sectors also increased quite well with HT1, BCC and TGG being the standout representatives. Finance and technology stocks, which are primarily large-cap stocks, did not perform well as they either plateaued or decreased slightly. Small and mid-cap stocks in the abovementioned sectors with good growth are supported by the following narratives: public investment stimulates the economy post-Covid-19, rising freight rates, demand for vaccines imports, anti-inflammatory drugs, antibiotics during the strong outbreak.

Foreign investors' net sales amounted to nearly VND8,000 billion in August 2021, in which VIC and VHM transactions accounted for 37% of the total net sales amount. Top net sellers in the past month include VIC (VND -1,550 billion), VHM (VND -1,379 billion), MSN (VND -905 billion) and VNM (VND -797 billion); while the top net buyers were STB (VND1,033 billion), MBB (VND645 billion), DGC (VND267 billion) and PLX (VND225 billion). We believe the main reasons for the net selling momentum are: 1) The Central Bank of Korea has raised interest rate, specifically on August 26th, the rate rose from 0.5% to 0.75%, which led to net sales carried out by Korean investors; 2) concerns about the 4th wave of Covid-19 and according to Nikkei Asia's Covid-19 Recovery Index, Vietnam stood at 121/121 in August.

Our SCA fund also disbursed and restructured small and mid-cap stocks quite well in the past month, closely monitoring market movements. On the contrary, macro factors are expected to be negative in Q3/2021, indirectly affecting investors' outlook. In addition, both FII and FDI investors are said to be exerting pressure on the government's prolonged social distancing measures. On the positive side, during HCMC committee sessions, we noticed the gradual loosening of social distancing activities, the more frequent mentioning of the economic recovery plan. Not excluding the possibility that this month, some areas, wards, and districts will lift the measures. In addition, vaccination progress will also be accelerated when more vaccines arrive. SCA Fund will continue to monitor small and medium-cap stocks to find really good businesses and be supported by cash inflow into the market. In addition, large-cap stocks can also be considered when many stocks undergo corrections of about 20% - 30% from the old peak.

ASSET ALLOCATION BY SECTORS (% NAV)



TOP HOLDINGS AS OF 31/08/2021

Stock	Company Name	Sector	% NAV
HPG	Hoa Phat Group JSC	Materials	14.74%
MWG	Mobile World Investment Corp	Consumer Discretionary	10.32%
FPT	FPT Corp	Information Technology	8.92%
TCB	Techcombank JSC	Financials	4.42%
VHM	Vinhomes JSC	Financials	4.16%

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.