

Ho Chi Minh city, March 31 th, 2021

2020 PERFORMANCE REPORT OF DFVN-CAF

I. Market description

The macroeconomic of Vietnam is well controlled and strong during the year 2020, despite being strongly affected by Covid-19 pandemic. GDP growth recovered to its expected growth rate by 4.48% in the fourth quarter and achieved 2.91% over the year 2020, which was the lowest growth rate since 2011 after an impressive increase of 7.02% in 2019. In the intense situation of Covid-19 epidemic, which negatively impacted on all social and economic sectors, this growth level is an encouraged performance of Vietnam during 2020 compared to other countries.

The quality of economy has been improved: the labor productivity at current price in 2020 was estimated at VND110.4 millions per headcount (equivalent to USD5,081 per headcount, increases USD290 compared to that of 2019). At constant prices, labor productivity increased by 5.4% due to the increasing qualifications of workers (the rate of well-trained labors in 2020 reached 24.1%, higher than 22.8% in 2019).

ICOR index decreased from 6.42 in 2016 to 6.11 in 2017; 5.97 in 2018; and 6.08 in 2019. Particularly in 2020, due to the negative impact of the Covid-19 pandemic, business activities were stagnated, the completed projects could not be operated at full capacity, resulted to the unexpected ICOR index in 2020 which was only 14.28%. In the 2016-2020 period, the average ICOR was reported at 7.04 (source: General Statistics Office of Vietnam).

In the panorama of Vietnam macroeconomic during 2020, the import-export index is a spotlight in the extraordinarily difficult context; with 5.1% increase compared to the figure of the previous year (estimated at USD543.9 billions). Trade balance of goods achieved a recorded trade surplus with USD19.1 billions in 2020. The Purchasing Managers Index (PMI) continued achieving over 50 in months at year end of 2020 (51.7 in December) despite hitting its ever-lowest point in April. The attraction of foreign direct investment (FDI) experienced a slight decline, USD20 billions has been disbursed during 2020, decreased by 2% compared to that of 2019. Meanwhile, the inflation (average CPI) in 2020 was 3.23%, and CPI in December, however, grew by 0.19% which was the lowest level ever before. Exchange rate is stabilized at an applicable and controllable level which is considered as an important element for the economy to develop sustainably. Foreign exchange reserve was forecasted to achieve USD100 billions in 2020.

In 2020, despite being intense influenced of Covid-19 pandemic, the Vietnam Stock Market still recovered sustainably and developed dramatically in all market's sectors at the end of 2020. The VN Index reached 1103.87 points, increased remarkably by 67% compared to the lowest level of 2020 and by 15% compared to the figure in the end of 2019. Market liquidity went up significantly and hit the ever-highest point despite the negative effect of the Covid-19 epidemic. The average transaction value during 2020 reached over VND7,400 billions/session, increased 59.3% compared to the average figure of 2019.

The stock market exceeded the target set by Government as at 2020 and the bond market continued to maintain its growth trend. Stock market capitalization achieved nearly VND5,294 trillions, increased by 69% compared to the end of the first quarter and by 20.8% compared to the end of 2019, equivalent to

87.7% and 84.1% of GDP in 2019 and 2020 respectively. The bond market had 477 listed bond codes at value of VND1,388 trillions, went up by 16.8% compared to the figure in the end of 2019 (equivalent to 23% of GDP). In addition, the market prospect has a really good outlook with medium and long term catalysts and events which stimulate sustainable market growth; there are some key catalysts such as equity market to be updated from Frontier to Emerging by MSCI and/or FTSE; FTSE Russell continues to maintain Vietnam on the watch list from frontier markets to emerging markets. New Securities Law which came into effect in January 2021 is considered to have significant influence to the long-term development of the Stock Market. The advantage of our stable macroeconomy, together with the development of the Stock Market are expected to be a sustainable foundation and prospect for the operation of the Fund.

II. Details of the Fund's operating indicators

1. Fund's assets structure

Fund's assets structure	31/12/2020 (%)	31/12/2019 (%)
1. Investment portfolio	96.17	91.41
2. Cash and cash equivalents	2.99	8.17
3. Other receivables	0.84	0.42
Total	100.00	100.00

2. Detailed operating indicators

Indicator	31/12/2020	31/12/2019
2.1. Net asset value (VND)	102,601,036,261	80,870,153,926
2.2. Total Fund units in circulation (Unit)	8,125,094.24	7,747,580.49
2.3. Net asset value per Fund unit (VND/Unit)	12,627.67	10,438.11
2.4. The highest net asset value per Fund unit during the reporting period (VND/Unit)	12,627.67	11,121.66
2.5. The lowest net asset value per Fund unit during the reporting period (VND/Unit)	7,497.48	9,991.19
2.6. Closing price of Fund unit at the reporting date (VND/Unit)	Not applicable	Not applicable
2.7. The highest closing price of Fund unit during the reporting period (VND/Unit)	Not applicable	Not applicable
2.8. The lowest closing price of Fund unit during the reporting period (VND/Unit)	Not applicable	Not applicable
2.9. Total growth rate per Fund unit (%)	20.98%	4.38%
2.9.1. Capital growth rate per Fund unit (%) (Change due to price fluctuation)	17.11%	2.90%
2.9.2. Income growth rate per Fund unit (%) (Based on	0.38%	(0.44)%

Indicator	31/12/2020	31/12/2019
realised profits)		
2.10. Gross distribution per Fund unit	Nil	Nil
2.11. Net distribution per Fund unit	Nil	Nil
2.12. Ex-date of distribution	Nil	Nil
2.13. Operating expenses/Average NAV during the period (%)	3.42%	3.47%
2.14. Turnover of investment portfolio (%)	180.62%	192.25%

- The net asset value growth per share of the Fund Certificate from the foundation to 31 December 2020



- Change in net asset value:

Indicators	31/12/2020 VND	31/12/2019 VND	Change rate %
A	1	2	$3 = ((1) - (2)) / (2)$
Net asset value (NAV) of the Fund	102,601,036,261	80,870,153,926	26.87%
Net asset value per Fund unit	12,627.67	10,438.11	20.98%

During the year ended 31 December 2020, the Fund's net asset value (NAV) per fund certificate increased due to the upward trend of the Stock market.

**DAI-ICHI LIFE VIETNAM FUND MANAGEMENT
COMPANY, LTD.**

Dai-ichi Life Vietnam Fund Management Company, Ltd. – DFVN

Floor 11th, 149 – 151 Nguyen Van Troi, Ward 11, Phu Nhuan district, Ho Chi Minh City

Telephone: (84-28) 3810 0888

Fax: (84-28) 3844 9835

Website: www.dfvn.com.vn