

**SUPERVISORY REPORT**  
**DFVN CAPITAL APPRECIATION FUND (“DFVN-CAF”)**  
**YEAR 2020**

- To:**
- General Meeting of Investors of DFVN Capital Appreciation Fund
  - Fund Board of Representative
  - Dai-ichi Life Vietnam Fund Management Company Limited (“DFVN”)

HSBC Bank (Vietnam) Ltd. (“HSBC”) would like to report to the General Meeting of Investors of DFVN Capital Appreciation Fund (“DFVN-CAF” or “the Fund”) in terms of our provision of custody and supervisory bank services to the Fund as follows:

**1. General information of the Fund:**

Fund name : DFVN Capital Appreciation Fund

Fund license : 34/GCN-UBCK issued by State Securities Commission on 03/01/2019

Address : Floor 11<sup>th</sup>, 149-151 Nguyen Van Troi, Ward 11, Phu Nhuan District, HCM City

- Details of issuing fund units:

▪ Total fund units as of 31/12/2019	: 7,747,580.49 fund units
▪ Total subscription of fund units during the year	: 553,890.99 fund units
▪ Total redemption of fund units during the year	: 176,377.24 fund units
▪ Total fund units as of 31/12/2020	: 8,125,094.24 fund units
▪ Net asset value (“NAV”) as of 31/12/2020	: VND 102,601,036,261
▪ NAV/fund unit as of 31/12/2020	: VND 12,627.67/ fund unit

- At the record date on 23 March 2021 for the purpose of the 2020 Annual General Meeting, DFVN-CAF has total of 537 investors holding fund units, including of 536 domestic individual investors and 01 foreign institutional investor.
- Details of financial information of the Fund are represented in the 2020 audited financial statements.

**2. Supervision report on Dai-ichi Life Vietnam Fund Management Company Limited (“the Fund Management Company” or “DFVN”) in operation of DFVN-CAF:**

**Ngân hàng TNHH Một thành viên HSBC (Việt Nam)/ HSBC Bank (Vietnam) Ltd.**

Tầng 1, 2, 3, 6, Tòa nhà Metropolitan, 235 Đồng Khởi, Phường Bến Nghé, Quận 1, Tp. Hồ Chí Minh, Việt Nam  
Floor 1, 2, 3, 6, The Metropolitan, 235 Dong Khoi St., Ben Nghe Ward, Dist.1, Ho Chi Minh City, Vietnam

Phát hành bởi Ngân hàng TNHH Một thành viên HSBC (Việt Nam)/ Issued by HSBC Bank (Vietnam) Ltd.



- In the management of DFVN-CAF in year 2020, DFVN has fulfilled all responsibilities in preparation of periodic reports to State Securities Commission, providing sufficient supporting documents to Supervisory Bank related to the Fund's transactions.
- As a Supervisory bank for DFVN-CAF in year 2020, we have recognized some matters as follows: In 2020, DFVN fully held quarterly Board of Representative ("BOR") meetings in accordance with Fund's Charter, with the following details:
  - On 17 January 2020, DFVN held the BOR meeting of Quarter 4/2019 for DFVN-CAF. At this meeting, BOR members discussed the following contents: (i) financial performance of DFVN-CAF in year 2019; (ii) supervisory bank report in Quarter 4/2019; (iii) update on the matters related to the fund's operations; and (iv) agenda and plan for DFVN-CAF Annual General Meeting year 2019.
  - On 29 April 2020, DFVN sent email to BOR members of DFVN-CAF to get their consent for meeting contents of Quarter 1/2020 in writing. According to the consolidated results on 11 May 2020, BOR members agreed the following contents: (i) financial performance of DFVN-CAF in Quarter 1/2020; (ii) supervisory bank report in Quarter 1/2020; (iii) supplement Yuanta Securities Vietnam ("YSVN") into the list of distribution agent to distribute fund unit of DFVN-CAF; and (iv) update the result of DFVN-CAF Annual General Meeting year 2019.
  - On 19 June 2020, DFVN sent email to BOR members of DFVN-CAF to get their consent for meeting contents of Quarter 2/2020 in writing. According to the consolidated results on 30 June 2020, BOR members agreed the following contents: (i) financial performance of DFVN-CAF until end of May 2020 (update) and (ii) approve to appoint KPMG as the auditor of DFVN – CAF for the financial statements on half year and year 2020, with a total service fee of 151.800.000 VND.
  - On 21 October 2020, DFVN sent email to BOR members of DFVN-CAF to get their consent for meeting contents of Quarter 3/2020 in writing. According to the consolidated results on 30 October 2020, BOR members agreed the following contents: (i) financial performance of DFVN-CAF and financial report in Quarter 3/2020; (ii) supervisory bank report in Quarter 3/2020 and (iii) DFVN update about the management activities on DFVN-CAF.



### 3. Implementation of rights and obligations of Supervisory Bank

As supervisory bank of the Fund, HSBC has fulfilled our responsibilities in relation to custody and supervisory bank services, with details as follows:

- Hold and custody for Fund assets safely, simultaneously maintain records showing that the Fund Assets belong to the Fund and segregated from any other assets;
- Handled duly instructions of the Fund Management Company regarding Fund's transactions in a timely manner;
- Checked and verified reports in relation to the Fund assets prepared by the Fund Management Company with accuracy and professionalism, simultaneously fulfilled reporting obligations to Regulators in accordance with applicable laws and regulations;
- Supervised the compliance on funds' operation carried out by the Fund Management Company for ensuring the compliance with the Fund Charter and applicable laws with due care and diligence;
- Attended all meetings of the BOR and Annual General Meeting of the Fund.

Yours truly,

Ho Chi Minh City, 25<sup>th</sup> March 2021.



Ms. Ninh Thi Tue Minh

Vice President, Head of Fund Services

*The supervisory bank report on the operations of Fund Management Company is based on the information, document and data (hereby referred to as "Information") provided by the Fund Management Company to the Supervisory Bank. This report does not include the issues and affairs which is not in the knowledge of the Supervisory Bank due to the unfaithful information or concealment/deceit of the Fund Management Company.*

