

30 June '09

## Market Update

Vietnam's GDP is estimated to have grown by 3.9% in 1H09, meaning in 2Q09 GDP growth rallied to 4.5% up from 3.1% in 1Q09. The resilient growth story continues to be driven by industrial production, renewed momentum in construction, and consumer driven categories. The data suggests the 4.5-5% GDP growth rate consensus prediction for Vietnam in 2009 is on track.

Monthly inflation was again positive in June up 0.55%, but on a YoY basis has dropped to just 3.94%. The trade deficit for 1H09 is estimated at US\$2.1 bn, equalling 14.7% in the same period last year with export growth down 10.1% and import growth down 34.1%. Vietnam has received capital inflows of roughly US\$8 bn in 1H09 from FDI and ODA disbursement and overseas remittances keeping the balance of payments in a healthy position for the

time being.

However, FDI which is a major driver in the Vietnam growth story is slowing down, with commitments in 1H09 estimated at US\$8.87 bn down 77.4% on year and also on pace to fall below 2007 levels. The local USD/VND exchange rate remains virtually unchanged.

The VN-Index was up 8.9% in June to 448.29, but corrected strongly down 12.5% from a June 9<sup>th</sup> peak of 512.46. In June, the average daily traded value on the VN-Index surpassed the US\$100 ml mark reaching US\$108.3 ml per day, roughly 12 times the average daily traded value in February '09. In other market news, the much awaited and delayed launch of the Up-Com market occurred on June 24<sup>th</sup> with 10 OTC companies listed for the trial run which will run through July. It is expected the market will bring greater



VN Index

liquidity and transparency to the OTC market in Vietnam.

## Sector valuation

Industry group	1M %	3M %	YTD %	2009PE	2010PE	2011PE	2014PE	P/B	Dvd Yield	ROE	Gross Margin	Op Margin	Net Margin	Net D/E
Market Valuation*	7%	44%	31%	15.2	13.3	11.5	9.1	2.1	1.5	13.3	26.0	18.7	18.3	0.2
Automobiles & Components	26%	110%	140%	8.4	8.7	7.6	5.8	3.2	1.5	32.4	17.7	10.0	7.7	0.6
Capital Goods	0%	74%	68%	24.3	18.3	15.8	11.1	1.7	1.7	7.1	25.2	14.5	10.4	0.2
Consumer Durables & Apparel	-2%	61%	40%	11.4	12.0	10.5	8.7	2.3	1.4	18.5	5.5	3.0	2.0	-0.2
Diversified Financials	22%	130%	117%	40.5	38.4	33.5	26.2	2.0	-	5.4	33.0	25.6	47.3	-0.3
Energy	4%	36%	5%	11.7	10.1	8.6	5.8	3.3	2.9	25.3	26.2	22.4	14.1	1.7
Food, Beverage & Tobacco	5%	25%	17%	11.5	11.4	9.5	6.7	2.8	1.6	20.1	28.3	13.3	12.6	-0.1
Household & Personal Products	-9%	44%	22%	3.7	3.5	2.8	2.1	0.5	1.7	14.4	22.9	14.4	8.0	0.6
Insurance	-3%	17%	13%	17.8	15.2	15.8	11.1	1.4	2.3	7.5	46.0	1.8	17.4	-1.4
Materials	3%	42%	35%	12.5	11.7	10.0	8.2	3.2	2.5	21.5	24.4	18.4	17.0	0.1
Pharmaceuticals & Biotechnology	2%	22%	9%	13.1	12.2	9.8	6.8	2.6	2.5	17.7	43.4	10.5	9.4	-0.3
Real Estate	3%	30%	-9%	25.5	18.2	15.1	13.6	3.0	0.6	12.5	55.0	47.2	32.2	0.5
Retailing	3%	50%	31%	11.3	10.8	9.8	8.4	3.4	2.8	26.6	11.4	6.9	5.0	-0.1
Transportation	-1%	59%	52%	14.2	18.1	10.4	5.8	1.2	0.5	8.0	20.2	14.1	8.8	0.2
Utilities	-4%	14%	36%	10.9	9.4	9.4	7.9	2.4	4.4	21.9	38.3	36.5	37.7	0.6

\* Market Valuation composes of both the Ho Chi Minh Stock Exchange (HoSE) and the Hanoi Stock Exchange (HNX).

\*The Sector valuation table is calculated by VAM in-house Company Analysis System - VCAS

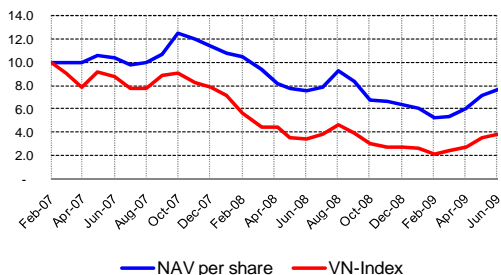
## Vietnam Emerging Market Fund (VEMF)

NAV per share	US\$7.7
Jun-09	8.3%
YTD	22.0%
Since inception (Mar 07)	-23.0%
Reuters	65092798
Bloomberg	VAMVEMF KY Equity
ISIN	KYG 936131005
CUSIP	G93613100

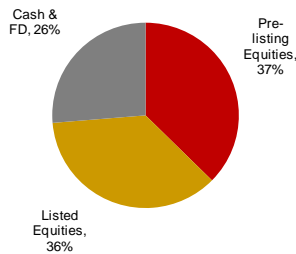
VEMF is a closed-end fund incorporated in the Cayman Islands. The Fund invests in privatization, pre-listing and listed stocks in Vietnam markets.

As at end June, the Fund's NAV per share was \$7.7. With a 8.3% increase MoM, the Fund continued to lead the Index, recording outperformance of 38.8% since inception.

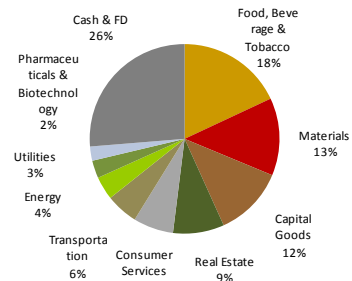
### Performance vs. VN-Index



### Fund Breakdown



### Sector Breakdown



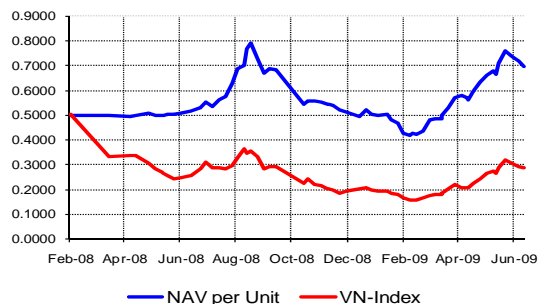
## HLG Vietnam Fund (HLGVF)

NAV per unit	RM 0.6975
	US\$ 0.1981
Jun-09	4.7%
YTD	40.8%
Since inception (Mar08)	39.5%

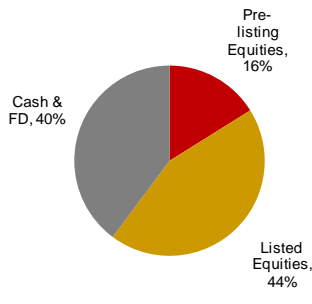
HLGVF is an open-ended unit trust incorporated in Malaysia. The Fund invests in pre-listing and listed stocks in Vietnam markets.

As at end June, the Fund's NAV per unit was RM0.6975. With a 4.7% increase MoM, the Fund continued to lead the Index, recording outperformance of 82.2% since inception.

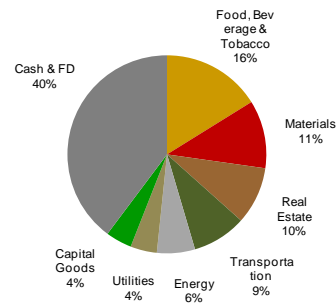
### Performance vs. VN-Index



### Fund Breakdown



### Sector Breakdown



## HS-VAM Vietnam Index Linked Fund (VILF)

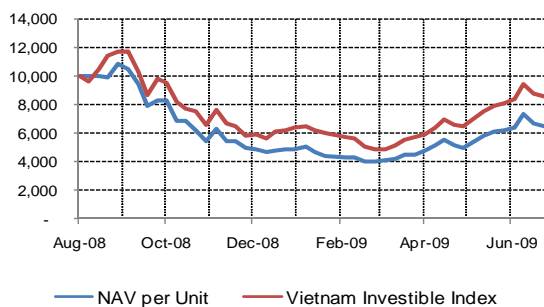
NAV per unit	JPY 6,546
	US\$ 68.65
Jun-09	4.9%
YTD	32.0%
Since inception (Jul08)	-34.5%
Bloomberg	VAMINLI KY Equity

VILF is an open-ended unit trust incorporated in the Cayman Islands. The Fund invests in listed blue-chips in Vietnam markets.

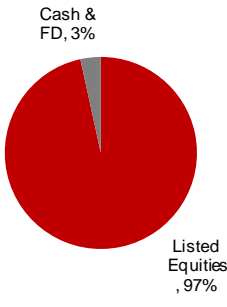
The Fund's NAV per unit increased 4.9% MoM to close at JPY 6,546 on 24 June 2009.

As of 24 June '09

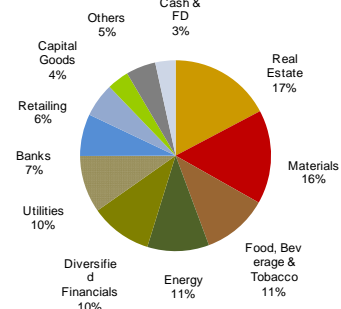
### Performance vs. VII



### Fund Breakdown



### Sector Breakdown



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