



## AFC VIETNAM FUND UPDATE

<b>Fund Category</b>	Vietnam Public Equities
<b>Country Focus</b>	Vietnam
<b>Subscriptions</b>	Monthly at NAV (five business days before month end)
<b>Redemptions</b>	Monthly at NAV 60 days notice
<b>Benchmark</b>	VN Index
<b>Fund Manager</b>	Andreas Karall
<b>Investment Manager</b>	Asia Frontier Capital (Vietnam) Ltd., Cayman Islands
<b>Investment Advisor</b>	Asia Frontier Investments Ltd., Hong Kong
<b>Fund Base Currency</b>	USD
<b>Minimum Investment</b>	USD 10,000
<b>Subsequent Investments</b>	USD 1,000
<b>Management Fee</b>	1.8% p.a. of NAV
<b>Performance Fee</b>	12.5% p.a. of AV appreciation with high watermark
<b>Fund Domicile</b>	Cayman Islands
<b>Launch Date</b>	23 December 2013
<b>Custodian Bank</b>	Viet Capital Securities, Ho Chi Minh City
<b>Auditor</b>	EY, Hong Kong
<b>Administrator</b>	Custom House, Singapore
<b>Legal Advisor</b>	Ogier, Hong Kong
<b>ISIN</b>	KYG0133A1673

### Contact Information

Asia Frontier Capital Ltd.  
www.asiafrontiercapital.com

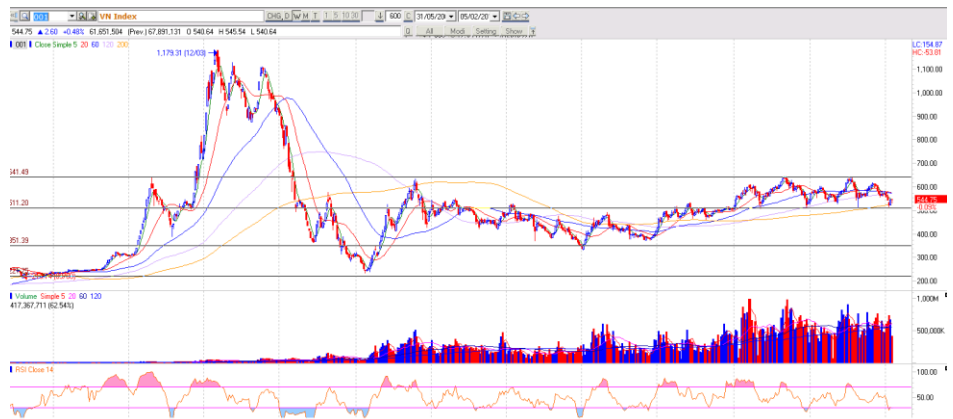
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The first few trading days of this month before the week-long Chinese New Year holidays were much less eventful than the turbulent January. With low trading volumes both exchanges were almost unchanged for the month so far in local currency and stood at the close on Friday at -0.1% (Ho Chi Minh City) and 0.0% (Hanoi). Our portfolio was up one percent but with the Dong losing about 0.5% against the USD our internally calculated NAV stands therefore at approximately USD 1,425.



Source: Viet Capital Securities

The technical market indicators have hardly changed in the last few months and we still are in the familiar sideways trend, but clearly in oversold territory. If the oil price and the USD continue to stabilize, then the Vietnamese stock market should move higher again. Noteworthy is that the USD index, after several attempts, failed again to break out, despite the fact that the whole world is Dollar bullish for some time now. That is how often turning points in long-term trends look like, but we wouldn't want to make any forecasts in this regard.



Quelle: finviz.com



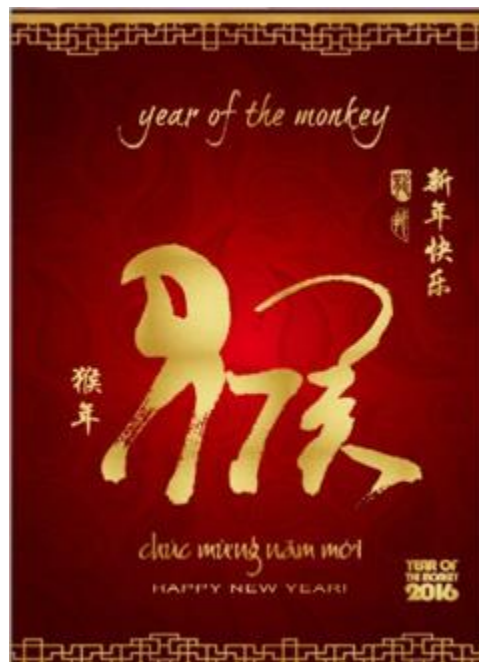
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This week we saw the second company increasing its foreign ownership limit from 49% to 100%. This time it was not a broker, but a company in the consumer sector, in which we already have a position (P/E 6.5, net debt free). The stock reacted positively with huge volume and we expect that in the coming months more companies will follow.

The subscription deadline for this month will be on the 23<sup>rd</sup> of February and if you would like any assistance with the investment process please be in touch with myself or Andreas Vogelsanger.

Chúc mừng năm mới 2016 (Happy Chinese New Year),

Andreas Karall, CIO



*\*The representative of the Fund in Switzerland is Hugo Fund Services SA, 6 Cours de Rive, 1204 Geneva. The distribution of Shares in Switzerland must exclusively be made to qualified investors. The place of performance and jurisdiction for Shares in the Fund distributed in Switzerland are at the registered office of the Representative.*

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