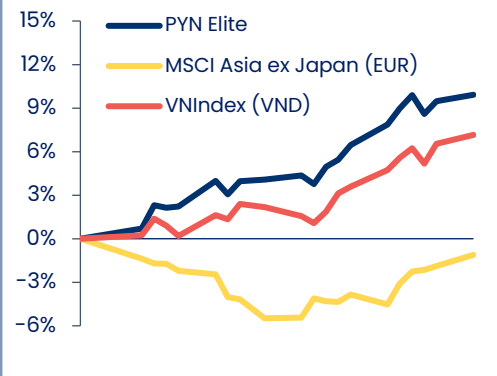




**Maggie Yi**  
Analyst

In May, PYN Elite rose strongly (+9.9%) supported by all our banks (+30% May and +50% YTD on average) and VN Diamond (+12% May, +42% YTD). VN index also went up by 7.2% on the banking sector rally. Last year we made a big contrarian decision to divest our full FOL stocks with a significant foreign premium, and reinvested the proceeds into VN Diamond. VN Diamond is already +51% from the cost. If we hadn't made the move, our gain in previously held FOL stocks would be single digit, as the foreign premium has narrowed significantly since then, despite the local share prices have performed. VN Diamond gained popularity - the number of units grew by +69% YTD with the net flow of \$180m.

### May performance 9.9%



### May macro data

Compared with neighboring countries, Vietnam again controlled new waves of Covid well without a full lockdown. In May, export growth was almost not affected at +35.6% YoY, PMI 53.7, Industrial production moderated at 11.6% YoY due to some industrial parks were temporarily affected by Covid, retail sales weakened -1.1% YoY. Inflation remained low at 1.3% YoY in 5M21, below the government target of 4%. Stock market trading liquidity remained strong and stayed above \$1 billion almost every day.

PMI

**53.7**

Export

**+36%**

### PYN Elite stock of the month: TPB

The value of TPB went up by +130% since our investment in its IPO. Despite a significant unrealized profit, we still have strong expectations for TPB share price performance this year. TPB has a high ROE of 24% (industry: 18%), but currently trading at a 1.7X 2021E PB (industry: 2.1X PB). TPB's closest peer VIB is trading at 3X PB. TPB and VIB are very similar – they have same network size, enjoy fast loan growth and are in a leading position in digital banking. They used to trade at similar PB range. For past half year, VIB received investors' attention on many catalysts such as stock dividends, change of listing to mainboard HOSE, and inclusion into ETFs. VIB quickly got re-rated from 1.5X PB to 3X PB. We noticed that investors have already started to pay attention to TPB's attractive valuation, as the share price started to pick up strongly in recent trading sessions.

### TPB 2021E Forecast

Credit Growth

**+25%**

Net Profit

**+35%**

	P/B 21E	ROE
TPB	1.67	24%
VIB	2.95	28%
VN Banks	2.14	18%

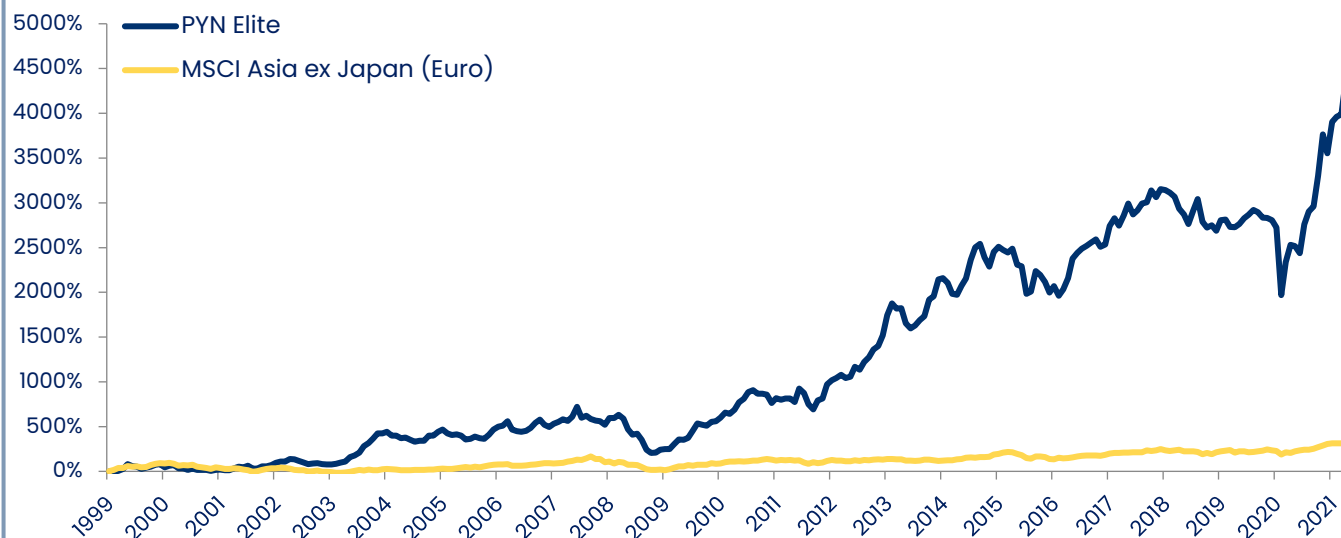
### TOP HOLDINGS

1. Vinhomes	13.8%	6. VN Diamond	9.0%
2. TP Bank	10.4%	7. Vincom Retail	8.5%
3. HD Bank	9.9%	8. VEAM	8.4%
4. MB Bank	9.5%	9. Airports of Vietnam	5.0%
5. Vietinbank	9.3%	10. Nam Long	3.9%

### TOP MOVERS IN MAY

TP Bank	+36.7%
Vietinbank	+30.1%
Vietcap	+28.0%
C.E.O Group	-2.9%
Airports of Vietnam	-7.9%
Vincom Retail	-8.1%

### CUMULATIVE RETURN SINCE INCEPTION VS INDEX



### MONTHLY AND YEARLY RETURNS (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
<b>2021</b>	-5.39	9.57	1.41	0.65	9.87								<b>16.26</b>
<b>2020</b>	-0.90	-2.79	-26.78	17.91	7.86	-0.46	-3.06	12.76	4.90	1.99	11.00	13.71	<b>31.82</b>
<b>2019</b>	-2.18	4.18	0.32	-2.83	-0.15	1.32	2.22	1.27	1.90	-0.89	-2.01	-0.13	<b>2.83</b>
<b>2018</b>	2.83	-0.37	-0.82	-1.48	-4.20	-2.06	-3.72	5.36	4.23	-8.14	-2.22	0.99	<b>-9.92</b>
<b>2017</b>	0.87	7.96	3.03	-2.84	4.07	4.45	-3.99	1.58	2.51	0.49	4.20	-2.27	<b>21.21</b>
<b>2016</b>	-5.41	3.53	-5.02	3.48	5.92	9.66	2.57	1.74	1.32	1.30	1.35	-2.95	<b>17.77</b>
<b>2015</b>	6.78	2.29	-1.34	-1.10	1.66	-6.92	-0.69	-12.95	1.25	10.87	-1.83	-3.39	<b>-7.19</b>
<b>2014</b>	9.16	0.69	-2.38	-5.49	-0.51	4.85	3.80	9.11	5.72	1.45	-5.66	-4.12	<b>16.24</b>
<b>2013</b>	7.78	13.90	7.34	-3.02	0.33	-8.84	-3.20	1.86	3.57	2.31	10.14	1.81	<b>36.92</b>
<b>2012</b>	17.05	4.50	2.06	3.18	-2.89	1.04	9.60	-2.41	7.00	4.00	6.12	2.76	<b>64.03</b>

#### PERFORMANCE PER 31.05.2021

YTD	+16.26%
12 months	+70.83%
10 years, p.a.	+17.26%
Since inception, p.a.	+18.57%
Cumulative return	+4 391.42%
NAV	449.142€
AUM	699.9M€
HWM	449.142€

**Next subscription date 30.06.2021**

#### BASIC FACTS

PYN Elite Fund (non-UCITS)

Fund focus	Asia ex Japan
Market focus	Vietnam
ISIN	FI0008803812
Bloomberg	ELITE FH
Management fee	1.0%
Performance fee	12.0% HWM
Subs. / Red. fee	0.0%* / 0.0%
Email	info@pyn.fi
Phone	+358 9 270 70400
Portfolio Manager	petri.deryng@pyn.fi
Investor Relations	kari.raisanen@pyn.fi

\*Subscription fee 5% applies for subscriptions over 6 million euros.

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