



**PURPOSE:** This document provides you with the key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

**VIETNAM EQUITY (UCITS) FUND (the “Fund”) a sub-fund of DC Developing Markets Strategies p.l.c**  
**(ISIN: A Shares - IE00BD5HPH84 )**

**Manager: KBA Consulting Manager Limited**

**MANUFACTURER: Dragon Capital Management (HK) Limited (the “Investment Manager”)**

**REGULATORY AUTHORITY OF MANUFACTURER: Securities and Futures Commission (Hong Kong)**

**DATE OF PRODUCTION OF THE KID: 18 February 2022**

**WHAT IS THE PRODUCT**

This product is an open-ended investment company with variable capital organised under the laws of Ireland as a

public limited company authorised in Ireland by the Central Bank as a UCITS pursuant to the UCITS Regulations.

**INVESTMENT POLICY**

The investment objective is designed to provide investors with a broad exposure to Vietnam’s public equity markets and to seek medium to long-term capital appreciation through investing primarily in securities issued by Vietnamese companies that are traded on the Ho Chi Minh Stock Exchange, the Hanoi Stock Exchange, the unlisted Public Company Market (“UPCoM”) or another recognised market.

instruments it holds and convertible bonds (bonds that can be converted into shares).

The Fund may also invest into closed-end Vietnam focused funds to gain exposure to stocks that have reached their foreign ownership limit. The Fund may invest in warrants and rights (instruments that allow the holder to buy a certain amount of shares at a specified price in the future) that it may receive as a result of corporate actions on the equity

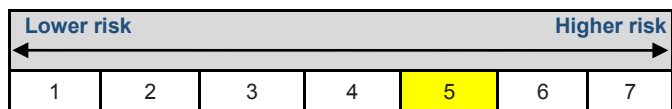
The Fund will retain any income generated which has the effect of increasing the value of the shares. The fund will not use any hedging, arbitrage or leverage techniques. The Fund will be actively managed using a disciplined approach referencing an in-house model portfolio developed by the Investment Manager. The Fund will not track or benchmark against any index. Stocks will be selected based on regular assessment of economic and structural growth drivers, value metrics and corporate governance aspects. Investors may subscribe and redeem shares in the Fund on any business day.

**INTENDED RETAIL INVESTORS**

The Fund is suitable for retail investors who have sufficient knowledge and understanding of the product and applicable financial markets, including the potential risks and rewards, gained through experience of similar products or by obtaining professional advice. You should have an investment horizon

of 3 years and must understand that you may suffer a partial or total loss of the invested capital and have the financial capacity to bear these losses. You must be willing to accept a level of risk to achieve potential returns that are consistent with the summary risk indicator shown below

**RISK INDICATOR**



- This product has been classified as 5 out of 7, due to the volatility in Vietnam’s public equity market. This is lower than in the KIID due to differences in calculation methodology. The summary risk indicator reflects the historical performance of the Fund. However, please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer losses in all circumstances.
- Investments in securities may fall in market value due to adverse market and economic conditions, perceptions regarding industries in which the issuers of securities held by the Fund participate and the particular circumstances and performance of particular companies whose securities the Fund holds.
- Investments in securities may be subject to wide and sudden fluctuation in the amount of profits and losses.

- Relatively small companies in which the Fund may invest may lack management depth or the ability to generate internally, or, obtain externally, the funds necessary for growth.
- Investments will be made in securities denominated in currencies other than the Base Currency and any income received from such investments will be received in the currencies of such investments, which may fall in value against the relevant Base Currency of the Fund.
- Assets of the Fund may be held in the name of the relevant custodian or sub-custodian rather than the Fund and some protections may be lost as a result.
- Investments in emerging markets such as Vietnam may carry risks with failed or delayed settlement and with registration and custody of securities. Companies in emerging markets may not be subject to the same level of government supervision and regulation as in more developed markets.
- Lack of liquidity and efficiency in certain stock markets may mean that from time to time there may be difficulties in purchasing or selling securities or foreign currencies or meeting redemptions.



An investment in the Fund should not constitute a substantial proportion of an investment portfolio and may not be appropriate for all investors. There can be no assurance that the Fund will not incur losses.

**PERFORMANCE SCENARIOS**

| Investment of USD 10,000     |  |              |              |              |
|------------------------------|--|--------------|--------------|--------------|
| Scenarios                    |  | 1 year       | 3 years      | 5 years      |
| <b>Stress scenario</b>       | <b>What you might get back after costs</b> | \$ 5,416.86  | \$ 3,392.67  | \$ 2,385.89  |
|                              | Average return each year                   | -42.98%      | -29.05%      | -24.14%      |
| <b>Unfavourable scenario</b> | <b>What you might get back after costs</b> | \$ 8,684.36  | \$ 10,058.36 | \$ 12,350.43 |
|                              | Average return each year                   | -8.59%       | 1.92%        | 5.39%        |
| <b>Moderate scenario</b>     | <b>What you might get back after costs</b> | \$ 11,252.53 | \$ 15,718.30 | \$ 21,956.40 |
|                              | Average return each year                   | 18.45%       | 18.28%       | 18.24%       |
| <b>Favourable scenario</b>   | <b>What you might get back after costs</b> | \$ 14,475.94 | \$ 24,387.54 | \$ 38,754.68 |
|                              | Average return each year                   | 52.38%       | 36.92%       | 32.47%       |

This table shows the money you could get back over the next 5 years, under different scenarios, assuming that you make an initial investment of US\$10,000.00. The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products. Please note that the scenarios presented are an estimate based on historical performance figures and should not be taken as a guide to future performance. When there has been steady and consistent growth over the relevant period these performance scenarios may appear overly optimistic. These

scenarios are an example only and are not in any means a reflection / prediction of the future performance of the Fund. What you get will vary depending on how your underlying investment performs, how the overall market performs and how long you keep the investment. The figures shown include all the costs of the product itself but do not include all the costs that you may pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

**WHAT HAPPENS IF THE COMPANY IS UNABLE TO PAY OUT**

The Directors may, in their absolute discretion, determine that the payment of redemption proceeds shall be satisfied in whole or in part by the in specie transfer of assets of the relevant Fund having a value equal to the Net Asset Value of the Shares to be redeemed. Such in specie transfers may only be made with the consent of the redeeming Shareholder, unless the redemption request represents at least 5% of the NAV of the Fund, in which case the consent of the redeeming

Shareholder is not required by the Directors will, if requested by such Shareholder, to sell the assets which have been allocated to satisfy the redemption request, with the costs of the sale of the assets being deducted from the redemption proceeds which are to be remitted to such Shareholder. The allocation of the assets of the Fund used to satisfy all in specie redemption requests are subject to the approval of the depositary.

**WHAT ARE THE COSTS**

The charges you pay are used to pay the costs of running the Fund, including the costs of marketing and distributing it.

| One-off charges taken before or after you invest   |       |
|--|-------|
| Entry charge   | 5%    |
| Exit charge  | N/A   |
| This is the maximum that might be taken out of your money before it is invested or before the proceeds of your investment are paid out |       |
| Charges taken from the Fund over a year  |       |
| Ongoing charges  | 2.39% |
| Charges taken from the Fund under certain specific conditions  |       |
| Performance fee  | N/A   |

The entry charges comprise of a subscription fee of up to 5% that may be charged by distributors. The Board have imposed a fee cap on ongoing charges of 2.5% annually, unless the Board in their absolute discretion decide with 30 calendar days' notice.



**Table 1: Costs over time**

The person advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

| Investment of USD10,000.00      |                             |                              |                              |
|---------------------------------|-----------------------------|------------------------------|------------------------------|
| Scenarios                       | If you cash in after 1 year | If you cash in after 3 years | If you cash in after 5 years |
| Total costs                     | \$257.26                    | \$843.57                     | \$1,549.13                   |
| Impact on return (RIY) per year | -2.39%                      | -2.39%                       | -2.39%                       |

**Table 2: Composition of costs**

The table below shows the impact each year of the different types of costs on the investment return that you might get at the end of the recommended holding period. The meaning of the different cost categories is also detailed.

|                         |                         |     |  |
|-------------------------|-------------------------|-----|--|
| <b>One-off costs</b>    | <b>Subscription Fee</b> | 5%  | A subscription fee of up to 5% will be incurred upon subscription of the Fund.                             |
|                         | <b>Redemption Fee</b>   | N/A | No redemption fees are payable when you redeem your investment in the Fund.                                |
| <b>Ongoing costs</b>    | <b>Management Fee</b>   | 2%  | This payment is in relation to the Funds payment to the Investment Manager for the management of the Fund. |
| <b>Incidental costs</b> |                         | 0%  | The Company does not pay a performance fee or carried interest to any person.                              |

**HOW CAN I COMPLAIN**

Any complaint regarding the person advising on, or selling, the product can be submitted directly to that person on the relevant website. Any complain regarding the product or the conduct of the product manufacturer can be submitted to Dragon Capital Management (HK) Limited at the following address: Dragon Capital Management (HK) Limited, Unit

2406, 24/F, 9 Queen’s Road Central, Hong Kong, or to [info@dragoncapital.com](mailto:info@dragoncapital.com)

Any complaint regarding the Fund can be sent in writing to: Vietnam Equity (UCITs) Fund, 5 George’s Dock, IFSC, Dublin 1, Ireland, marked ‘Complaint’.

**OTHER RELEVANT INFORMATION**

The KID is available online at [https://www.dragoncapital.com/vef/?fwp\\_vef\\_categories=general](https://www.dragoncapital.com/vef/?fwp_vef_categories=general). Further risks and information are detailed in the prospectus of the product.