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FORECAST REBALANCE OF FOREIGN ETFS IN 3Q.2024 REVIEW

- FTSE announces changes to the FTSE Vietnam Index: add three new stocks, KDH, FRT, and FTS without removing any ticker.
- Meanwhile, according to Market Vector's announcement, MarketVector Vietnam Local Index will remove EVF without adding any stock.
- For the FTSE Vietnam 30 Index, tracked by Fubon FTSE Vietnam ETF, we forecast that VCG will be removed and replaced by NAB.
- Foreign ETFs will rebalance their portfolio on September 20th before the changes in the indices take effect on September 23rd.

XTRACKERS FTSE VIETNAM SWAP UCITS ETF FORECAST RESULT

On September 6th, 2024, FTSE Russell announces changes to the FTSE Vietnam Index Series. Specifically, this review period has no FTSE Vietnam All-share Index changes. Meanwhile, FTSE Vietnam Index, tracked by Xtrackers FTSE Vietnam UCITS ETF, will add three new stocks, KDH, FRT, and FTS, without removing any ticker. This result is in line with our earlier forecast. The total components will increase to 31 with the changes.

Based on the fund's portfolio as of September 13th, 2024, we forecast that Xtrackers FTSE Vietnam UCITS ETF will buy approximately 5.2 million KDH shares, 0.8 million FRT shares, and 1.9 million FTS shares. Conversely, most other stocks will reduce their weighting, particularly HPG and VHM, with 2.6 million and 1.4 million shares sold, respectively.

Table 1: Forecast rebalance of Xtrackers FTSE Vietnam Swap UCITS ETF

Ticker	Current weighting	New weighting	Weighting's change	Net buy/sell shares	Notes
HPG	13.30%	12.39%	-0.91%	-2,604,262	
VHM	9.55%	8.70%	-0.84%	-1,403,736	
VIC	8.96%	8.47%	-0.48%	-806,609	
VNM	8.95%	8.41%	-0.54%	-526,367	
VCB	8.70%	8.12%	-0.58%	-459,236	
MSN	8.11%	7.59%	-0.52%	-500,204	
SSI	6.46%	6.12%	-0.35%	-764,236	
DGC	3.59%	3.36%	-0.23%	-144,248	
VRE	2.95%	2.78%	-0.17%	-640,675	
KDH		2.71%	2.71%	5,195,565	Add
VJC	2.89%	2.65%	-0.24%	-161,890	
VIX	2.67%	2.62%	-0.05%	-346,327	
VND	2.63%	2.59%	-0.04%	-215,514	
VCI	2.18%	2.12%	-0.05%	-116,505	
NVL	1.87%	1.94%	0.06%	396,327	
FRT		1.91%	1.91%	762,378	Add
SHB	1.92%	1.79%	-0.13%	-916,515	
KBC	1.60%	1.55%	-0.05%	-144,846	
PDR	1.59%	1.53%	-0.06%	-206,951	
EIB	1.63%	1.52%	-0.11%	-412,747	