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FORECAST CHANGES OF VN DIAMOND INDEX 4Q2024

- HOSE has announced the release of version 3.0 of the VN Diamond Index rules. It will officially take effect in the upcoming review period in October 2024.
- PHS forecasts that VN Diamond will have unchanged components. However, VRE will be placed in the "pending removal" list and can be removed in the following review unless there is a rising foreign ownership ratio.

Index	Public date	Rebalancing date of ETF	Effective date of index	PHS's Forecast
VN Diamond	21/10/2024	01/11/2024	04/11/2024	Have unchanged components

FORECAST CHANGES OF VN DIAMOND INDEX

HOSE has announced the release of version 3.0 of the VN Diamond Index rules. It will officially take effect in the upcoming review period in October 2024. Based on these changes, we summarize some improvements in the new regulations:

1. Mitigating impact of adding or removing stock:

	Old rules	New rules
Add/remove stock	A component stock that fails the criteria will be removed at the review. However, it can kept in exceptional cases.	A component stock will only be removed if it fails to meet the criteria in two consecutive review periods.
"pending removal", "new entry" list	No "pending removal" or "new entry" list.	Stocks newly added during this period or failing to meet the criteria in only one of the last two reviews will be placed on separate lists, known as the "pending removal" or "new entry" list.
Ws parameter	Not having Ws parameter.	Stock in "pending removal" or "new entry" lists will be capped weighting by a parameter called Ws (Ws = 50%). This cap will be lifted (Ws = 100%) only when the stock meets the criteria in two consecutive review periods.