

Trigon Russia Top Picks Fund
Fact Sheet | December 2018
Overview

Trigon Russia Top Picks Fund invests into securities traded on the global regulated markets with a Russian market focus. The Fund's portfolio consists of approximately 25 different securities that are deemed as most attractively valued by our investment team.

When making our investments, we seek a beneficial risk-return relationship, taking into account fundamental indicators as well as opportunities based on technical analysis and the inefficiencies of the region's stock markets.

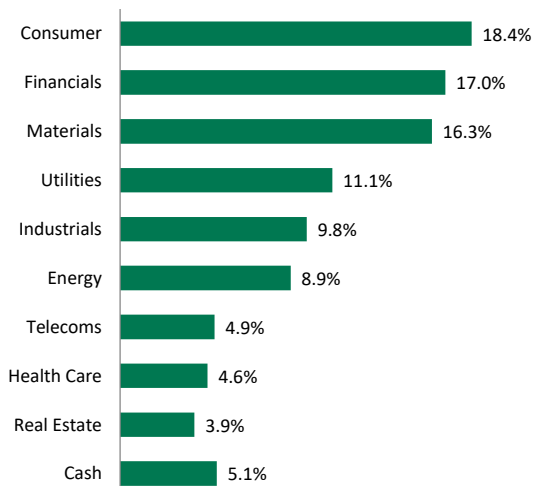
Fund Manager's Comments

Global markets finished the year on a negative note, with the MSCI World TR Index losing -8.7% and MSCI EM TR down by -3.6%. The Russian market faced the global sell-off with MSCI Russia declining -4.4% and Trigon Russia Top Picks Fund underperforming with -7.6% return. Our mid-cap positions were the big laggards on little or no liquidity. The year of 2019 started on a positive note with mid-cap stories rebounding strongly from oversold levels.

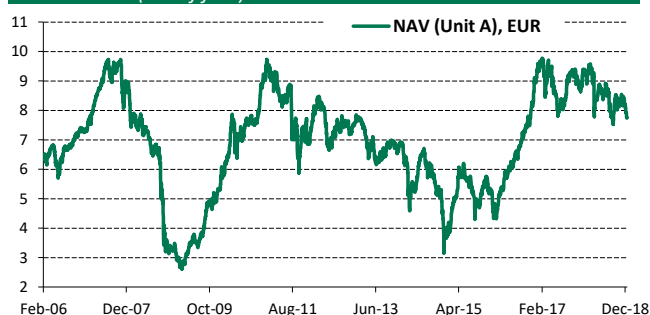
Brent oil prices continued the slump and lost another -9.7% over the month to slightly below 54 USD/bbl despite the OPEC+ agreed cut. Although Russian ruble depreciated 4.5% against euro in December, it already appreciated 3.2% in 2019. The Central Bank decided to increase the key rate by 25 bps to 7.75% on geopolitical worries and the uncertainty of the effects of the VAT base rate increase.

Overall, 2018 has been a challenging year for the Russian market. Oil and gas was the only sector that delivered positive gains. The key themes were US sanctions in April and continued geopolitical tensions that have been hanging over Russia since 2014. At the same time, Russia's sound fiscal and budget policy has helped it to absorb a lot of external shocks.

Looking forward, Russian market looks particularly compelling given its underperformance, value, and the current oil price level. Russian stocks retain one of the highest dividend yields and lowest P/E ratios of any major emerging markets. Listed Russian companies have substantially increased their dividend payouts over time from 15% to current 30-40%. MSCI Russia's estimated P/E ratio for 2019 is now 5.6x and dividend yield of 7.1%. Trigon Russia Top Picks Fund portfolio is trading at a weighted average of 5.7x expected earnings for 2019 and 10.4% dividend yield.

Sector allocation

Fund Facts

Fund AUM:	€6.7 mil
Positions:	20
UCITS IV:	Yes
Auditor:	PwC
Depository:	Swedbank
Dealing:	Daily
Domicile:	Estonia
Launch:	Feb 14, 2006

Performance (net of fees)


	Unit A	Unit D	Benchmark*
31-Dec-18	-12.0%	-11.5%	4.3%
Year-to-Date	-12.0%	-11.5%	4.3%
1 month	-7.6%	-7.6%	-4.4%
3 months	-8.9%	-8.8%	-7.5%
6 months	-9.5%	-9.4%	-1.3%
1 year	-12.0%	-11.5%	4.3%
2 years	-14.8%	-15.6%	-3.6%
3 years	49.8%	45.4%	53.7%
5 years	11.8%	6.0%	9.2%
Since launch	21.3%	-2.7%	-11.1%
Launch of unit	14-Feb-06	31-Aug-11	14-Feb-06

Fund Details	Unit A	Unit D
NAV in EUR	7.7514	9.7270
12 months High	9.5819	11.9850
12 months Low	7.5287	9.4406
Management fee, annual	Up to 1%	0.75%
Performance fee	0%	20% of return exceeding the Benchmark*
Subscription fee**	none	none
Redemption fee	none	none
Stock code/ISIN	EE3600080297	EE3600109336
Bloomberg code	TRINETP ET	TRINETD ET
Minimum subscription	€1 mil	No min.

Sharpe ratio (5 years)	0.10
Daily volatility (1year)	21.3%

(Detailed information about Unit C can be found on the next page.)

To receive the breakdown of the Fund's holdings or any other additional information, please send a request to funds@trigoncapital.com.

Disclaimer: Past performance of the fund does not guarantee or indicate future performance of the fund. The value of the fund units may increase and decrease over time, therefore there is no guarantee that the investors get back the amount invested in the fund. The risk factors of the fund are described in further detail in the prospectus of the fund available on the website www.trigoncapital.com. Please refer to the important legal notice on the last page of this report.

* Benchmark Index: MSCI Russia Daily Net TR EUR. Source: Bloomberg.

** D units can be subscribed to as of August 8th, 2011. Calculation of the performance fee has commenced after the launch of D unit at a nominal price of 10 EUR per share. As of September 1st, 2017 it is again possible to subscribe to A units.

NAV movements can be followed in: Bloomberg, www.trigoncapital.com, www.morningstar.fi

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Monthly Performance (Unit A)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Annual	CAGR*
2018	6.0%	1.1%	-3.4%	-7.6%	2.3%	-0.6%	1.9%	-9.7%	8.0%	-1.9%	0.5%	-7.6%	-12.0%	
2017	4.0%	-3.3%	3.5%	-0.7%	-9.1%	-6.5%	0.3%	10.8%	4.6%	-0.7%	-3.6%	-1.0%	-3.2%	
2016	-6.5%	1.9%	9.8%	8.2%	2.7%	4.5%	2.9%	7.3%	5.3%	4.7%	8.2%	10.0%	75.9%	
2015	6.4%	24.3%	7.2%	10.5%	4.7%	-5.7%	-6.2%	-6.9%	-1.6%	12.2%	4.3%	-8.9%	41.7%	
2014	-10.1%	-5.6%	-7.4%	-2.6%	17.1%	5.5%	-7.1%	-4.2%	-2.0%	-5.4%	-9.2%	-25.6%	-47.3%	
2013	0.6%	-1.2%	-6.0%	-6.6%	-0.1%	-5.0%	0.1%	2.3%	4.7%	2.0%	-2.5%	3.2%	-8.8%	2 years -7.7%
2012	14.5%	5.5%	-3.0%	-1.6%	-13.9%	2.1%	5.4%	-1.0%	2.9%	-0.8%	-2.6%	4.3%	9.8%	3 years 14.4%
2011	3.3%	-0.6%	-0.7%	-7.6%	-0.2%	-1.9%	5.0%	-13.9%	-15.0%	14.7%	1.6%	-7.2%	-23.4%	5 years 2.3%
2010	10.4%	5.9%	13.0%	7.1%	-5.2%	2.8%	2.6%	1.2%	0.7%	-0.4%	14.7%	3.3%	70.0%	
2009	-8.7%	-9.1%	7.2%	15.7%	7.2%	-2.1%	4.3%	11.0%	19.4%	-2.5%	4.7%	7.1%	63.2%	
2008	-13.9%	-0.9%	-0.6%	-5.7%	2.1%	-7.2%	-0.1%	-1.9%	-25.5%	-29.9%	-1.4%	-4.8%	-63.6%	
2007	0.4%	3.6%	7.6%	5.4%	3.8%	5.4%	0.2%	0.4%	-1.7%	3.7%	-10.8%	3.4%	22.3%	
2006	-	1.2%	1.7%	2.4%	-9.0%	3.0%	7.1%	-1.1%	2.9%	4.2%	1.5%	0.5%	-	

*Performance net of fees

* Compound annual growth rate, i.e. average annualized performance of calendar

Risk Management Report (Unit A)

	1M	3M	6M	1Y	2Y
Volatility (daily)	14.8%	18.8%	19.0%	21.3%	20.2%
Volatility (monthly)				18.8%	18.3%

Downside Risk Analysis

Negative months / total	70/155	45%
Worst calendar month	-29.9%	
Worst calendar quarter	-36.2%	

Upside Risk Analysis

Positive months / total	85/155	55%
Best calendar month	24.3%	
Best calendar quarter	41.9%	

Market Cap Allocation

Micro Cap (up to 150m EUR)	0.0%
Small Cap I (150 - 500m EUR)	6.2%
Small Cap II (500m - 1bn EUR)	13.0%
Mid Cap (1 - 3bn EUR)	18.2%
Blue Chip (more than 3bn EUR)	57.5%

Monthly Return Contribution Analysis (Unit A)

Russia	-7.5%	Health Care	-0.2%
		Consumer	-0.3%
		Telecoms	-0.5%
		Industrials	-0.6%
		Real Estate	-0.6%
		Energy	-0.7%
		Materials	-1.2%
		Utilities	-1.4%
		Financials	-2.0%
Gross Performance	-7.5%		-7.5%

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Geographic Allocation

	Dec-18	Jun-18	Dec-17
Russia	94.9%	97.9%	98.0%

Cash	5.1%	2.1%	2.0%
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Sector Allocation

	Dec-18	Jun-18	Dec-17
Consumer	18.4%	17.9%	16.7%
Financials	17.0%	16.5%	16.4%
Materials	16.3%	20.7%	19.0%
Utilities	11.1%	11.1%	11.3%
Industrials	9.8%	9.5%	9.6%
Energy	8.9%	4.7%	4.7%
Telecoms	4.9%	10.4%	12.7%
Health Care	4.6%	2.8%	3.6%
Real Estate	3.9%	4.4%	4.0%

Cash	5.1%	2.1%	2.0%
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Performance (net of fees)

	31-Dec-18	Unit A	Unit C	Unit D
Year-to-Date		-12.0%	-12.6%	-11.5%
1 month		-7.6%	-7.7%	-7.6%
3 months		-8.9%	-9.1%	-8.8%
6 months		-9.5%	-10.0%	-9.4%
1 year		-12.0%	-12.6%	-11.5%
2 years		-14.8%	-15.4%	-15.6%
3 years		49.8%	48.8%	45.4%
5 years		11.8%	11.1%	6.0%
Since launch		21.3%	110.4%	-2.7%
Launch of unit		14-Feb-06	15-Apr-09	31-Aug-11

C units can be subscribed to as of April 6th, 2009. Calculation of the performance fee has commenced after the launch of C unit at a nominal price of 10 EUR per share. D units can be subscribed to as of August 8th, 2011. Calculation of the performance fee has commenced after the launch of D unit at a nominal price of 10 EUR per share.

Fund Details	Unit C	Unit E (USD)
NAV	21.0384	-
12 months High	26.1759	-
12 months Low	20.4958	-
Management fee, annual	Up to 2%	0.75%
Performance fee	none	20% of return exceeding the Benchmark*
Subscription fee**	none	none
Redemption fee	none	none
Stock code/ISIN	EE3600102380	EE3600109468
Bloomberg code	TRINETC ET	TRINETU ET
Minimum subscription	none	none

*E unit: 20% of return that exceeds MSCI Russia Daily Net TR USD YTD performance.

**C units can be subscribed to as of April 6th, 2009. E units can be subscribed to as of September 1st, 2017.

Signatory of:



Important Legal Information

Management Company: AS Trigon Asset Management

Disclaimer

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Please see the prospectus, rules and other important information about the funds on the website www.trigoncapital.com. The fund management company is supervised by Estonian Financial Supervision Authority.

MSCI Benchmark Indices

MSCI indices' pricing data source: MSCI.

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