

Trigon Russia Top Picks Fund
Fact Sheet | August 2019
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 Facts

Fund AUM:	€5.4 mil
Positions:	24
UCITS IV:	Yes
Auditor:	PwC
Depository:	Swedbank
Dealing:	Daily
Domicile:	Estonia
Launch:	Feb 14, 2006

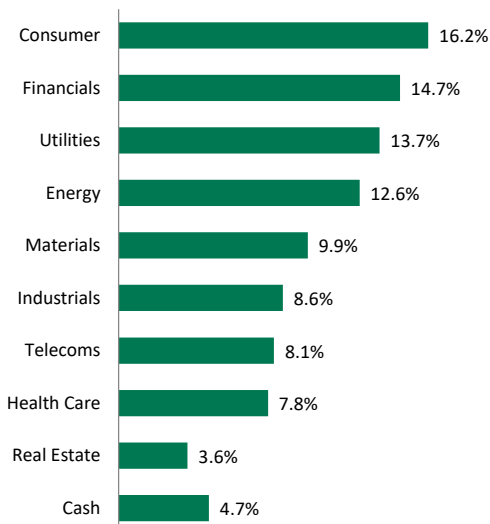
Fund Manager's Comments

Global markets sold off in August on US-China trade tensions. Emerging markets index MSCI EM TR was down by -3.8% and significantly underperformed MSCI World TR that was down by -0.8% in euro terms. Russian market also finished the month in negative territory with MSCI Russia TR down -3.7% and Trigon Russia Top Picks Fund -4.3%. The Fund is up by 27.6% YTD as of end of August.

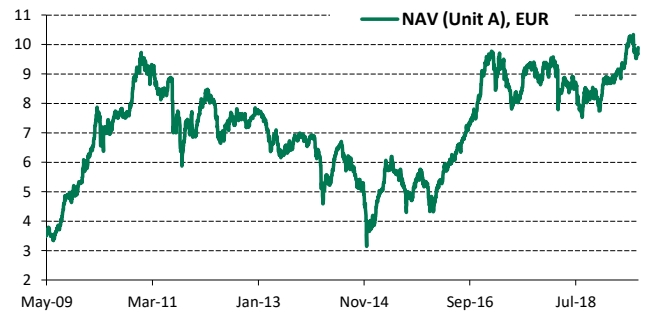
Ruble weakness was the main trigger behind the index being down for the month as MOEX Russia Index in rubles was flat, while ruble lost -4.2% against euro. The main reasons for ruble to weaken was the general weakness of emerging markets currencies, sell-off in commodities as well as profit-taking, as ruble is the best performing currency YTD. Inflation in Russia continued to decline faster than expected and it is now widely expected that the Central Bank will cut the rate to 7% on the next meeting.

Earnings season has so far been very favourable for oil and gas names, less so for metal and mining. The majority of domestically oriented companies have outperformed the market expectations and also raised the guidance for the full year.

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 market. Russian companies have substantially increased their dividend pay-outs over time from 15% to current 45-50%. MSCI Russia's estimated P/E ratio for 2019 is now 5.9x and dividend yield of 6.9%. Trigon Russia Top Picks Fund portfolio is trading at a weighted average of 6.6x expected earnings for 2019 and 8.4% dividend yield.

Sector allocation

Performance since strategy launch (net of fees)

EUR



31-Aug-19	Unit A	Unit D	Benchmark*
Year-to-Date	27.6%	27.9%	30.4%
1 month	-4.3%	-4.2%	-3.7%
3 months	7.7%	7.8%	5.1%
6 months	13.6%	13.7%	16.5%
1 year	25.6%	25.9%	32.7%
2 years	11.3%	12.4%	46.7%
3 years	42.6%	40.6%	63.4%
5 years	69.5%	61.0%	60.0%
Since launch	54.8%	24.4%	16.0%
Launch of unit	14-Feb-06	31-Aug-11	14-Feb-06

Fund Details	Unit A	Unit D
NAV in EUR	9.8928	12.4369
12 months High	10.3336	12.9884
12 months Low	7.5287	9.4406
Management fee, annual	Up to 1%	0.75%
Performance fee	none	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)	0.46
Daily volatility (1year)	15.2%

(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*
2019	13.6%	-1.0%	-0.1%	4.5%	1.0%	8.3%	3.9%	-4.3%						
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)	19.0%	14.2%	12.9%	15.2%	17.8%
Volatility (monthly)				20.4%	18.7%

Downside Risk Analysis

Negative months / total	73/163	45%
Worst calendar month	-29.9%	
Worst calendar quarter	-36.2%	

Upside Risk Analysis

Positive months / total	90/163	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)	10.0%
Small Cap II (500m - 1bn EUR)	16.2%
Mid Cap (1 - 3bn EUR)	25.6%
Blue Chip (more than 3bn EUR)	43.4%

Monthly Return Contribution Analysis (Unit A)

Kazakhstan	-0.2%	Industrials	0.1%
Russia	-4.0%	Consumer	0.0%
		Real Estate	-0.1%
		Health Care	-0.1%
		Telecoms	-0.5%
		Utilities	-0.6%
		Financials	-0.7%
		Energy	-0.9%
		Materials	-1.3%

Gross Performance -4.2% -4.2%

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Geographic Allocation

	Aug-19	Feb-19	Aug-18
Russia	90.5%	97.3%	98.7%
Kazakhstan	4.8%	-	-
Cash	4.7%	2.7%	1.3%

Sector Allocation

	Aug-19	Feb-19	Aug-18
Consumer	16.2%	17.0%	17.5%
Financials	14.7%	18.1%	19.0%
Utilities	13.7%	10.5%	12.7%
Energy	12.6%	9.0%	4.5%
Materials	9.9%	15.8%	20.9%
Industrials	8.6%	9.4%	9.6%
Telecoms	8.1%	5.7%	5.5%
Health Care	7.8%	6.9%	4.4%
Real Estate	3.6%	4.8%	4.5%
Cash	4.7%	2.7%	1.3%

Performance (net of fees)

31-Aug-19	Unit A	Unit C	Unit D
Year-to-Date	27.6%	26.8%	27.9%
1 month	-4.3%	-4.3%	-4.2%
3 months	7.7%	7.4%	7.8%
6 months	13.6%	13.0%	13.7%
1 year	25.6%	24.3%	25.9%
2 years	11.3%	9.8%	12.4%
3 years	42.6%	40.7%	40.6%
5 years	69.5%	67.2%	61.0%
Since launch	54.8%	166.7%	24.4%
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	26.6699	-
12 months High	27.8813	-
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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