

Trigon Russia Top Picks Fund
Fact Sheet | December 2020
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:	€1.0 mil
Positions:	20
UCITS IV:	Yes
Auditor:	PwC
Depository:	Swedbank
Dealing:	Daily
Domicile:	Estonia
Launch:	Feb 14, 2006

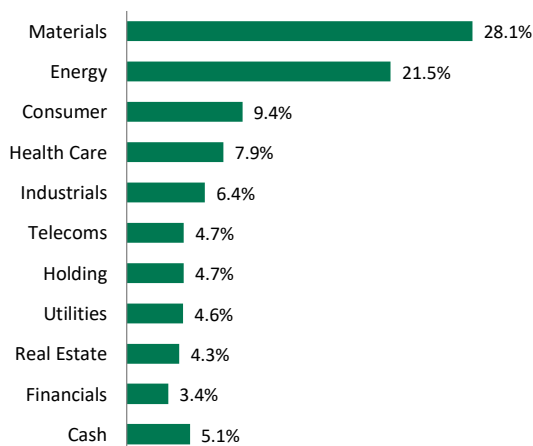
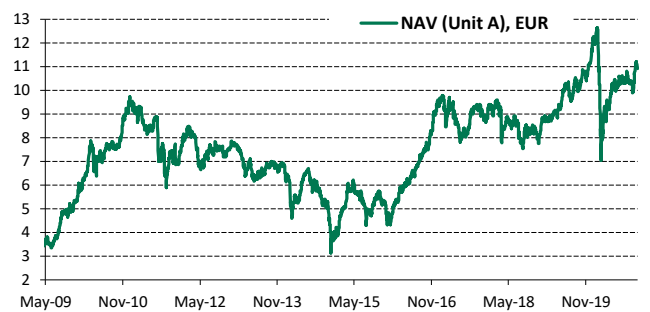
Fund Manager's Comments

The year of the pandemic finished on a high note for most of the global stock markets. In December, MSCI World TR and MSCI EM TR indices were both up +1.9% and +5.0%. Trigon Russia Top Picks Fund rose +4.9% in December, while MSCI Russia TR was up +7.7%. In YTD terms, the Fund finished the year with a positive return of +2.8%, being the only Russia long-only fund showing positive performance in such an unprecedented year. Fund's benchmark index was down by -19.7% in 2020. The main reason for our outperformance was the successful stock selection in the domestic names and materials, as well as significant underweight in the underperforming energy sector.

Rouble strengthened 0.9% against euro in December and weakened by -22.9% in 2020 mostly amid geopolitical concerns and wild moves in the commodity markets. The recent OPEC+ meeting provided a positive surprise for the oil market with Saudi Arabia unexpectedly announcing an additional cut of 1 mn bpd of production for February and March 2021. Brent oil prices reacted positively and are now trading at the level of USD 54+ per bbl. The rebound in oil demand in 2021 is now widely expected when COVID-19-related restrictions will end. This, combined with continuing supply restrictions, because of both production constraints by OPEC+ and natural declines elsewhere, supports the expectations for a rebound in Brent oil price. However, artificial OPEC+ restrictions, the potential return of Iran oil, and moves towards renewable energy are putting a cap on oil prices.

Fund flow wise the year was negative for the Russian stock market, as the net outflows amounted to 94bn RUB or around 1bn EUR due to fund redemptions. Domestic retail investors were the ones "saving" the market with record flows into stocks as bank deposit rates hit new lows on the Central Bank easing cycle. Aside from valuations, Russian companies' high dividend yields remain one of the most attractive in this low yield environment.

MSCI Russia's estimated P/E ratio for 2021 is now 8.8x and a dividend yield of 6.1%, well above the Russia Eurobond yield. Trigon Russia Top Picks Fund portfolio is trading at a weighted average of 8.3x expected earnings for 2021 and 8.2% dividend yield.

Sector allocation

Performance since strategy launch (net of fees)
EUR


	Unit A	Unit D	Benchmark*
31-Dec-20			
Year-to-Date	2.8%	-1.2%	-19.7%
1 month	4.9%	2.3%	7.7%
3 months	9.7%	7.0%	16.5%
6 months	14.8%	12.1%	6.4%
1 year	2.8%	-1.2%	-19.7%
2 years	47.6%	42.3%	23.8%
3 years	29.9%	25.9%	28.2%
5 years	121.0%	106.9%	65.7%
Since launch	79.0%	38.4%	10.0%
Launch of unit	14-Feb-06	31-Aug-11	14-Feb-06

Fund Details	Unit A	Unit D
NAV in EUR	11.4396	13.8434
12 months High	12.6401	15.6277
12 months Low	7.0511	8.7310
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)	0.81
Daily volatility (1year)	31.1%

(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.

* 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*	
2020	7.1%	-9.4%	-23.2%	12.5%	5.6%	1.1%	2.9%	2.3%	-0.6%	-4.7%	9.7%	4.9%	2.8%		
2019	13.6%	-1.0%	-0.1%	4.5%	1.0%	8.3%	3.9%	-4.3%	3.9%	1.0%	1.7%	5.6%	43.6%		
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%	2 years	21.5%
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%	3 years	9.1%
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%	5 years	17.2%
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%		
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%		
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 years

Risk Management Report (Unit A)

	1M	3M	6M	1Y	2Y
Volatility (daily)	14.3%	17.0%	16.0%	31.1%	23.7%
Volatility (monthly)				33.3%	26.0%

Downside Risk Analysis

Negative months / total	77/179	43%
Worst calendar month	-29.9%	
Worst calendar quarter	-36.2%	

Upside Risk Analysis

Positive months / total	102/179	57%
Best calendar month	24.3%	
Best calendar quarter	41.9%	

Market Cap Allocation

Small Cap (0 - 500 mio EUR)	12.2%
Mid Cap (500 mio - 5bn EUR)	26.9%
Large Cap (more than 5bn EUR)	55.8%

Monthly Return Contribution Analysis (Unit A)

Russia	4.7%	Materials	3.3%
Kazakhstan	0.4%	Energy	1.5%
		Consumer	0.7%
		Industrials	0.2%
		Telecoms	0.1%
		Utilities	0.1%
		Real Estate	0.0%
		Financials	-0.1%
		Health Care	-0.3%
		Holding	-0.3%
Gross Performance	5.1%		5.1%

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.

Geographic Allocation

	Dec-20	Jun-20	Dec-19
Russia	88.0%	86.8%	95.1%
Kazakhstan	6.9%	7.5%	4.2%
Cash	5.1%	5.8%	0.7%

Sector Allocation

	Dec-20	Jun-20	Dec-19
Materials	28.1%	16.7%	11.8%
Energy	21.5%	15.2%	18.3%
Consumer	9.4%	17.1%	13.5%
Health Care	7.9%	5.0%	8.5%
Industrials	6.4%	7.1%	8.8%
Telecoms	4.7%	8.9%	8.7%
Holding	4.7%	-	-
Utilities	4.6%	9.2%	15.4%
Real Estate	4.3%	5.6%	3.6%
Financials	3.4%	9.7%	10.5%
Cash	5.1%	5.8%	0.7%

Performance (net of fees)

31-Dec-20	Unit A	Unit C	Unit D
Year-to-Date	2.8%	1.7%	-1.2%
1 month	4.9%	4.8%	2.3%
3 months	9.7%	9.4%	7.0%
6 months	14.8%	14.2%	12.1%
1 year	2.8%	1.7%	-1.2%
2 years	47.6%	44.6%	42.3%
3 years	29.9%	26.5%	25.9%
5 years	121.0%	115.3%	106.9%
Since launch	79.0%	204.3%	38.4%
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	30.4296	-
12 months High	33.9142	-
12 months Low	18.9030	-
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	EE3600109450
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

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 which the investors are expected to take into account are described in further detail in the prospectus of the fund. Information concerning the reference index or other reference basis of the fund is the basis for comparing the performance of the fund. It is advised to consult with professional tax and investment advisors, if necessary.

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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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