

**Trigon Russia Top Picks Fund**
**Fact Sheet | March 2021**
**Overview**

Trigon Russia Top Picks Fund invests in listed equity securities of Russia and other CIS countries. The Fund's portfolio is focused on 20-25 high conviction cases spread across sectors and small/mid and large-cap companies.

The Fund targets investments in shares of attractively valued companies expected to benefit from the growth in the region's economy and global demand for natural resources. The analysis is based on fundamental indicators, where the pivotal part is an in-depth understanding of the local market, its corporate history, and companies clear and transparent dividend policy.

The Fund is actively managed to consistently beat the index return and offer long-term capital appreciation.

**Fund Manager's Comments**

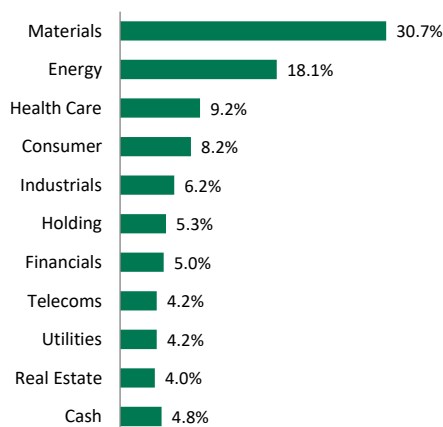
Loose monetary policy by both FED and ECB, as well as vaccination success in the US, has led to a rally in global stock markets. In March, MSCI World TR rose +6.2%, while MSCI EM TR index was up only +1.7%. Trigon Russia Top Picks Fund gained +5.6% in March, while MSCI Russia TR was up 8.7%. The Russian market outperformed on the catch up with oil price rally that has gone up more than 20% since the beginning of the year. YTD, the Fund is up by 11.3% versus 9.2% for the benchmark.

The Central Bank of Russia started normalizing monetary policy by raising rates by 25 bps to 4.5% and indicating more rate hikes in the future. Inflation numbers surprised on the upside for the first two months of the year and reached 5.8% YoY in March driven by food prices. According to expectations, inflation momentum will likely decelerate to target levels of 4-4.5% by summer.

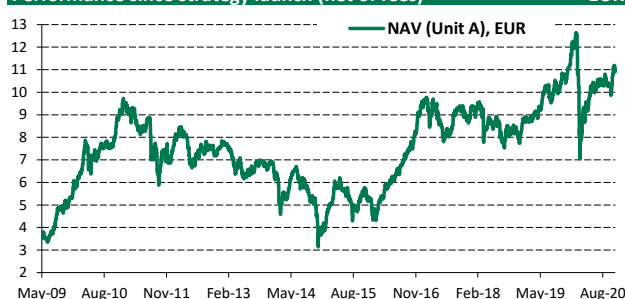
Recent escalation on Ukrainian border makes it difficult for investors to reduce perceptions of political risk. Geopolitical news was mostly negatively affecting the rouble, although it was still quite resilient and did not overshoot to the new lows. There is also more evidence that US sanctions will not be economically damaging, although the timeline is still unclear. Domestic money is currently the driving force of the Russian stock market hunting for attractive valuations and dividends.

Domestic retail investors continue to discover the opportunities of the Moscow Exchange and support the market on any politically driven weakness. More than 11 million people now have brokerage accounts with trading volumes on the equity market reaching all-time highs. Retail investors now account for 41% of equity trading. The rise of the local investor could reshape the entire equity market, lifting valuations, improving liquidity and lowering volatility. Sanctions threats are also no longer influencing the market in such a manner as it was before. Besides, the Russian market stands out as having the highest dividend yield among major markets in MSCI EM.

MSCI Russia's estimated P/E ratio for 2021 is now 7.8x and a dividend yield of 7.2%, well above the Russia Eurobond yield. Trigon Russia Top Picks Fund portfolio is trading at a weighted average of 8.1x expected earnings for 2021 and 8.6% dividend yield.

**Sector allocation**

**Fund Facts**

<b>Fund AUM:</b>	€1.1 mil
<b>Positions:</b>	20
<b>UCITS IV:</b>	Yes
<b>Auditor:</b>	PwC
<b>Depository:</b>	Swedbank
<b>Dealing:</b>	Daily
<b>Domicile:</b>	Estonia
<b>Strategy launch:</b>	31/05/2009

**Performance since strategy launch (net of fees)**


	Unit A	Unit D	Benchmark*
<b>31-Mar-21</b>			
Year-to-Date	11.3%	11.1%	9.2%
1 month	5.6%	5.4%	8.7%
3 months	11.3%	11.1%	9.2%
6 months	22.1%	18.9%	27.3%
1 year	53.5%	49.7%	34.7%
2 years	46.4%	40.8%	18.0%
3 years	39.7%	34.8%	32.1%
5 years	135.4%	119.8%	88.4%
10 years	24.3%	-	20.4%
Since strategy launch	254.7%	53.8%	100.0%
Launch of strategy	31-May-09	31-Aug-11	31-May-09

Fund Details	Unit A	Unit D
<b>NAV in EUR</b>	<b>12.7357</b>	<b>15.3782</b>
12 months High	12.9361	15.6605
12 months Low	8.2167	10.1752
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)		0.89
Daily volatility (1year)		19.4%

(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](mailto: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](http://www.trigoncapital.com), [www.morningstar.fi](http://www.morningstar.fi)

**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](http://www.trigoncapital.com). Please refer to the important legal notice on the last page of this report.

**Monthly Performance (Unit A)**

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Annual	CAGR*	
2021	2.0%	3.3%	5.6%												
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

**Risk Management Report (Unit A)**

	1M	3M	6M	1Y	2Y
Volatility (daily)	15.0%	16.4%	16.6%	19.4%	23.9%
Volatility (monthly)				15.6%	24.6%

**Downside Risk Analysis**

Negative months / total	77/182	42%
Worst calendar month	-29.9%	
Worst calendar quarter	-36.2%	

**Upside Risk Analysis**

Positive months / total	105/182	58%
Best calendar month	24.3%	
Best calendar quarter	41.9%	

**Market Cap Allocation**

Small Cap (0 - 500 mio EUR)	13.2%
Mid Cap (500 mio - 5bn EUR)	28.1%
Large Cap (more than 5bn EUR)	53.9%

**Monthly Return Contribution Analysis (Unit A)**

Russia	4.8%	Materials	2.0%
Kazakhstan	1.2%	Energy	1.6%
		Health Care	1.1%
		Financials	0.5%
		Consumer	0.5%
		Industrials	0.2%
		Utilities	0.1%
		Telecoms	0.1%
		Holding	0.0%
		Real Estate	-0.2%
<b>Gross Performance</b>	<b>5.9%</b>		<b>5.9%</b>

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**Geographic Allocation**

	Mar-21	Sep-20	Mar-20
Russia	86.3%	89.1%	90.7%
Kazakhstan	8.9%	7.5%	5.4%
Cash	4.8%	3.4%	3.9%

**Sector Allocation**

	Mar-21	Sep-20	Mar-20
Materials	30.7%	21.7%	11.5%
Energy	18.1%	18.2%	18.3%
Health Care	9.2%	6.0%	4.6%
Consumer	8.2%	15.9%	16.9%
Industrials	6.2%	5.9%	8.1%
Holding	5.3%	-	-
Financials	5.0%	9.7%	10.0%
Telecoms	4.2%	8.9%	7.7%
Utilities	4.2%	4.3%	15.0%
Real Estate	4.0%	6.0%	4.0%
Cash	4.8%	3.4%	3.9%

**Performance (net of fees)**

31-Mar-21	Unit C
Year-to-Date	11.1%
1 month	5.5%
3 months	11.1%
6 months	21.5%
1 year	52.0%
2 years	43.5%
3 years	35.7%
5 years	128.6%
Since launch	237.9%
Launch of unit	15-Apr-09

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	33.7921	-
12 months High	34.3377	-
12 months Low	22.0191	-
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

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**MSCI Benchmark Indices**

MSCI indices' pricing data source: MSCI.

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