

**Trigon Russia Top Picks Fund**

Fact Sheet | April 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**

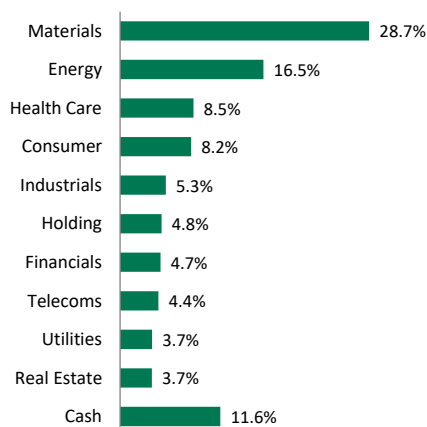
Global stock markets advanced supported by a strong recovery in economic data of the US and China. In April, MSCI World TR rose +2.2%, while the MSCI EM TR index was flat +0.1%. Trigon Russia Top Picks Fund gained +0.7% in April, while MSCI Russia TR was down -2.5%. The Russian market lagged the EM space despite the rally in commodities. YTD, the Fund is up by 12.1% versus 6.6% for the benchmark.

Sector performance in Russia was similar to that of global peers. The reflation trade has lifted cyclical sectors, while defensive names have lagged. Within cyclicals, materials stocks have been the strongest, while last years' outperforming defensive sectors such as retail and utilities have been the weakest. More and more countries ease restrictions with demand picking up, so the rising global inflation trend will persist. Earnings revisions of cyclical names will be the driving force of the market going forward. We are also expecting high dividend yields from these names according to a well-defined dividend policy.

The Central Bank of Russia continued to increase rates with the hike of 50bps to 5.0% and increased its inflation expectations for 2021 to 4.7-5.2%. After long talks, the US has introduced sanctions against new Russian sovereign debt in roubles. Although the sanctions are less damaging than expected, the never-ending sanctions saga will continue to influence the news headlines. So far, the market and the rouble were quite resilient. Russia has one of the lowest debt levels in the world and its reserves are fully covering the external debt of the economy.

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.

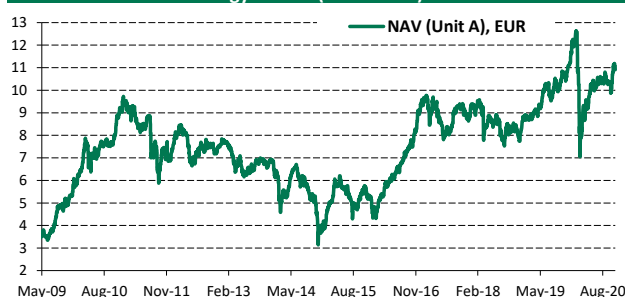
MSCI Russia's estimated P/E ratio for 2021 is now 7.4x and a dividend yield of 8.2%, well above the Russia Eurobond yield. Trigon Russia Top Picks Fund portfolio is trading at a weighted average of 7.9x expected earnings for 2021 and a 9.3% dividend yield.

**Sector allocation**

**Fund Facts**

<b>Fund AUM:</b>	€1.2 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)**

EUR



30-Apr-21	Unit A	Unit D	Benchmark*
Year-to-Date	12.1%	11.3%	6.6%
1 month	0.7%	0.2%	-2.5%
3 months	9.9%	9.1%	8.8%
6 months	29.1%	25.0%	35.0%
1 year	37.4%	33.2%	17.7%
2 years	41.1%	34.9%	10.7%
3 years	52.3%	46.0%	36.7%
5 years	119.1%	103.4%	71.3%
10 years	34.5%	-	22.3%
Since strategy launch	257.2%	54.0%	95.1%
Launch of strategy	31-May-09	31-Aug-11	31-May-09

Fund Details	Unit A	Unit D
<b>NAV in EUR</b>	<b>12.8271</b>	<b>15.4025</b>
12 months High	13.0509	15.6696
12 months Low	9.1689	11.3570
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)		0.82
Daily volatility (1year)		16.5%

(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%	0.7%											
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)	13.8%	14.3%	16.2%	16.5%	24.0%
Volatility (monthly)				12.6%	24.5%

**Downside Risk Analysis**

Negative months / total	77/183	42%
Worst calendar month	-29.9%	
Worst calendar quarter	-36.2%	

**Upside Risk Analysis**

Positive months / total	106/183	58%
Best calendar month	24.3%	
Best calendar quarter	41.9%	

**Market Cap Allocation**

Small Cap (0 - 500 mio EUR)	12.1%
Mid Cap (500 mio - 5bn EUR)	22.0%
Large Cap (more than 5bn EUR)	54.3%

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

Kazakhstan	0.6%	Materials	1.1%
Russia	0.1%	Financials	0.4%
		Health Care	0.3%
		Telecoms	0.0%
		Real Estate	-0.1%
		Holding	-0.1%
		Industrials	-0.2%
		Utilities	-0.2%
		Energy	-0.2%
		Consumer	-0.4%
Monthly Return	0.7%		0.7%

**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.

**Geographic Allocation**

	Apr-21	Oct-20	Apr-20
Russia	81.2%	82.8%	89.5%
Kazakhstan	7.3%	8.9%	4.7%
Cash	11.6%	8.2%	5.7%

**Sector Allocation**

	Apr-21	Oct-20	Apr-20
Materials	28.7%	22.2%	13.3%
Energy	16.5%	17.2%	16.6%
Health Care	8.5%	6.2%	5.1%
Consumer	8.2%	15.8%	17.0%
Industrials	5.3%	5.8%	7.7%
Holding	4.8%	5.4%	-
Financials	4.7%	4.4%	9.1%
Telecoms	4.4%	4.3%	7.9%
Utilities	3.7%	4.0%	14.4%
Real Estate	3.7%	6.4%	3.2%
Cash	11.6%	8.2%	5.7%

**Performance (net of fees)**

30-Apr-21	Unit C
Year-to-Date	11.8%
1 month	0.6%
3 months	9.6%
6 months	28.4%
1 year	36.0%
2 years	38.3%
3 years	47.8%
5 years	112.6%
Since launch	240.1%
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	34.0055	-
12 months High	34.6034	-
12 months Low	24.5485	-
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.

The report has been produced for informational purposes only. The information in this report is not an offer, recommendation or advice to conclude any transactions. The information can not be taken or interpreted as investment advice, investment recommendation or other investment or ancillary service. The information in this report is not an offer or invitation to buy or sell fund units or other securities and it can not be taken as legal or tax advice.

The information in this report reflects the best understanding of Trigon professionals at the time of composing the report. Upon changes in circumstances such understanding may change without any notification. The information contained in this report is, to the best knowledge and belief of Trigon professionals, correct and not misleading, however the information is largely based on the information disclosed by third parties who are, to the best knowledge of Trigon, reliable. Therefore Trigon, its employees and managers take no liability in case the information provided herein should appear to be incorrect or inaccurate. Certain statements in this report are forward-looking. Such forward looking statements and information are based on the personal beliefs or assumptions of Trigon professionals which are based on the information available to Trigon. Forward-looking statements reflect the views of Trigon professionals at the time of composing this report with respect to future events. Forward-looking statements are subject to certain risks, uncertainties and assumptions and many factors could cause the statements to change without any notification. Trigon does not guarantee that possible future events will come to pass. The information in this report is subject to changes without notice. Trigon assumes no liability as to any decisions made based on information contained in this report and as to any damages resulting from reliance on the information provided herein. Accordingly, undue reliance should not be placed by the investors on the information, incl forward-looking statements, contained herein.

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

**MSCI Benchmark Indices**

MSCI indices' pricing data source: MSCI.

Neither MSCI nor any other party involved in or related to compiling, computing or creating the MSCI data makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates or any third party involved in or related to compiling, computing or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

**Contact Information**

AS Trigon Asset Management  
Pärnu mnt. 18  
Tallinn 10141  
Estonia

Tel: +372 667 9200

Fax: +372 667 9201

[www.trigoncapital.com](http://www.trigoncapital.com)

[funds@trigoncapital.com](mailto:funds@trigoncapital.com)

