

**Trigon Dividend Fund**

Fact Sheet | December 2022

**Overview**

Trigon Dividend Fund invests worldwide in companies which have high or growing dividend yields. The Fund's portfolio consists of approximately 25-50 different securities. While the primary focus of the Fund is equities, the Fund may invest in other instruments, such as convertible or high-yield bonds, to achieve its investment goals.

The Fund's investment style is active management and stock-picking to identify attractively valued companies. The Fund invests into companies which have strong balance sheet and free cash flow generation to sustain high dividend payouts.

The Fund's goal is to offer long term capital appreciation while providing above market risk-adjusted returns.

**Fund Facts**

**Fund AUM:** €3.8 mil  
**Positions:** 31  
**UCITS IV:** Yes  
**Auditor:** PwC  
**Depository:** Swedbank  
**Dealing:** Daily  
**Domicile:** Estonia  
**Strategy launch:** 28/02/2020

**Fund Manager's Comments**

The third year of operation of the Trigon Dividend Fund has passed successfully. Even though 2022 included the outbreak of war, the highest inflation in recent decades, the energy crisis, a sharp rise in interest rates, and the anticipation of an economic recession, Trigon Dividend Fund managed to end the entire year with a decline of only 6.1%. This is significantly less compared to global stock markets. For comparison, the MSCI World Index, S&P500 Index and the Stoxx Europe 600 Index fell in 2022 by 13.0%, 13.4% and 10.6% in euro terms. The MSCI World High Dividend Yield was up by 1.3% last year in euro terms.

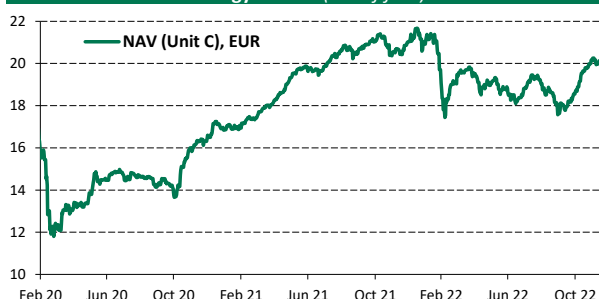
In December, the third dividend payment was made to the investors of the D-unit of the Trigon Dividend Fund. The payout was 0.89 euros per D-unit, which gave a dividend yield of 7.6%. As a result, the NAV or net asset value of the D-unit also decreased by the amount of the payout. The next payment will take place in December this year, i.e. dividends will be distributed to D-unit investors once a year. No dividends will be paid on the C-unit and they will be reinvested on an ongoing basis.

In 2022, the best performing companies in Fund's portfolio came from Turkey, Austria, Czech and Kazakhstan, which managed to end the year in positive from our buying prices. The share prices of Turkish companies made an extraordinary rally last year and reached our price targets. As a result, we have exited Turkey as of today, and the Fund currently does not own any shares from there. By sector, companies from the financial and energy sectors contributed the most to the Fund's performance. As we enter the year of 2023, we continue to feel comfortable with financial sector companies, which are benefiting from rising interest rates. The 33.7% share of financial sector company shares is clearly the largest in the portfolio.

The share of bonds with a high interest rate of 6-11% in the Portfolio is 13.7%, which adds stability to the portfolio of Trigon Dividend Fund during the sharper movements of the stock markets.

Trigon Dividend Fund trades at a weighted average of 2.0x P/B, 6.6x 2023 expected earnings and a dividend yield of 8.7% based on 2023 payouts. By comparison, the comparable ratios of the MSCI World High Dividend Yield Index are as follows: P/B ratio 2.3x, P/E 13.1x and trailing dividend yield 3.7%.

**Performance Since Strategy Launch (net of fees)\*\***



**Historical Performance\*\***

31-Dec-22	Unit C	Unit D***	Unit D + DVD
Year-to-Date	-6.1%	-13.2%	-6.6%
1 month	-2.0%	-9.4%	-2.5%
3 months	12.0%	3.6%	11.8%
6 months	6.2%	-1.8%	5.6%
1 year	-6.1%	-13.2%	-6.6%
2 years	19.7%	2.8%	18.0%
3 years	-	-	-
5 years	-	-	-
Since strategy launch	27.2%	7.4%	33.7%
Launch of strategy**	28-Feb-20	19-Jun-20	

Fund Details	Unit C	Unit D***
NAV in EUR	19.7523	10.7415
12 months High	21.6681	12.7420
12 months Low	17.4408	10.2558
Management fee, annual	0%	0%
Performance fee	15% of return that exceeds 0% per year*	15% of return that exceeds 0% per year*
Subscription fee	none	none
Redemption fee	none	none
Stock code/ISIN	EE3600102356	EE3600001715
Bloomberg code	TRINSCC ET	TRINSCD ET
Minimum subscription	none	none

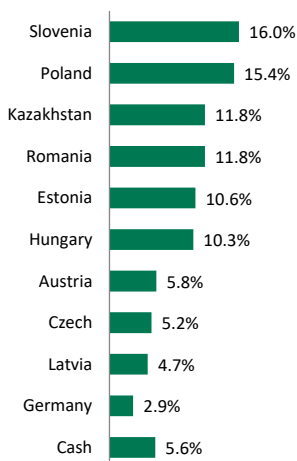
To receive the breakdown of the Fund's holdings or any other additional information, please send a request to [funds@trigoncapital.com](mailto:funds@trigoncapital.com).

\*The calculation of the performance fee is based on the so-called high water mark ("HWM") principle. In this context the HWM principle is the following: after the Performance fee has been calculated for the first time in the calendar year, the additional Performance fee will be calculated in the same year only if the net asset value of the Unit has increased from the last calculation of the Performance fee.

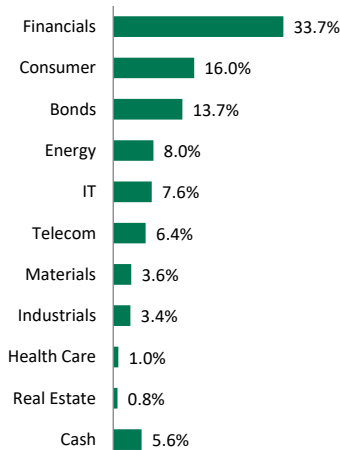
\*\* The Fund's investment strategy was changed on the 28th of February 2020. While previously the Fund's investments were focused primarily on the Baltic region, then going forward the Fund will be investing worldwide into companies with high or growing dividend yields. Performance prior to 28.02.2020 was achieved under circumstances that no longer apply. Fund was first launched in 2005.

\*\*\*The objective of the Management Company is to pay a dividend to the holders of the Unit D each year. See table of the dividend payments on the next page and the total return including dividend payments is presented above next to the net performance of Unit D.

**Geographic allocation**



**Sector allocation**



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NAV movements can be followed in: Bloomberg, [www.trigoncapital.com](http://www.trigoncapital.com), [www.morningstar.fi](http://www.morningstar.fi)

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**Monthly Performance since strategy launch (Unit C)\*\***

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Annual	CAGR*	
2022	0.2%	-9.5%	1.7%	0.6%	-2.3%	-2.4%	1.1%	1.2%	-7.4%	5.8%	8.1%	-2.0%	-6.1%	2 years	9.4%
2021	2.1%	0.5%	3.8%	3.9%	5.9%	1.5%	1.2%	3.8%	-0.1%	2.2%	-3.2%	3.3%	27.5%		
2020			-20.5%	8.4%	3.1%	5.0%	-0.3%	1.4%	-2.2%	-4.4%	15.7%	4.3%			

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

**D-unit dividend payments**

Year	2020	2021	2022
Dividend per unit (EUR)	0.78	0.92	0.89
NAV	11.12	12.93	11.75
Dividend yield	7.0%	7.1%	7.6%
Date	9th December	15th December	12th December

**Risk Management Report (Unit C)**

	1M	3M	6M	1Y	2Y
Volatility (daily)	5.8%	8.4%	9.9%	13.7%	11.0%
Volatility (monthly)				17.0%	13.7%

**Downside Risk Analysis**

Negative months / total	11/34	29%
Worst calendar month	-20.5%	
Worst calendar quarter	-1.1%	

**Upside Risk Analysis**

Positive months / total	23/34	71%
Best calendar month	15.7%	
Best calendar quarter	17.3%	

**Market Cap Allocation**

Small Cap (0 - 500 mio EUR)	32.1%
Mid Cap (500 mio - 5bn EUR)	33.1%
Large Cap (more than 5bn EUR)	29.2%

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

Estonia	0.0%	Financials	0.5%
Latvia	0.0%	Bonds	0.1%
Slovenia	0.0%	Real estate	0.0%
Czech	-0.1%	Health Care	0.0%
Germany	-0.1%	Telecom	0.0%
Hungary	-0.2%	Industrials	-0.1%
Poland	-0.2%	Consumer	-0.5%
Austria	-0.2%	Energy	-0.5%
Romania	-0.6%	IT	-0.7%
Kazakhstan	-0.6%	Materials	-0.7%

Monthly Return -2.0% -2.0%

**Geographic Allocation**

	Dec-22	Jun-22	Dec-21
Slovenia	16.0%	20.9%	16.7%
Poland	15.4%	9.3%	10.1%
Kazakhstan	11.8%	9.6%	3.9%
Romania	11.8%	12.8%	12.6%
Estonia	10.6%	11.2%	16.5%
Hungary	10.3%	10.5%	6.3%
Austria	5.8%	8.8%	3.7%
Czech	5.2%	5.3%	7.0%
Latvia	4.7%	7.8%	7.4%
Germany	2.9%	-	-
Turkey	-	1.3%	2.7%
Lithuania	-	0.9%	1.2%
Russia	-	-	4.3%
Croatia	-	-	0.8%
Cash	5.6%	1.7%	6.7%

**Sector Allocation**

	Dec-22	Jun-22	Dec-21
Financials	33.7%	36.0%	28.5%
Consumer	16.0%	13.8%	15.5%
Bonds	13.7%	17.6%	18.4%
Energy	8.0%	8.5%	7.5%
IT	7.6%	1.0%	0.0%
Telecom	6.4%	2.4%	9.7%
Materials	3.6%	2.0%	6.5%
Industrials	3.4%	14.7%	3.4%
Health Care	1.0%	1.1%	0.6%
Real Estate	0.8%	1.2%	1.1%
Utilities	-	-	2.0%
Cash	5.6%	1.7%	6.7%

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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](http://www.trigoncapital.com). The fund management company is supervised by Estonian Financial Supervision Authority.

**Contact Information**

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