

Trigon Dividend Fund

Fact Sheet | February 2024

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: €6.9m
Positions: 47
UCITS IV: Yes
Auditor: PwC
Depository: Swedbank
Dealing: Daily
Domicile: Estonia
Strategy launch: 28/02/2020

Fund Manager's Comments

The positive sentiment continued in the global stock markets in February. This time, the Chinese stock market also joined the rally, leading emerging market indices strongly into positive territory. Trigon Dividend Fund also continued its upward trend, rising by 2.5% in February. For the Dividend Fund, this marked the 14th consecutive month of gains. At the same time, the MSCI World High Dividend Yield index, measured in euros, increased by 1.3% in February. Since the beginning of the year, Trigon Dividend Fund has risen by 4.7%, while at the same time, the MSCI World High Dividend Yield index has gained 3.9%.

On February 28, 2024, Trigon Dividend Fund celebrated its 4th anniversary since its inception. Despite the historical events within the past 4 years, including the COVID-19 pandemic, the outbreak of war, the highest inflation in decades, an energy crisis, a sharp rise in interest rates, and an economic downturn, Trigon Dividend Fund has managed to deliver a return of 80.8% since its inception. This results in an average annual return of 15.9% (CAGR). During the same period, the MSCI World High Dividend Yield index has had a return of 40.7% in euros, equivalent to an average annual return of 8.9% (CAGR).

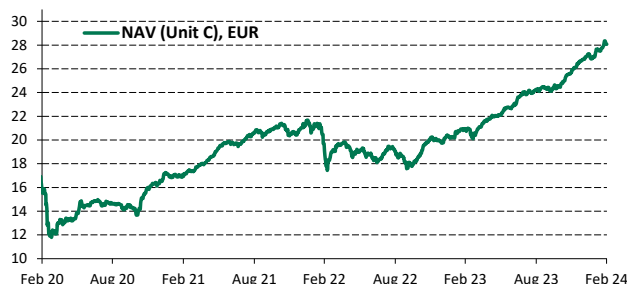
Like January, financial sector companies drove the performance of Trigon Dividend Fund in February, essentially accounting for more than half of the positive return for the month. The most notable increase came from Kazakhstan's largest bank, Halyk Bank, whose stock rallied over 20% during the month. The surge was triggered by anticipation of strong quarterly results and a significant dividend payout. Additionally, NLB Bank from Slovenia continued its upward trend in February, announcing a considerably higher dividend than analysts had expected.

To provide stability to the Trigon Dividend Fund portfolio during more pronounced movements in the stock markets, there is an 18.3% allocation to high-yield bonds with interest rates ranging from 6% to 12%. We have gradually increased this allocation over the past six months.

Trigon Dividend Fund trades at a weighted average of 1.9x P/B, 7.2x 2024 expected earnings and a dividend yield of 7.8% based on expected payouts in 2024. The comparable ratios of the MSCI World High Dividend Yield Index are as follows: P/B ratio 2.5x, P/E 13.7x and trailing dividend yield 3.7%.

Trigon Dividend Fund pays dividends to D-unit holders once a year. No dividends will be paid from the C-unit and they will be reinvested on an ongoing basis. The next dividends will be paid to the holders of Trigon Dividend Fund D-units in December 2024.

Performance Since Strategy Launch (net of fees)



Historical Performance

29-Feb-24	Unit C	Unit D**	Unit D + DVD
Year-to-Date	4.7%	4.7%	4.7%
1 month	2.5%	2.5%	2.5%
3 months	9.2%	1.2%	9.2%
6 months	15.6%	7.1%	15.6%
1 year	34.4%	24.5%	33.9%
2 years	47.1%	26.1%	46.4%
3 years	65.6%	31.9%	64.7%
5 years	-	-	-
Since strategy launch	80.8%	41.4%	90.0%
Launch of strategy	28-Feb-20	19-Jun-20	19-Jun-20

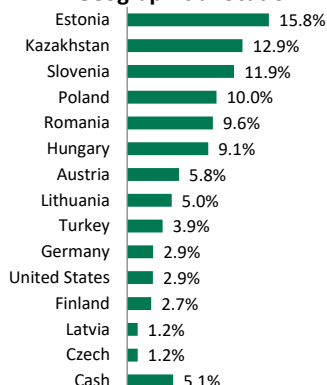
Fund Details	Unit C	Unit D**
NAV in EUR	28.0635	14.1435
12 months High	28.3489	14.2874
12 months Low	20.1140	10.9381
Management fee, annual	0%	0%
Performance fee	15% of return that exceeds 0% per year*	15% of return that exceeds 0% per year*
Subscription fee	none	none
Redemption fee	none	none
Stock code/ISIN	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.

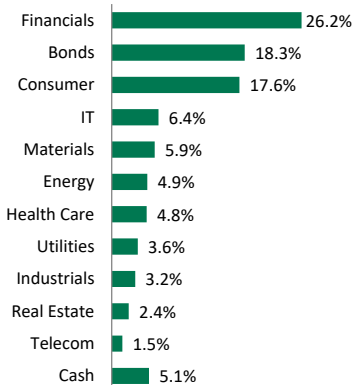
*The calculation of the performance fee is based on the so-called high water mark ("HWM") principle. In this context the HWM principle is the following: after the Performance fee has been calculated for the first time in the calendar year, the additional Performance fee will be calculated in the same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

**The 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



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.

NAV movements can be followed in: Bloomberg, www.trigoncapital.com, 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*
2024	2.2%	2.5%												2 years 12.9%
2023	2.2%	3.5%	0.2%	4.1%	1.5%	3.4%	4.7%	1.4%	0.6%	0.4%	4.8%	4.3%	35.7%	3 years 17.5%
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%	* Compound annual growth rate, i.e. average annualized performance of calendar years
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%		

D-unit dividend payments

Year	2023	2022	2021	2020
Dividend per unit (EUR)	1.04	0.89	0.92	0.78
NAV	14.16	11.75	12.93	11.12
Dividend yield	7.3%	7.6%	7.1%	7.0%
Date	7th December	12th December	15th December	9th December

Risk Management Report (Unit C)

	1M	3M	6M	1Y	2Y
Volatility (daily)	5.9%	5.6%	5.7%	6.4%	9.5%
Volatility (monthly)				6.0%	11.0%

Downside Risk Analysis

Negative months / total	11/48	23%
Worst calendar month	-20.5%	
Worst calendar quarter	-7.8%	

Upside Risk Analysis

Positive months / total	37/48	77%
Best calendar month	15.7%	
Best calendar quarter	17.3%	

Market Cap Allocation

Small Cap (0 - 500 mio EUR)	30.8%
Mid Cap (500 mio - 5bn EUR)	29.1%
Large Cap (more than 5bn EUR)	35.0%

Monthly Return Contribution Analysis (Unit C)

Kazakhstan	1.2%	Financials	1.3%
Slovenia	0.7%	IT	0.7%
Poland	0.2%	Consumer	0.4%
Romania	0.1%	Bonds	0.1%
Estonia	0.1%	Industrials	0.1%
Germany	0.1%	Telecom	0.1%
Czech	0.1%	Energy	0.0%
Austria	0.0%	Real estate	0.0%
Lithuania	0.0%	Materials	-0.1%
Turkey	0.0%	Health Care	-0.1%
Hungary	0.0%	Utilities	-0.1%
Latvia	0.0%		
United States	0.0%		
Finland	-0.1%		

Monthly Return	2.5%	2.5%
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Geographic Allocation

	Feb-24	Aug-23	Feb-23
Estonia	15.8%	14.2%	11.1%
Kazakhstan	12.9%	12.9%	10.8%
Slovenia	11.9%	12.4%	16.3%
Poland	10.0%	13.3%	19.1%
Romania	9.6%	14.1%	11.7%
Hungary	9.1%	8.7%	10.4%
Austria	5.8%	2.2%	4.3%
Lithuania	5.0%	6.3%	-
Turkey	3.9%	2.4%	-
Germany	2.9%	2.2%	3.1%
United States	2.9%	-	-
Finland	2.7%	-	-
Latvia	1.2%	1.7%	2.0%
Czech	1.2%	4.3%	5.4%
Cash	5.1%	5.3%	5.8%

Sector Allocation

	Feb-24	Aug-23	Feb-23
Financials	26.2%	27.1%	34.4%
Bonds	18.3%	15.5%	11.6%
Consumer	17.6%	22.8%	16.6%
IT	6.4%	7.6%	5.9%
Materials	5.9%	3.0%	3.7%
Energy	4.9%	6.3%	8.1%
Health Care	4.8%	-	-
Utilities	3.6%	2.4%	-
Industrials	3.2%	1.5%	3.1%
Real Estate	2.4%	3.7%	3.8%
Telecom	1.5%	4.9%	7.1%
Cash	5.1%	5.3%	5.8%

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** 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.

Signatory of:



Important Legal Information

Management Company: AS Trigon Asset Management

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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.

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