

The Fund Manager writes

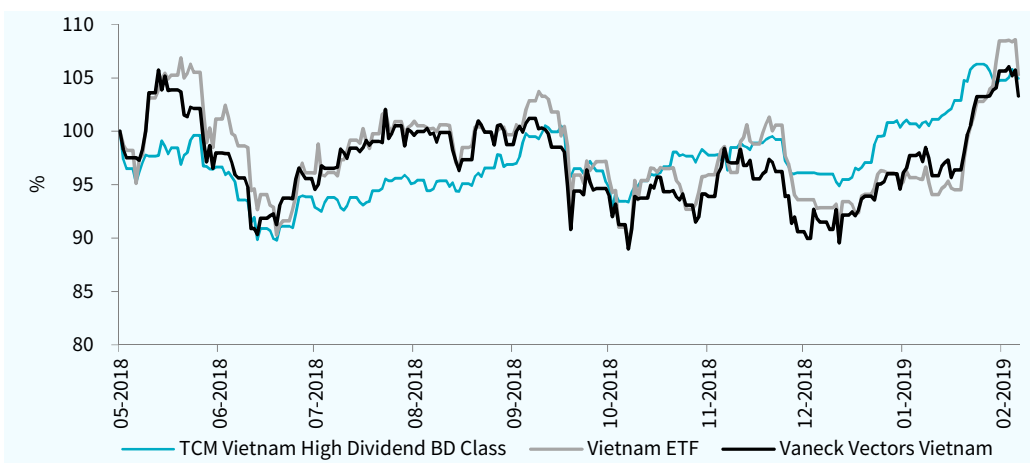
Potential upgrade of Vietnam's stock market to attract additional of US\$ 1.2 billion

During the month of February the Hanoi-times published an article on the reclassification of the Vietnamese stock markets. The reclassification would help Vietnam's stock market to become more attractive in the eyes of new investors, facilitating a new wave of capital into the country. The article was based on the news that FTSE added Vietnam to its watch list for reclassification as a secondary emerging market. A potential reclassification in 2020 of Vietnam's stock market from the current status of a frontier market to emerging is projected to attract an additional of US\$ 1.2 billion from exchange-traded funds (ETF's), according to Bao Viet Securities Company (BVSC). For MSCI, the review process is much stricter than that of FTSE, due to its classification into four categories of 1. developed, 2. emerging, 3. frontier and 4. standalone market. Instead of five for FTSE, which includes 1. developed, 2. advanced emerging, 3. secondary emerging, 4. frontier and 5. standalone. An inclusion in the MSCI benchmarks would really mean a big step for Vietnam since its passive ETF base capitalizes currently at US\$ 200 billion.

The TCM Vietnam High Dividend Fund added 4.43% to its performance in February. Main contributors in lifting the stock market were the real estate companies Vinhomes and Vingroup, both not found in our portfolio. The lack of dividends and a lower return on equity causes these stocks to drop off our selection lists. Despite the major correction in December last year the TCM Vietnam High Dividend Fund rose almost 7% during the last 3 months. The trade war between the US and China has started to ease and it looks like a solution can be reached the next weeks.

Some remarkable figures from the FDI front: registered FDI's during the first two months saw an increase of 150% Y/Y at USD 8.5bn. Even though a compromise between China and the US might not be far away, companies are obviously still viewing Vietnam as the ideal alternative production hub. The fund currently holds 39 positions across a number of sectors. Basic Materials and Consumer Goods are currently the main themes weighting 23.86% and 18.13% respectively. Within these sectors we currently find the most high dividend stocks which meet our criteria. The weighting on sector level depends mainly on the relative attractiveness of a stock/sector versus other stocks/sectors. The fund allocation can therefore deviate strongly from the Vietnamese benchmark indices.

Fund Performance



Return in euro*	1 mnth	3 mnths	2019	2018**	Since start**
TCM Vietnam High Dividend Class BD	4,43%	6,59%	9,34%	-4,01%	4,96%
Vietnam ETF	10,69%	9,56%	13,44%	-7,16%	5,32%
Vaneck Vectors Vietnam	5,93%	6,48%	13,78%	-9,19%	3,32%

* Based on Total Return (Bloomberg data)

** Data is from inception of the fund: 24-05-2018

Fund Profile

The fund invests in listed Vietnamese companies or investment funds focused on Vietnam, which can be regarded as a Frontier Market at an early stage of economic development, with an attractive dividend yield. The fund primarily aims to generate a long-term return in excess of the benchmark, the FTSE Vietnam Total Return Net Index, comprising capital gains or losses plus net dividend. The equally weighted portfolio will be re-weighted and re-allocated on a periodically scale. The risk profile is high, due to investments in equities and Frontier Markets.

TCM Vietnam High Dividend Equity (Lux)

Strategy: High Dividend Equity

Universe:
Vietnam

Benchmark: FTSE (Total Return)

ESG: UN Global Compact and Controversial Weapons (screening by Sustainability)

Status: UCITS

Structure: Open-end

Domicile: Luxembourg

Inception Date: 24 May 2018

Currency: EUR

Total Fund size: € 6.8 million

Management Company:
Novacap Asset Management S.A.

Investment Manager:
Trustus Capital Management B.V.

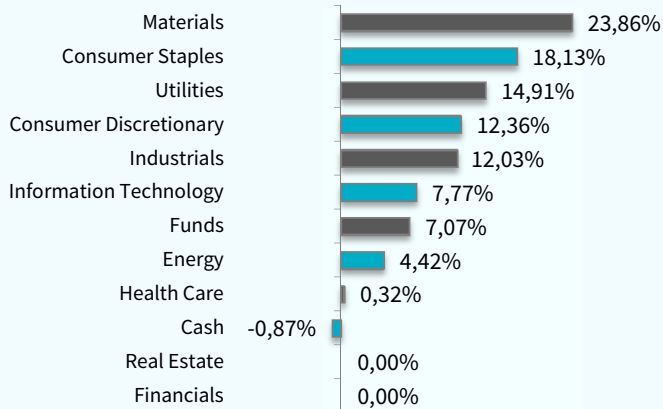
Fund Management:
Frontier Markets Team
Wytze Riemersma
Marco Balk

Custodian:
Caceis Bank Luxembourg Branch

Paying Agent:
Caceis Bank Luxembourg Branch



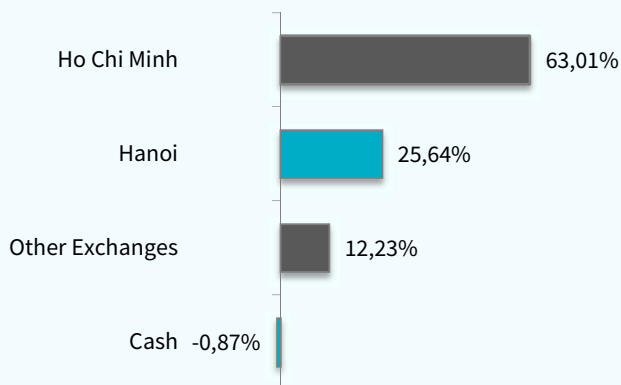
Sector Allocation



Top 10 Holdings

Position	Weighting
Vietnam Phoenix Fund Class C	7,10%
Petrovietnam Nhon Trach 2 Po	7,07%
Digiworld Corp	5,73%
Fpt Corp	5,16%
Masan Consumer Corp	4,96%
Sao Ta Foods Jsc	4,80%
Pha Lai Thermal Power Jsc	4,79%
Tng Investment & Trading Jsc	4,42%
Hatien 1 Cement Jsc	4,30%
An Phat Plastic And Green En	4,19%
Total weightings Top 10	52,51%

Exchange Allocation



Fund Characteristics

Characteristics	Fund
Number of Positions	39
Dividend Yield in %*	5,28
Price/Earnings Ratio*	9,66
Price to Book Ratio *	1,35

* source: Bloomberg/TCM

Subscription information

	A Class Accumulation	AD Class Accumulation
Minimum subscription	EUR 5.000	EUR 5.000
Additional subscription	EUR 200	EUR 200
Subscription frequency	daily	daily
Redemption frequency	daily	daily
Subscription Fee	up to 0.5%	up to 0.5%
Redemption Fee	up to 0.5%	up to 0.5%
Conversion Fee	up to 0.25%	up to 0.25%
Investor Restriction	no restrictions	investors located in the Netherlands
Dividend pay-out	No	No
Investment Management Fee	2% per annum	2% per annum
Performance Fee	10%	10%
Global Distribution Fee	up to 1%	No (so called clean share class)
Ongoing Charges Figure (2019)	2.66%	2.66%
ISIN Code	LU1730853972	LU1730854194
Bloomberg ticker	TCMVNA LX	TCMVNAD LX

Sustainability

TCM has entered into an agreement with Sustainalytics for the screening of the portfolios of the TCM equity funds on ESG criteria (UN Global Compact and Controversial Weapons).



Disclaimer

TCM Vietnam High Dividend Equity (Lux) is a sub fund of TCM Investment Funds Luxembourg, domiciled in Luxembourg. The fund is authorized in Luxembourg and is regulated by the Commission de Surveillance du Secteur Financier. The information in this document provides insufficient information for an investment decision. Please read the Key Investor Document and the prospectus. These documents as well as annual report, semi-annual report and the articles of incorporation of the fund are available free of charge at the registered office of the fund located at 5, Allée Scheffer, L-2520 Luxembourg and on the website www.tcminvestmentfunds.com. The value of your investment may fluctuate. Past performance provides no guarantee for the future. The performance shown does not take account of any commissions and costs charged when subscribing to and redeeming units.

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