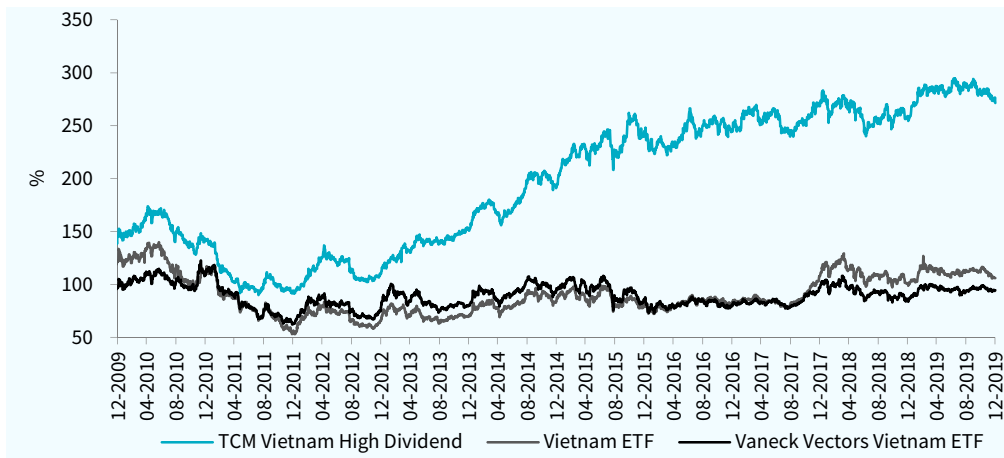


The Fund Manager writes

The VN-Index, the market-cap weighted index of the Ho Chi Minh Stock Exchange (HSX), Vietnam's main bourse, increased by 11.9% in 2019 (measured in euro). The performance was mainly driven by Vietcombank (VCB +70%), PetroVietnam Gas (GAS +13%) and by the three Vingroup-related companies including Vingroup (VIC +21%), Vinhomes (VHM +17%) and Vincom Retail (VRE +26%). Without the contribution of these heavy weights, the VN-Index would have increased by 0.2% in local currency. The benchmark ETF increased by 5.1%, while the TCM Vietnam High Dividend Fund rose 5.9%. The TCM Vietnam High Dividend fund has a dividend driven focus and wasn't invested in the three Vingroup related companies during the year. Not only in our view their valuation appeared to be rather high and there is not enough room for a healthy dividend policy. Vingroup has started to invest new businesses such as retail, education, healthcare, smartphones and cars. So far only its traditional business – real estate – is profitable. The company has made an investment of about \$3.5 bn (20% of its market cap) in the car making business, which is likely to suffer a projected annual loss of about \$770 million. As for VCB, the stock has outperformed the banking sector thanks to its relatively high free float and available foreign room. VCB is currently trading at a P/B of 4.2x compared with a P/B of 1.4x for the sector. For us enough reasons to invest outside of these large cap names. The largest position in the fund is currently FPT, a stable growing IT provider. FPT remains one of the most undervalued stocks in the market relative to regional peers. Given attractive valuations and excellent long-term prospects for this leading Vietnamese technology firm, we see significant value in the stock. However, as its FOL is full, and there is little or no chance of this changing in the near-term, access to the stock has long been difficult for institutions. At the end of 2019 The TCM Vietnam High Dividend Fund had the following characteristics. The fund holds 31 positions, with an average dividend yield of 6.5% and an average P/E ratio of 7.8 and a P/B ratio of 1.3. In our view the portfolio offers an even more compelling investment opportunities than last year. Consumer Staples and Materials are the main themes weighting 19.5% and 16.9% 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	-4,61%	-7,51%	5,89%	-4,01%	1,64%
Vietnam ETF	-5,05%	-8,18%	5,14%	-7,16%	-2,38%
Vaneck Vectors Vietnam	-0,84%	-4,08%	11,41%	-9,19%	1,17%

* 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 Sustainalytics)

Status: UCITS

Structure: Open-end

Domicile: Luxembourg

Inception Date: 24 May 2018

Currency: EUR

Net Asset Value per share:

Share Class A - € 93.97

Share Class AD - € 93.44

Total Fund size: € 5.9 million

Share Class size:

Share Class A - € 0.005 million

Share Class AD - € 0.002 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:

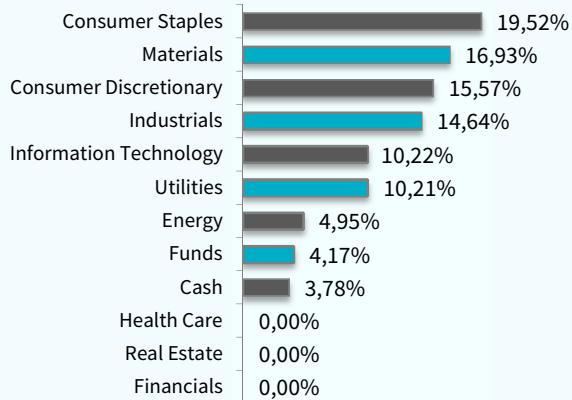
Caceis Bank Luxembourg Branch

Paying Agent:

Caceis Bank Luxembourg Branch



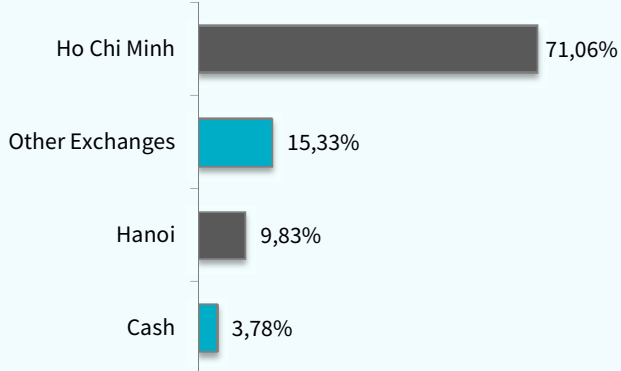
Sector Allocation



Top 10 Holdings

Position	Weighting
Fpt Corp	9,59%
Pha Lai Thermal Power Jsc	6,49%
Sao Ta Foods Jsc	5,03%
Petrovietnam Transportation	4,95%
Phu Tai Corp	4,67%
Hatien 1 Cement Jsc	4,46%
Tng Investment & Trading Jsc	4,34%
Vietnam Dairy Products Jsc	4,33%
Song Hong Garment Jsc	4,20%
Binh Minh Plastics Jsc	4,19%
Total weightings Top 10	52,26%

Exchange Allocation



Fund Characteristics

Characteristics	Fund
Number of Positions	31
Dividend Yield in %*	6,56
Price/Earnings Ratio*	7,83
Price to Book Ratio *	1,33

* source: Bloomberg/TCM

Subscription information

Minimum subscription	
Additional subscription	
Subscription frequency	
Redemption frequency	
Subscription Fee *	
Redemption Fee *	
Conversion Fee *	
Investor Restriction	
Dividend pay-out	
Investment Management Fee	
Performance Fee	
Ongoing Charges Figure (2019)	
Clean share class	
ISIN Code	
Bloomberg ticker	
Can be offered to investors in	

A Class	Accumulation
EUR 20	
EUR 10	
daily	
daily	
up to 0.5%	
up to 0.5%	
up to 0.25%	
no restrictions	
No	
2.5% per annum	
10%	
3,07%	
No	
LU1730853972	
TCMVNA LX	
FI, LU, NL, NO, SE	

AD Class	Accumulation
EUR 20	
EUR 10	
daily	
daily	
up to 0.5%	
up to 0.5%	
up to 0.25%	
no restrictions	
No	
2% per annum	
10%	
2,57%	
Yes	
LU1730854194	
TCMVNAD LX	
LU, NL	

* added back to the fund

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 of the Management Company: www.novacap-am.com/en/funds. 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.