

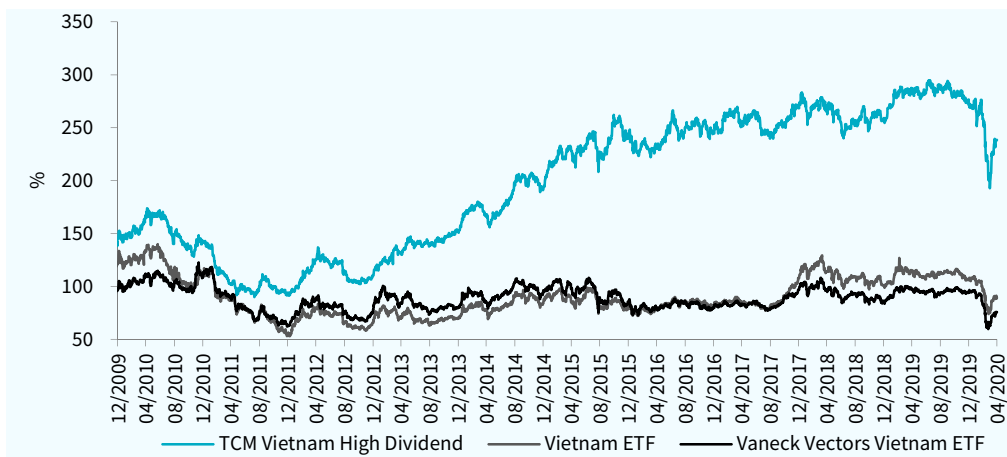
## The Fund Manager writes

In April, the VN Index advanced +18.4% vs. +19.21% for the TCM Vietnam High Dividend Fund. The rally was broad-based as more than 80% of the stocks were up. However, the recovery was just about half of the losses in previous months, and the VN-Index is still in negative territory of approximately 20% YTD. The worst performing sectors so far this year were Energy -27%, Utilities -26% and Consumer Discretionary -25%. Also Financials -22% and Real Estate -22% were heavily under pressure. The performance of Financials and Real estate sectors was influenced by outflows of mainly foreign investors. Foreign investors were net sellers during the month with a volume of US\$ 304 million, so basically local investors were responsible for the stock market rally.

After the first round of results overlooking the top 100 stocks by market cap in the first quarter, 43 companies had positive earnings growth, while 57 companies suffered negative profit growth. Next to local investors, we saw an increase in insider buying, usually a good sign of confidence. Strong performers in portfolio were TNG Investment & Trading which gained 61%, after it was hit hard in March. One of our favorite investments within the fishing industry Sao Ta Foods gained 45% and Song Ho Garment also rose 45%. Limited losses were only found in de smaller holdings of the fund.

The fund invested in a number of large cap companies during the last few weeks. After the crash also heavy weights like Vinamilk and Hoa Phat Group complied with our investment criteria. The TCM Vietnam High Dividend Fund outperformed the benchmark due to the underweight in Financials (banks) and Real Estate. The fund currently holds 31 positions. Consumer Staples and Industrials are the main themes weighting 19.7% and 19.3% 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	2020	2019	2018**	Since start**
TCM Vietnam High Dividend						
Class BD	19.21%	-6.30%	-12.47%	5.89%	-4.01%	-11.03%
Vietnam ETF	15.35%	-14.81%	-18.23%	5.14%	-7.16%	-20.18%
Vaneck Vectors Vietnam	19.62%	-15.27%	-20.06%	11.41%	-9.19%	-19.13%

\* 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 - € 81.83

Share Class AD - € 81.85

**Total Fund size:** € 4.7 million

**Share Class size:**

Share Class A - € 0.004 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:**

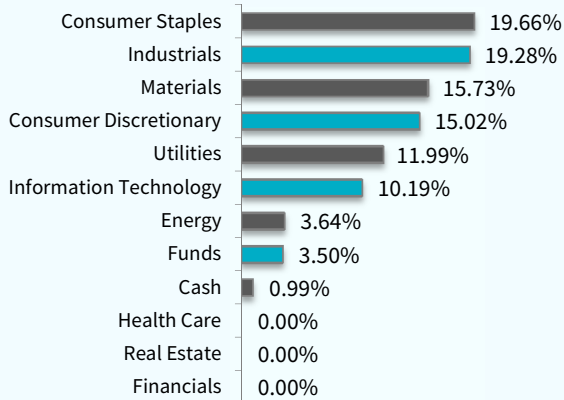
Caceis Bank Luxembourg Branch

**Paying Agent:**

Caceis Bank Luxembourg Branch



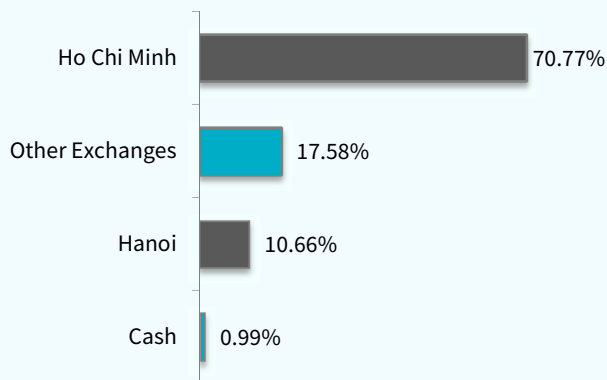
## Sector Allocation



## Top 10 Holdings

Position	Weighting
Fpt Corp	9.47%
Pha Lai Thermal Power Jsc	7.55%
Binh Minh Plastics Jsc	5.50%
Vietnam Dairy Products Jsc	4.62%
Tng Investment & Trading Jsc	4.47%
Petrovietnam Nhon Trach 2 Po	4.43%
Quang Ngai Sugar Jsc	4.40%
Sao Ta Foods Jsc	4.24%
Hoa Phat Group Jsc	4.11%
Cmc Jsc	4.08%
<b>Total weightings Top 10</b>	<b>52.87%</b>

## Exchange Allocation



## Fund Characteristics

Characteristics	Fund
Number of Positions	31
Dividend Yield in %*	8.70
Price/Earnings Ratio*	7.03
Price to Book Ratio *	1.14

\* 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 (2020)	
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%	
3.16%	
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%	
2.43%	
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](http://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.