

The Fund Manager writes

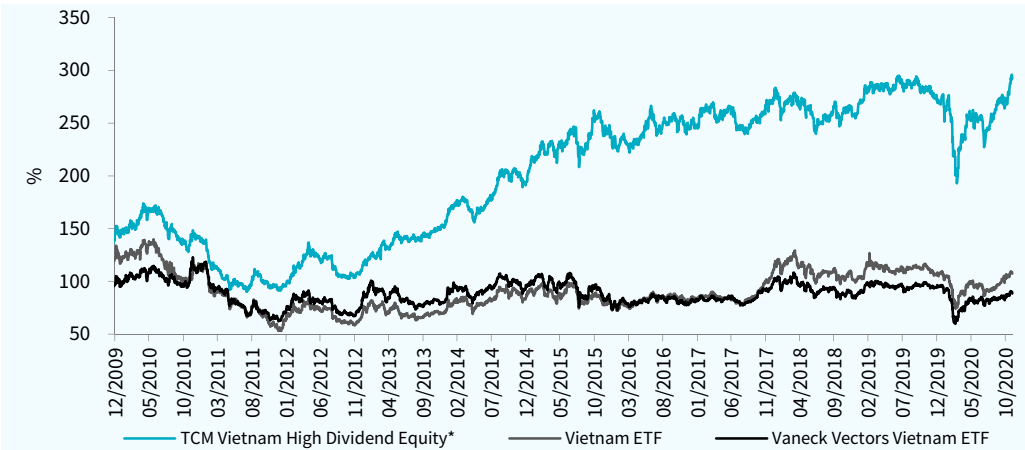
The VN-Index rose almost by 6% in November. The TCM Vietnam High Dividend Fund added 8.9% during the month (both returns measured in euro). The major contributors to the outperformance were CMC JSC (building materials) + 130%, Hai An Transport + 32% and Sao Tao Food (sea food) +24%. Especially the performance of CMC JSC was remarkable. After an investor announced to buy up to 50% of the company the stock price went limit up (+7%) for days in a row. We sold the position in two steps, as we considered the valuation to be quite rich.

Foreign investors continued to be net sellers in November, with a net outflow of \$137.5 million (2020 net outflow \$702.2 million). But, since November 18, 2020, foreign investors have bought stocks in the net amount of \$32.7 million, reflecting renewed foreign interest in Vietnam's market.

At the end of the year the outlook for the Vietnamese stock market looks quite good. Vietnam's domestic economy continues to grow thanks to the government's effective control of Covid-19. This together with signs of returning interest in Vietnam's market from foreign investors. And also the weight of Vietnamese stock in the FM 100 index will increase as it takes over the place of Kuwait which is upgraded to the Emerging Markets status. Although the fund has a strong focus on midcap stocks we also expect that the above described development will favor some of our large cap holdings, like HPG and VNM. This together with the compelling valuation of our midcaps (and the rotation from large to midcap stocks which is currently taking place) provides a promising start for 2021.

On the 15th of November, the Regional Comprehensive Economic Partnership (RCEP) was signed at the ASEAN summit, covering ten countries of ASEAN and another five countries with whom ASEAN has pre-existing free trade agreements: Australia, China, Japan, Korea, and New Zealand. Although the ratification process will take some time, the signing marked a significant milestone for regional trade. The RCEP covers a market of 2.3 billion people and \$26.2 trillion in global output. The treaty affects about 30 percent of the population worldwide and over a quarter of total world exports.

Fund Performance



Return in euro**	1 mnth	3 mnths	2020	2019	2018	Since start***
TCM Vietnam High Dividend Class BD	8.89%	16.65%	9.06%	5.89%	-4.01%	10.85%
Vietnam ETF	4.55%	18.09%	1.30%	5.14%	-7.16%	-1.11%
Vaneck Vectors Vietnam	5.49%	8.48%	-6.24%	11.41%	-9.19%	-5.15%

* Since start of the High Dividend Strategy of the fund
** Based on Total Return (Bloomberg data)
*** Data is from inception of the share class: 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 - € 101.35

Total Fund size: € 5.2 million

Share Class size:
Share Class A - € 0.005 million

Management Company:
Novacap Asset Management S.A.

Investment Manager:
Trustus Capital Management B.V.

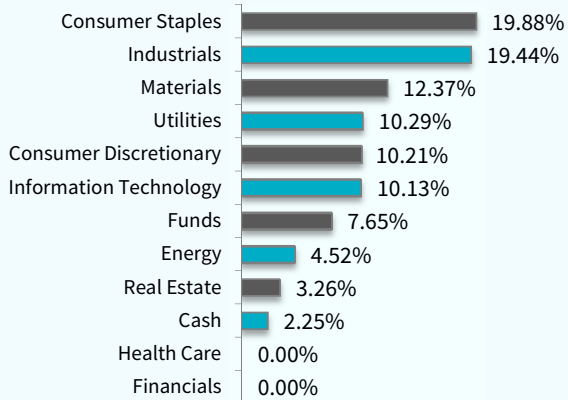
Fund Management:
Frontier Markets Team
Wytze Riemersma
Marco Balk

Custodian:
Caceis Bank Luxembourg Branch

Paying Agent:
Caceis Bank Luxembourg Branch



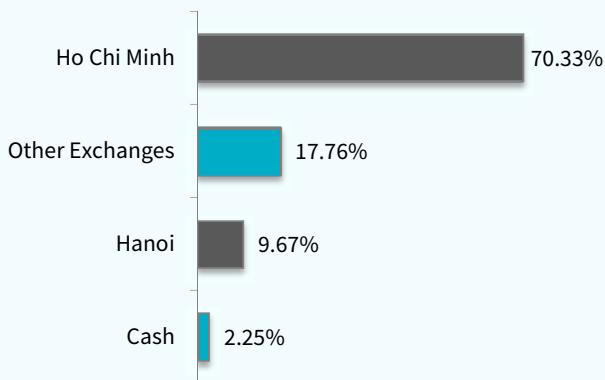
Sector Allocation



Top 10 Holdings

Position	Weighting
Fpt Corp	9.28%
Pha Lai Thermal Power Jsc	6.13%
Binh Minh Plastics Jsc	6.00%
Quang Ngai Sugar Jsc	5.77%
Vietnam Dairy Products Jsc	5.12%
Sao Ta Foods Jsc	4.93%
Vietnam Holding Ltd	4.74%
Hoa Phat Group Jsc	4.60%
Petrovietnam Transportation	4.52%
Tng Investment & Trading Jsc	4.43%
Total weightings Top 10	55.51%

Exchange Allocation



Fund Characteristics

Characteristics	Fund
Number of Positions	29
Dividend Yield in %*	4.59
Price/Earnings Ratio*	8.99
Price to Book Ratio *	1.93

* 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. 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.