

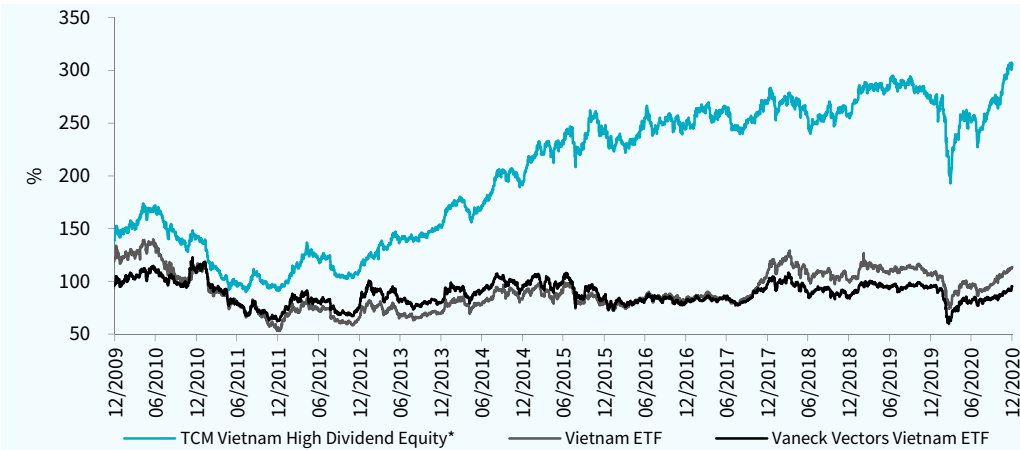
The Fund Manager writes

Over 2020 GDP growth was up by 2.9% y/y. While it was the lowest GDP growth in decades, it was still a success for Vietnam as its expansion rate was among the world's highest ones. Most other countries were much harder affected by the COVID19 pandemic and recorded negative growth. The Industrial and Construction sector grew by 4.0% y/y. Its contribution to total GDP has reached 36.6%. With FDI's flowing in due to the restructuring of global supply chains, this contribution will continue to grow going forward. The HCMC-Index continued to rally strongly by 8% in December, ending the year with a positive 2020 performance of 7.8%. The TCM Vietnam High Dividend Fund added 6.05% during December, which resulted in a full year result of 15.66%, an outperformance of the index by 8.2%. During 2020 all sectors gained, the strongest performers were: Materials (+89%) mostly because of Hoa Phat Group (+116%), Information Technology (+27%), Financials (+24%) and Healthcare (+21%). Domestic retail investors were the most active participants, making up more than 80% of the daily transaction value in December. Lower interest rates led to a strong growth of trading accounts in 2020; up 90%.

Vietnam will apply a new GDP's calculation method starting 2021. The idea is that the new method will help to provide a more accurate picture of the size and development of the Vietnamese economy. It is expected that 76,000 small enterprises and 306,000 household businesses to be included in the official statistics for the first time. Nominal yearly GDP will likely be revised upwards by 25%, according to the General Statistics Office (GSO). Vietnam's real growth rate will not be affected, the new and more accurate GDP will expand the country's room for borrowing and spending.

The PMI (Purchasing Managers Index) recorded 51.7 in December, compared to 49.9 in November, thanks to a return to growth of manufacturing output as production volumes recovered from the storms in the previous month. Once again foreign investors were net sellers with an outflow of more than US\$100 million, this despite the strong momentum and lower valuations compared to countries like the Philippines, Indonesia and Thailand. We believe that with the current valuations in our portfolio, P/E 8.9x and a dividend yield of 6.2%, the starting point is excellent especially with the support of the fast growing local investor base and the option of a turnaround from out- to inflow from foreign investors in 2021.

Fund Performance



Return in euro**	1 mnth	3 mnths	2020	2019	2018	Since start***
TCM Vietnam High Dividend Class BD	6.05%	15.33%	15.66%	5.89%	-4.01%	17.56%
Vietnam ETF	5.60%	16.70%	6.98%	5.14%	-7.16%	4.43%
Vaneck Vectors Vietnam	7.60%	13.40%	0.89%	11.41%	-9.19%	2.06%

* 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 - € 107.40

Total Fund size: € 5.8 million

Share Class size:
Share Class A - € 0.006 million

Management Company:
Novacap Asset Management S.A.

Investment Manager:
Trustus Capital Management B.V.

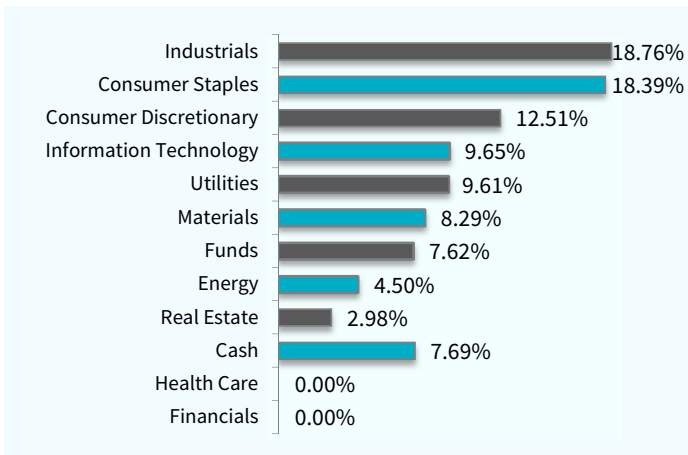
Fund Management:
Frontier Markets Team
Wytze Riemersma
Marco Balk

Custodian:
Caceis Bank Luxembourg Branch

Paying Agent:
Caceis Bank Luxembourg Branch



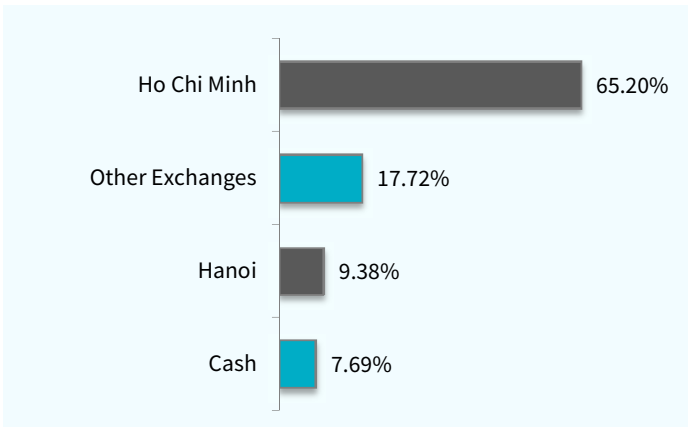
Sector Allocation



Top 10 Holdings

Position	Weighting
Fpt Corp	8.84%
Quang Ngai Sugar Jsc	5.70%
Pha Lai Thermal Power Jsc	5.60%
Binh Minh Plastics Jsc	5.50%
Vietnam Holding Ltd	5.03%
Vietnam Dairy Products Jsc	4.60%
Petrovietnam Transportation	4.50%
Tng Investment & Trading Jsc	4.50%
Danang Rubber Jsc	4.43%
Vietnam Engine & Agricultura	4.40%
Total weightings Top 10	53.11%

Exchange Allocation



Fund Characteristics

Characteristics	Fund
Number of Positions	28
Dividend Yield in %*	6.15
Price/Earnings Ratio*	8.87
Price to Book Ratio *	1.46

* 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.