

## The Fund Manager writes

The VN-Index rose by 4.6% in March, measured in euro. The TCM Vietnam High Dividend Fund added 3.91% to its track record. Sectors with strong performance were Financials, Real Estate and Materials, whereas Energy and Consumer Staples lagged. Vietnam remains a shining star from a performance perspective in the region as for example the Philippines and Malaysia are still in negative territory this year.

Foreign investors remained net sellers by an amount of \$487 million in March. Large cap stocks like VNM en HPG were pressured as foreign investors sold these shares. During the month of April we might see some foreign inflow as the FUBON FTSE Vietnam ETF was launched in Taiwan which raised over US\$ 350 million.

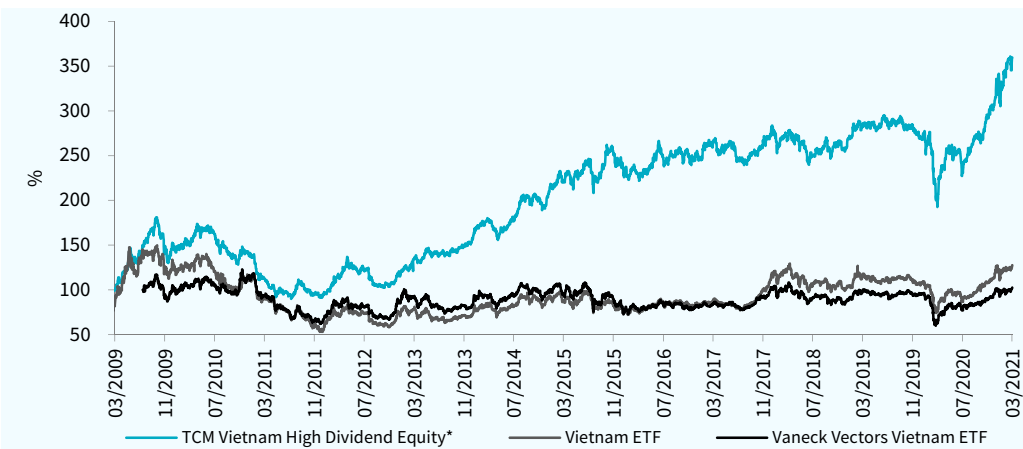
The prospects for Vietnam remain excellent as the macro numbers confirm the strong underlying trends. Vietnam's GDP grew in Q1 with 4.5%, outpacing the 3.7% growth in the same period of last year. The exports and imports amounted to respectively \$77 billion, up 22.0% and \$75 billion, up 26%, hence producing a trade surplus of \$2 billion.

The inflation rate (CPI) rose by 1.2% on a yearly basis in line with expectations. Vietnam's PMI (Purchasing Managers Index) rose to 53.6 in March, compared to 51.6 in February. The number shows that the manufacturing business is still expanding as the year 2021 rolls out.

Another strong sign came from IHS Markit report as business conditions improved to the greatest extent in more than 2 years. At the end of March, only two Covid-19 cases were reported in Hai Phong and Ho Chi Minh City.

The fund currently holds 32 positions. Industrials and Consumer Staples are the main themes weighting 20.4% and 15.9% 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	2021	2020	2019	Since start***
TCM Vietnam High Dividend Class BD	3.91%	15.86%	15.86%	15.66%	5.89%	36.20%
Vietnam ETF	4.72%	12.59%	12.59%	6.98%	5.14%	17.58%
Vaneck Vectors Vietnam	5.73%	7.67%	7.67%	0.89%	11.41%	9.89%

\* 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 - € 122.99

**Total Fund size:** € 6.9 million

**Share Class size:**  
Share Class A - € 0.007 million

**Management Company:**  
Davy Global Fund Management Luxembourg S.A.

**Investment Manager:**  
Trustus Capital Management B.V.

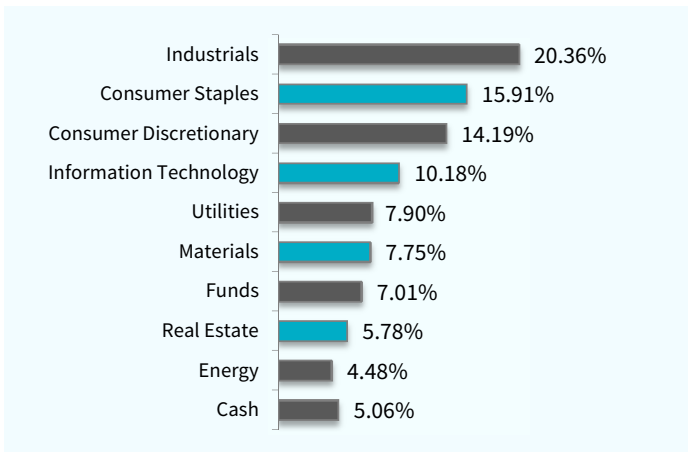
**Fund Management:**  
Frontier Markets Team  
Wytze Riemersma  
Marco Balk

**Custodian:**  
Caceis Bank Luxembourg Branch

**Paying Agent:**  
Caceis Bank Luxembourg Branch



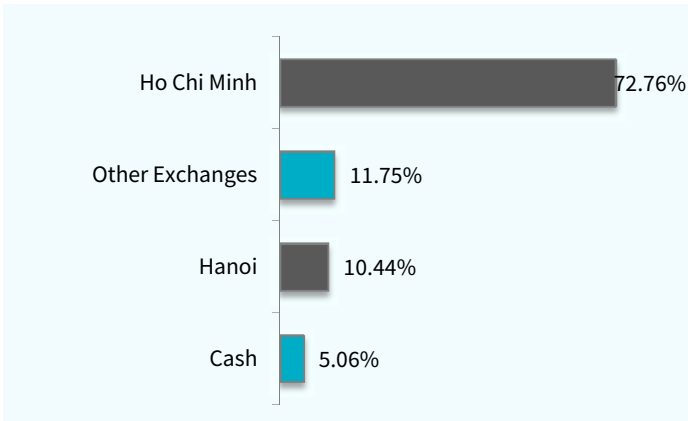
## Sector Allocation



## Top 10 Holdings

Position	Weighting
Fpt Corp	9.13%
Tng Investment & Trading Jsc	5.17%
Pha Lai Thermal Power Jsc	4.81%
Danang Rubber Jsc	4.76%
Petrovietnam Transportation	4.48%
Sao Ta Foods Jsc	4.42%
Binh Minh Plastics Jsc	4.38%
Song Hong Garment Jsc	4.27%
Vietnam Holding Ltd	4.19%
Hoa Phat Group Jsc	4.18%
<b>Total weightings Top 10</b>	<b>49.78%</b>

## Exchange Allocation



## Fund Characteristics

Characteristics	Fund
Number of Positions	32
Dividend Yield in %*	4.85
Price/Earnings Ratio*	9.72
Price to Book Ratio *	1.71
* 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 (2021)	
Clean share class	
ISIN Code	
Bloomberg ticker	
Can be offered to investors in	

A Class	AD Class
<b>Accumulation</b>	<b>Accumulation</b>
EUR 20	EUR 20
EUR 10	EUR 10
daily	daily
daily	daily
up to 0.5%	up to 0.5%
up to 0.5%	up to 0.5%
up to 0.25%	up to 0.25%
no restrictions	no restrictions
No	No
2.5% per annum	2% per annum
10%	10%
3.18%	2.66%
No	Yes
LU1730853972	LU1730854194
TCMVNA LX	TCMVNAD LX
FI, LU, NL, NO, SE	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.davygfm.com](http://www.davygfm.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.