

## The Fund Manager writes

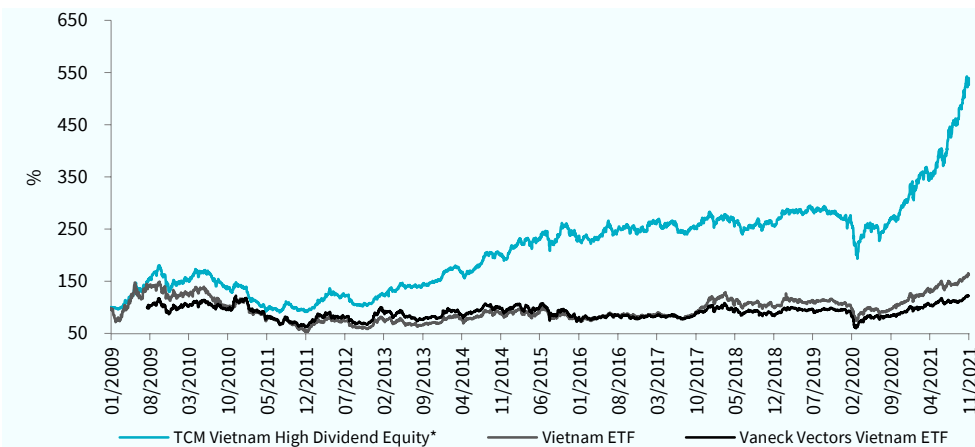
The Ho Chi Minh Index advanced by 4.6% in November, measured in Euro. The TCM Vietnam High Dividend fund ended the month with a gain of 4.31%, outperforming the relevant benchmarks. Especially the midcap stocks in portfolio managed to outperform the large caps, causing the return for the fund. Utilities and energy's stocks underperformed strongly due to the fluctuations in the oil price.

An interesting fact is that the market is currently dominated by domestic investors, accounting for 90% of the market's total trading volume last month. Local investors continued to invest in small and mid-cap stocks to avoid the impact of continuous large cap selling from foreign investors. These inflows were one of the reasons of the strong outperformance of the fund during the last 6 months.

The November CPI rose by 2.1% y/y caused mainly by rising transportation costs (up 20.0% y/y). Economic numbers were strong with retail sales increasing 6.2% during the month and the PMI slightly higher at 52.2 and 52.1 the month before. The trade balance surplus amounted to US\$ 100 million, the third consecutive positive month in a row. Taken into account that Vietnam is effectively two months on its way after the lockdown, the numbers are quite impressive. Currently 51.5% of the Vietnamese population is fully vaccinated, more than 70% had at least one dose of vaccine.

The fund currently holds 39 positions across a number of sectors at the end of November. The average TCM Vietnam portfolio P/E is at 11.8 and the underlying dividend yield currently amounts to almost 3.5%. The fund is tilted towards higher dividend paying ("value") companies in the mid- and small cap area. Industrials and Consumer Staples are the main sectors weighting 29.3% and 14%. Within these sectors we currently find the most high dividend stocks which meet our criteria. The weighting of a sector in the fund 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	4.31%	19.51%	73.18%	15.66%	5.89%	103.59%
Vietnam ETF	3.18%	12.96%	42.90%	6.98%	5.14%	49.24%
Vaneck Vectors Vietnam	4.28%	9.67%	28.23%	0.89%	11.41%	30.87%

\* 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 - € 179.02

**Total Fund size:** € 11.5million

**Share Class size:**  
Share Class A - € 3.0 million

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

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

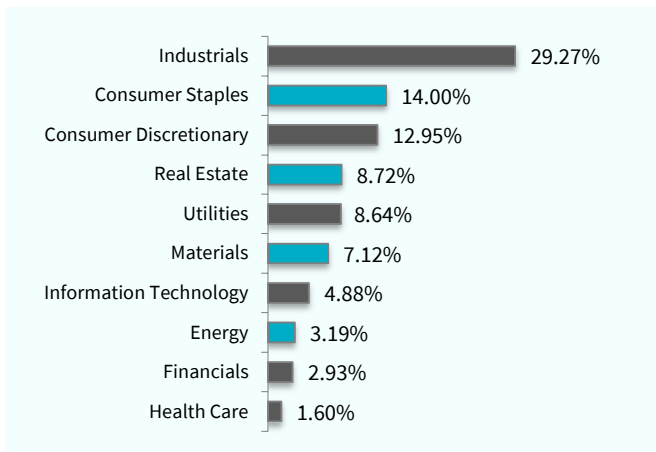
**Fund Management:**  
Frontier Markets Team  
Wytze Riemersma  
Marco Balk

**Custodian:**  
Caceis Bank Luxembourg Branch

**Paying Agent:**  
Caceis Bank Luxembourg Branch



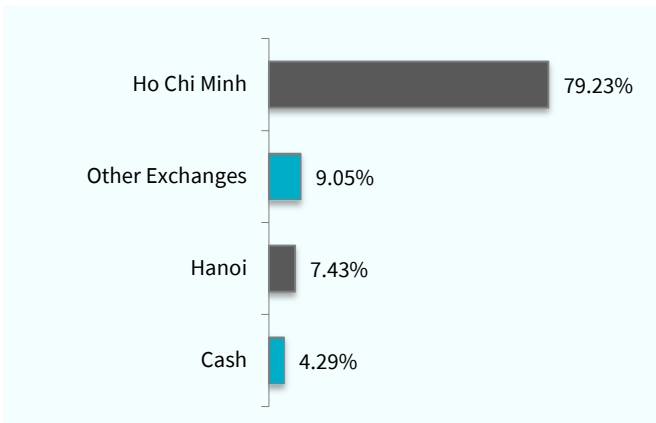
## Sector Allocation



## Top 10 Holdings

Position	Weighting
Fpt Corp	5.03%
Bamboo Capital Jsc	4.42%
Hoang Huy Investment Financi	4.36%
Tng Investment & Trading Jsc	4.00%
Hai An Transport & Stevedori	3.89%
Sao Ta Foods Jsc	3.76%
Quang Ngai Sugar Jsc	3.53%
Song Hong Garment Jsc	3.48%
Thu Dau Mot Water Jsc	3.32%
Petrovietnam Transportation	3.30%
<b>Total weightings Top 10</b>	<b>39.09%</b>

## Exchange Allocation



## Fund Characteristics

Characteristics	Fund
Number of Positions	39
Dividend Yield in %*	3.45
Price/Earnings Ratio*	11.85
Price to Book Ratio *	2.28
* 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

#### 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%  
 3.18%  
 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%  
 2.66%  
 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.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.