The Fund Manager writes

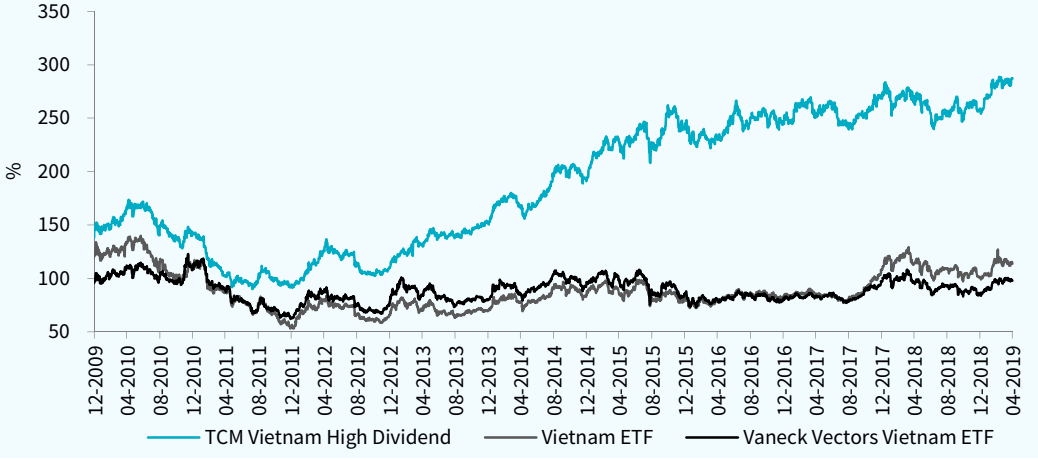
In April the price of the TCM Vietnam High Dividend fund increased by 1.48%. The fund outperformed the ETF which declined by 1.28%. The exchanges in Ho Chi Minh (+ 0.20%) and Hanoi (+ 0.15%) were slightly higher measured in euro.

The month had a positive start. The Ho Chi Minh index for example tried again to rise above the level of 1,000 points, but just like in March this resistance was too strong. Sentiment was also moderate in other markets in Asia. Following the profits of previous months, investors are looking for new incentives to buy shares to higher levels. A possible trade agreement between the US and China will stimulate the world trade and economy and also the Vietnamese economy and stock markets will benefit.
We remain positive on Vietnam's outlook, in particular the mid- and small-cap segments remains attractive in terms of valuation. Compared to the Vietnam ETF, the TCM Vietnam High Dividend portfolio trades with a P/E discount of more than 50% (20x versus 9.26x).

The macro numbers were positive in April. GDP growth in the first quarter was 6.8%, marginally above the forecasts. The trade surplus in April amounted to $ 700 million. The PMI index confirmed the positive economic trend, this confidence indicator rose from 51.2 to 51.9. Inflation rose slightly to 2.93% as a result of the higher oil prices. We expect a slightly rising inflation in the coming months because the government has recently approved a further increase in the electricity price of more than 8%.

The fund currently holds 38 positions across a number of sectors. Consumer Staples and Basic Materials are the main themes weighting 18% and 17.5% 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*	*2019*	*2018*	*2017*	*2016*	*2015*	*Since start***
TCM Vietnam High Dividend	1,48%	5,79%	10,97%	1,20%	9,65%	0,08%	26,28%	187,29%
Vietnam ETF	-1,28%	10,19%	12,93%	-4,33%	32,02%	1,12%	-3,93%	13,87%
Vaneck Vectors Vietnam	0,70%	7,43%	15,38%	-6,22%	21,55%	-6,93%	-11,04%	-2,17%
Ho Chi Minh Stock Index	0,20%	10,27%	12,44%	-4,85%	34,00%	20,62%	16,61%	295,66%
Hanoi SE Equity Index	0,15%	4,76%	3,51%	-5,93%	31,79%	6,33%	6,39%	55,94%
Dong	-0,28%	1,65%	1,67%	2,75%	-13,62%	2,04%	5,22%	-11,37%

* Based on Total Return (Bloomberg data)

** Data is from inception of the fund: 12-01-2009

Fund Profile

At least half of the fund capital will be invested in listed shares on the exchanges of Ho Chi Minh City and Hanoi. At the most 20% of the fund can be invested in the Vietnamese OTC market. This depends on the liquidity of this market. TCM Vietnam investment policy will be aimed at achieving capital growth as well as dividend pay outs. The risk profile is high, due to investments being channelled into frontier markets in Vietnam. The relationship between global financial markets and the Vietnamese markets is low, because the latter are less sensitive to international developments. To achieve its objective, the Fund invests 95% to 100% of its total assets through TCM Investment Funds Luxembourg in units of TCM Vietnam High Dividend Equity (Lux). The Fund qualifies as feeder-structure.

Morningstar Rating™

★★★

(5 years 30-4-2019)

Net Asset Value: € 19.83
Share Price: € 19.93
Total Net Assets : € 6.7 million
Number of Shares: 336,737

Start Date: 12 January 2009

Structure: Open end
Aim: high dividend income as well as long term capital appreciation

Dividend: ± 4% per annum, payable at least once a year

Latest Dividend:
2018-04: € 0,74 gross dps
(for historical dividends see website)

Management Fee: 1.5% per annum
Performance fee: 10%
(these costs will only be charged at the level of the Master fund in Luxembourg)

Ongoing Charges Figure:
2.84% (Budget 2019)

Benchmark: FTSE Vietnam Index TR
(this is the benchmark of the Master fund in Luxembourg)

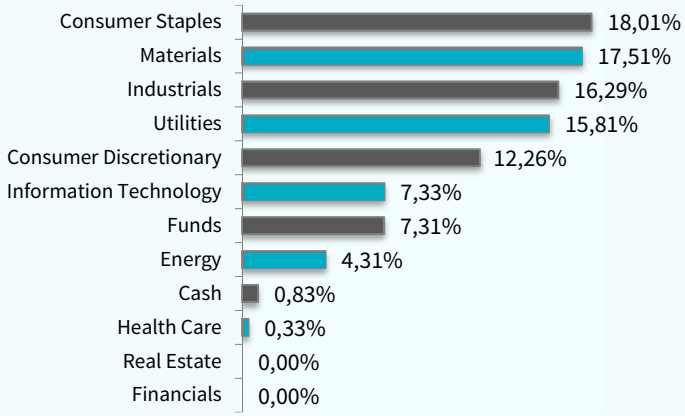
ISIN Code: NL0006489189
Bloomberg Ticker: TCMVN NA

Trading:
The fund is listed on Euronext, which means that the fund can be traded on trading days through any bank or broker. On trading days the fund will sell shares against NAV with a positive deviation of 0.5% and buy back against NAV with negative deviation of 0.5%.

Managing Company:
TRUSTUS Capital Management

Fund Management:
Frontier Markets Team:
Wytze Riemersma
Marco Balk

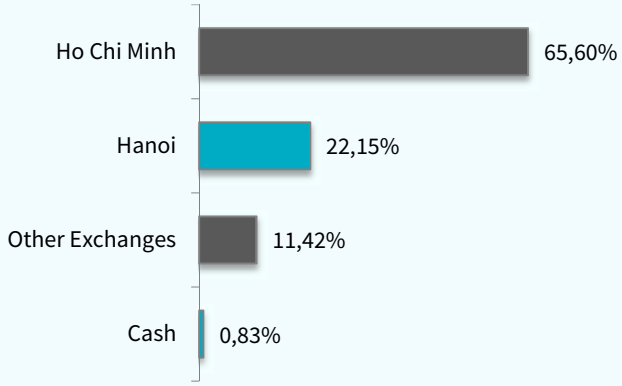
Sector Allocation



Top 10 Holdings

Position	Weighting
Vietnam Phoenix Fund Class C	7,23%
Petrovietnam Nhon Trach 2 Po	6,76%
Fpt Corp	6,55%
Pha Lai Thermal Power Jsc	6,01%
Tng Investment & Trading Jsc	4,86%
Masan Consumer Corp	4,81%
Sao Ta Foods Jsc	4,72%
Hatien 1 Cement Jsc	4,35%
Petrovietnam Transportation	4,26%
Halong Canned Food Jsc	4,13%
Total weightings Top 10	**53,67%**

Exchange Allocation



Fund Characteristics

Characteristic	Fund
Number of Positions	37
Dividend Yield in %*	6,09
Price/Earnings Ratio*	8,65
Price to Book Ratio *	1,42

* source: Bloomberg/TCM

The above data refers to the underlying portfolio of the master fund in Luxembourg in which the Dutch feeder fund invests for 95% to 100%.

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).

Morningstar

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