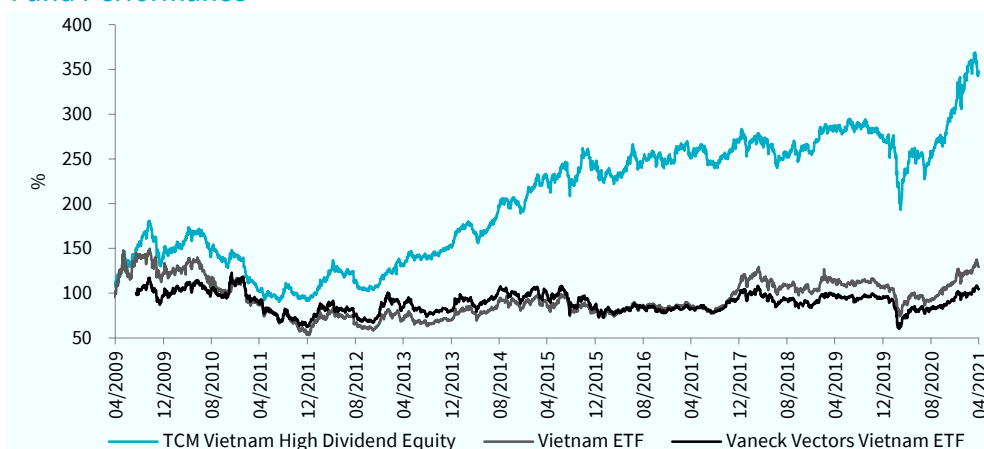


## The Fund Manager writes

The VN-Index rose by 1% in April, measured in euro. The TCM Vietnam High Dividend Fund declined 3.4%. The real estate sector was up, mainly driven by heavy weight Vingroup (VIC + 11.1%). Investors were excited after Vingroup published a plan to list its still unprofitable car making business Vinfast on the U.S stock market. A currently popular path mentioned was to list Vinfast as a Special Purpose Acquisition Company (SPAC). Novaland (NVL) added an amazing 63% to its stock price. There was no specific news except maybe for its plan to buy back existing convertible bonds and to issue them again with a larger volume and better conditions. Next to this the financials were supported by (large) increases in VPB (+31.0%), STB (+11.4%) and VCB (+5.5%). Banks and Real Estate companies were up because of strong Q1 results. Since the fund wasn't invested in some of the very selective winners this month the performance lagged. From a broader perspective energy (-9.5%) and utilities (-7.2%) sectors were the laggards.

Vietnam's parliament elected the new Prime Minister – Mr. Pham Minh Chinh (replacing Mr. Nguyen Xuan Phuc) who was elected as the country's new president. The new Prime Minister already took office and is expected to remain in power for the next five years. The foreign trade remained very dynamic in April as exports rose by 44.9%, while imports advanced by 43.5% year on year. Some major export products with high growth figures during the first four months of the year included electronics and computers devices (+30.8% y/y), mobile phones & accessories (+19.4% y/y), machines and equipment (+76.9% y/y) and also wood and wood products (+50.5% y/y). The strong export activity was driven by the recovery in some major export markets for Vietnam such as the U.S. (+50.1% y/y), China (+32.4% y/y), and Europe (+18.1%). Vietnam's Manufacturing Purchasing Managers Index came in at 54.7 in April, compared to 53.6 in March. The last PMI is the strongest since November 2018. Also news from the foreign investors front, they turned into net-buyers for the first time in 2021, net purchases amounted to \$3.1 million in April. The market witnessed strong inflows in funds, mostly into the local VN Diamond fund and into the Taiwanese Fubon FTSE Vietnam fund with a net inflow of \$27.8 million and of \$126.0 million, respectively. As the news of foreign investor entering the market is very welcome, this might offset the margin lending risk of local investors which rose to a new record level. Although this might increase short term volatility the trend for the Vietnamese markets is likely to stay positive. Low interest rates will bring more cash to the stock markets and as we said before (finally) the foreign inflow could add to the attractive valuations.

## Fund Performance



Return in euro*	1 mnth	3 mnths	2021	2020	2019	2018	2017	Since start**
TCM Vietnam High Dividend	-3.38%	11.77%	13.53%	12.84%	4.79%	-3.53%	9.65%	247.56%
Vietnam ETF	1.33%	14.35%	14.09%	6.98%	5.14%	-6.65%	32.02%	29.39%
Vaneck Vectors Vietnam	1.75%	12.38%	9.55%	0.89%	11.41%	-12.69%	21.55%	4.40%
Ho Chi Minh Stock Index	0.99%	17.53%	12.60%	7.83%	11.96%	-4.85%	34.00%	383.06%
Hanoi SE Equity Index	-5.40%	31.91%	40.62%	86.21%	2.65%	-5.93%	31.79%	257.82%
Dong	-3.00%	0.19%	1.17%	-8.54%	2.00%	2.74%	-13.62%	-19.06%

\* 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™



(3 years, 30-04-2021)

**Net Asset Value:** € 22.32

**Share Price:** € 22.32

**Total Net Assets :** € 6.7 million

**Number of Shares:** 301.475

**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:**

2021-05: € 0,75 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:**

2.90% (Budget 2021)

**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:

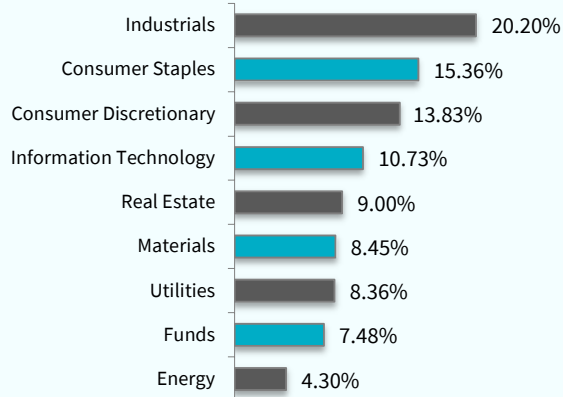
Frontier Markets Team:

Wytze Riemersma

Marco Balk



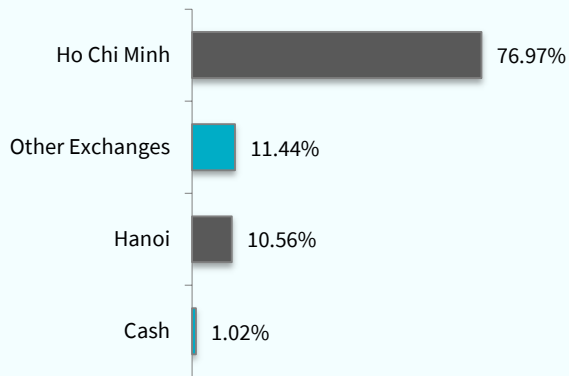
## Sector Allocation



## Top 10 Holdings

Position	Weighting
Fpt Corp	9.59%
Pha Lai Thermal Power Jsc	5.38%
Hoa Phat Group Jsc	5.24%
Tng Investment & Trading Jsc	4.91%
Song Hong Garment Jsc	4.52%
Binh Minh Plastics Jsc	4.50%
Danang Rubber Jsc	4.39%
Vietnam Holding Ltd	4.34%
Petrovietnam Transportation	4.30%
Sao Ta Foods Jsc	3.99%
<b>Total weightings Top 10</b>	<b>51.17%</b>

## Exchange Allocation



## Fund Characteristics

Characteristic	Fund
Number of Positions	32
Dividend Yield in %*	5.67
Price/Earnings Ratio*	9.72
Price to Book Ratio *	1.62

\* 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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