



## Trojan Income Fund

All data as at 31 May 2017

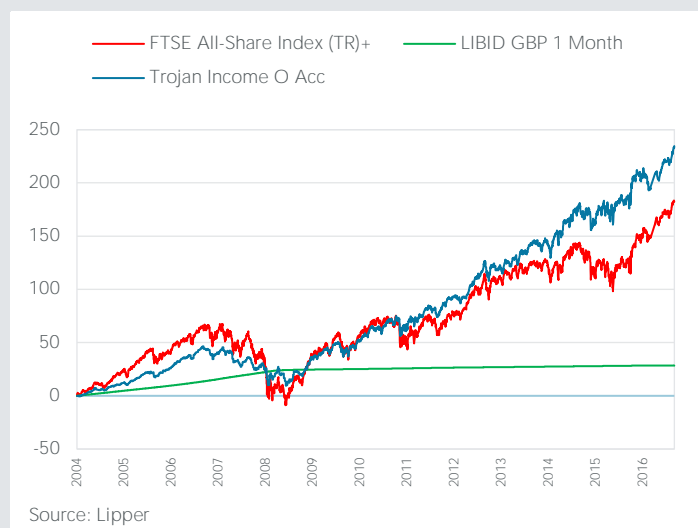
www.taml.co.uk

The investment objective of the Trojan Income Fund is to provide an above average income with the potential for capital growth in the medium term. The policy is to invest substantially in UK and overseas equities and fixed interest securities but the Fund may also invest in collective investment schemes and money market instruments. Any comparisons against indices are for illustrative purposes only.

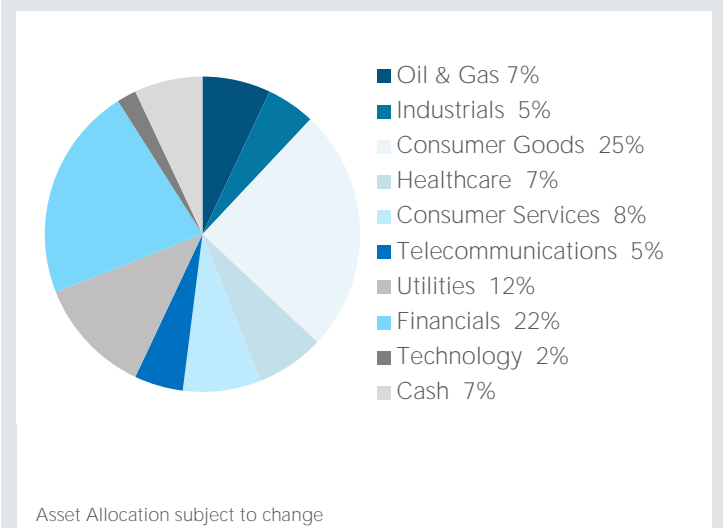
### Prices

334.60p	199.37p
'O' accumulation shares	'O' income shares
Net Dividend Yield	Fund Size
3.6%	£3,613m
('O' income)	

### Percentage Growth from 30/09/2004 to 31/05/2017



### Asset Allocation



Total Return to 31 May 2017	30/09/04 Since launch	31/05/07 10 years	31/05/12 5 years	31/05/14 3 years	31/05/16 1 year	30/11/16 6 months
Trojan Income Fund O Acc	+234.6%	+128.3%	+89.8%	+36.6%	+16.5%	+12.8%
LIBID* GBP 1 month	+28.5%	+13.2%	+1.7%	+0.9%	+0.2%	+0.1%
IA UK Equity Income (TR)	+187.5%	+74.6%	+87.4%	+26.9%	+18.8%	+13.3%
FTSE All-Share Index (TR)+	+182.4%	+71.4%	+77.6%	+25.4%	+24.5%	+13.6%

Discrete Calendar Annual Returns	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017 YTD
Trojan Income Fund O Acc	+11.7%	+16.8%	+5.0%	-12.1%	+14.7%	+14.4%	+6.3%	+9.9%	+20.2%	+10.0%	+10.7%	+10.2%	+8.6%

\* London Inter Bank Bid Rate

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Past performance is not a guide to future performance.

Source: Lipper

### May Commentary

The Fund produced a return of +4.8% during the month compared to a return of +4.4% for the FTSE All-Share Index (TR). The strong return was driven by double-digit returns from a number of holdings led by Vodafone (+16%), AstraZeneca (+13%), Burberry (+12%), Rathbone Brothers (+12%) and Reckitt Benckiser (+12%).

The eclectic nature of this list shows that there was no particular theme driving the market but, what it did represent, was the continuing rotation in favour of quality businesses. This continued the reversal of the violent swing into economically sensitive and cyclical stocks in the second half of 2016. Although not all of that lost ground has been made up, the recent moves have vindicated the Fund's long-

term commitment to quality income growth stocks rather than switching styles in order to chase short-term performance.

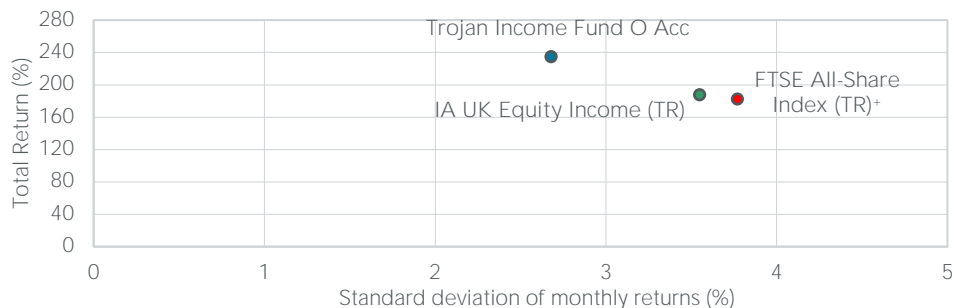
Dividend announcements remained positive and the Fund received an additional boost from special dividends announced by Compass Group and New River Retail. We never rely on special dividends to fund the dividend but the types of companies we favour, predominantly cash-generative and self-financing, will inevitably have a higher propensity to generate surplus capital.

Uncertainties surrounding the General Election and forthcoming Brexit negotiations have not impacted the market. Signs that the economy is slowing

and that US tax reforms look to be delayed until 2018 are likely to act as headwinds. Valuations are again fairly stretched and we do not expect significant earnings growth to effect a derating.

However, the growing income stream continues to present attractions to investors and will continue to do so in the era of ultra-low interest rates which we expect to continue for some time. With cash balances being increased by funds arising from the Sky and Reynolds American transactions in the coming months, the Fund has plenty of scope to take advantage of appropriate opportunities.

## Return vs volatility since launch (30/09/2004)



Source: Lipper

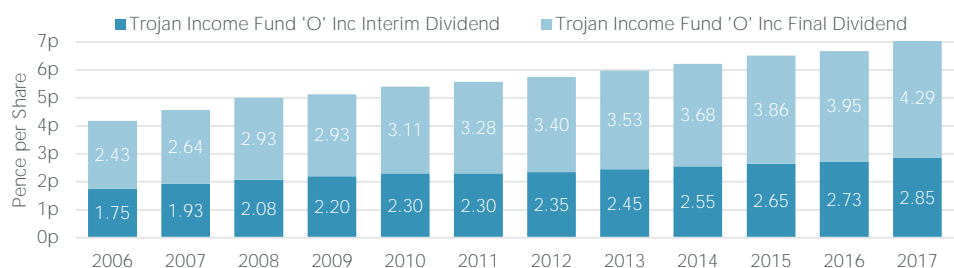
## Risk analysis since launch (30/09/04)

	Fund	IA <sup>2</sup>	Index*
Max Drawdown <sup>1</sup>	-25.2%	-44.9%	-45.6%
Annualised Volatility	+9.3%	+12.3%	+13.1%

1. Measures the worst investment period 2. IA UK Equity Income (TR) \*FTSE All-Share Index (TR)

Source: Lipper

## Dividend Track Record Since 31 January 2005 Full year to 31 January



Source: Troy Asset Management Ltd Past Performance Is Not A Guide To Future Performance

## Top 10 holdings

Top 10 holdings	% Fund
Unilever	5.6
Royal Dutch Shell	4.5
GlaxoSmithKline	3.5
Lloyds	3.3
Compass	3.3
AstraZeneca	3.2
Imperial Brands	3.1
Vodafone	2.9
BP	2.9
National Grid	2.8
<b>Total Top 10</b>	<b>35.1</b>
<b>37 other holdings</b>	<b>57.5</b>
<b>Cash &amp; Equivalent</b>	<b>7.4</b>
<b>TOTAL</b>	<b>100.0</b>

Holdings subject to change

## Awards



## Fund Information

A copy of the latest Prospectus and the KIID for each class (in English) upon which you should base your investment decision is available from Capita Financial Managers Ltd, the Fund's Authorised Corporate Director and Capita Financial Administrators Ltd (Authorised and Regulated by the Financial Conduct Authority) on 0345 608 0950.

The Trojan Income Fund is closed to new direct investments, but is still available to new investors through major fund platforms.

Structure Sub-fund of Trojan Investment Funds UCITS	Ongoing Charges 'O' (ordinary) shares: 1.02% 'S' (charity) shares: 0.77% 'I' (intermediary) shares: 1.52%	Dealing Daily at noon Tel: 0345 608 0950
Investment Adviser Troy Asset Management Ltd 33 Davies Street London W1K 4BP Tel: 020 7499 4030 Fax: 020 7491 2445 email: info@taml.co.uk	Dividend Ex Dates 1 August (interim), 1 February (final)	Registrar Capita Financial Administrators Ltd
Fund Manager Francis Brooke Assistant Fund Manager Hugo Ure	Dividend Pay Dates 30 September (interim), 31 March (final)	Auditor Ernst & Young LLP Depository BNY Mellon Trust & Depository (UK) Ltd
Currency £ Sterling	Net Yield (historic 'O' Inc shares) 3.58%	Bloomberg TROJINC_LN (O Acc), TROJINI_LN (O Inc)
Launch Date 30 September 2004	Authorised Corporate Director Capita Financial Managers Ltd Tel: 0345 300 2110	SEDOL B01BP17 (O Acc), B01BNW4 (O Inc)
	ISINs GB00B01BNW4 (O Inc), GB00B01BP176 (O Acc) GB00B05K0Q07 (I Inc), GB00B05K0N75 (I Acc) GB00B0ZJQY73 (S Inc), GB00B0ZJSN09 (S Acc)	Pricing "O" share class prices published daily in the FT

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