



# Trojan Global Income Fund

All data as at 30 September 2020

www.taml.co.uk

The investment objective of the Trojan Global Income Fund is to seek to achieve income with the potential for capital growth in the medium term (3 to 5 years). The Fund's investment policy is to invest at least 80% of its assets globally in equities and equity-related securities. It may also invest in government and public securities (such as sovereign debt and treasury bills), corporate bonds, real estate (via REITs), private equity, cash, cash equivalents (including money-market instruments) and deposits. Any comparisons against indices are for illustrative purposes only.

**Prices**

**132.93p**

'O' accumulation shares

**118.67p**

'O' income shares

**Historic**

**Dividend Yield**

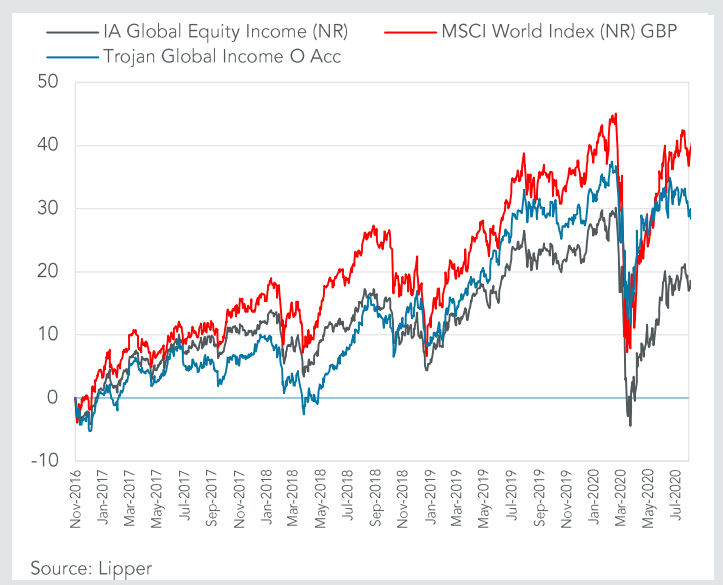
**3.0%**

'O' income shares

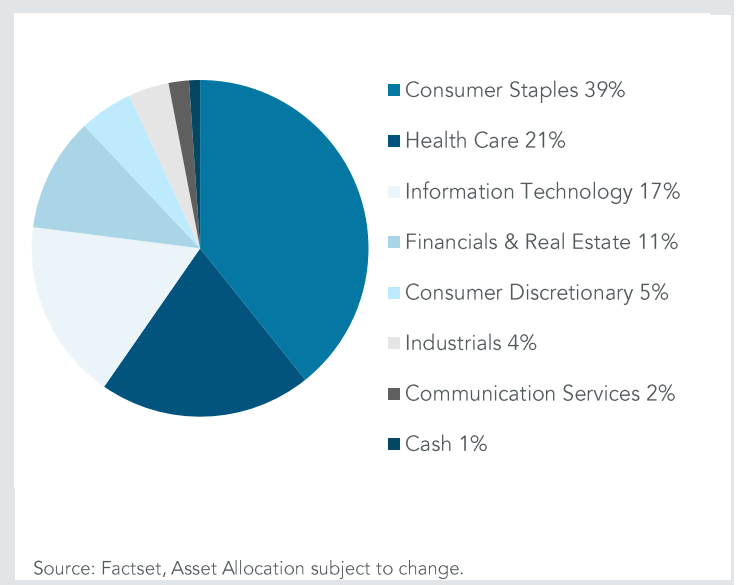
**Fund Size**

**£416m**

## Percentage Growth from 01/11/2016 to 30/09/2020



## Asset Allocation



| Total Return to 30 September 2020 | 01/11/2016<br>Since launch | 30/09/2017<br>3 years | 30/09/2019<br>1 year | 31/03/2020<br>6 months |
|-----------------------------------|----------------------------|-----------------------|----------------------|------------------------|
| Trojan Global Income Fund O Acc   | +33.6%                     | +29.1%                | +2.0%                | +10.6%                 |
| IA Global Equity Income (NR)      | +19.8%                     | +10.8%                | -3.5%                | +15.9%                 |
| MSCI World Index (NR) GBP         | +43.0%                     | +29.8%                | +5.2%                | +23.6%                 |

| Discrete Calendar Annual Returns | 2017  | 2018  | 2019   | 2020 YTD |
|----------------------------------|-------|-------|--------|----------|
| Trojan Global Income Fund        | +8.7% | -1.0% | +21.0% | +1.9%    |

Past performance is not a guide to future performance

Source: Lipper

## September Commentary

Your Fund returned +2.1% during the month compared to +0.0% for the MSCI World Index (NR) GBP.

In Hemmingway's "The Sun Also Rises", one of the protagonists asks another, "How did you go bankrupt?" to which the response was "Two ways. Gradually, then suddenly". This phrase captures well the current feeling of disconnect in markets. While a self-evident crunching slowdown is being foisted on the global economy, for understandable reasons, equity markets seem remarkably insouciant.

Under the surface all is not so calm. We have seen a remarkable, if rational, separation of the proverbial wheat from the chaff in terms of the relative prospects

of businesses in this new COVID-deformed economy, sorted by resiliency of business model and by the sturdiness of financing.

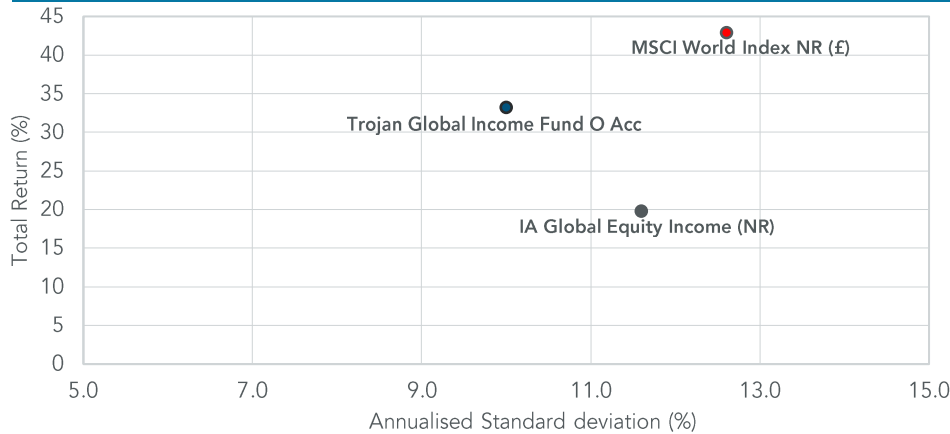
What we have not yet seen is widespread credit distress and default. This may be partly as a result of credit spread compression by the authorities via security purchases, as well as the temporary replacement of normal cashflows by government. It may also be the expectation that the current malaise will be fleeting, allowing forbearance.

We are not so sure. The dire performance of the banking sector together with well supported government bond markets lends credence to this view.

As the virus-induced slowdown persists the passage of time may exact a toll. Capital structures built for more auspicious times can be sand-bagged for a while but must eventually leak if cash flows remain compromised. Hence gradually, then suddenly.

Our approach remains unchanged. By being highly selective about the businesses in which we invest both from a business model and financing perspective we expect our portfolio to continue to generate robust returns and income. We fear, however, that there are many businesses who will not fare so well. No changes were made to the portfolio in the period under review.

## Return vs volatility since launch (01/11/2016)



| Risk analysis since launch (01/11/2016) | Trojan Global Income O Acc | IA Global Equity Income (NR) | MSCI World Index NR (£) |
|---|----------------------------|------------------------------|-------------------------|
| Total Return                            | +33.6%                     | +19.8%                       | +43.0%                  |
| Max Drawdown <sup>1</sup>               | -18.7%                     | -26.6%                       | -26.1%                  |
| Best Month                              | +6.8%                      | +8.0%                        | +9.0%                   |
| Worst Month                             | -6.5%                      | -11.5%                       | -10.6%                  |
| Positive Months                         | +67.4%                     | +63.0%                       | +67.4%                  |
| Annualised Volatility <sup>2</sup>      | +10.1%                     | +11.6%                       | +12.6%                  |

Source: Lipper <sup>1</sup> Measures the worst investment period <sup>2</sup> Measured by standard deviation of annual returns

| Top 10 holdings          | % Fund       |
|--------------------------|--------------|
| British American Tobacco | 6.2          |
| Unilever                 | 5.9          |
| Roche Holding            | 4.7          |
| PepsiCo                  | 4.6          |
| Reckitt Benckiser        | 4.6          |
| Novartis                 | 4.5          |
| Paychex                  | 4.2          |
| Philip Morris            | 4.2          |
| Medtronic                | 4.1          |
| Vonovia                  | 3.8          |
| <b>Total Top 10</b>      | <b>46.8</b>  |
| 23 other holdings        | 52.1         |
| Cash & Equivalent        | 1.1          |
| <b>TOTAL</b>             | <b>100.0</b> |

Source: Factset, holdings subject to change.

## 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 Link Fund Solutions Ltd, the Fund's Authorised Corporate Director and Link Fund Administrators Ltd (authorised and regulated by the Financial Conduct Authority) on 0345 608 0950.

|  |  |  |  |  |  |
|--|--|--|--|--|--|
| <b>Structure</b><br>Sub-fund of Trojan Investment Funds<br>UCITS   |  | <b>Ongoing Charges</b><br>'O' (ordinary) shares: 0.95%<br>'S' (charity) shares: 0.85%  |  | <b>Dealing</b><br>Daily at noon<br>Tel: 0345 608 0950                    |  |
| <b>Investment Manager</b><br>Troy Asset Management Limited<br>33 Davies Street<br>London W1K 4BP<br>Tel: 020 7499 4030<br>Fax: 020 7491 2445<br>email: busdev@taml.co.uk |  | <b>Dividend Ex Dates</b><br>1 May, 1 August, 1 November, 1 February (final)  |  | <b>Registrar</b><br>Link Fund Administrators Limited                     |  |
| <b>Fund Manager</b> James Harries<br><b>Assistant Fund Manager</b> Tomasz Boniek   |  | <b>Dividend Pay Dates</b><br>30 June, 30 September, 31 December, 31 March (final)  |  | <b>Auditor</b><br>Ernst & Young LLP                                      |  |
| <b>Currency</b> £ Sterling   |  | <b>Historic Dividend Yield (O Inc)</b> 3.03%   |  | <b>Depository</b><br>The Bank of New York Mellon (International) Limited |  |
| <b>Launch Date</b> 01 November 2016  |  | <b>Authorised Corporate Director</b><br>Link Fund Solutions Limited<br>Tel: 0345 300 2110  |  | <b>Bloomberg</b><br>TGIFOAC_LN (O Acc), TGIFOIN_LN (O Inc)               |  |
|  |  | <b>ISINs</b><br>GB00BD82KQ40 (O Inc), GB00BD82KP33 (O Acc)<br>GB00BD82KV92 (S Inc), GB00BD82KT70 (S Acc)   |  | <b>SEDOL</b><br>BD82KP3 (O Acc), BD82KQ4 (O Inc)                         |  |
|  |  | <b>Benchmarks</b><br>For more information on the benchmarks used please refer to the 'use of benchmarks' section in the fund information sheet, available from our <a href="#">website</a> |  | <b>Pricing</b><br>"O" share class prices published daily in the FT       |  |

## Important Information:

Fund performance data provided is calculated net of fees unless stated otherwise. Past performance is not a guide to future performance. Overseas investments may be affected by movements in currency exchange rates. The value of an investment and any income from it may fall as well as rise and investors may get back less than they invested. The historic yield reflects distributions declared over the past twelve months as a percentage of the fund's price, as at the date shown. It does not include any preliminary charge and investors may be subject to tax on their distributions. The yield is not guaranteed and will fluctuate. Neither the views nor the information contained within this document constitute investment advice or an offer to invest or to provide discretionary investment management services and should not be used as the basis of any investment decision. Any decision to invest should be based on information contained in the prospectus, the relevant key investor information document and the latest report and accounts. The investment policy and process of the fund(s) may not be suitable for all investors. If you are in any doubt about whether the fund(s) is/are suitable for you, please contact a professional adviser. References to specific securities are included for the purposes of illustration only and should not be construed as a recommendation to buy or sell these securities. Although Troy Asset Management Limited considers the information included in this document to be reliable, no warranty is given as to its accuracy or completeness. The opinions expressed are expressed at the date of this document and, whilst the opinions stated are honestly held, they are not guarantees and should not be relied upon and may be subject to change without notice. Third party data is provided without warranty or liability and may belong to a third party. The fund(s) is/are registered for distribution to the public in the UK and Ireland but not in any other jurisdiction. The distribution of shares of sub-funds of Trojan Investment Fund ("Shares") in Switzerland is made exclusively to, and directed at, qualified investors ("Qualified Investors"), as defined in the Swiss Collective Investment Schemes Act of 23 June 2006, as amended, and its implementing ordinance. Qualified Investors can obtain the prospectus, the key investor information document(s) (edition for Switzerland), the instrument of incorporation, the latest annual and semi-annual report, and further information free of charge from the representative in Switzerland: Carnegie Fund Services S.A., 11, rue du Général-Dufour, CH-1204 Geneva, Switzerland, web: [www.carnegie-fund-services.ch](http://www.carnegie-fund-services.ch). The Swiss paying agent is: Banque Cantonale de Genève, 17, quai de l'Île, CH-1204 Geneva, Switzerland. The offer or invitation to subscribe for or purchase shares in Singapore is an exempt offer made only: (i) to "institutional investors" (as defined in the Securities and Futures Act, pursuant to Section 304 of the Securities and Futures Act, Chapter 289 of Singapore, as amended or modified (the "SFA"); (ii) to "relevant persons" (as defined in Section 305(5) of the SFA) pursuant to Section 305(1) of the SFA, and where applicable, the conditions specified in Regulation 3 of the Securities and Futures (Classes of Investors) Regulations 2018; (iii) to persons who meet the requirements of an offer made pursuant to Section 305(2) of the SFA; or (iv) pursuant to, and in accordance with the conditions of, any other applicable exemption provisions of the SFA. Issued by Troy Asset Management Limited, 33 Davies Street, London W1K 4BP (registered in England & Wales No. 3930846). Registered office: Hill House, 1 Little New Street, London EC4A 3TR. Authorised and regulated by the Financial Conduct Authority (FRN: 195764). Copyright Troy Asset Management Ltd 2020