



# Trojan Income Fund

All data as at 31 July 2019

[www.taml.co.uk](http://www.taml.co.uk)

The investment objective of the Trojan Income Fund is to seek to achieve income with the potential for capital growth in the medium term (3 to 5 years). The Fund must invest at least 80% of its assets in UK equities.

## Prices

**352.58p**

'O' accumulation shares

**193.20p**

'O' income shares

**Net Dividend Yield**

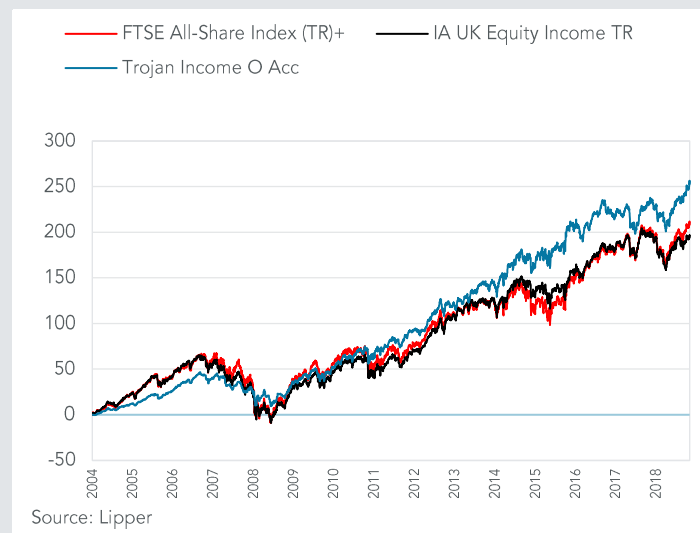
**4.0%**

'O' income shares

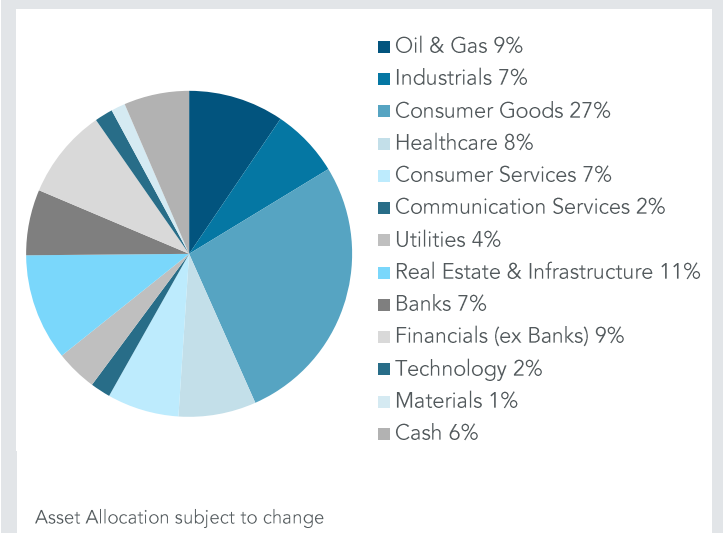
**Fund Size**

**£3,040m**

## Percentage Growth from 30/09/2004 to 31/07/2019



## Asset Allocation



Total Return to 31 July 2019	30/09/04 Since launch	31/07/09 10 years	31/07/14 5 years	31/07/16 3 years	31/07/18 1 year	31/01/19 6 months
<b>Trojan Income Fund O Acc</b>	+252.6%	+182.4%	+46.6%	+16.0%	+5.4%	+12.5%
<b>IA UK Equity Income (TR)</b>	+193.8%	+151.6%	+32.2%	+18.1%	-2.0%	+6.7%
<b>FTSE All-Share Index (TR)+</b>	+208.1%	+151.1%	+38.9%	+27.0%	+1.3%	+10.6%

Discrete Calendar Annual Returns	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019 YTD
<b>Trojan Income Fund O Acc</b>	+11.7%	+16.8%	+5.0%	-12.1%	+14.7%	+14.4%	+6.3%	+9.9%	+20.2%	+10.0%	+10.7%	+10.2%	+6.3%	-7.1%	+15.9%

Source: Lipper

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**Past performance is not a guide to future performance.**

## July Commentary

Your Fund produced a return of +2.8% during the month compared to +2.0% for the FTSE All-Share Index (TR).

Investors could be forgiven for being enticed by a FTSE All-Share dividend yield of over 4% with ten year gilt yields at 0.5% and cash yielding close to zero. However, the headline UK equity market yield disguises an unusually polarised index. Companies with attractive dividend growth profiles and robust cover have seen their share prices rise, consequently shrinking their yields. Meanwhile, many mature companies with leaner growth prospects and stretched payout ratios have seen their yields rise to what we believe in many cases

are unsustainable levels. It is this latter group that has skewed the overall yield on the market and which now act as a considerable drag on the rate of future UK equity income growth.

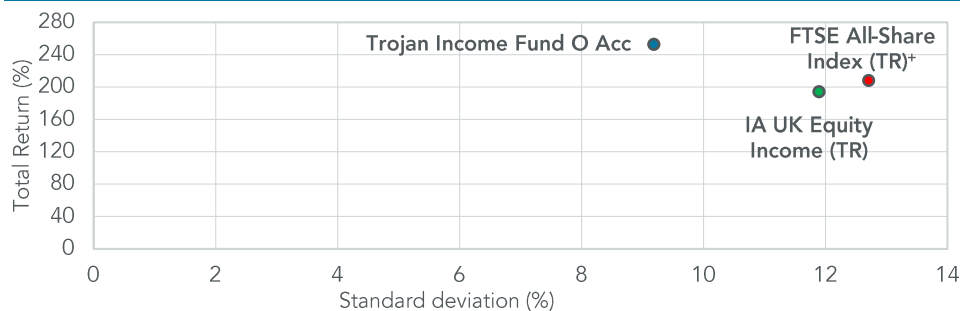
Our commitment to investors has always been to provide a balance between return income and capital growth. In our view, to grow the Fund's dividend in current market conditions represents too great a risk to capital. For some time we have been lowering the Fund's exposure to higher yielding stocks in the portfolio and adding names with better dividend growth potential. The recent period of strong

performance has helped us to implement these changes to the portfolio.

As a result the interim dividend for the six months to the end of July will be unchanged at 3.05p. As always, we will monitor the Fund's income stream carefully and it is quite likely that the final dividend is slightly lower than in the previous year.

It is by holding a portfolio of companies that produce growing and sustainable dividends that we can continue to deliver our long-term ambition. This is to preserve the real value of our investors' capital, and to provide a return that can compound over time.

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

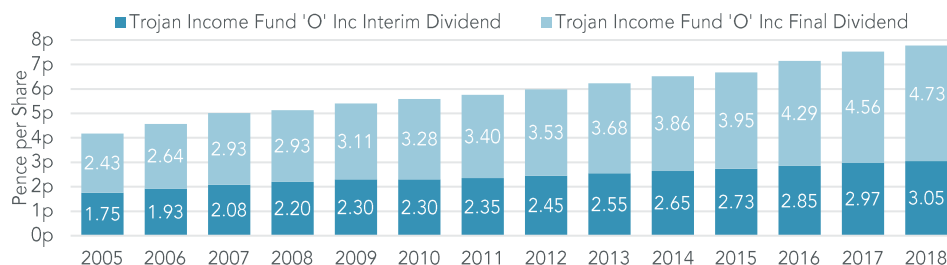


Source: Lipper

Risk analysis since launch (30/09/04)	Fund	IA <sup>2</sup>	Index <sup>+</sup>
Max Drawdown <sup>1</sup>	-25.2%	-44.9%	-45.6%
Annualised Volatility <sup>3</sup>	+9.2%	+11.9%	+12.7%

<sup>1</sup>Measures the worst investment period <sup>2</sup>IA UK Equity Income (TR) <sup>+</sup>FTSE All-Share Index (TR) <sup>3</sup>Measured by standard deviation of annual returns Source: Lipper

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



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

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

<b>Structure</b> Sub-fund of Trojan Investment Funds UCITS	<b>Ongoing Charges</b> 'O' (ordinary) shares: 1.02% 'S' (charity) shares: 0.77%	<b>Dealing</b> Daily at noon Tel: 0345 608 0950
<b>Investment Manager</b> Troy Asset Management Limited 33 Davies Street London W1K 4BP Tel: 020 7499 4030 Fax: 020 7491 2445 email: busdev@taml.co.uk	<b>Dividend Ex Dates</b> 1 August (interim), 1 February (final)	<b>Registrar</b> Link Fund Administrators Limited
<b>Fund Manager</b> Francis Brooke <b>Assistant Fund Manager</b> Hugo Ure	<b>Dividend Pay Dates</b> 30 September (interim), 31 March (final)	<b>Auditor</b> Ernst & Young LLP <b>Depository</b> The Bank of New York Mellon (International) Limited
<b>Currency</b> £ Sterling	<b>Net Yield (historic 'O' Inc shares)</b> 4.03%	<b>Bloomberg</b> TROJINC_LN (O Acc), TROJIN_LN (O Inc)
<b>Launch Date</b> 30 September 2004	<b>Authorised Corporate Director</b> Link Fund Solutions Limited Tel: 0345 300 2110	<b>SEDOL</b> B01BP17 (O Acc), B01BNW4 (O Inc)
<b>Benchmarks</b> 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>ISINs</b> GB00B01BNW49 (O Inc), GB00B01BP176 (O Acc) GB00B05M9W55 (S Inc), GB00B05M9V49 (S Acc)	<b>Pricing</b> "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. All references to benchmarks are for comparative purposes only. 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. 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.

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Top 10 holdings	% Fund
Unilever	5.7
Royal Dutch Shell	4.9
BP	4.6
Compass	4.3
GlaxoSmithKline	4.2
Lloyds	3.6
Experian	3.5
AstraZeneca	3.5
National Grid	3.3
RELX	3.3
Total Top 10	40.9
29 other holdings	52.6
Cash & Equivalent	6.5
TOTAL	100.0

Holdings subject to change

## Fund Ratings

