



# Trojan Income Fund

All data as at 28 February 2021

[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**

**316.02p**

'O' accumulation shares

**162.22p**

'O' income shares

**Historic Dividend Yield**

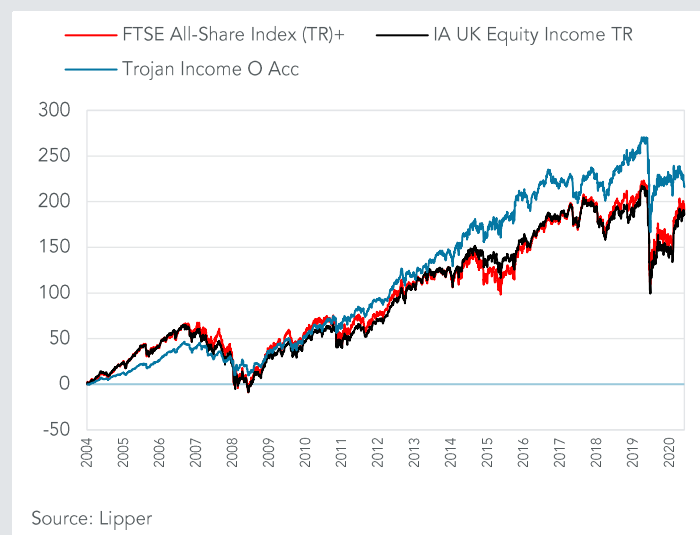
**2.9%**

'O' income shares

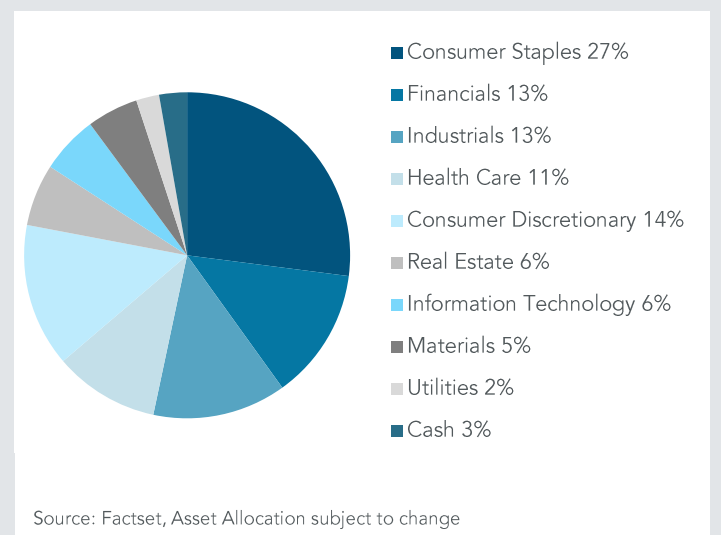
**Fund Size**

**£3,120m**

**Percentage Growth from 30/09/2004 to 28/02/2021**



**Asset Allocation**



Total Return to 28 February 2021	30/09/04 Since launch	28/02/11 10 years	29/02/16 5 years	28/02/18 3 years	29/02/20 1 year	31/08/20 6 months
<b>Trojan Income Fund O Acc</b>	+216.0%	+93.5%	+13.4%	+2.4%	-5.2%	-2.2%
<b>IA UK Equity Income (TR)</b>	+185.9%	+79.7%	+22.2%	+1.5%	+3.4%	+15.2%
<b>FTSE All-Share Index (TR)+</b>	+190.7%	+70.7%	+33.0%	+3.8%	+3.5%	+12.0%

Discrete Calendar Annual Returns	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021 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%	+20.4%	-9.6%	-4.5%

\* © FTSE International Limited 2021

Past performance is not a guide to future performance.

Source: Lipper

**February Commentary**

Your Fund delivered a return of -2.8% during the month of February compared to +2.0% for the FTSE All-Share Index (TR). Markets have continued a sharp rotation away from quality growth in favour of economically sensitive stocks in anticipation of a strong post-COVID economic recovery. This began in late October and if anything gathered pace in February as government commitment to huge stimulus packages across the world combined with the undoubted success of vaccines raised confidence in growth and inflation expectations.

The strong share price moves in many of the stocks and sectors most damaged by pandemic lockdowns were mirrored by the sharp de-ratings of more dependable franchises such as consumer staples, which had weathered the crisis relatively well. Large holdings in your Fund such as Unilever,

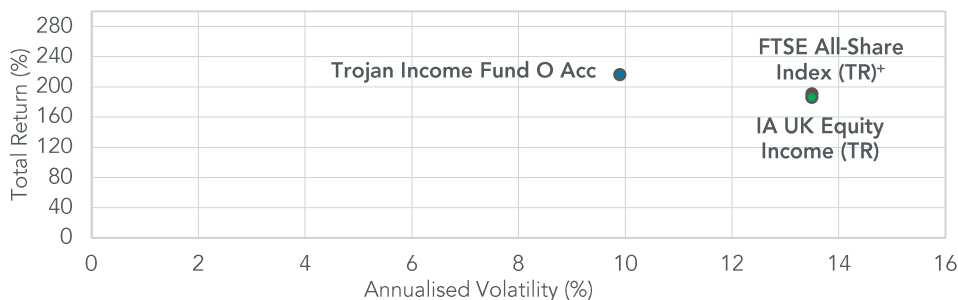
Experian and RELX delivered significant negative returns in February. Although the portfolio does contain 'recovery stocks' like WH Smith and Compass, which returned +25% and +11% respectively, it does not have any material exposure to more volatile sectors like mining or many companies with high levels of financial leverage.

These periods of difficult relative performance in a rising market have happened before in the long life of this Fund. Most recently in late 2016 after the election of Donald Trump, in 2009 as the world recovered from the 2008 financial crisis and also in the period before the GFC when optimism about the global economy reached new heights, and the merits of reliable companies that could deliver consistent returns through the investment cycle became undervalued by the market. At all these times this presented an opportunity

for the Fund to add new holdings in the type of company which we favoured and increase exposure to those which were temporarily depressed.

Our advantage is that by holding to our investment principles we can look through short-term periods like this in the knowledge that we continue to improve the quality of the overall portfolio along with resilience to the business cycle. The UK market has been through a torrid transition in recent years and your Fund has evolved in anticipation of that – this was why it protected capital effectively a year ago when the market fell so sharply. With a newly rebased dividend we believe that the portfolio will be able to drive total returns and dividend growth in the years to come.

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

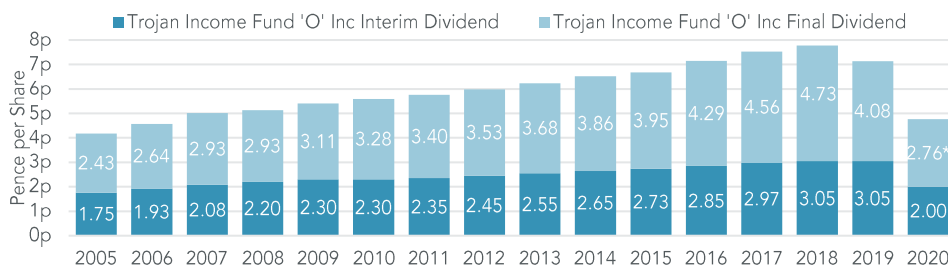


Source: Lipper

Risk analysis since launch (30/09/04)	Fund	IA <sup>2</sup>	Index <sup>+</sup>
Max Drawdown <sup>1</sup>	-28.1%	-44.9%	-45.6%
Annualised Volatility <sup>3</sup>	+9.9%	+13.5%	+13.5%

<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 \*Estimated Rate Past Performance Is Not A Guide To Future Performance

Top 10 holdings	% Fund
Diageo	5.5
Reckitt Benckiser	5.4
Unilever	5.4
RELX	5.1
Experian	4.6
AstraZeneca	3.9
Compass Group	3.8
GlaxoSmithKline	3.7
Paychex	3.7
British American Tobacco	3.6
Total Top 10	44.7
26 other holdings	52.5
Cash & Equivalent	2.8
TOTAL	100.0

Source: Factset. Holdings subject to change

## Fund Ratings



## 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 UK UCITS	<b>Ongoing Charges</b> 'O' (ordinary) shares: 1.01% 'S' (charity) shares: 0.76%	<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>Co-managers</b> Francis Brooke Blake Hutchins Hugo Ure	<b>Dividend Pay Dates</b> 30 September (interim), 31 March (final)	<b>Auditor</b> Ernst & Young LLP
<b>Currency</b> £ Sterling	<b>Authorised Corporate Director</b> Link Fund Solutions Limited Tel: 0345 300 2110	<b>Depository</b> The Bank of New York Mellon (International) Limited
<b>Launch Date</b> 30 September 2004	<b>ISINs</b> GB00B01BNW49 (O Inc), GB00B01BP176 (O Acc) GB00B05M9W55 (S Inc), GB00B05M9V49 (S Acc)	<b>Bloomberg</b> TROJINC_LN (O Acc), TROJINI_LN (O Inc)
<b>Net Yield (historic 'O' Inc shares)</b> 2.93%	<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>SEDOL</b> B01BP17 (O Acc), B01BNW4 (O Inc)
		<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. Investments in mid and smaller cap companies are higher risk than investments in larger companies. 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. Derivatives (whose value is linked to that of another investment, e.g. company shares, currencies) may be used to manage the risk profile of the fund. 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 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(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. All reference to FTSE indices or data used in this presentation is © FTSE International Limited ("FTSE") 2021. FTSE® is a trade mark of the London Stock Exchange Group companies and is used by FTSE under licence. Morningstar logo © 2021 Morningstar, Inc. All rights reserved. contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. 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. 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 2021