



# Trojan Income Fund

All data as at 29 February 2020

[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

**333.31p**

'O' accumulation shares

**176.03p**

'O' income shares

**Net Dividend Yield**

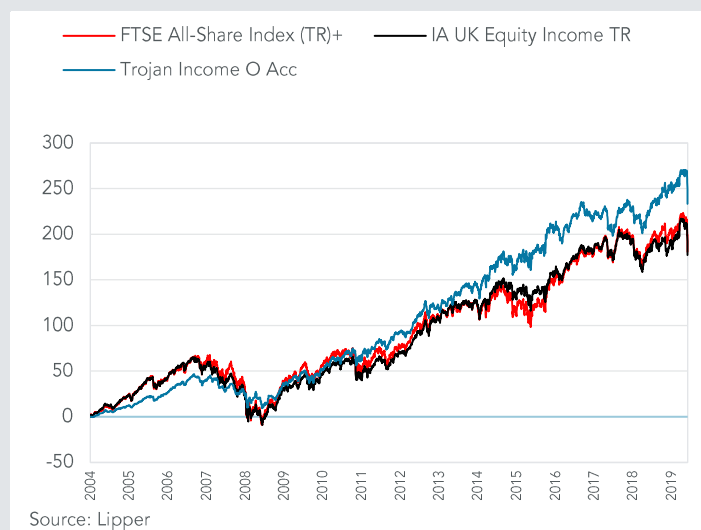
**4.0%**

'O' income shares

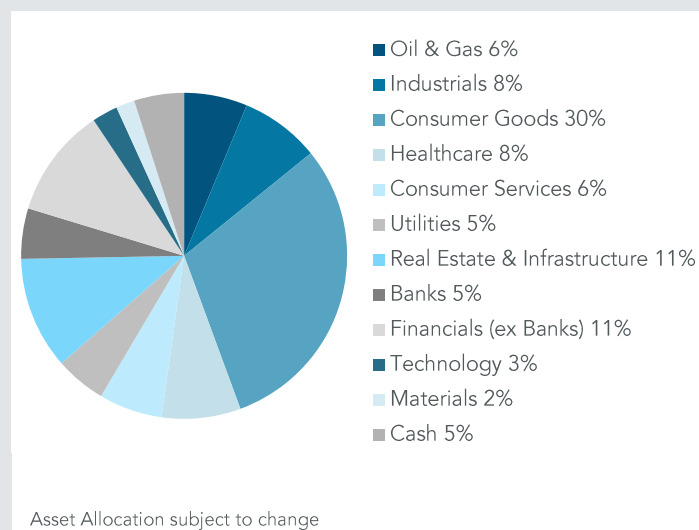
**Fund Size**

**£3,150m**

## Percentage Growth from 30/09/2004 to 29/02/2020



## Asset Allocation



Total Return to 29 February 2020	30/09/04 Since launch	28/02/10 10 years	28/02/15 5 years	28/02/17 3 years	28/02/19 1 year	31/08/19 6 months
<b>Trojan Income Fund O Acc</b>	+233.3%	+132.8%	+25.3%	+5.4%	+4.0%	-4.9%
<b>IA UK Equity Income (TR)</b>	+177.3%	+104.7%	+14.9%	+2.6%	-1.0%	-2.2%
<b>FTSE All-Share Index (TR)+</b>	+180.8%	+93.0%	+19.1%	+4.7%	-1.4%	-5.5%

Discrete Calendar Annual Returns	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020 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%	-9.0%

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Past performance is not a guide to future performance.

Source: Lipper

## February Commentary

The Fund produced a return of -8.3% during the month compared to -8.9% for the FTSE All-Share Index (TR). This was the biggest single calendar month fall in UK equities since the Global Financial Crisis.

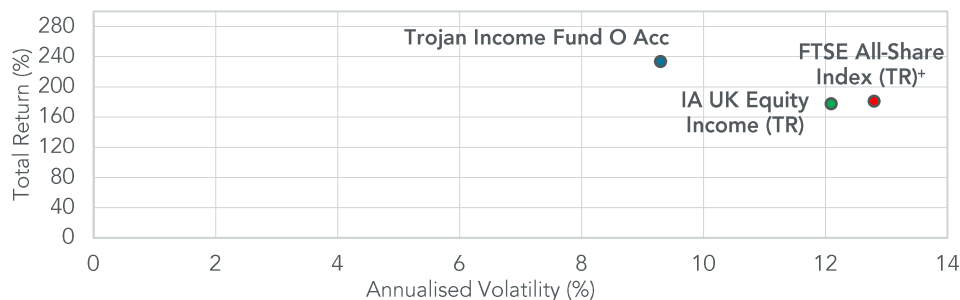
After markets had appeared remarkably sanguine about the COVID-19 epidemic while it remained largely confined to China, the emergence of new cases in South Korea, Iran and then Italy prompted a reassessment of the potential global economic impact. In the second half of February both the UK and US equity markets fell by over 10% as the likelihood of significant earnings and growth downgrades became much more likely. Given the strong returns generated in

2019, valuations were already extended and vulnerable to bad news. As is often the case, the catalyst for the market's fall was not one of the usual macroeconomic suspects. The uncertainty surrounding the effect of the previously unknown virus will continue until the extent and severity of the outbreak is fully understood.

All sectors of the market were marked down in the sell-off, but two stocks in the portfolio managed a positive return in February – IG Group and SSE. The completion of the sale of Sage and a reduction in the holding in WH Smith in the first half of the month also helped to mitigate the impact of falling prices.

While market fluctuations are likely to continue, we anticipate opportunities will arise to add to existing holdings and start new ones. We have recently initiated a holding in Paychex, a US company specialising in software and outsourcing services in the areas of payroll, HR and employee benefits for small/medium-sized businesses. Paychex continues to ride the structural wave towards outsourcing in the US, and provides the portfolio with exposure to a capital-light, high-returns business, with negligible debt and a current dividend yield in excess of 3%.

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

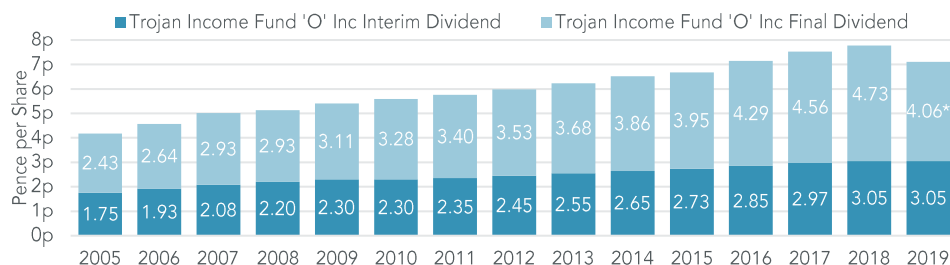


Source: Lipper

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>	+9.3%	+12.1%	+12.8%

<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 \*Estimated Rate

Top 10 holdings	% Fund
Unilever	5.3
National Grid	4.5
GlaxoSmithKline	4.4
RELX	4.0
Lloyds	4.0
Compass	3.9
British American Tobacco	3.9
Experian	3.9
Reckitt Benckiser	3.7
AstraZeneca	3.4
Total Top 10	41.0
31 other holdings	54.1
Cash & Equivalent	4.9
TOTAL	100.0

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 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>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> 4.04%	<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. 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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