



# Trojan Income Fund

All data as at 30 September 2019

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

**356.41p**

'O' accumulation shares

**192.22p**

'O' income shares

**Net Dividend Yield**

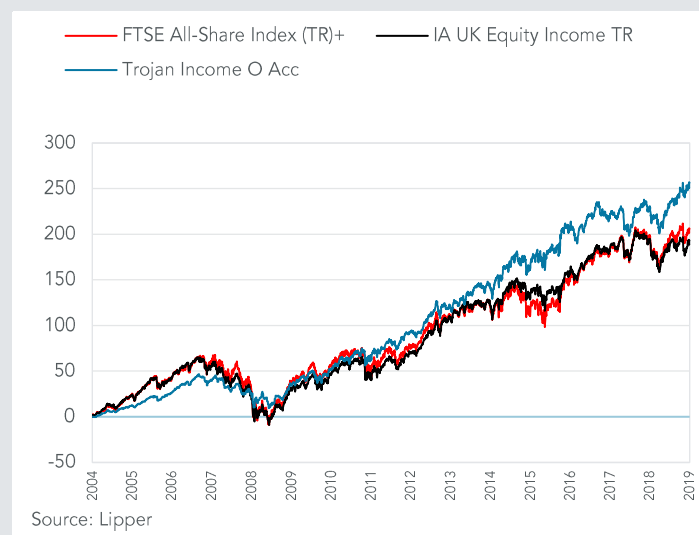
**4.1%**

'O' income shares

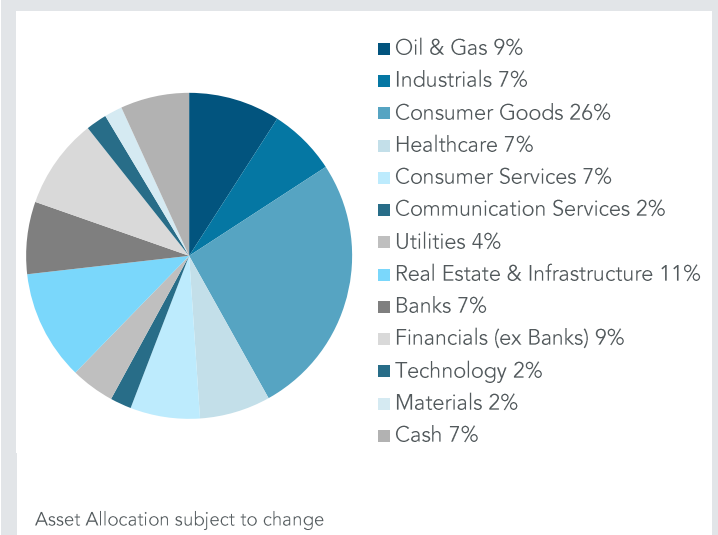
**Fund Size**

**£3,177m**

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



## Asset Allocation



Total Return to 30 September 2019	30/09/04 Since launch	30/09/09 10 years	30/09/14 5 years	30/09/16 3 years	30/09/18 1 year	31/03/19 6 months
<b>Trojan Income Fund O Acc</b>	+256.4%	+161.5%	+47.4%	+16.8%	+7.9%	+7.1%
<b>IA UK Equity Income (TR)</b>	+193.2%	+122.3%	+32.0%	+14.1%	-0.4%	+3.0%
<b>FTSE All-Share Index (TR)+</b>	+205.9%	+121.0%	+38.9%	+21.7%	+2.7%	+4.6%

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%	+17.2%

Source: Lipper

\*© FTSE International Limited 2019

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

## September Commentary

Your Fund produced a return of +1.6% during the month compared to +3.0% for the FTSE All-Share Index (TR) as the market rallied from the recent lows in August. The 30<sup>th</sup> September was a significant landmark in the life of your Fund, marking the 15<sup>th</sup> anniversary of its launch in 2004.

The original aims of the Fund were threefold; to generate a reliable growing income stream, to place a greater emphasis on absolute rather than relative returns and to deliver top-quartile performance over meaningful periods with lower than average volatility.

All three remain at the core of our process and have underpinned the Fund's ability to

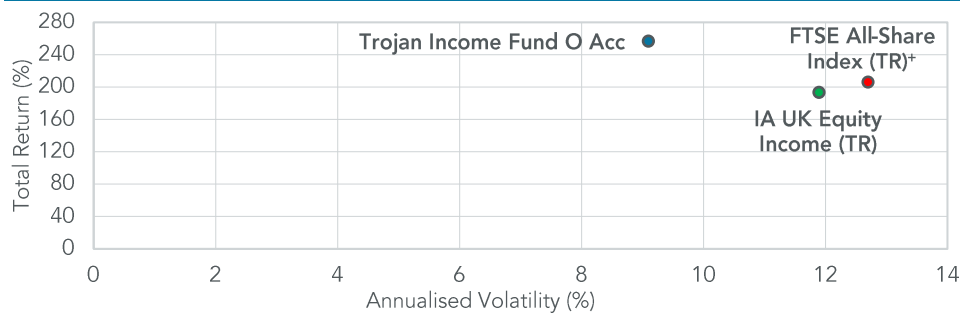
navigate some of the most eventful market conditions in financial history. We are pleased that investor demand for consistent risk-adjusted returns we identified fifteen years ago has been proven by the growth of the Fund, which has outpaced both the market and the peer group.

Of the 80 funds in the UK Equity Income sector back then, only 37 remain in it after a number of fund closures, mergers or transfers to other IA sectors. New fund launches have brought the number back up to 85 today. We are pleased to note that your Fund's total return since launch ranks it 3/37 of the 'survivors'. The financial landscape of 2004 is almost

unrecognisable today; the UK base rate was 4.75% and at a premium to the FTSE All-Share's yield of ~3.2%. In the post-GFC ultra-low interest rate era the hunger for income is unrelenting. Equity income investors must balance demands for yield with the need to protect capital.

For some time we have recognised that the UK market has bifurcated into a group of high-yielding large caps with limited income growth potential and a larger number of lower yielding stocks with better cover and prospects of dividend increases. In order to succeed for the next fifteen years, our challenge is to find the correct balance between the two, maintaining our focus on the sustainability of income.

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



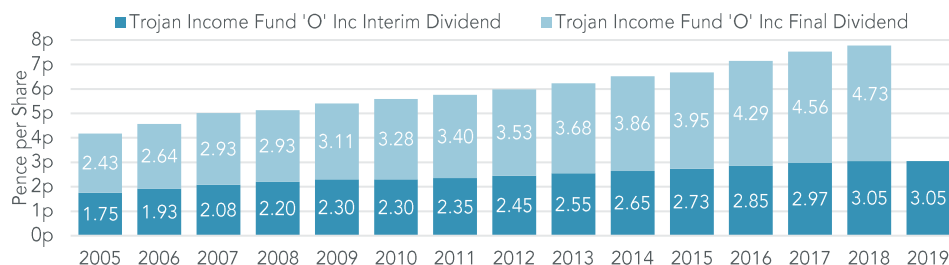
Source: Lipper

## 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>	+9.1%	+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> 4.05%	<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

Top 10 holdings	% Fund
Unilever	5.3
Royal Dutch Shell	4.6
BP	4.4
GlaxoSmithKline	4.3
Compass	4.2
Lloyds	4.1
Experian	3.5
National Grid	3.5
AstraZeneca	3.3
British American Tobacco	3.2
Total Top 10	40.4
29 other holdings	52.8
Cash & Equivalent	6.8
TOTAL	100.0

Holdings subject to change

## Fund Ratings



## 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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