



# Trojan Income Fund

All data as at 30 June 2023

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**

338.49p

'O' accumulation shares

164.54p

'O' income shares

**YIELD\***

3.0%

'O' income shares

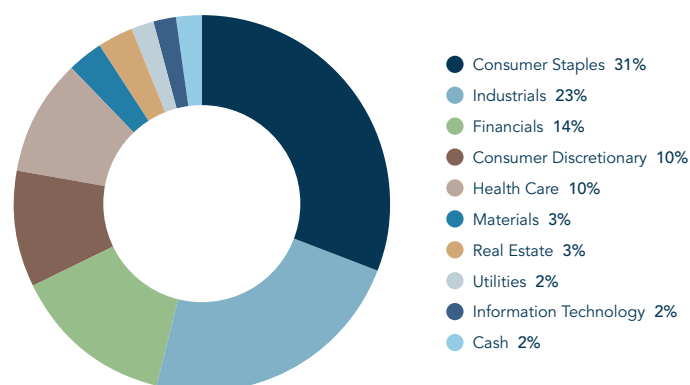
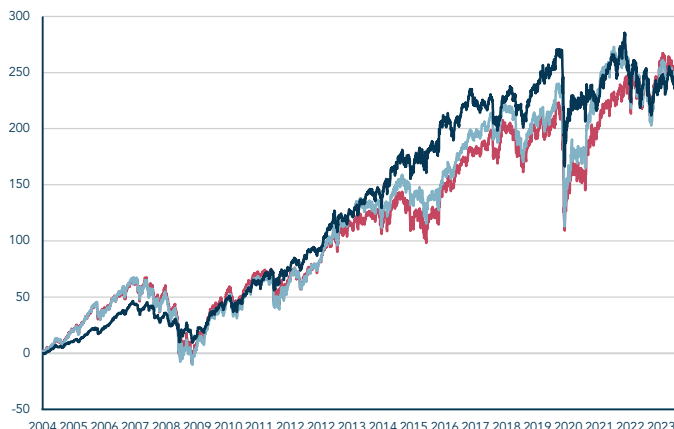
\*historic dividend yield

**FUND SIZE**

£1,046m

**PERCENTAGE GROWTH FROM 30/09/2004 TO 30/06/2023**

**ASSET ALLOCATION**



Source: Factset. Asset Allocation is subject to change.

Total Return to 30 June 2023	30/09/04 Since launch	30/06/13 10 years	30/06/18 5 years	30/06/20 3 years	30/06/22 1 year	31/12/22 6 months
Trojan Income Fund O Acc	+238.5%	+58.3%	+2.9%	+4.6%	+3.9%	+1.2%
IA UK All Companies (TR)	+241.5%	+69.0%	+7.4%	+23.5%	+5.9%	+1.8%
FTSE All-Share Index (TR)*	+250.0%	+78.0%	+16.5%	+33.2%	+7.9%	+2.6%

Discrete Calendar Annual Returns	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Trojan Income Fund O Acc	+11.7%	+16.8%	+5.0%	-12.1%	+14.7%	+14.4%	+6.3%	+9.9%	+20.2%	+10.0%
	2015	2016	2017	2018	2019	2020	2021	2022	2023 YTD	
	+10.7%	+10.2%	+6.3%	-7.1%	+20.4%	-9.6%	+15.6%	-12.5%	+1.2%	

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Past performance is not a guide to future performance.

Source: Lipper

## June Commentary

Your Fund returned -1.2% during the month compared to +1.0% for the FTSE All-Share Index (TR) in what was a quiet month for portfolio news.

With another inflation surprise, rapidly followed by a larger than expected rate hike from the Bank of England, recessionary concerns came back into full force in the latter part of the month. UK sentiment seems to be hitting new lows as consumers and corporates worry about debt costs. We are not so downbeat.

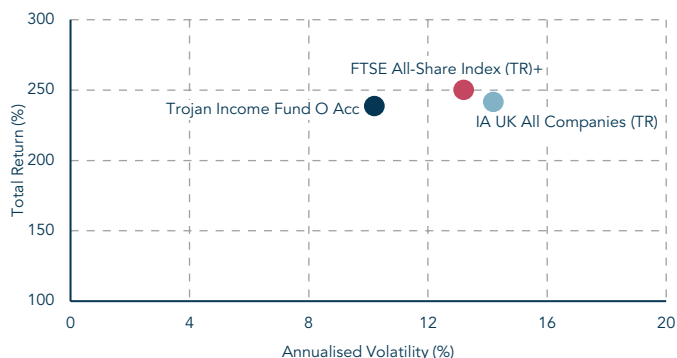
For one, the UK market is not the UK economy. Your Fund, and the wider UK market, are overwhelmingly international with c.80% of revenues earned overseas. The domestic economy is of minor relevance for the majority of the portfolio, such as global caterer Compass or international distributor Bunzl which make most of their profits in North America. Staples companies like Reckitt or Haleon are even more diverse, selling everyday products across numerous developed and emerging markets. In our view, the indiscriminate reduction of UK holdings by investors in recent years has led to many UK-listed international businesses becoming enticingly cheap. If we can buy more of these at discounts to peers listed elsewhere, that is all the better.

For those companies more exposed to the UK economy, periods of declining market confidence are exactly when we sharpen our pencils on buying opportunities. We have spoken before about this potentially being the 'time of the incumbent' – a tougher environment for real growth and a higher cost of capital will favour established strong players over smaller, would-be disruptors. While some businesses may suffer from a tougher UK climate, the strong will fare better and can win share. We are confident we know, and own, some such companies.

And remember, it is never all bad news – amidst the negative headlines, Next plc surprised the market this month with an unscheduled positive update, noting strong demand driving higher than expected profits. If we are facing a downturn, we are reminded of a remark by Next's longstanding CEO during the Global Financial Crisis – 'it's been a recession, not Armageddon'. All past recessions have proven temporary and have typically provided a strong environment for subsequent returns. With the UK market trading at multi-decadal low valuations relative to other markets, we see ample reason for optimism.



## RETURN VS VOLATILITY SINCE LAUNCH (30/09/2004)



Source: Lipper

## RISK ANALYSIS

Risk analysis since launch (30/09/04)	Fund	IA <sup>2</sup>	Index <sup>+</sup>
Max Drawdown <sup>1</sup>	-28.1%	-46.5%	-45.6%
Annualised Volatility <sup>3</sup>	+10.2%	+14.2%	+13.2%

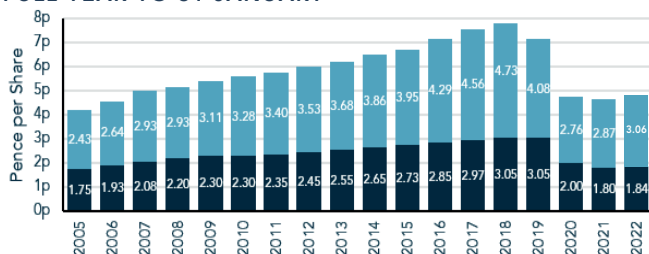
<sup>1</sup> Measures the worst investment period

<sup>2</sup> IA UK All Companies (TR) +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



■ Trojan Income Fund 'O' Inc Interim Dividend

■ Trojan Income Fund 'O' Inc Final Dividend

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 UK UCITS	<b>Dividend Ex Dates</b> 1 August (interim), 1 February (final)	<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@tam.l.co.uk	<b>Dividend Pay Dates</b> 30 September (interim), 31 March (final)	<b>ISINs</b> GB00B01BNW49 (O Inc), GB00B01BP176 (O Acc) GB00B05M9W55 (S Inc), GB00B05M9V49 (S Acc)
<b>Fund Manager</b> Blake Hutchins <b>Assistant Fund Manager</b> Fergus McCorkell	<b>Historic Dividend Yield</b> (historic 'O' Inc shares) 2.97%	<b>SEDOL</b> B01BP17 (O Acc), B01BNW4 (O Inc)
<b>Currency</b> £ Sterling	<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>Bloomberg</b> TROJINC_LN (O Acc), TROJINI_LN (O Inc)
<b>Launch Date</b> 30 September 2004	<b>Registrar</b> Link Fund Administrators Limited	<b>Ongoing Charges</b> 'O' (ordinary) shares: 1.02% 'S' (charity) shares: 0.77%
<b>Authorised Corporate Director</b> Link Fund Solutions Limited Tel: 0345 300 2110	<b>Auditor</b> Ernst & Young LLP	<b>Pricing</b> "O" share class prices published daily in the FT
	<b>Depository</b> The Bank of New York Mellon (International) Limited	

## TOP 10 HOLDINGS

Unilever	7.5%
RELX	7.4%
Diageo	6.7%
Reckitt Benckiser	6.6%
Compass Group	4.2%
Experian	3.9%
Bunzl	3.5%
GSK	3.4%
British American Tobacco	2.9%
Paychex	2.6%

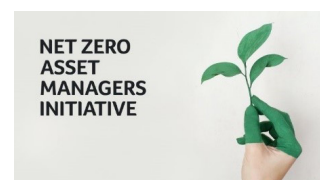
Total Top 10	48.7%
31 Other Holdings	49.6%
Cash & Equivalent	1.7%
<b>TOTAL</b>	<b>100.0%</b>

Source: Factset. Holdings subject to change.

## FUND MANAGER AWARDS



## RESPONSIBLE INVESTMENT





## Important Information

Please refer to Troy's Glossary of Investment terms [here](#). Fund performance data provided is calculated net of fees with income reinvested unless stated otherwise. All performance and income data is in relation to the stated share class, performance of other share classes may differ. Past performance is not a guide to future performance. 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. 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. Any reference to benchmarks are for comparative purposes only. Tax legislation and the levels of relief from taxation can change at any time. Any change in the tax status of a Fund or in tax legislation could affect the value of the investments held by the Fund or its ability to provide returns to its investors. The tax treatment of an investment, and any dividends received, will depend on the individual circumstances of the investor and may be subject to change in the future. The yield is not guaranteed and will fluctuate. Any objective will be treated as a target only and should not be considered as an assurance or guarantee of performance of the Fund or any part of it.

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