

Trigon New Europe Fund

Fact Sheet | September 2015

Overview

Trigon New Europe Fund invests in listed equity securities of European Union new member states and accession countries. The Fund focuses on lower volatility investments in Poland, the Czech Republic, Hungary, Romania, Slovenia and invests a smaller part of its assets into Austria, Serbia, Bulgaria and the Baltic countries. The Fund does not invest in Russia and Turkey.

The Fund includes around 30 thoroughly researched companies. The Fund's investment style is value investing, with active management and stock-picking used to identify attractively-valued equities. Trigon's investment team aims to visit all companies in which we invest, with a preference toward undervalued stocks with solid growth and good dividend yield.

Fund Facts

Fund AUM:	€50.3 mil
Positions:	36
UCITS IV:	Yes
Auditor:	PwC
Depository:	Swedbank
Dealing:	Daily (EUR)
Domicile:	Estonia
Launch:	Apr 10, 2002

Fund Manager's Comments

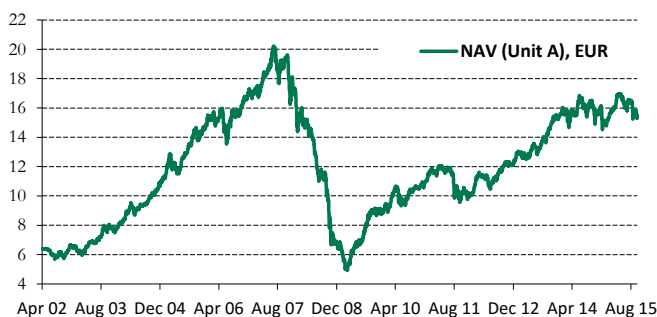
The broader market correction continued in September amid generally weak macro data from China and increased uncertainty due to the postponed US Interest rate hike. The Volkswagen scandal and concerns surrounding Glencore's solvency also triggered a sharp decline in European equities. We suspect the market is overly pessimistic on the impact of the VW scandal on European growth. Trigon New Europe Fund fell by 2.4%, outperforming the Benchmark Index by 90 bps. YTD the Fund is up by 1.9% compared to -0.2% performance of the DJ EU Enlarged TR Index. In the emerging world context, the region has been one of the most resilient areas in the world this year outperforming the general MSCI EM TR Index by 810 bps.

Q2 GDP revisions confirmed that the New Europe region and especially CEE-4 (Poland, Hungary, Czech Republic and Romania) is currently among the fastest growing regions in the world. Revised Q2 GDP for Czech Republic showed 4.6% YoY growth pace, while growth in Romania and Poland was 3.3% and in Hungary 2.7%. Latest ESI (Economic Sentiment Indicator) indicators suggest growth rates between 3-4.5% for Q3. For the full year 2015 and also for 2016, we expect the growth rates to remain in a similar range underpinned by stronger domestic demand and investment growth.

The relative valuation discount of New Europe equities compared to Western European markets remains at historical highs (35% discount on P/B terms), while the earnings growth outlook for 2015 and 2016 is better. The absolute and the real dividend yield that the regional equities offer remains one of the highest in the world. We believe this remains an attractive risk-reward proposition in the current highly volatile and uncertain markets. Trigon New Europe Fund's weighted average dividend yield is 5.8% on 2015E earnings and weighted average P/E and P/B ratio are 10.9x and 1.1x, respectively.

Performance (net of fees)

EUR



30-Sep-15	Unit A	Unit C	Benchmark*
Year-to-Date	1.9%	1.6%	-0.2%
1 month	-2.4%	-2.5%	-3.3%
3 months	-4.2%	-4.3%	-7.3%
6 months	-4.3%	-4.5%	-9.5%
1 year	-4.9%	-5.4%	-9.3%
2 years	5.7%	4.7%	-0.6%
3 years	26.2%	24.2%	4.8%
5 years	44.9%	41.2%	-7.4%
Since launch	140.9%	146.5%	n/a*
Launch of unit	10-Apr-02	08-Apr-09	n/a*

Fund Details	Unit A	Unit C
NAV in EUR	15.39	24.65
12 months High	16.96	27.21
12 months Low	14.51	23.33
Management fee, annual	Up to 1.5%	Up to 2%
Performance fee	none	none
Subscription fee**	n/a	Up to 2%
Redemption fee	Up to 1.5%	Up to 1.5%
Stock code/ISIN	EE3600018602	EE3600102372
Bloomberg code	TRICEAE ET	TRICEAC ET
Lipper code	65006724	68011005
Minimum subscription	n/a	none
Sharpe ratio	-0.39	
Daily volatility (1 year)	11.9%	

10 Largest Holdings

Company	Weight	Country	Sector
BRD	7.5%	Romania	Financials
Opusse bond	6.6%	Hungary	Financials
CEZ	5.5%	Czech Rep.	Utilities
PKO BP	5.3%	Poland	Financials
KRKA	4.2%	Slovenia	Health Care
Immofinanz	4.2%	Austria	Real Estate
Romgaz	3.9%	Romania	Energy
Magyar Telekom	3.9%	Hungary	Telecom.
Olympic	3.5%	Estonia	Consumer Discr.
Transgaz	3.3%	Romania	Utilities

Geographic allocation

Poland	26.1%
Romania	24.0%
Hungary	16.3%
Austria	7.6%
Slovenia	7.6%
Estonia	6.7%
Czech Rep.	5.5%
Serbia	2.1%
Croatia	1.1%
Bulgaria	1.0%
Cash	2.0%

Sector allocation

Financials	36.0%
Utilities	13.3%
Energy	11.9%
Industrials	8.7%
Consumer	6.5%
Health Care	5.9%
Telecoms	5.0%
Real Estate	4.2%
Materials	3.7%
IT	2.7%
Cash	2.0%

Disclaimer: Past performance of the fund does not guarantee or indicate future performance of the fund. The value of the fund units may increase and decrease over time, therefore there is no guarantee that the investors get back the amount invested in the fund. The risk factors of the fund are described in further detail in the prospectus of the fund available on the website www.trigoncapital.com. Please refer to the important legal notice on the last page of this report.

*The benchmark index, Stoxx EU Enlarged TMI Total Return (EUR), was created on December 31st, 2002. Source: Bloomberg.

**C units can be subscribed to as of April 6th, 2009. As of April 6th, 2009 it is not possible to subscribe to A units.

NAV movements can be followed in: Bloomberg, www.trigoncapital.com, www.morningstar.fi

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Monthly Performance (Unit A)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Annual	CAGR*
2015	0.5%	4.2%	1.6%	4.8%	-0.6%	-4.1%	2.9%	-4.6%	-2.4%					
2014	0.4%	1.1%	-1.6%	0.4%	5.4%	0.4%	-4.7%	2.3%	0.5%	-2.2%	1.4%	-5.9%	-3.0%	
2013	2.7%	-1.4%	-0.7%	2.4%	4.0%	-3.2%	4.0%	2.1%	5.5%	3.5%	3.2%	0.1%	24.0%	
2012	7.2%	5.9%	-0.9%	-0.3%	-6.9%	5.3%	2.1%	2.8%	4.3%	-0.1%	-0.4%	3.4%	24.0%	2 years 9.7%
2011	4.0%	0.5%	1.4%	1.2%	-2.6%	1.3%	-3.0%	-6.9%	-7.7%	4.0%	-1.9%	0.4%	-9.5%	3 years 14.2%
2010	4.9%	1.1%	9.5%	1.1%	-5.9%	-4.0%	7.9%	0.8%	3.6%	-0.5%	0.0%	5.9%	25.8%	5 years 11.2%
2009	-8.2%	-12.5%	7.3%	15.9%	1.6%	5.9%	11.8%	12.5%	3.2%	-1.5%	-0.1%	0.8%	38.3%	
2008	-11.5%	1.1%	-1.8%	-4.7%	-3.3%	-13.1%	-3.4%	-2.4%	-14.1%	-27.7%	-2.1%	-7.0%	-62.5%	
2007	-0.1%	-0.5%	4.0%	2.6%	3.8%	5.4%	-2.8%	-1.0%	-1.9%	4.1%	-9.6%	-2.7%	0.4%	
2006	3.3%	1.3%	-1.5%	2.9%	-7.6%	2.0%	7.2%	-1.5%	0.2%	4.9%	1.7%	2.3%	15.5%	
2005	3.6%	11.1%	-5.5%	-5.2%	3.7%	6.9%	3.7%	3.6%	5.6%	-3.6%	3.4%	2.2%	32.2%	
2004	4.4%	4.3%	5.2%	1.1%	-0.5%	2.8%	0.9%	1.5%	4.3%	2.9%	3.1%	5.4%	41.6%	
2003	-3.7%	-1.5%	0.7%	9.0%	2.8%	-2.2%	6.8%	8.8%	-4.5%	4.3%	-3.3%	4.3%	22.2%	
2002	-	-	-	0.1%	-1.2%	-5.0%	-1.6%	4.2%	-4.7%	4.8%	7.0%	-1.5%	-	

*Performance net of fees

Risk Management Report (Unit A)

	1M	3M	6M	1Y	2Y
Volatility (daily)	11.6%	15.4%	12.4%	11.9%	11.4%
Volatility (monthly)				12.2%	10.7%

Downside Risk Analysis

Negative months/total	59/153	39%
Worst calendar month	-27.7%	
Worst calendar quarter	-34.2%	

Upside Risk Analysis

Positive months / total	94/153	61%
Best calendar month	15.9%	
Best calendar quarter	29.9%	

Geographic Allocation

	Sep-15	Mar-15	Sep-14
Poland	26.1%	27.3%	21.2%
Romania	24.0%	23.4%	23.4%
Hungary	16.3%	10.4%	5.9%
Austria	7.6%	-	20.0%
Slovenia	7.6%	8.0%	8.6%
Estonia	6.7%	8.0%	6.5%
Czech Rep.	5.5%	9.2%	5.7%
Serbia	2.1%	2.0%	3.6%
Croatia	1.1%	-	-
Bulgaria	1.0%	1.5%	2.1%
Lithuania	-	1.9%	2.1%
Cash	2.0%	8.4%	0.9%

Market Cap Allocation

Micro Cap (up to 150m EUR)	5.7%
Small Cap I (150 - 500m EUR)	8.2%
Small Cap II (500m - 1bn EUR)	11.3%
Mid Cap (1 - 3 bn EUR)	36.6%
Blue Chip (more than 3bn EUR)	36.2%

Monthly Return Contribution Analysis (Unit A)

Romania	0.2%	Materials	0.2%
Serbia	0.1%	Financials	0.1%
Bulgaria	0.0%	Health Care	0.1%
Hungary	-0.1%	IT	0.1%
Croatia	-0.1%	Telecoms	-0.2%
Estonia	-0.3%	Consumer	-0.3%
Slovenia	-0.3%	Real Estate	-0.4%
Czech Rep.	-0.6%	Energy	-0.5%
Austria	-0.6%	Industrials	-0.6%
Poland	-0.7%	Utilities	-0.9%

Gross Performance -2.3% -2.3%

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Sector Allocation

	Sep-15	Mar-15	Sep-14
Financials	36.0%	32.3%	37.3%
Utilities	13.3%	13.6%	1.7%
Energy	11.9%	11.7%	24.1%
Industrials	8.7%	7.8%	5.4%
Consumer	6.5%	11.1%	17.6%
Health Care	5.9%	4.1%	3.9%
Telecoms	5.0%	7.6%	-
Real estate	4.2%	-	4.2%
Materials	3.7%	0.5%	-
IT	2.7%	3.0%	4.8%
Cash	2.0%	8.4%	0.9%



Best Emerging
Europe Equity Fund
over 3 & 5 years
(2015)



Best Emerging
Europe Equity Fund
over 3 & 5 years
(2015)



Best Emerging
Europe Equity Fund
over 3 & 5 years
(2015)



Best Emerging
Europe Equity Fund
over 3 years
(2014)



Best Emerging
Europe Equity Fund
over 3 years
(2013 & 2014)



Best Emerging
Europe Equity Fund
over 3 years
(2014)

Important Legal Information

Management Company: AS Trigon Funds

Disclaimer

Past performance of the fund does not guarantee or indicate future performance of the fund. The value of the fund units may increase and decrease over time, therefore there is no guarantee that the investors get back the amount invested in the fund. The risk factors of the fund which the investors are expected to take into account are described in further detail in the prospectus of the fund. Information concerning the reference index or other reference basis of the fund is the basis for comparing the performance of the fund. It is advised to consult with professional tax and investment advisors, if necessary.

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Please see the prospectus, rules and other important information about the funds on the website www.trigoncapital.com. The fund management company is supervised by Estonian Financial Supervision Authority.

Additional information for Swiss clients: The extract prospectus (edition for Switzerland), the Key Investors Information Documents, the fund rules, the annual and semi-annual report, in German, and further information can be obtained free of charge from the representative in Switzerland: Carnegie Fund Services S.A., 11, rue du Général-Dufour, CH-1204 Geneva, Switzerland, tel.: + 41 22 7051177, fax: + 41 22 7051179, web: www.carnegie-fund-services.ch. The Swiss paying agent is: Banque Cantonale de Genève, 17, quai de l'Île, CH-1204 Geneva.

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