

Trigon New Europe Fund
Fact Sheet | May 2016
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

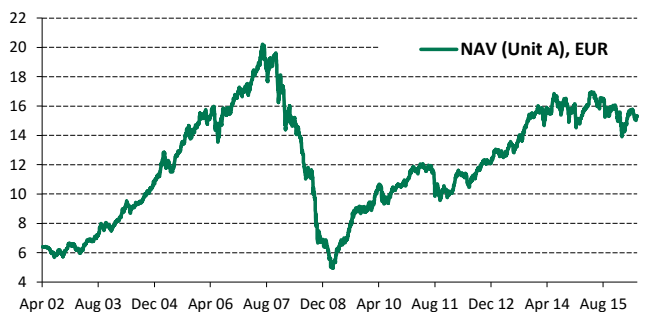
Fund AUM: €56.1 mil
Positions: 36
UCITS IV: Yes
Auditor: PwC
Depository: Swedbank
Dealing: Daily (EUR)
Domicile: Estonia
Launch: Apr 10, 2002

Fund Manager's Comments

Global emerging markets continued their decline for the second consecutive month in May, as investors positioned for a possible FED rate hike in June. The Stoxx EU Enlarged Index, the benchmark for the New Europe region, declined by 3.2% in May, mainly impacted by a heavy sell-off in the Polish market. The Trigon New Europe Fund fared much better inching down by 1.1% in the month. The Fund now slightly lags its benchmark index by 20bps on a YTD basis, having underperformed by 230bps at the end of April. The volatility of the Fund continues to be considerably lower.

The Economic Sentiment Index (ESI) report in May suggests that the strong macro momentum seen in the larger Eastern European economies since the beginning of the year is set to continue into 2H16. Both Polish and Romanian ESI figures remained close to the past 6 year highs, despite slipping from last month levels, mainly due to a slight deterioration in consumer confidence. Despite consumer and manufacturing confidence showing further positive momentum in May, construction confidence declined in Hungary. In contrast, the Czech economy continues to enjoy both robust consumer confidence and buoyant manufacturing sentiment. Indeed, the Czech ESI was the only economy in the region to report a broad based improvement on a m-o-m basis. The GDP growth outlook for the CEE-4 countries remains in a solid 2.0-4.5% growth range for 2016, with the strongest growth dynamics still expected in Romania.

Despite the continued strong macro momentum and expected higher relative and absolute GDP growth in the coming years, the New Europe region still trades at an extremely wide 37% discount to Western Europe markets on P/B multiple basis, while mid-term ROE outlook is comparable. Also, the dividend yield that the regional equities offer is almost twice as high as in Western Europe. The Trigon New Europe Fund's portfolio trades at 1.1x P/B value, 5.1x 2016E EV/EBITDA multiple and offers a 5.9% dividend yield.

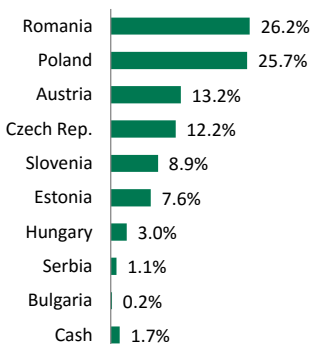
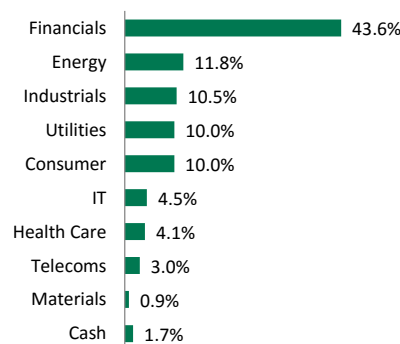
Performance (net of fees)
EUR


31-May-16	Unit A	Unit C	Benchmark*
Year-to-Date	-1.7%	-1.9%	-1.6%
1 month	-1.1%	-1.1%	-3.2%
3 months	3.9%	3.8%	2.5%
6 months	-2.8%	-3.1%	-4.3%
1 year	-8.6%	-9.1%	-17.3%
2 years	-7.0%	-7.9%	-12.0%
3 years	14.0%	12.2%	-4.0%
5 years	30.9%	27.6%	-19.7%
Since launch	139.6%	144.3%	n/a*
Launch of unit	10-Apr-02	08-Apr-09	n/a*

Fund Details	Unit A	Unit C
NAV in EUR	15.3104	24.4339
12 months High	16.7741	26.9058
12 months Low	13.9155	22.2485
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 (5 years)		0.49
Daily volatility (1 year)		12.1%

10 Largest Holdings

Company	Weight	Country	Sector
Romgaz	6.8%	Romania	Energy
BRD	6.0%	Romania	Financials
Erste Bank	5.8%	Austria	Financials
Vienna Insurance Group	5.5%	Austria	Financials
PKO BP	5.2%	Poland	Financials
CEZ	5.1%	Czech Rep.	Utilities
Fondul Proprietatea	4.6%	Romania	Financials
PZU	4.2%	Poland	Financials
KRKA	4.1%	Slovenia	Health Care
Tallink	4.1%	Estonia	Industrials

Geographic allocation

Sector allocation


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

Trigon New Europe Fund
Fact Sheet | May 2016
Monthly Performance (Unit A)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Annual	CAGR*		
2016	-5.7%	0.3%	6.6%	-1.5%	-1.1%											
2015	0.5%	4.2%	1.6%	4.8%	-0.6%	-4.1%	2.9%	-4.6%	-2.4%	3.4%	-1.0%	-1.1%	3.2%			
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	0.1%	
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	7.5%	
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	6.8%	
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

* Compound annual growth rate, i.e. average annualized performance of calendar years

Risk Management Report (Unit A)

	1M	3M	6M	1Y	2Y
Volatility (daily)	6.7%	7.8%	11.7%	12.1%	11.4%
Volatility (monthly)				12.4%	11.6%
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

	May-16	Nov-15	May-15
Romania	26.2%	21.8%	26.2%
Poland	25.7%	20.5%	20.7%
Austria	13.2%	8.9%	4.7%
Czech Rep.	12.2%	12.3%	11.1%
Slovenia	8.9%	6.7%	7.5%
Estonia	7.6%	7.1%	7.4%
Hungary	3.0%	17.3%	11.0%
Serbia	1.1%	1.8%	2.0%
Bulgaria	0.2%	0.8%	1.3%
Croatia	-	1.0%	1.1%
Lithuania	-	-	0.4%
Cash	1.7%	1.7%	6.6%

Market Cap Allocation

Micro Cap (up to 150m EUR)	5.5%
Small Cap I (150 - 500m EUR)	19.8%
Small Cap II (500m - 1bn EUR)	11.9%
Mid Cap (1 - 3 bn EUR)	35.0%
Blue Chip (more than 3bn EUR)	26.1%

Sector Allocation

	May-16	Nov-15	May-15
Financials	43.6%	33.3%	33.5%
Energy	11.8%	14.3%	13.2%
Industrials	10.5%	10.4%	7.9%
Utilities	10.0%	14.4%	14.8%
Consumer	10.0%	5.8%	8.6%
IT	4.5%	3.2%	2.7%
Health Care	4.1%	6.0%	4.1%
Telecoms	3.0%	4.8%	4.8%
Materials	0.9%	1.7%	0.5%
Real estate	-	4.3%	3.3%
Cash	1.7%	1.7%	6.6%

Monthly Return Contribution Analysis (Unit A)

Austria	0.2%	Energy	0.0%
Estonia	0.1%	Consumer	0.0%
Romania	0.1%	IT	0.0%
Serbia	0.1%	Materials	0.0%
Bulgaria	0.0%	Industrials	-0.1%
Hungary	-0.1%	Telecoms	-0.1%
Slovenia	-0.1%	Health Care	-0.1%
Czech Rep.	-0.4%	Utilities	-0.2%
Poland	-0.8%	Financials	-0.4%

Gross Performance -0.9% -0.9%

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.


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.

The report has been produced for informational purposes only. The information in this report is not an offer, recommendation or advice to conclude any transactions. The information can not be taken or interpreted as investment advice, investment recommendation or other investment or ancillary service. The information in this report is not an offer or invitation to buy or sell fund units or other securities and it can not be taken as legal or tax advice.

The information in this report reflects the best understanding of Trigon professionals at the time of composing the report. Upon changes in circumstances such understanding may change without any notification. The information contained in this report is, to the best knowledge and belief of Trigon professionals, correct and not misleading, however the information is largely based on the information disclosed by third parties who are, to the best knowledge of Trigon, reliable. Therefore Trigon, its employees and managers take no liability in case the information provided herein should appear to be incorrect or inaccurate. Certain statements in this report are forward-looking. Such forward looking statements and information are based on the personal beliefs or assumptions of Trigon professionals which are based on the information available to Trigon. Forward-looking statements reflect the views of Trigon professionals at the time of composing this report with respect to future events. Forward-looking statements are subject to certain risks, uncertainties and assumptions and many factors could cause the statements to change without any notification. Trigon does not guarantee that possible future events will come to pass. The information in this report is subject to changes without notice. Trigon assumes no liability as to any decisions made based on information contained in this report and as to any damages resulting from reliance on the information provided herein. Accordingly, undue reliance should not be placed by the investors on the information, incl forward-looking statements, contained herein.

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.

Contact Information

AS Trigon Funds
Viru Square 2
Tallinn 10111
Estonia

Tel: +372 667 9200
Fax: +372 667 9201
www.trigoncapital.com
funds@trigoncapital.com

