

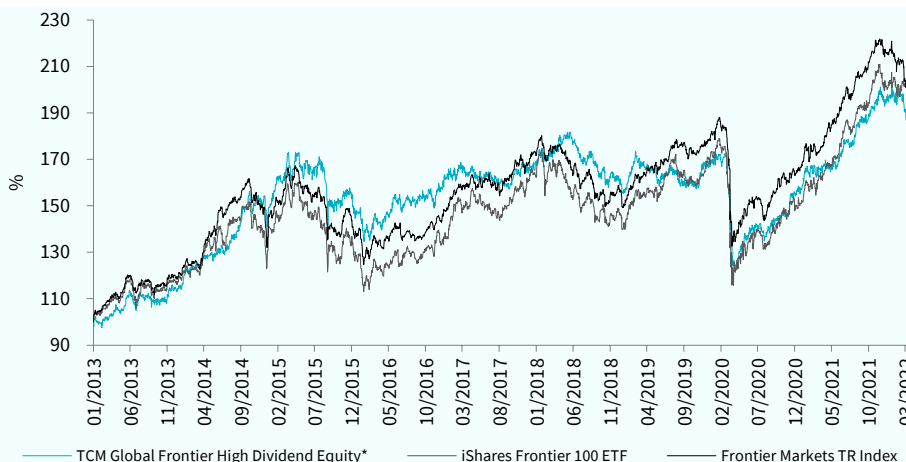
## The Fund Manager writes

The fund ended the first quarter of 2022 with a loss of 6.96%, with the index falling 5.38% over the same period. The price pressure can be explained by the devaluation of currencies in two countries within the investment universe. Egypt devalued its currency by 14% and raised interest rates in response to the economic fallout from Russia's invasion of Ukraine. Egypt imports most of its wheat from Russia and Ukraine, and Russian visitors made up a large part of the tourism industry. Meanwhile, the government had raised about USD 20-25 billion in funds from the Gulf States. The financial injection is used for food subsidies and the agricultural sector. In addition, it helps to close a deal with the IMF as part of the financing gap can be covered. This planned devaluation is welcomed by the business community.

The situation in Sri Lanka is more turbulent, where after a devaluation unrest broke out because the government had not prepared any support measures for the population. Share prices on the Sri Lanka stock exchange went into free fall, with trading even being suspended for a while. The longer-than-expected recovery in tourism revenues and the relatively high debts denominated in foreign currencies mean that restructuring is needed with the help of the IMF. From there, a recovery will be possible given the potential of the tourism and service sectors given the strategic location next to India.

Finally, Pakistan is also affected by higher raw material prices, which has led to a political crisis with possible new elections. However, just like in Egypt the situation here seems to be better manageable than in Sri Lanka. The exchange rate is driven more by the market and the KSE100 index is already valued for the worst-case scenario with a p/e (4.5) and p/b (0.8) at the lowest level in ten years with a dividend yield of 8%. Within the fund's portfolio, the positions in Pakistan have actually contributed positively to returns so far this year. For example, prices of Millat Tractors and Fauji Fertilizer both rose by 25% measured in euro in the first quarter.

## Fund Performance



Return in euro**	1 mnth	3 mnths	2022	2021	2020	Since start***
TCM Global Frontier High Dividend Class A	-3.16%	-6.96%	-6.96%	23.52%	-5.32%	2.38%
Frontier Markets TR Index	0.97%	-5.38%	-5.38%	28.55%	-6.84%	23.20%
iShares Frontier 100 ETF	-2.66%	-3.21%	-3.21%	33.51%	-11.28%	25.76%

\* Since start of the High Dividend Strategy of the fund  
 \*\* Based on Total Return (Bloomberg data)  
 \*\*\* Data is from inception of the share class: 24-05-2018

## Fund Profile

The fund invests in listed companies from the Frontier Markets Universe (such as but not limited to Argentina, Bangladesh, Croatia, Kenya, Kazakhstan, Kuwait, Sri Lanka, Mauritius, Nigeria, Pakistan, Romania, Oman, Ukraine, Egypt and Vietnam), which are markets at an early stage of economic development, with an attractive dividend yield. The fund primarily aims to generate a long-term return in excess of the benchmark, the MSCI Frontier Markets Total Return Net Index, comprising capital gains or losses plus net dividend. The equally weighted portfolio will be re-weighted and re-allocated on a periodically scale. The risk profile is high, due to investments in equities and Frontier Markets.

## TCM Global Frontier High Dividend Equity (Lux)

**Strategy:** High Dividend Equity

**Universe:**  
Frontier Markets

**Benchmark:** Frontier Markets Index (Total Return)

**ESG:** UN Global Compact and Controversial Weapons (screening by Sustainability)

**Status:** UCITS

**Structure:** Open-end

**Domicile:** Luxembourg

**Inception Date:** 24 May 2018

**Currency:** EUR

**Net Asset Value per share:**

Share Class A - € 101.98

Share Class BD - € 112.11

**Total Fund size:** € 25.2 million

**Share Class size:**

Share Class A - € 4.3 million

Share Class BD - € 0.04 million

**Management Company:**

Davy Global Fund Management Luxembourg S.A.

**Investment Manager:**

Trustus Capital Management B.V.

**Fund Management:**

Frontier Markets Team

Wytze Riemersma

Marco Balk

**Custodian:**

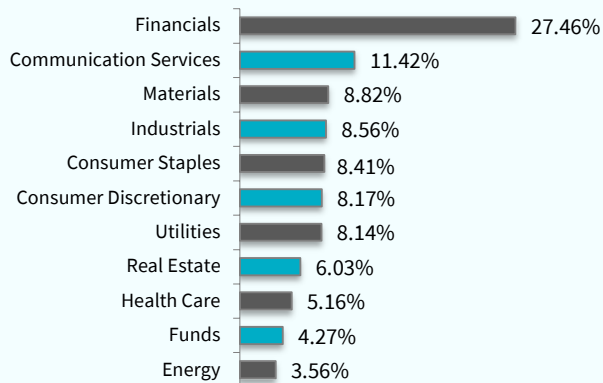
Caceis Bank Luxembourg Branch

**Paying Agent:**

Caceis Bank Luxembourg Branch



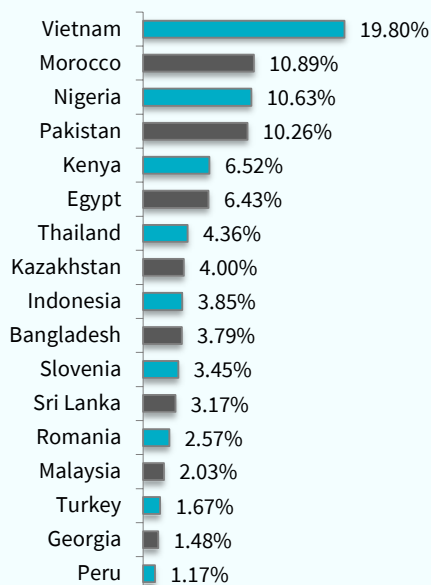
## Sector Allocation



## Top 10 Holdings

Position	Weighting
Fondul Proprietatea Sa/Fund	2.57%
Airtel Africa Plc	2.38%
Quang Ngai Sugar Jsc	2.14%
Totalenergies Marketing Maro	2.14%
Compagnie Miniere De Touissi	2.09%
Marsa Maroc	2.08%
Bermaz Auto Bhd	2.03%
Meezan Bank Ltd	2.01%
Integrated Diagnostics Holdi	1.96%
Vinhomes Jsc	1.95%
<b>Total weightings Top 10</b>	<b>21.34%</b>

## Country Allocation - Top 15



## Fund Characteristics

Characteristics	Fund	Benchmark
Number of positions	77	90
Dividend Yield in %*	6.08	3.23
Price/Earnings Ratio*	9.68	13.38
Price to Book Ratio *	1.42	2.07

\* source: Bloomberg/TCM

## Investment Limits

	Fund	Benchmark
GCC-Region limit	max. 35%	7.18%
Country limit	max. 20%	30.66%
Sector limit	max. 30%	36.28%
Company limit (equally weighted)	1-2%	6.00%

For the benchmark this respectively concerns the weighting for the GCC-region, the weighting for Kuwait (Country), Financials (Sector) and the largest individual position.

## Subscription information

	A Class Accumulation	B Class Income	BD Class Accumulation	AD Class Accumulation
Minimum subscription	EUR 3 million	EUR 3 million	EUR 20	EUR 20
Additional subscription	EUR 200	EUR 200	EUR 10	EUR 10
Subscription frequency	daily	daily	daily	daily
Redemption frequency	daily	daily	daily	daily
Subscription Fee *	up to 0.5%	up to 0.5%	up to 0.5%	up to 0.5%
Redemption Fee *	up to 0.5%	up to 0.5%	up to 0.5%	up to 0.5%
Conversion Fee *	up to 0.25%	up to 0.25%	up to 0.25%	up to 0.25%
Investor Restriction	institutional investors	institutional investors	retail investors	no restrictions
Dividend pay-out	No	Yes	No	No
Investment Management Fee	1% per annum	1% per annum	2% per annum	1.4% per annum
Performance Fee	10%	10%	10%	10%
Ongoing Charges Figure (2022)	1.56%	1.56%	2.61%	1.96%
Clean share class	No	No	No	Yes
ISIN Code	LU1730853386	LU1730853469	LU1730853543	LU1730853626
Bloomberg ticker	TCMGFRA LX	TCMGFRB LX	TCMGFBD LX	TCMGFAD LX
Can be offered to investors in	FI, LU, NL, NO, SE	FI, LU, NL, NO, SE	FI, LU, NL, NO, SE	LU, NL

\* added back to the fund

## Sustainability

TCM has entered into an agreement with Sustainalytics for the screening of the portfolios of the TCM equity funds on ESG criteria (UN Global Compact and Controversial Weapons).



## Disclaimer

TCM Global Frontier High Dividend Equity (Lux) is a sub fund of TCM Investment Funds Luxembourg, domiciled in Luxembourg. The fund is authorized in Luxembourg and is regulated by the Commission de Surveillance du Secteur Financier. The information in this document provides insufficient information for an investment decision. Please read the Key Investor Document and the prospectus. These documents as well as annual report, semi-annual report and the articles of incorporation of the fund are available free of charge at the registered office of the fund located at 5, Allée Scheffer, L-2520 Luxembourg and on the website of the Management Company: [www.davygfm.com](http://www.davygfm.com). The value of your investment may fluctuate. Past performance provides no guarantee for the future. The performance shown does not take account of any commissions and costs charged when subscribing to and redeeming units.

**TCM** investment funds  
Your connection to new markets

**TCM Global Frontier**  
High Dividend

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