



Trojan Ethical Global Income Fund

All data as at 31 December 2021

www.taml.co.uk

The investment objective of the Trojan Ethical Global Income Fund is to seek to achieve income with the potential for capital growth in the medium term (3 to 5 years). The Fund's investment policy is to invest at least 80% of its assets globally in equities and equity-related securities. It may also invest in government and public securities (such as sovereign debt and treasury bills), corporate bonds, real estate (via REITs), cash, cash equivalents (including money-market instruments) and deposits. Any comparisons against indices are for illustrative purposes only. The Fund will invest in accordance with the parameters of its Ethical Exclusion Criteria.

Prices

105.62p

'O' accumulations shares

105.65p

'O' income shares

Estimated Dividend Yield*

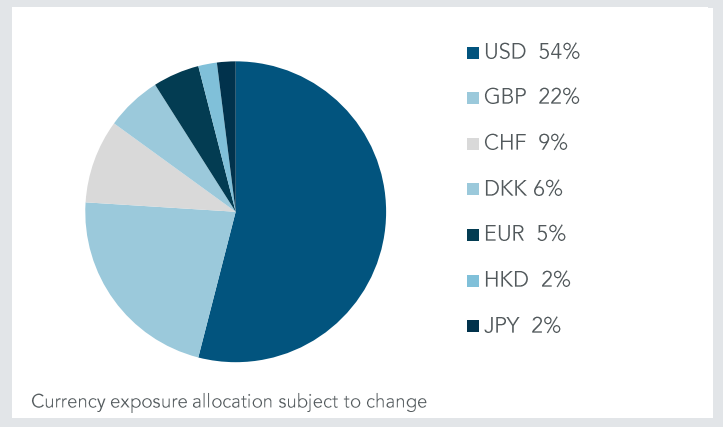
2.2%

'O' income shares

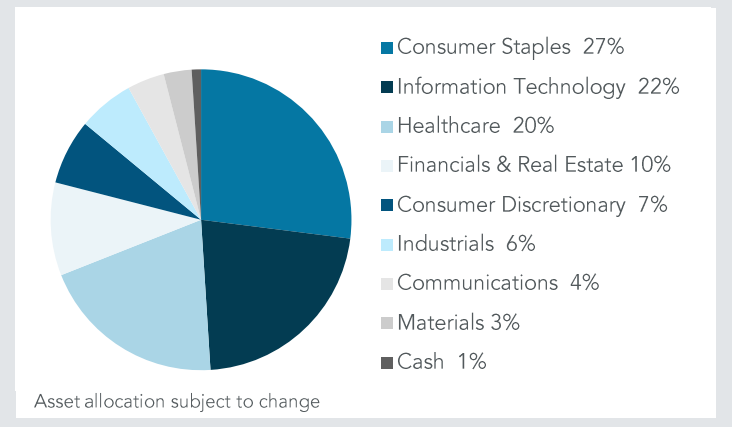
Fund Size

£22m

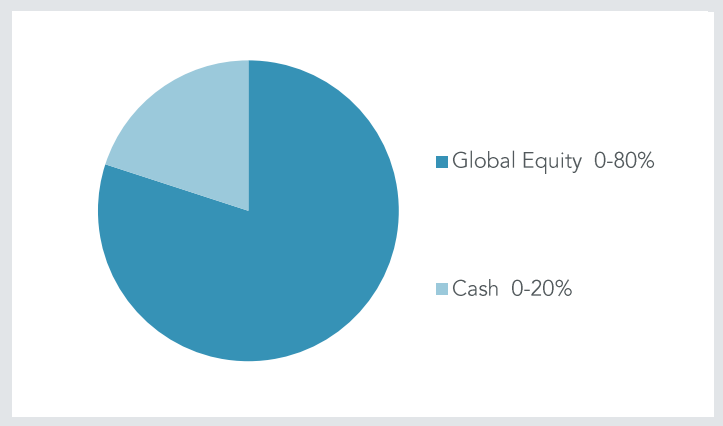
Currency Exposure



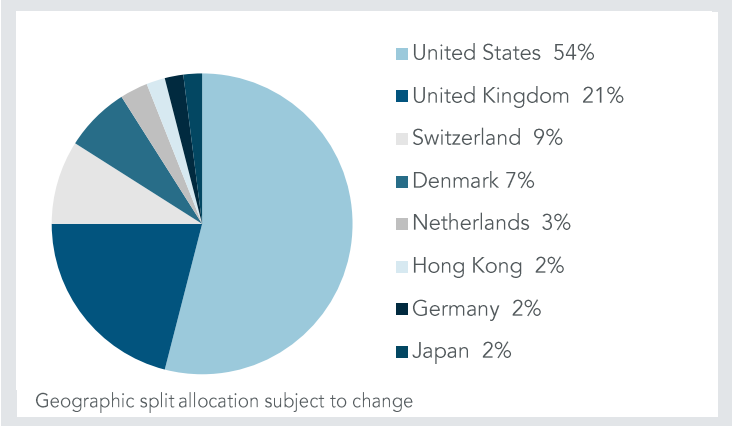
Asset Allocation



Asset Class Limits



Geographic Split



December Commentary

In December, Domino's Pizza plc announced a new agreement with franchisees, with the shares up 22% on the day of the announcement. Under this new agreement, franchisees will be incentivised to open new stores and grow order volumes. Crucially, franchisees will once again participate in national promotional deals, which will further reinforce Domino's value credentials. In return, Domino's Pizza will increase investments in technology, provide an enhanced food rebate mechanism and improve new store incentives schemes.

The ongoing dispute with franchisees was a significant overhang on the stock, despite significant improvements in governance and execution at Domino's over the last two years. In our minds, these concerns were misplaced and a deal with franchisees was inevitable. A prolonged struggle between the company and the franchisees was economically damaging for

both entities. With a new Board and under the leadership of Dominic Paul, Domino's addressed many franchisees concerns and set up the conditions for a successful resolution.

The beauty of Domino's business model is the mutual dependence between the company and its franchisees, which provides the company a great deal of resilience. The business managed to trade well despite the ongoing dispute and served delicious pizza to millions of people in the UK during the pandemic. However, Domino's was running well below its full potential and ceded some share to food aggregators. We believe the new agreement will allow Domino's system to be on the front foot again.

The economic terms of the franchisee resolution are balanced, with no impact on earnings in the short-term despite extra investments. We have

now more confidence in Domino's ability to accelerate earnings growth and our focus will now be on the quality of execution.

The shares remain undervalued on a 22x price to earnings valuation* and a 2.3% dividend yield. Domino's combination of attractive growth and little capital requirements to fund this growth should be valued higher. We note that Domino's UK trades at a substantial discount to its sister Domino's franchises, Domino's Pizza Inc and Domino's Pizza Enterprises.

*Price to earnings is calculated by dividing the company's share price by its earnings per share.

Ethical Exclusion Criteria

Corporate securities

Armaments - (a) generates more than 10% of its total turnover from strategic military supplies relating to conventional weapons and/or (b) produces key parts of, or provides services for, cluster munitions systems, and/or (c) is alleged to have contravened the convention on anti-personnel mines in the last ten years and which has not addressed the allegations, and/or (d) manufactures products, or provides services, which are all or part of a nuclear weapons system.

Tobacco - makes more than 10% of its total turnover from tobacco products.

Pornography - derives more than 3% of its total turnover from pornography or adult entertainment.

Fossil Fuels - (a) derives more than 10% of its total turnover from the refining or extraction of, or generation of power from, fossil fuels and/or (b) derives more than 10% of its turnover from coal mining activities. Companies whose listing falls within the Oil & Gas sector are also excluded.

Alcohol - derives more than 10% of its total turnover from the sale or production of alcohol.

Gambling - derives more than 10% of its total turnover from gambling (including spread betting).

High Interest Rate Lending - derives more than 10% of its total turnover from high interest rate lending (high interest being defined as lending at an annual percentage rate (APR) of over 100%).

Government and public securities

The Fund will not invest in the securities of any sovereign issue which is issued or guaranteed by any issuer which is subject to a sanction issued by either the United Nations or the European Union.

When investing assets in government and public securities the Fund will only invest in the securities issued or guaranteed by the following countries: Canada, France, Germany, Italy, Japan, the United States of America, the United Kingdom of Great Britain and Northern Ireland (commonly known as the "G7"), or by a single local authority or public authority of those countries.

Please read the Fund's Ethical Exclusion Criteria before investing (available [here](#))

Top 10 holdings	% Fund
Paychex	5.8
Unilever	4.9
ADP	4.9
Reckitt Benckiser	4.7
CME Group	4.6
PepsiCo	4.6
Microsoft	4.2
Roche Holdings	3.8
Coloplast	3.7
RELX	3.5
Total Top 10	44.6
23 other holdings	54.0
Cash & Equivalent	1.4
TOTAL	100.0

Holdings subject to change

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 at www.linkfundsolutions.co.uk.

INVESTMENT PERFORMANCE WILL NOT BE SHOWN UNTIL ONE CALENDAR YEAR AFTER THE FUND'S LAUNCH DUE TO REGULATORY REQUIREMENTS.

Structure Sub-fund of Trojan Investment Funds UK UCITS	Dividend Ex Dates 1 May, 1 August, 1 November, 1 February (final)	Dealing Daily at noon Tel: 0345 608 0950
Investment Manager Troy Asset Management Limited 33 Davies Street London W1K 4BP Tel: 020 7499 4030 email: busdev@taml.co.uk	Dividend Pay Dates 30 June, 30 September, 31 December, 31 March (final)	Registrar Link Fund Administrators Limited
Co-Managers James Harries Tomasz Boniek	Estimated Dividend Yield* (O Inc) 2.20% <small>*based on historic yield of portfolio holdings as at launch, this yield may not be achieved</small>	Auditor Ernst & Young LLP
Currency £ Sterling	Authorised Corporate Director Link Fund Solutions Limited Tel: 0345 300 2110	Depository The Bank of New York Mellon (International) Limited
Launch Date 01 November 2021	ISINs GB00BNR5HJ67 (O Acc), GB00BNR5HK72 (O Inc) GB00BNR5HL89 (S Acc), GB00BP8Z0C36 (S Inc)	Bloomberg TREGIOG_LN (O Acc), TREGIOB_LN (O Inc)
Ongoing Charges (capped) 'O' (ordinary) shares: 0.92% 'S' (charity) shares: 0.82%	Benchmarks For more information on the benchmarks used please refer to the 'use of benchmarks' section in the fund information sheet, available from our website	Pricing "O" share class prices published daily in the FT

Important Information: Neither past nor projected performance are guides to future performance. 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. The yield is not guaranteed and will fluctuate. It does not include any preliminary charge and investors may be subject to tax on their distributions. 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. Although Troy Asset Management Limited considers the information included in this document to be reliable, no warranty is given as to its accuracy or completeness. The opinions expressed are expressed at the date of this document and, whilst the opinions stated are honestly held, they are not guarantees and should not be relied upon and may be subject to change without notice. Third party data is provided without warranty or liability and may belong to a third party. Morningstar logo (© 2021 Morningstar, Inc. All rights reserved.) contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. The fund(s) is/are registered for distribution to the public in the UK but not in any other jurisdiction. Issued by Troy Asset Management Limited, 33 Davies Street, London W1K 4BP (registered in England & Wales No. 3930846). Registered office: Hill House, 1 Little New Street, London EC4A 3TR. Authorised and regulated by the Financial Conduct Authority (FRN: 195764). Copyright Troy Asset Management Ltd 2021.