



Trojan Income Fund

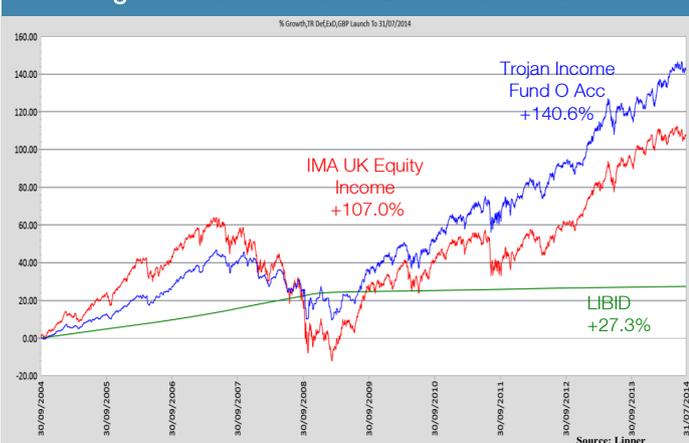
www.taml.co.uk

July 2014

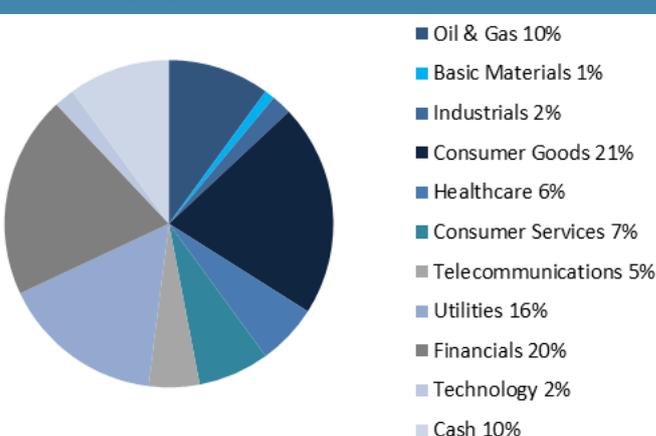
The investment objective of the Trojan Income Fund is to provide an above average income with the potential for capital growth in the medium term. The policy is to invest substantially in UK and overseas equities and fixed interest securities but may also invest in collective investment schemes and money market instruments. Any comparisons against indices are for illustrative purposes only.

Prices	All data as at 31 July 2014	Net Yield	Fund Size
240.56p 'O' accumulation shares	161.01p 'O' income shares	3.9% ('O' inc)	£1,687m

Percentage Growth from 30/09/2004 to 31/07/2014



Asset Allocation



Total Return to 31 July 2014	30/09/04 Since launch	31/07/09 5 years	31/07/11 3 years	31/07/13 1 year	31/01/14 6 months
Trojan Income Fund	+140.6%	+92.7%	+40.7%	+8.0%	+7.7%
LIBID <small>London Inter Bank Bid Rate</small>	+27.3%	+2.2%	+1.3%	+0.4%	+0.2%
IMA UK Equity Income	+107.0%	+82.8%	+36.1%	+6.8%	+3.3%
FTSE All Share Index	+121.7%	+80.7%	+31.7%	+5.6%	+4.5%

Discrete Calendar Annual Returns	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014 YTD
Trojan Income Fund	+11.7%	+16.8%	+5.0%	-12.1%	+14.7%	+14.4%	+6.3%	+9.9%	+20.2%	+4.7%

Past performance is not a guide to future performance.

Source: Lipper

July Commentary

The Fund returned -1.0% during the month compared to a return of -0.3% for the FTSE All Share Index. A combination of factors including the collapse of Banco Espirito Santo (the leading Portuguese bank), and disappointing earnings announcements conspired to sap investor confidence. Continued sterling strength and its impact on UK equity dividends denominated in US\$ was a further negative factor. Growing geopolitical risk due to rising tension in the Ukraine and the Middle East caused increasing concern.

Ultimately equity markets cannot continue to rise indefinitely without the support of growing earnings and dividends and as this has faded the vulnerability of equity prices to negative external factors increases.

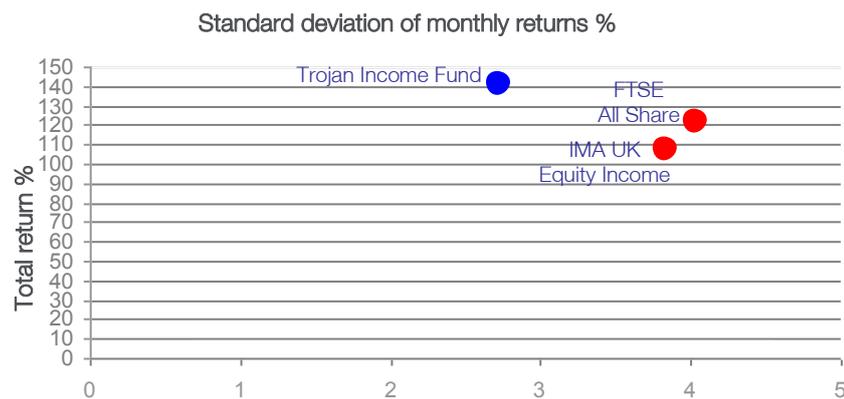
Investors will have noticed that cash balances in the Fund have risen to 10% which provides some downside protection but inevitably a period of renewed market volatility will have an impact. Since the market bottomed in March 2009 the number of market corrections of over 10% can be counted on the fingers of one hand and we would not be surprised if the

current modest drawdown of about 5% was extended.

Recent changes to the portfolio have included the sale of Greggs after a strong recovery in the share price and the purchase of Land Securities, on a yield of 3%. This is a long term yield play with large redevelopment projects due to come on stream in the next few years, which will boost dividend growth. The balance sheet is well funded with an average loan term of over five years.

The interim dividend has been increased by 3.9% to 2.65p.

Return vs volatility since launch



Source: Lipper Hindsight

Top 10 Holdings	% Fund
Royal Dutch Shell	4.4
Unilever	3.9
BP	3.8
HSBC Holdings	3.6
National Grid	3.6
Imperial Tobacco	3.5
GlaxoSmithKline	3.5
AstraZeneca	3.0
Pennon	2.9
SSE	2.8
Total Top 10	35.0
30 other holdings	54.8
Cash & equivalent	10.2
Total	100.0

¹ Measures the worst investment period

Risk analysis since launch 30th September 2004	Fund	IMA UK Equity Income	FTSE All Share
Total return	+140.6%	+107.0%	+121.7%
Max drawdown ¹	-25.2%	-46.5%	-45.6%
Best month	+6.6%	+11.4%	+9.9%
Worst month	-6.9%	-12.7%	-13.2%
Positive months	+64.4%	+63.6%	+60.2%
Annualised volatility	+9.5%	+13.3%	+14.0%

Awards



Fund Information

A copy of the latest Prospectus upon which you should base your investment is available from Capita Financial Managers, the Funds Authorised Corporate Director and Administrator (Authorised and Regulated by the Financial Conduct Authority) on 0845 608 0950

Structure	Management Fee	Dealing
Sub-fund Trojan Investment	'O' (ordinary) shares: 1.00%	Daily at noon
Funds UCITS	'S' (charity) shares: 0.75%	Tel: 0845 608 0950
Investment Adviser	'I' (intermediary) shares: 1.50%	Registrar
Troy Asset Management Ltd	Ongoing Charges	Capita Financial Administrators Limited
Brookfield House	'O' Shares: 1.03%	Auditor
44 Davies Street	'S' Shares: 0.78%	Ernst & Young LLP
London W1K 5JA	'I' shares: 1.53%	Depository
Tel: 020 7499 4030	Dividend Ex Dates	BNY Mellon Trust & Depository (UK) Limited
Fax: 020 7491 2445	1 Aug (interim), 1 Feb (final)	Bloomberg (O Shares)
email: info@taml.co.uk	Dividend Pay Dates	TROJINC_LN (Acc), TROJINI_LN (Inc)
Fund Manager Francis Brooke	30 Sep (interim), 31 Mar (final)	SEDOL (O Shares)
Assistant Fund Manager Hugo Ure	Net Yield (historic) 'O' Income Shares 3.9%	B01BP17 (Acc), B01BNW4 (Inc)
Currency £ Sterling	Authorised Corporate Director	Pricing
Initial Fee Nil	Capita Financial Managers Ltd	Fund prices published daily in the FT
Launch Date 30 September 2004	Tel: 0845 300 2110	

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