

LHV Persian Gulf Fund

28-Feb-15

Monthly Return 3.19%
NAV of A unit 14.0236 EUR
NAV of B unit 8.9611 EUR
Fund Size EUR 25 122 109
LHV Asset Management EUR 517 478 410

Fund Manager's Comment



Joel Kukemelk

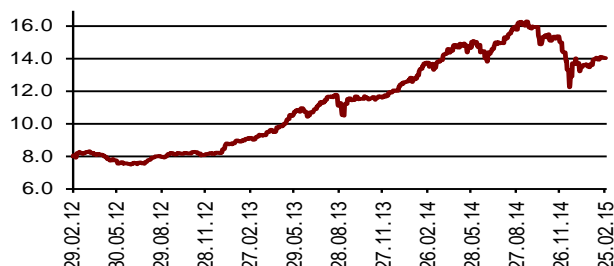


After four months of consecutive losses we saw buying interest in the GCC stock markets with LHV Persian Gulf Fund rising +3.2%. Month's strongest stock market (MSCI, local currency, net) was United Arab Emirates with +8.7% gain and weakest was Oman with -0.5% fall.

Saudi Arabia's PMI (purchasing manager's index) value outside energy sector was at its four month high at the end of February coming in at 58.5 points vs 57.8 points in January. UAE showed 58.1 points vs 59.3 last month. Both numbers indicate that economic activity continues to remain robust throughout the GCC region despite the fall in energy prices. As of end of February LHV Persian Gulf Fund's single investments traded at 11.6x 12 month estimated earnings, 1.3x book value and offered 3.4% dividend yield.

On February 26th we announced that LHV Persian Gulf Fund is re-domiciling to Luxembourg with an effective date of April 13th. Luxembourg domiciliation provides fund investors with a sign of quality and structure that's well sought after in the financial world and we believe that with our longstanding experience in investing in the GCC markets being the first Luxembourg domiciled GCC equity fund we stand in a great position to increase our fund investor base going forward. Existing investors that wish to continue to invest in the quickly developing GCC stock markets don't have to do anything during this re-domiciliation process.

A unit price movement (last 36 months)



Investment Objective

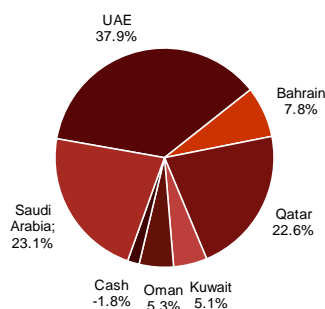
LHV Persian Gulf Fund invests in listed equities in the GCC (Gulf Cooperation Council) region – Bahrain, Oman, Qatar, Kuwait, United Arab Emirates and Saudi Arabia. Due to the specific nature of the fund, the recommended minimum investment period is at least 3 to 5 years.



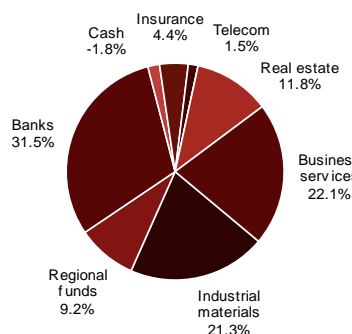
Historical Returns*

	1 month	12 months	36 months	2013-2014 average	2012-2014 average	2010-2014 average	YTD
Fund	3.19%	2.11%	76.27%	29.31%	23.33%	17.10%	2.21%

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
EFG-Hermes Saudi Arabia Equity	9.22%
Ras Al Khaimah Ceramics	7.56%
Emaar Properties	7.27%
Aluminium Bahrain	7.10%
Qatar Fuel Company	5.60%
Union National Bank	5.20%
Dubai Islamic Bank	4.84%
Samba Financial Group	4.58%
Depa	4.46%
Bank Muscat	4.44%
Value of top 10 Investments	60%
Total Number of Investments	30

Fund Details

Type:	eurofund (UCITS IV)	Depository:	AS Swedbank
ISIN of A-unit:	EE3600095287 (EUR)	Issue Fee:	0%
Registrar of A-units:	AS LHV Pank	Management Fee:	1.75%
ISIN of B-unit:	EE3600095295 (EUR)	Redemption Fee:	1% (0% until 01.04.15)
Registrar of B-units:	EVK	Established:	10.01.2008
Fund Managers:	Joel Kukemelk	Launched:	13.02.2008

*The fund's historical performance does not promise or offer any indications regarding future performance. Information presented herein should not be interpreted as investment advice, investment recommendation or any other investment or ancillary service. Please refer to the prospectus and the key investor information and ask for additional information lhv.ee/persian. Source & Copyright: CITYWIRE. Joel Kukemelk is A rated by Citywire for his 3 year risk adjusted performance for the period 31.01.2012 – 31.01.2015. Starting from 01.03.2014, the historical annual performance figures are geometrical averages.