

LHV Persian Gulf Fund

30-Apr-13

Monthly Return **5.88%**
NAV of A unit **9.8144 EUR**
NAV of B unit **6.2714 EUR**
Fund Size **EUR 6 594 556**

Fund Manager's Comment

Joel Kukemelk



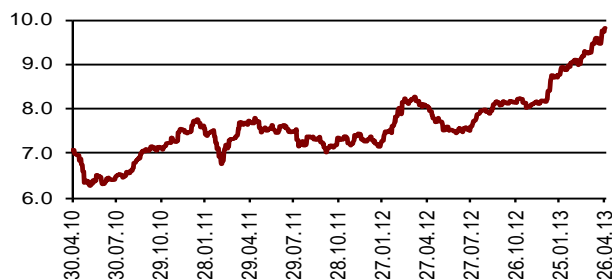
Strong buying interest persisted in the GCC stock markets also in April. Best result was shown by the United Arab Emirates stock market where MSCI UAE index (net) rose in local currency by +11.3%, the weakest was Bahrain with -1.9% result for the month. LHV Persian Gulf Fund rose +5.9% in April and is up +19.6% since the beginning of the year.

Strong performance in April was aided by decent first quarter financial results from fund's biggest investments. Especially good were Industries Qatar's results that grew y-o-y earnings by +34% but actually most of fund's biggest investments delivered at least in-line results. On a negative side Saudi Basic Industries' and Aldar Properties' results were weaker than expected.

Although fund investments have risen strongly over a short period of time it can still be said that over the long-term current valuations remain attractive. At the end of April the weighted harmonic mean averages calculated on historical 2012 actual financial results for the whole fund portfolio were as follows: 11.8x P/E, 1.5x P/B and 3.9% dividend yield for trailing 12 months. These numbers suggest that there continues to be additional upside potential in the stock prices.

We are also pleased to announce that during a prestigious award ceremony held in Dubai on April 24th LHV Persian Gulf Fund was awarded by Zawya Thomson Reuters the award of "Best Equity GCC Fund Of 2012".

A unit price movement (last 36 months)



Investment Objective

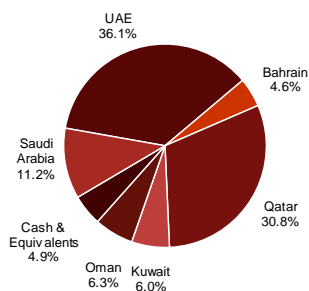
LHV Persian Gulf Fund invests in listed equities in the GCC (*Gulf Cooperation Council*) region – Bahrain, Oman, Qatar, Kuwait, United Arab Emirates and Saudi Arabia.

Due to the specific nature of the fund, the recommended minimum investment period is at least 3 to 5 years.

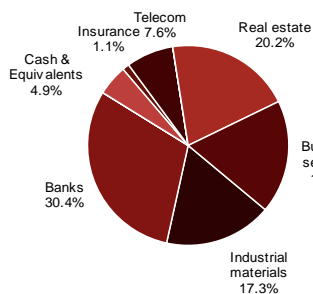
Historical Returns*

	1 month	12 months	36 months	2011-2012 average	2010-2012 average	YTD
Fund	5.88%	21.77%	38.85%	4.92%	10.02%	19.61%

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
Emaar Properties Limited	8.68%
First Gulf Bank	8.30%
Sorouh Real Estate Co	7.89%
Qatar Fuel Company	6.80%
Industries Qatar QSC	6.69%
Union National Bank	4.57%
Qatar National Bank	4.52%
Qatar Telecom	4.03%
Commercial Bank of Qatar	3.94%
Agility Public Warehousing	3.83%
Value of TOP 10 Investments	59%
Total Number of Investments	31

Fund Details

Type:	eurofund (<i>UCITS IV</i>)	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%
Registrar of B-units:	EVK	Established:	1/10/2008
Fund Managers:	Joel Kukemelk	Launched:	2/13/2008

*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.