

LHV Persian Gulf Fund

30-Apr-14

Monthly Return 4.04%
NAV of A unit 14.6719 EUR
NAV of B unit 9.3753 EUR
Fund Size EUR 68 168 390
LHV Asset Management EUR 456 423 802

Fund Manager's Comment



Joel Kukemelk



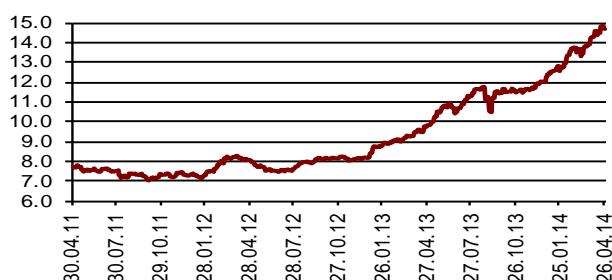
In April GCC stock markets continued to rise and LHV Persian Gulf Fund's unit value increased by +4.0%. When looking at MSCI country indices then the strongest markets during the month were the United Arab Emirates and Qatar that in local currency increased by +12.4% and +8.8%

respectively. These two markets out of all GCC markets have also risen most this year and as the fund's biggest investments are located in those two countries then LHV Persian Gulf Fund has benefitted fully from those moves.

Long-term potential continues to be huge and one needs to take into account the multi-year government investment programs that are hundreds of billions of dollars in size – for example Dubai's largest real estate developer Emaar Properties' chairman Mohamed Alabbar forecasted during last shareholders meeting that company's 2018 earnings could even be more than 3 times bigger than estimated 2014 earnings.

By the end of April majority of the fund investments have completed paying out their annual dividends. LHV Persian Gulf Fund's investments trailing 12 month weighted average dividend yield is 3.7%, investments 2013 harmonic mean price to book (P/B) ratio is 1.5x and expected 2014 harmonic mean price to earnings (P/E) ratio is 13.8x.

A unit price movement (last 36 months)



Investment Objective

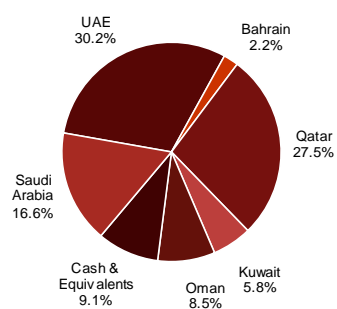
LHV Persian Gulf Fund invests in listed equities in the GCC (Gulf Cooperation Council) region – Bahrain, Oman, Qatar, Kuwait, United Arab Emirates and Saudi Arabia. Due to the specific nature of the fund, the recommended minimum investment period is at least 3 to 5 years.



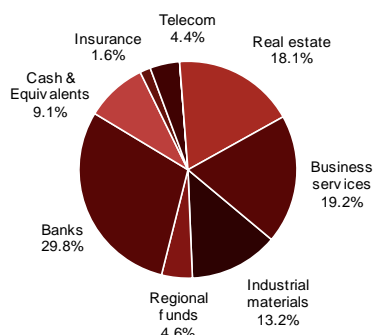
Historical Returns*

	1 month	12 months	36 months	2012-2013 average	2011-2013 average	2009-2013 average	YTD
Fund	4.04%	49.49%	90.32%	29.50%	17.87%	17.06%	19.62%

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
Emaar Properties	7.85%
Qatar National Bank	6.90%
Dubai Financial Market	5.23%
Doha Bank	4.72%
EFG-Hermes Saudi Arabia Equity	4.56%
Agility Public Warehousing	4.52%
Bank Muscat	4.26%
Union National Bank	4.15%
Oman Telecom	4.10%
Barwa Real Estate	3.82%
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Value of top 10 Investments	50%
Total Number of Investments	37

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%
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 AA rated by Citywire for his 3 year risk adjusted performance for the period 31.03.2011 – 31.03.2014. Starting from 01.03.2014, the historical annual performance figures are geometrical averages.