

LHV Persian Gulf Fund

30-Sep-15

Monthly Return -0.82%
NAV of share 12.9554 EUR
Fund Size EUR 16 273 932
LHV Asset Management EUR 543 292 251

Fund Manager's Comment



Joel Kukemelk

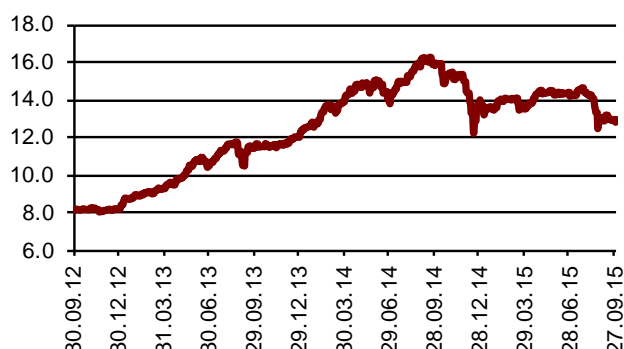


In September LHV Persian Gulf Fund lost -0.8%. Month's strongest stock market (MSCI, local currency, net) was Kuwait with +1.4% gain and weakest was United Arab Emirates with -3.3% loss. As of end of September LHV Persian Gulf Fund's single investments' fund portfolio trades at an attractive 10.5x 12 month estimated P/E, 1.3x trailing P/B and offers 4.5% dividend yield.

Large Middle Eastern conference organised in London by EFG during September 7th-9th was attended by more than 250 fund managers/analysts from 117 companies and by 87 listed MENA company managements, 45 of them from GCC. During these three days we met with 32 GCC company managements, including our biggest investments Dubai Islamic Bank, Ras Al Khaimah Ceramics, Union National Bank and Qatar Insurance. These meetings assured us that our investment theses continue to be intact.

After the conference we added shares of Saudi Airlines Catering to our fund portfolio - this is a company with a dominant market position in Saudi Arabia's airline catering. Saudi Arabia's aviation sector is expanding rapidly and Saudi Airlines Catering benefits directly from this theme. In addition, the company is also expanding into fast-growing religious tourism catering segment that creates them additional growth opportunities for multiple years.

Share price movement (last 36 months)



Investment Objective

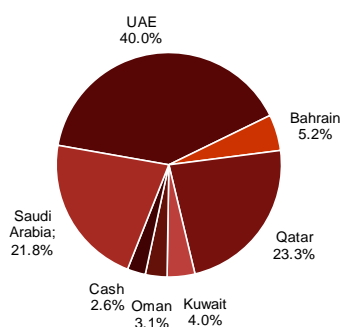
LHV Persian Gulf Fund invests in listed equities in the GCC (*Gulf Cooperation Council*) region – Bahrain, Oman, Qatar, Kuwait, United Arab Emirates and Saudi Arabia. Due to the specific nature of the fund, the recommended minimum investment period is at least 3 to 5 years.



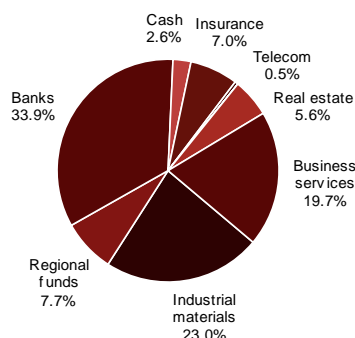
Historical Returns*

	1 month	12 months	36 months	2013-2014 average	2012-2014 average	2010-2014 average	YTD
Fund	-0.82%	-18.58%	60.32%	29.31%	23.33%	17.10%	-5.57%

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
Ras Al Khaimah Ceramics	9.41%
Dubai Islamic Bank	9.01%
Union National Bank	8.27%
EFG-Hermes Saudi Arabia Equity	7.73%
Qatar Insurance Company	7.01%
Aluminium Bahrain	4.72%
Al Meera Consumer Goods	4.70%
Qatar Fuel Company	4.58%
Depa	3.79%
Savola	3.61%
Value of top 10 Investments	63%
Total Number of Investments	28

Fund Details

Type:	eurofund (SICAV, UCITS IV)	Depository:	Swedbank AB (publ) Luxembourg Branch
ISIN of share:	LU1138349862	Issue and Redemption Fee:	0%
Registrar of share:	Swedbank AB (publ) Luxembourg Branch	Investment Management Fee:	1.75%
Fund Managers:	Joel Kukemelk	Launched:	2/13/2008, re-domiciled 4/13/2015

*The fund's historical performance does not promise or offer any indications regarding future performance. The performance chart shows the performance of the LHV Persian Gulf Fund - Class A Unit (EE3600095287). LHV Persian Gulf Fund has been merged into the SEF – LHV Persian Gulf Fund on 2015-04-13. 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 31.08.2012 – 31.08.2015. Starting from 01.03.2014, the historical annual performance figures are geometrical averages.