

LHV Persian Gulf Fund

30-Nov-12

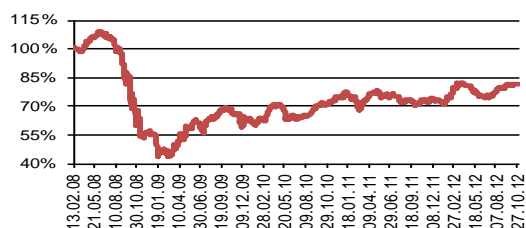
Monthly Return -1.12%
NAV of A unit 8.0971 EUR
NAV of B unit 5.1740 EUR
Fund Size EUR 3 787 853

Investment Objective

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

As growth and opportunity is seen outside the energy sector, the majority of the Fund's assets are invested in banking, insurance, infrastructure, communication, construction, power and water sectors.

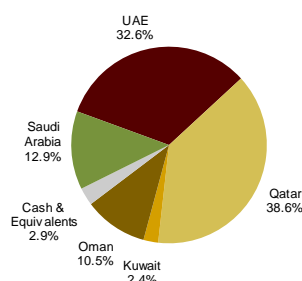
Performance History



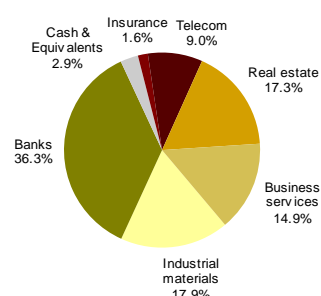
Historical Returns*

	1 month	1 year	2010-2011 average	2009-2011 average	YTD	Since Inception	Since Incep. p.a.
Fund	-1.12%	11.38%	8.93%	9.84%	10.71%	-19.03%	-4.35%

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
First Gulf Bank	7.36%
Industries Qatar QSC	6.80%
Emaar Properties Limited	6.76%
Qatar Fuel Company	6.39%
Commercial Bank of Qatar	5.99%
Sorouh Real Estate Co	4.81%
Oman Telecom	4.53%
Qatar Telecom	4.48%
Al-Dar Properties PJSC	4.46%
Bank Muscat SAOG	4.35%
Value of TOP 10 Investments	56%
Total Number of Investments	30

Fund Manager's Comment

In November the fund's net asset value fell by -1.1%. Year to date result is +10.7%. Stock exchange movements in November were influenced by the conflict between Israel and Palestine and the unrest that started in Egypt again. On the back of these factors the majority of the GCC stock markets corrected a little during the month. In local currency the Kuwait stock market increased by +4.2%, UAE's Abu Dhabi stock market was unchanged, UAE's Dubai market fell by -0.6%, Qatar -1.7%, Oman -2.2% and Saudi Arabia -3.8%. Egyptian stock market fell by -15.6% in November.

Despite the careful tone from other parts of the world consumer confidence remains high in the GCC-countries. For example a survey carried out in Dubai in Q3 showed that 77% of respondents felt positive about their current financial situation and 86% believed that their financial situation will improve further in the next 12 months.

In November we increased the fund's exposure to Saudi Arabia - by the end of the month Saudi Arabia made up of 13% of the fund investments. The fundamentals are strong in this country and at the same time the stock prices are now clearly cheap and offer significant long-term upside potential. At the end of November the weighted harmonic mean P/E of all the investments in LHV Persian Gulf Fund stood at only 9.8x, P/B at 1.2x and dividend yield is 4.5% (computed using 2011 financials).

Joel Kukemelk & Mikael Kvibäck

Fund Details

Type: UCITS
 ISIN of A-unit: EE3600095287 (EUR)
 Registrar of A-units: AS LHV Pank
 ISIN of B-unit: EE3600095295 (EUR)
 Registrar of B-units: EVK
 Depository: AS Swedbank
 Fund Managers: Joel Kukemelk, Mikael Kvibäck

Issue Fee: 0%
 Management Fee: 1.75%
 Redemption Fee: 1.0%
 Established: 1/10/2008
 Launched: 2/13/2008

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*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 simplified prospectus and ask for additional information lhv.ee/persian.