

# LHV Persian Gulf Fund

31-Jan-13

**Monthly Return** 8.91%  
**NAV of A unit** 8.9366 EUR  
**NAV of B unit** 5.7105 EUR  
**Fund Size** EUR 4 790 852

## Fund Manager's Comment

**Joel Kukemelk**

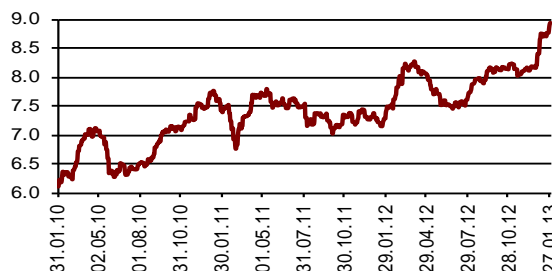


Year 2013 began very strongly for the GCC-markets as the fund's net asset value increased by +8.9%. This marked the biggest monthly gain for the fund in the last 34 months. The rally was led by the stock exchange of the United Arab Emirates where by now the recovery of the Dubai real estate market has been confirmed by various different indicators, companies and specialists. This has also propelled the local economy.

In January LHV Persian Gulf Fund started investing into Bahrain. It was the last stock market of the six GCC-countries where the fund hadn't invested so far. By today Bahrain stock market has fallen five years in a row – the global financial crisis of 2008 and the unrest of the Arab world in 2011 has left its mark on the local stock market. But after these big falls the Bahrain stock market has now become very attractive for long-term investors and therefore timing for initiating Bahrain investments seems good. The price-to-book ratio (P/B) on the Bahrain index has by today fallen to 0.8x which is just two thirds of the historical median. The fund's biggest investments, however, continue to be concentrated foremost in the United Arab Emirates and Qatar where the stock prices can still be considered cheap despite the already seen steep rise and where there are both short- and long-term catalysts for additional gains.

On January 31st there was a change in the fund management structure – Mikael Kvibäck left the position of co-fund manager and Joel Kukemelk continues as the only fund manager of the fund.

## A unit price movement (last 36 months)



## Investment Objective

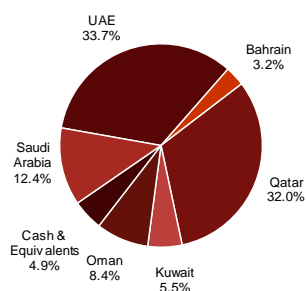
LHV Persian Gulf Fund invests in listed equities in the GCC (*Gulf Cooperation Council*) region – Bahrain, Oman, Qatar, Kuwait, United Arab Emirates and Saudi Arabia.

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

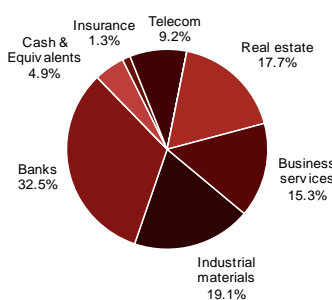
## Historical Returns\*

	1 month	12 months	36 months	2011-2012 average	2010-2012 average	YTD
Fund	8.91%	21.18%	46.47%	4.92%	10.02%	8.91%

## Country Breakdown



## Industry Breakdown



## Top 10 Investments

Name	% of Assets
First Gulf Bank	7.88%
Emaar Properties Limited	6.63%
Sorouh Real Estate Co	6.27%
Qatar Fuel Company	6.23%
Industries Qatar QSC	5.73%
Qatar Telecom	4.36%
Commercial Bank of Qatar	4.09%
Union National Bank	3.93%
Al-Dar Properties PJSC	3.83%
Qatar National Bank	3.67%
Value of TOP 10 Investments	53%
Total Number of Investments	34

## 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](http://lhv.ee/persian).