

LHV Persian Gulf Fund

31-May-14

Monthly Return 2.42%
NAV of A unit 15.0273 EUR
NAV of B unit 9.6024 EUR
Fund Size EUR 66 890 424
LHV Asset Management EUR 470 719 361

Fund Manager's Comment



Joel Kukemelk

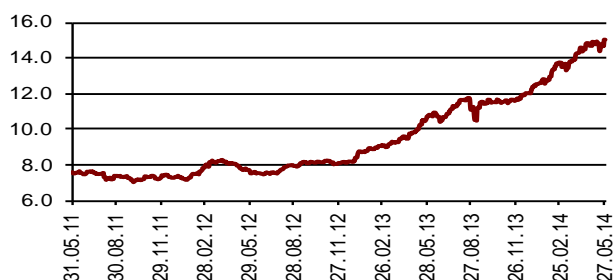


May's strongest markets in the GCC region were according to MSCI's country indices Qatar and United Arab Emirates that witnessed buying interest ahead of the implementation of MSCI upgrade to these two markets. In May LHV Persian Gulf Fund's unit value increased by +2.4%. In May I visited companies in Kuwait and the United Arab Emirates.

During the last days of May before the implementation of the MSCI upgrade Qatar's emir announced that foreign investors should be allowed to buy up to 49% of the listed companies instead of the current 25% limit. This is a big and important decision because in some stocks current limitations were actually hindering foreign investments and this gives reason to believe that Qatar's weight in MSCI Emerging Markets Index will be higher in future years than current 0.5%.

We are very pleased to announce that during an award ceremony held in Dubai on June 1st LHV Persian Gulf Fund was awarded the title of "Best Equity GCC Fund" by Zawya Thomson Reuters second year in a row.

A unit price movement (last 36 months)



Investment Objective

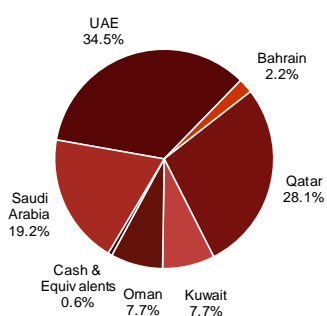
LHV Persian Gulf Fund invests in listed equities in the GCC (Gulf Cooperation Council) region – Bahrain, Oman, Qatar, Kuwait, United Arab Emirates and Saudi Arabia. Due to the specific nature of the fund, the recommended minimum investment period is at least 3 to 5 years.



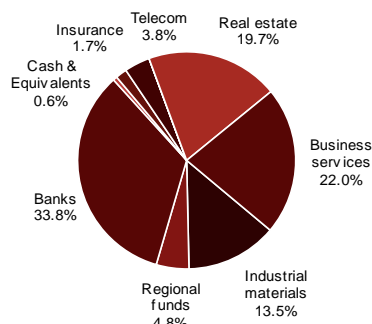
Historical Returns*

	1 month	12 months	36 months	2012-2013 average	2011-2013 average	2009-2013 average	YTD
Fund	2.42%	40.25%	98.62%	29.50%	17.87%	17.06%	22.52%

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
Emaar Properties	8.76%
Qatar National Bank	6.87%
First Gulf Bank	6.71%
Agility Public Warehousing	6.32%
EFG-Hermes Saudi Arabia Equity	4.85%
Doha Bank	4.76%
Barwa Real Estate	4.57%
Dubai Financial Market	4.45%
Ras Al Khaimah Ceramics	4.43%
Samba Financial Group	4.20%
Value of top 10 Investments	56%
Total Number of Investments	36

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 30.04.2011 – 30.04.2014. Starting from 01.03.2014, the historical annual performance figures are geometrical averages.