

LHV Persian Gulf Fund

31-May-15

Monthly Return -1.68%
NAV of share 14.2651 EUR
Fund Size EUR 20 273 423
LHV Asset Management EUR 527 087 364

Fund Manager's Comment



Joel Kukemelk



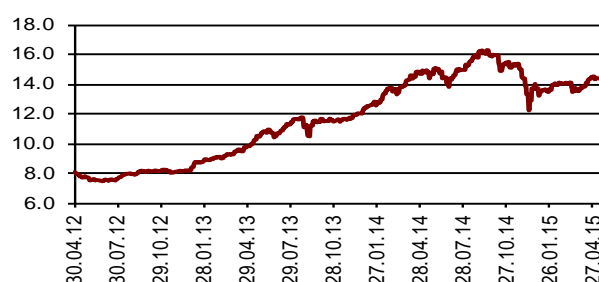
In May GCC stock markets exhibited weakness after strong April, LHV Persian Gulf Fund lost -1.7%. Month's strongest stock market (MSCI, local currency, net) was Oman with +1.8% gain and weakest was the United Arab Emirates with -6.8% loss. As of end of May LHV Persian Gulf

Fund's single investments trade at 11.7x 12 month estimated P/E, 1.4x trailing P/B and offer 4.1% dividend yield.

GCC countries' economic growth is expected to continue to grow at a strong pace – EFG forecasts this year's growth outside of the energy sector to be +10.9% in Qatar, +4.5% in Oman, +4.4% in the UAE, +4.3% in Saudi Arabia, +3.2% in Bahrain and +3.0% in Kuwait.

We look forward to the months of June and July – after many years of waiting on June 15th we are finally witnessing the opening of Saudi Arabia's stock market, June 30th has been set as the deadline for the hopefully to be signed final nuclear agreement between Iran and the western countries giving way to the lifting of the sanctions and boosting economic confidence throughout the Middle Eastern region and in the beginning of July our portfolio companies are set to report their Q2'15 financial results.

Share price movement (last 36 months)



Investment Objective

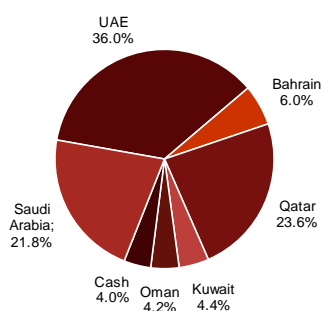
LHV Persian Gulf Fund invests in listed equities in the GCC (*Gulf Cooperation Council*) region – Bahrain, Oman, Qatar, Kuwait, United Arab Emirates and Saudi Arabia. Due to the specific nature of the fund, the recommended minimum investment period is at least 3 to 5 years.



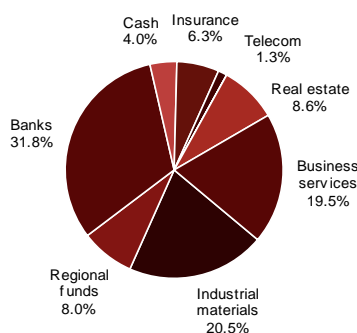
Historical Returns*

	1 month	12 months	36 months	2013-2014 average	2012-2014 average	2010-2014 average	YTD
Fund	-1.68%	-5.07%	87.22%	29.31%	23.33%	17.10%	3.97%

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
EFG-Hermes Saudi Arabia Equity	8.00%
Dubai Islamic Bank	7.53%
Union National Bank	7.32%
Ras Al Khaimah Ceramics	6.90%
Qatar Insurance Company	6.28%
Aluminium Bahrain	5.17%
Qatar Fuel Company	4.84%
Al Meera Consumer Goods	4.24%
Emaar Properties	4.09%
Dar Al Arkan Real Estate Developmen	3.96%
Value of top 10 Investments	58%
Total Number of Investments	30

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 + rated by Citywire for his 3 year risk adjusted performance for the period 30.04.2012 – 30.04.2015. Starting from 01.03.2014, the historical annual performance figures are geometrical averages.