

LHV Persian Gulf Fund

31-Jul-15

Monthly Return 0.88%
NAV of share 14.3849 EUR
Fund Size EUR 19 587 905
LHV Asset Management EUR 538 724 973

Fund Manager's Comment



Joel Kukemelk

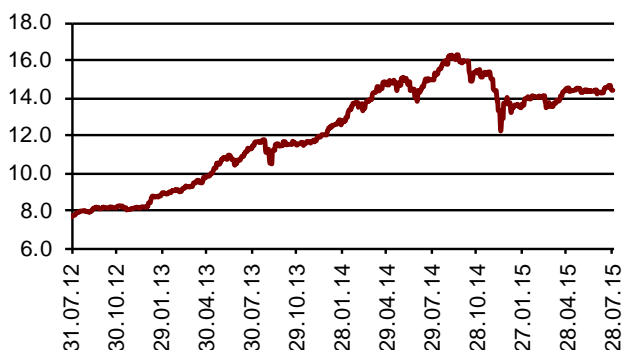


In July LHV Persian Gulf Fund gained +0.9%. Month's strongest stock market (MSCI, local currency, net) was Oman with +2.2% gain and weakest was Qatar with -4.0% loss. As of end of July LHV Persian Gulf Fund's single investments trade at 11.6x 12 month estimated P/E, 1.4x trailing P/B and offer 4.1% dividend yield.

On July 14th Iran agreed to a nuclear agreement with the Western countries. This results in decreasing geopolitical risk for the whole Middle Eastern region and creates new regional growth opportunities for GCC companies. Strongest second quarter results from our portfolio holdings were shown by Qatar's retailer Al Meera, the UAE's ceramics company Ras Al Khaimah Ceramics and the UAE's bank Dubai Islamic Bank.

During the last couple of months we've once again witnessed falling energy prices – this presents an opportunity for GCC countries to implement structural reforms and create a stronger long-term foundation for the economies as public's acceptance to reforms tends to be higher during low energy prices. For the first time over many years we are for example hearing talks of potential implementation of small value-added-tax and reduction or cancellation of fuel subsidies across the GCC.

Share price movement (last 36 months)



Investment Objective

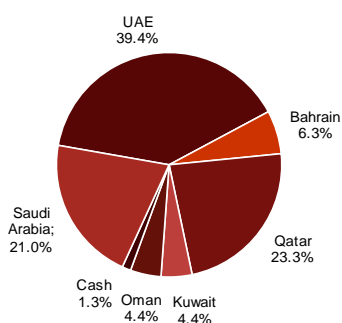
LHV Persian Gulf Fund invests in listed equities in the GCC (*Gulf Cooperation Council*) region – Bahrain, Oman, Qatar, Kuwait, United Arab Emirates and Saudi Arabia. Due to the specific nature of the fund, the recommended minimum investment period is at least 3 to 5 years.



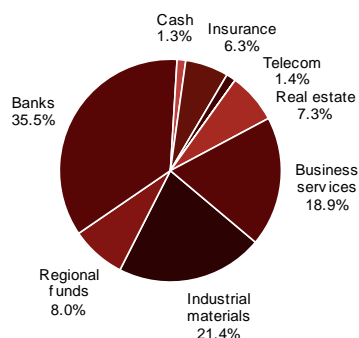
Historical Returns*

	1 month	12 months	36 months	2013-2014 average	2012-2014 average	2010-2014 average	YTD
Fund	0.88%	-3.74%	88.32%	29.31%	23.33%	17.10%	4.85%

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
Dubai Islamic Bank	8.56%
Union National Bank	8.05%
EFG-Hermes Saudi Arabia Equity	7.97%
Ras Al Khaimah Ceramics	7.81%
Qatar Insurance Company	6.29%
Aluminium Bahrain	5.39%
Al Meera Consumer Goods	4.33%
Qatar Fuel Company	4.22%
Bank Muscat	3.87%
Commercial Bank of Qatar	3.82%
Value of top 10 Investments	60%
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 A rated by Citywire for his 3 year risk adjusted performance for the period 30.06.2012 – 30.06.2015. Starting from 01.03.2014, the historical annual performance figures are geometrical averages.