

## LHV Persian Gulf Fund

31-May-12

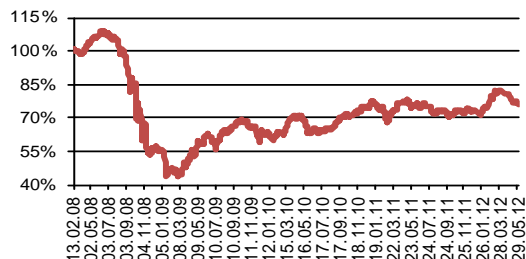
**Monthly Return** -5.45%  
**NAV of A unit** 7.6181 EUR  
**NAV of B unit** 4.8680 EUR  
**Fund Size** EUR 4 376 536

### 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.

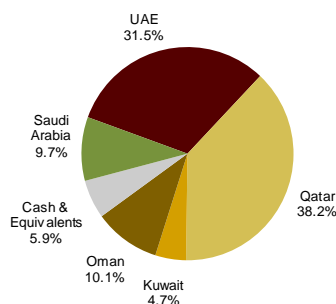
### Performance History



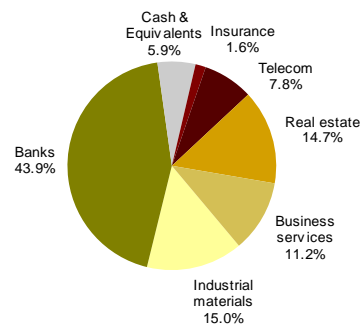
### Historical Returns\*

	1 month	1 year	2010-2011 average	2009-2011 average	YTD	Since Inception	Since Incep. p.a.
Fund	-5.45%	0.69%	8.93%	9.84%	4.16%	-23.82%	-6.21%

### Country Breakdown



### Industry Breakdown



### Top 10 Investments

Name	% of Assets
Commercial Bank of Qatar share	7.53%
First Gulf Bank share	7.36%
Qatar Fuel Company share	7.32%
Industries Qatar QSC share	5.54%
Emaar Properties Limited share	5.10%
Union National Bank share	4.31%
Sorouh Real Estate Co share	4.23%
Oman Telecom share	4.14%
Al-Dar Properties PJSC share	4.13%
Qatar National Bank share	4.10%
Value of TOP 10 Investments	54%
Total Number of Investments	29

### Fund Manager's Comment

In May the fund's NAV decreased by -5.45%, since the beginning of the year the fund is up by +4.2%. As the month of May progressed, euro zone problems and signs of economic slowdown in Europe, China and the USA started to surface more and more and that resulted in steep falls in global stock markets. For example Eastern European markets fell in May by -11%, Scandinavia by -8%, Western-Europe by -6% and MSCI Emerging Markets in euros by -5%. Although the global news flow has recently been negative it's worth mentioning that the majority of the news coming from the GCC region has rather been positive (including the easing of tensions between Iran and the Western countries). Therefore, the Middle-Eastern markets have acted during this global downturn in May actually relatively well.

Different published data that's indicating that the pace of global economic growth is slowing has caused a quick and steep fall in commodity prices – including oil. Europe's Brent oil price has decreased from \$119 in the beginning of the month to \$101 at the end of May. As GCC countries have composed their 2012 budgets on an average oil price of \$75-\$80/barrel this current fall doesn't yet give them much reason to worry.

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: 2.0%  
 Management Fee: 1.75%  
 Redemption Fee: 1.0%  
 Established: 1/10/2008  
 Launched: 2/13/2008

### Contacts

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<http://lhvpgf.blogspot.com>

\*The fund's historical performance does not promise or offer any indications regarding future performance. Please refer to the prospectus and the simplified prospectus and ask for additional information lhv.ee/persian.