

LHV Persian Gulf Fund

31-Jul-12

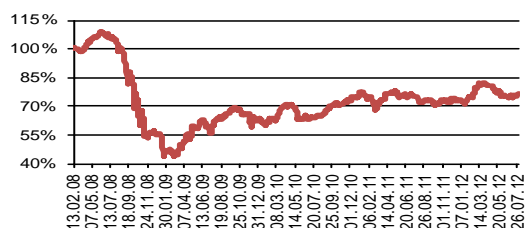
Monthly Return 1.90%
NAV of A unit 7.6385 EUR
NAV of B unit 4.8810 EUR
Fund Size EUR 3 653 827

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.

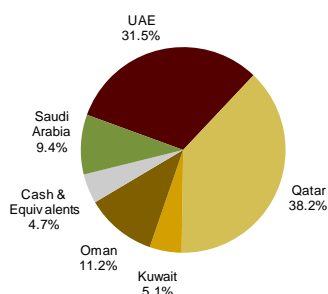
Performance History



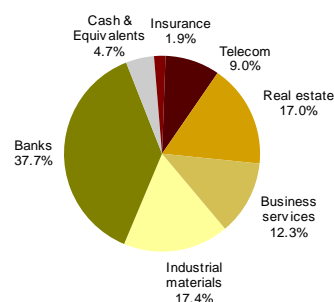
Historical Returns*

	1 month	1 year	2010-2011 average	2009-2011 average	YTD	Since Inception	Since Incep. p.a.
Fund	1.90%	1.97%	8.93%	9.84%	4.44%	-23.62%	-5.93%

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
Qatar Fuel Company share	8.33%
First Gulf Bank share	6.87%
Emaar Properties Limited share	6.70%
Industries Qatar QSC share	6.46%
Commercial Bank of Qatar share	6.22%
Bank Muscat SAOG share	4.87%
Oman Telecom share	4.61%
Al-Dar Properties PJSC share	4.50%
Sorouh Real Estate Co share	4.39%
Qatar National Bank share	3.74%
Value of TOP 10 Investments	57%
Total Number of Investments	29

Fund Manager's Comment

In July we witnessed relatively active markets in the GCC region despite the Ramadan period that started at the end of July as majority of our holdings delivered their Q2 2012 results. The fund's NAV for July ended with a gain of +1.90%. Year-to-date performance for LHV Persian Gulf Fund is a positive result of +4.44%

In general, Q2 results have been in line or above market forecasts. For example we could mention a positive outcome from our holding in the real estate sector Emaar Properties (UAE). The company made a second-quarter net profit of USD 167 million, up +45% from USD 115 million a year earlier. Dubai's real estate market continues to recover led by robust performance of key growth sectors including aviation, retail, hospitality, tourism and foreign trade. Emaar Properties plans to launch more projects including new growth opportunities, backed by a land bank of over 240 million square meters across India, Saudi Arabia, Morocco, Pakistan, Syria, Turkey, Egypt and Jordan.

First Gulf Bank, the fund's largest bank holding and the second-largest lender in the United Arab Emirates by market value reported a 14% rise in second-quarter profit, beating market expectations, as it boosted its lending to government-related entities and retail clients.

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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*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.