

LHV Persian Gulf Fund

30-Nov-15

Monthly Return -5.29%
NAV of share 11.8447 EUR
Fund Size EUR 13 028 245
LHV Asset Management EUR 569 259 528

Fund Manager's Comment



Joel Kukemelk



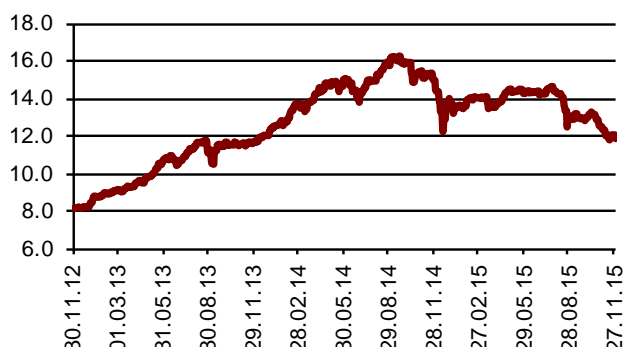
In November LHV Persian Gulf Fund lost -5.3%. Month's strongest stock market was Saudi Arabia's Tadawul with +1.6% gain and weakest (MSCI, local currency, net) was Qatar with -13.8% loss. MSCI GCC ex Saudi Arabia index lost -9.2% in November and its YTD result stands

now at -18.1%.

Middle Eastern investors' attention is currently focused on oil price's 60% decline witnessed during the last 1.5 years, military strikes on ISIS in Syria/Iraq and ever stronger USD resulting in increasing fears of sustainability of dollar peg and potential decrease in global competitiveness. Although GCC countries have very low debt levels and enjoy big reserves – for example despite prolonged period of low energy prices Saudi Arabia's foreign currency reserves have declined only by 13% and are 45% higher than the previous reserve high near the collapse of oil prices in 2008 – then fears about potential continuation of these negative trends have suppressed GCC markets this year. We will soon hear about OPEC's next steps when the cartel gathers for a meeting in Vienna on December 4th.

As of end of November LHV Persian Gulf Fund's single investments' fund portfolio trades at 10.9x 12 month estimated P/E, 1.2x trailing P/B and offers 5.0% dividend yield.

Share price movement (last 36 months)



Investment Objective

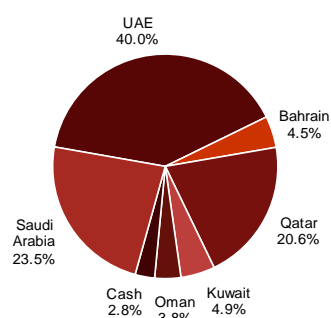
LHV Persian Gulf Fund invests in listed equities in the GCC (*Gulf Cooperation Council*) region – Bahrain, Oman, Qatar, Kuwait, United Arab Emirates and Saudi Arabia. Due to the specific nature of the fund, the recommended minimum investment period is at least 3 to 5 years.



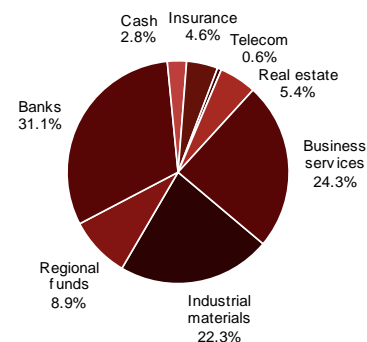
Historical Returns*

	1 month	12 months	36 months	2013-2014 average	2012-2014 average	2010-2014 average	YTD
Fund	-5.29%	-20.94%	46.28%	29.31%	23.33%	17.10%	-13.67%

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
Ras Al Khaimah Ceramics	9.07%
EFG-Hermes Saudi Arabia Equity	8.91%
Dubai Islamic Bank	8.85%
Qatar Fuel Company	8.58%
Union National Bank	7.54%
Qatar Insurance Company	4.55%
Agility Public Warehousing	4.22%
Emirates NBD	3.95%
Aluminium Bahrain	3.94%
Savola	3.77%
Value of top 10 Investments	63%
Total Number of Investments	28

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 Manager:	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 31.10.2012 – 31.10.2015. Starting from 01.03.2014, the historical annual performance figures are geometrical averages.