

# LHV Persian Gulf Fund

30 November 2018

Monthly Return **-2.12%**  
 NAV of share **11.0096 EUR**  
 Fund Size **8 318 761 EUR**  
 LHV Asset Management **1 216 751 313 EUR**

## Fund Manager's Comment Joel Kukemelk



LHV Persian Gulf Fund's performance in November was -2.1% bringing year to date result to -2.3%. The strongest market in November was Oman that rallied by +2.3% (MSCI index, local currency, net) and weakest market was United Arab Emirates that declined by -5.3%.

In November we completely exited our position in Qatar Fuel – a company that distributes fuel within the country and operates a chain of fuel stations. The company's shares had risen by more than 100% this year bringing valuation to levels that for us didn't justify holding the shares through MSCI's decision whether or not to add the company to MSCI Qatar index. Surprisingly MSCI decided not to add the shares to the index, meaning that our exit from the shares couldn't have been better as the shares tumbled by more than 15% over the next following days.

Region's attention turns now to OPEC's December 6th meeting where OPEC is expected to cut oil production alongside with Russia to keep oil prices stable and prevent the return of oversupply to oil markets.

As of end of November fund's investment portfolio trades at just 7.9x 12 month estimated P/E, 1.0x trailing P/B and offers 5.1% dividend yield.

### 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.

### Share price movement (last 36 months)



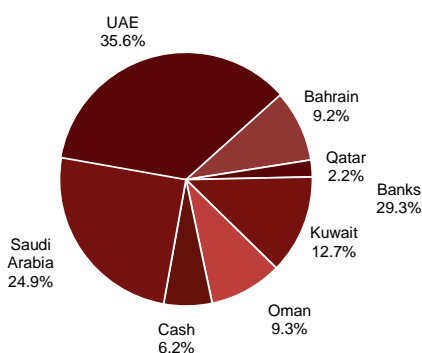
### Fund Details

Type: eurofund (SICAV, UCITS IV)  
 ISIN: LU1138349862  
 Depository and Registrar: Swedbank AB (publ) Luxembourg Branch  
 Fund Manager: Joel Kukemelk  
 Issue and Redemption Fee: 0%  
 Investment Management Fee: 1.75%  
 Launched: 13.02.2008  
 Re-domiciled: 13.04.2015

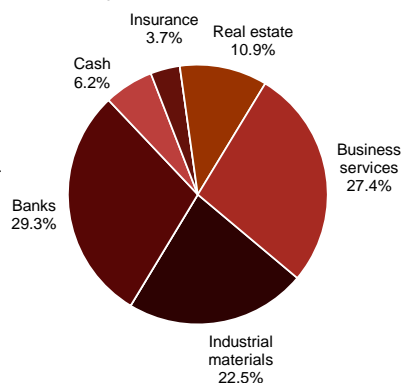
### Historical Returns\*

	1 month	12 months	36 months	2016-2017 average	2015-2017 average	2013-2017 average	YTD
Fund	-2.12%	-0.24%	-7.05%	-0.80%	-6.34%	6.56%	-2.34%

### Country Breakdown



### Industry Breakdown



### Top 10 Investments

Name	% of Assets
Bank Muscat	9.35%
Aluminium Bahrain	9.16%
United Electronics Co	7.08%
Ras Al Khaimah Ceramics	6.76%
Emirates NBD	6.60%
Dubai Islamic Bank	4.67%
Depa	4.65%
National Bank of Kuwait	4.32%
Emaar Development PJSC	4.27%
Abdullah Al Othaim Markets Co	4.21%
Value of top 10 Investments	61%
Total Number of Investments	22

\*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) until the merger of LHV Persian Gulf Fund into the SEF-LHV Persian Gulf Fund on 2015-04-13 and since then the performance of the SEF-LHV Persian Gulf Fund Share (LU1138349862).

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](http://lhv.ee/persian).

Historical annual average performance figures are geometrical averages based on last calendar years.