

LHV Emerging Europe Alpha Fund

30-Nov-07

Monthly Return

-11,83%

NAV of Unit

EUR 8,5395

Fund Size

EUR 1.126.199

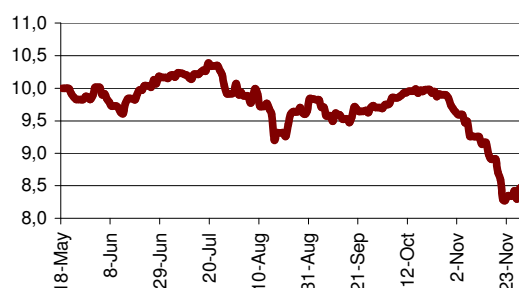
Investment Objective

The Fund aims to benefit from EU convergence trends and rising consumer spending in emerging Europe.

The Fund invests actively in listed final consumer oriented companies that gain from increasing household income and emergence of middle class in Eastern Europe, including Russia and Ukraine.

The Fund picks companies with profitable operations, strong brand identity, distribution reach and pricing power mostly from the following industries: retail, banks, finance, real estate, construction, and entertainment.

Performance History



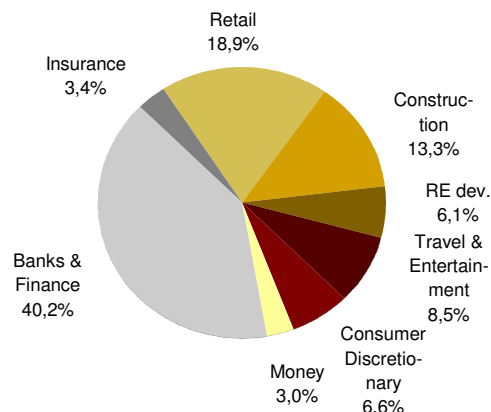
Historical Returns

	1 month	3 months	6 months	12 months	YTD	Since Inception	Since Incep. p.a.
Fund	-11,83%	-13,17%	-13,60%	-	-14,61%	-14,61%	-

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
LPP SA (PL)	5,90%
Raiffeisen Intl Bank Holding (AT)	5,43%
AIK Banka (YU)	5,17%
Komerčni Banka (CZ)	4,84%
OTP Bank (HU)	4,66%
Sberbank (RU)	4,57%
BRE Bank (PL)	4,49%
Mercator (SI)	4,27%
IGH (HR)	4,20%
PKO Bank Polski (PL)	4,19%
Value of TOP 10 Investments	48%
Total Number of Investments	29

Fund Manager's Comment

November has seen sharp correction across the board in world equity markets. The constantly negative string of American news has unsettled the investors, a real panic broke out in the beginning of the month. Developed markets were as affected as developing ones. Only in the last week of November did the sentiment calm down and a slow recovery started.

During the month the Fund has reduced its exposure to Hungarian and Slovenian markets, whereas bigger positions have been built up in Serbia and Croatia. Western Balkan markets have demonstrated again smaller correlation with world equities markets, therefore investment allocation there was increased. Pharmacy sector has been exited completely whereas stakes in insurance companies have been gradually bought.

Fund Details

Type: UCITS
 ISIN: EE3600090593
 Fund Manager: Romanas Bulatovas
 Depository: Hansabank (Swedbank)
 Registrar: LHV

Issue Fee 2%
 Management Fee 2.5%
 Redemption Fee 0%
 Established: 4/12/2007
 Launched: 5/18/2007

Contacts

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