

## LHV Emerging Europe Alpha Fund

31-Mar-09

Monthly Return

7.68%

NAV of A unit

EUR 2.2144

NAV of B unit

EEK 22.1440

Fund Size

EUR 223,718

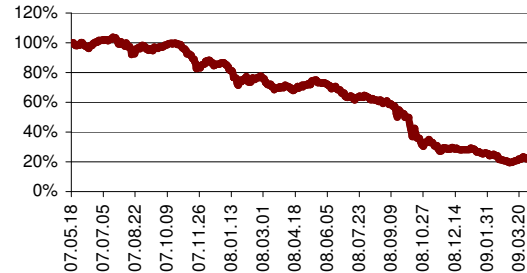
### Investment Objective

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.

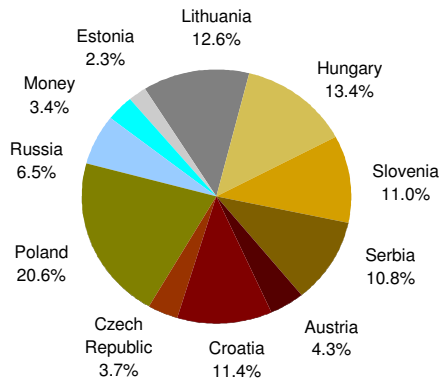
### Performance History



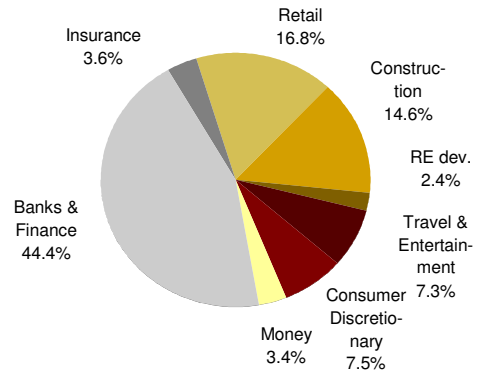
### Historical Returns

	1 month	3 months	6 months	12 months	YTD	Since Inception	Since Incep. p.a.
Fund	7.68%	-21.04%	-55.57%	-68.21%	-21.04%	-77.86%	-55.35%

### Country Breakdown



### Industry Breakdown



### Top 10 Investments

Name	% of Assets
AB Ūkio bankas (LT)	8.06%
Mercator (SI)	6.70%
Sberbank (RU)	6.46%
LPP SA (PL)	5.56%
Zwack Unicum Plc. (HU)	5.26%
OTP Bank (HU)	4.79%
Mostostal-Export SA (PL)	4.79%
Prekybos AB Apranga (LT)	4.55%
Probanka d.d. (SI)	4.29%
Raiffeisen Intl Bank Holding (AT)	4.27%
Value of TOP 10 Investments	55%
Total Number of Investments	24

### Fund Manager's Comment

March was one of the best months in years for stock markets worldwide which was demonstrated by climbing major indexes. Central and Eastern Europe was not an exception. Good economic news from USA and Western Europe prompted investors to believe that CEE region might be stepping on so long waited beginning of recovery too.

The strongest performance among Fund's positions was shown by the largest Russian commercial bank Sberbank whose value during the month jumped by impressive 48.9%. Austrian Raiffeisen Bank's shares and Croatian positions rose by 41.5% and 29.9% respectively. Serbian and Slovenian positions were the weakest and ended March in red. Estonian Nordecon International (formerly known as Eesti Ehitus) fell by -23.8%.

The fund took advantage of DnB Nord official tender successfully and profitably closed the position. Received money was reinvested on the Baltic markets.

### Fund Details

Type: UCITS  
 ISIN of A-unit: EE3600090593 (EUR)  
 Registrar of A-units: LHV  
 ISIN of B-unit: EE3600097507 (EEK)  
 Registrar of B-units: EVK  
 Fund Manager: Romanas Bulatovas  
 Depository: Swedbank

Issue Fee: 2.0%  
 Management Fee: 2.5%  
 Redemption Fee: 0.0%

Established: 2007.04.12  
 Launched: 2007.05.18