

LHV Persian Gulf Fund

26-Feb-10

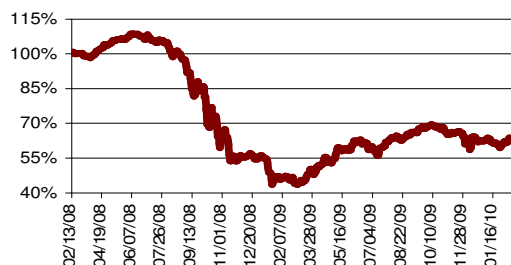
Monthly Return 4.46%
NAV of A unit EUR 6.2729
NAV of B unit EEK 62.7293
Fund Size EUR 3,753,127

Investment Objective

LHV Persian Gulf Fund invests in listed equities in the GCC (*Gulf Cooperation Council*) region: mostly Qatar, Kuwait, United Arab Emirates, Bahrain and Oman.

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.

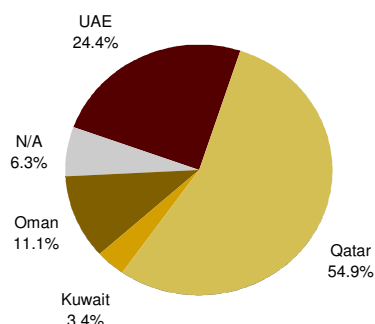
Performance History



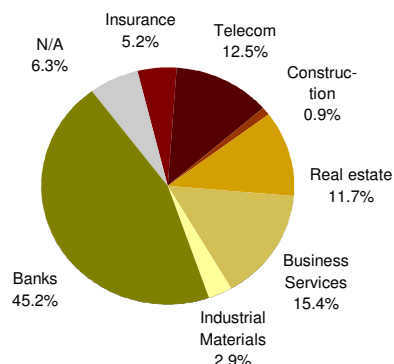
Historical Returns

	1 month	3 months	6 months	12 months	YTD	Since Inception	Since Incep. p.a.
Fund	4.46%	-2.32%	-3.89%	42.71%	0.69%	-37.27%	-20.96%

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
Commercial Bank of Qatar (QA)	9.59%
Qatar Fuel Company (QA)	9.18%
Qatar National Bank (QA)	9.18%
National Bank of Abu Dhabi (AE)	5.38%
Qatar Insurance Company (QA)	5.19%
Qatar Telecom (QA)	4.83%
Bank Muscat SAOG (OM)	4.55%
First Gulf Bank (AE)	4.51%
Oman Telecom (OM)	4.25%
Doha Bank (QA)	3.97%
Value of TOP 10 Investments	61%
Total Number of Investments	23

Fund Manager's Comment

February was a strong month for Persian markets. Correlation with global indexes continued to drift lower. As the reporting season is closing in and there have been no major negative surprises, interest from foreign investors returned, allowing GCC markets to outperform global indexes.

Fund's biggest positions are still Qatar, Abu Dhabi and Oman. As Dubai World's standstill saga (media office said that debt plans won't be unveiled before March/April) is the only catalyst for UAE markets, we are not expecting any big rally from that market short term.

GCC countries will see an acceleration of government spending in 2010, following the slowing in actual spending growth during 2009. EFG Hermes estimates that Qatar and the UAE will see spending growth of around 20% (from actual levels in 2009).

Oliver Ait

Fund Details

Type: UCITS
 ISIN of A-unit: EE3600095287 (EUR)
 Registrar of A-units: LHV Pank
 ISIN of B-unit: EE3600095295 (EEK)
 Registrar of B-units: EVK
 Depository: Swedbank
 Fund Manager: Oliver Ait

Issue Fee: 2.0%
 Management Fee: 1.75%
 Redemption Fee: 1.0%
 Success fee: 15% over 10% hurdle
 Established: 2008.01.10
 Launched: 2008.02.13

Contacts

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