

LHV Euro Bond Fund

REPORT ISSUANCE DATE 31.07.2025

Comment from the fund manager

Romet Enok



The Eurozone companies' bond market was active and robust in July. In this environment, the return on the LHV Euro Bond Fund was a respectable +0.4%.

The fund's portfolio currently comprises primarily three types of securities – large Nordic companies, covered bonds backed by mortgage loans, and bonds from large US/EU banks. In July, we added a new investment from Scandinavia, purchasing securities of Equinor, the Norwegian state oil company. The importance of Norwegian energy reserves for Europe has grown even further since 2022. In the midst of the vagaries of the economic environment in Europe in recent years, Nordic companies have fared better in many sectors compared to their competitors in continental Europe. Furthermore, the volume of outstanding bonds from highly and very highly rated companies is still low compared to the German, French and UK economies. Smaller market keeps the activity of many international investors in check. So far our investments from this region include, in the banking sector, DNB, Nordea and SEB; in industry, Investor AB and Equinor; and, as to financial services, Sampo/IF insurance and EQT. Sweden, Finland and Norway are among the economies with the highest credit rating in the world and the above companies are market leaders in their field regardless of whether they serve the domestic economy or international markets. Regardless of the company's home country, all of the non-Eurozone bond investments in our portfolio from the US, Nordics and Asia have been made only in bonds issued in euros.

Besides eschewing foreign exchange risks, our fund currently does not include any securities with a very long fixed interest period, and in terms of credit quality, we are not focusing on companies with merely strong but rather very strong credit quality.

ISIN	EE3600001921
FOUNDED	02.12.2024
START OF OPERATION	28.01.2025
BASE CURRENCY	EUR
ASSET CLASS	BONDS
FUND SIZE	10 536 617

TOP 10 ISSUERS

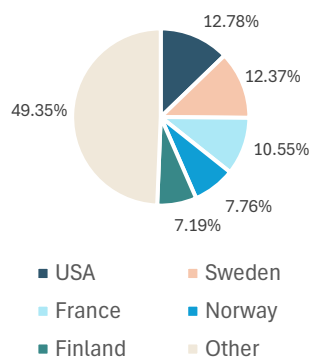
JP MORGAN CHASE & CO	7.37%
SKANDINAVISKA ENSKILDA BANKEN AB (SEB)	6.93%
BANCO SANTANDER SA	4.96%
ING DIBA AG	4.92%
DBS BANK LTD	4.79%
CREDIT AGRICOLE HOME LOAN SFH	4.69%
ERSTE GROUP BANK AG	4.62%
LUMINOR	4.49%
DNB BANK ASA	3.98%
NORDEA BANK ABP	3.85%
10 BIGGEST TOTALS	50.60%
DIFFERENT INVESTMENTS	27

AVERAGE BONDS PERFORMANCES

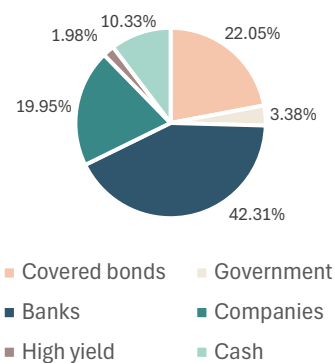
AVERAGE YIELD TO MATURITY	3.28%
AVERAGE DURATION	3.70
AVERAGE CREDIT RATING	A1

The past performance of the investment fund does not guarantee or indicate the future performance of the fund in subsequent periods. The information provided should not be construed as investment advice, an investment recommendation, or any other investment or ancillary service. Please refer to the fund's prospectus and the key investor information, and request additional information lhv.ee/en/investment-funds. The LHV Euro Bond Fund is managed by AS LHV Asset Management. The historical average returns of the fund for calendar years are presented as geometric averages.

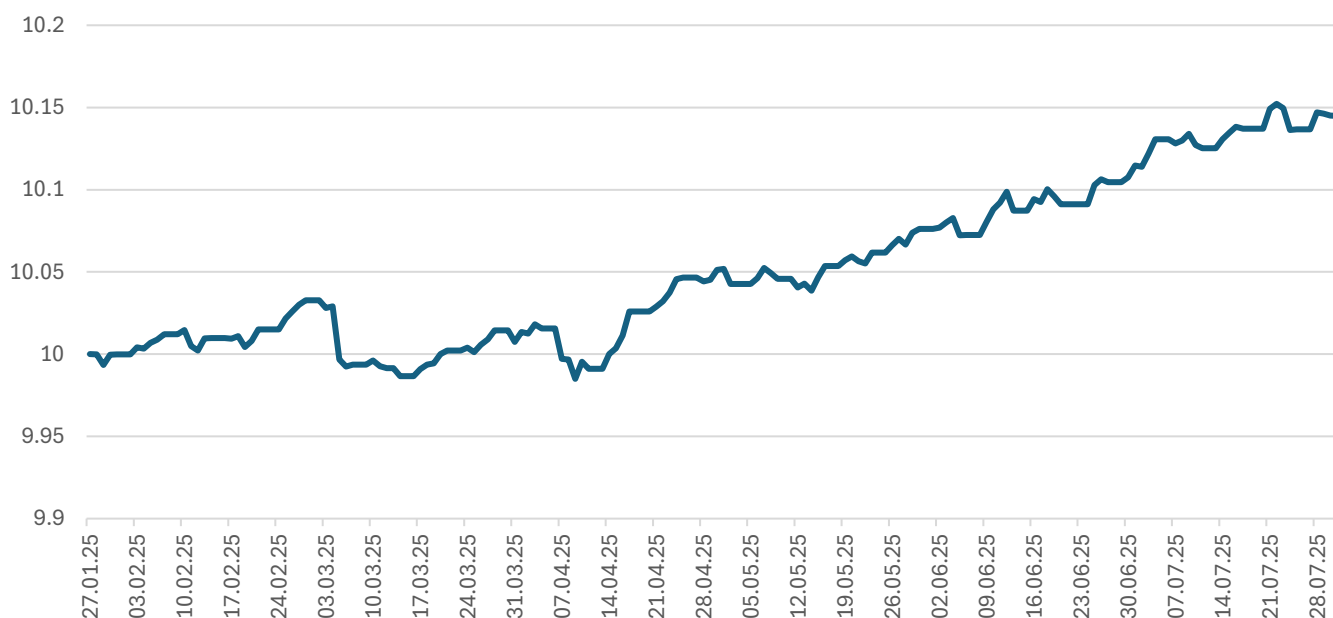
Geographical distributions



Sectors



Unit price movement



The past performance of the investment fund does not guarantee or indicate the future performance of the fund in subsequent periods. The information provided should not be construed as investment advice, an investment recommendation, or any other investment or ancillary service. Please refer to the fund's prospectus and the key investor information, and request additional information lhv.ee/en/investment-funds. The LHV Euro Bond Fund is managed by AS LHV Asset Management. The historical average returns of the fund for calendar years are presented as geometric averages.