

LHV World Equities Fund

REPORT ISSUANCE DATE

31.05.2025

Comment from the fund manager

Mikk Taras



In May, the US and China reached a truce in the trade war, which helped stock markets recover from their declines so far this year. The dollar continued to decline in currency markets.

Fund's unit value increased by 3.9% in the month. The largest contribution to the increase was made by German companies Invesco MDAX and the European banks Amundi Euro Banks index funds shares. Among individual companies, the shares of Ponsse, MercadoLibre and Lifco contributed the most to the increase in the unit value. The month was quiet in terms of transactions. We did not make any new investments in the last month.

More broadly, in the stock markets, the US equities have acquired a crisis-proof status over the past decade, which is no longer valid. Under Trump, the US geopolitical position has been damaged, capital flows into US financial assets have stopped and the US national debt outlook has deteriorated. These problems are reflected in the cheaper dollar, which has dropped by almost 10% against the euro this year. Dollar risk is a topic that is talked about a lot, but where the magnitude of decline is still underestimated.

In the commodities sector, we see an upward trend in the price of gold and silver, which should benefit the fund through investments in Pan American Silver and Barrick Gold shares. We also see value in oil sector shares, which are so undersold that we are the only ones who still want to own them. We believe that the demand for oil (and oil-based chemicals) has not disappeared anywhere in the world. Now that supply is finally contracting due to low prices, the sector's shares should also start moving up again.

In Europe, we see that the German government's large spending plans are giving the economy a new lease of life. German shares are cheaply valued. Currently, the fund's largest equity position is the Invesco MDAX ETF (DEAM) index fund consisting of German mid-cap companies.

We are willing to pay a higher price for Swedish companies that are market leaders in their niches. The fund's largest position on the Swedish stock exchange is in Lifco shares. In the case of Lifco, we are betting on the management's ability to successfully grow its portfolio of companies among European smaller companies. Among growth assets, we have also invested in shares of MercadoLibre (MELI), the largest e-commerce and financial technology company in Latin America.

ISIN	EE3600092417
FOUNDED	27.04.2007
START OF OPERATION	13.08.2007
ASSET CLASS	Equities
FUND SIZE	8 096 451 EUR

TOP10 INVESTMENTS

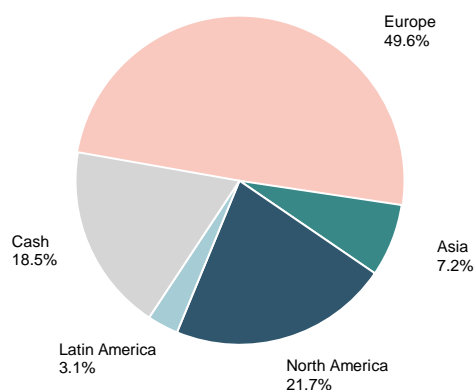
INVESCO MDAX UCITS ETF	6.64 %
AMUNDI EURO STOXX BANKS UCITS ETF	4.35 %
GLOBAL X COPPER MINERS ETF	4.16 %
FREEPORT-MCMORAN	3.96 %
BARRICK MINING CORP	3.91 %
ISHARES MSCI CHINA ETF	3.85 %
PAN AMERICAN SILVER	3.55 %
ALIBABA GROUP HOLDING	3.32 %
LIFCO	3.28 %
FORTUM	3.21 %
VALUE OF TOP 10 INVESTMENTS	40.23%
TOTAL NUMBER OF INVESTMENTS	28

FUND AVERAGE METRICS (excl index funds)

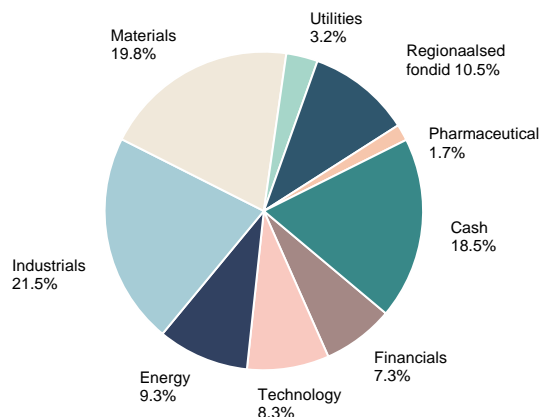
PRICE-EARNINGS RATIO (f12m)	21.0x
DIVIDEND YIELD (f12m)	2.3%

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 at lhv.ee/investment-funds. The LHV World Equities Fund is managed by AS LHV Asset Management. Historical annual average performance figures are geometrical averages based on last calendar years.

Geographical Breakdown



Industry Breakdown



Historical Results

	1 month	12 months	36 months	2023-2024 average	2022-2024 average	2020-2024 average	YTD
Fund	3.93%	-4.14%	4.93%	3.19%	-2.73%	3.33%	4.60%

Share Price Movement



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