

LHV Persian Gulf Fund

30-Apr-11

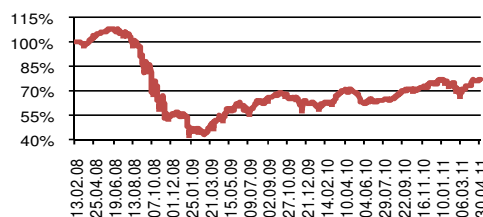
Monthly Return 4,96%
NAV of A unit 7,7089 EUR
NAV of B unit 4,9269 EUR
Fund Size EUR 5 555 587

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.

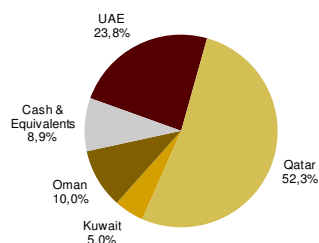
Performance History



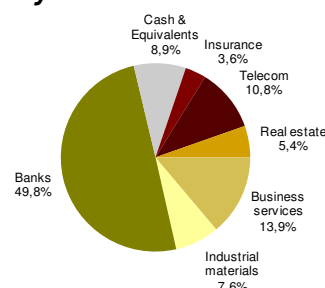
Historical Returns*

	1 month	1 year	2 years	3 years	YTD	Since Inception	Since Incep. p.a.
Fund	4,96%	9,06%	41,52%	-25,99%	2,93%	-22,91%	-7,92%

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
Qatar Fuel Company	8,59%
Commercial Bank of Qatar	7,90%
Qatar National Bank	7,83%
First Gulf Bank	6,45%
Qatar Islamic Bank	6,40%
Qatar Telecom	4,64%
National Bank of Abu Dhabi	4,45%
Industries Qatar QSC	4,33%
Bank Muscat SAOG	4,15%
Union National Bank	3,63%
Value of TOP 10 Investments	58%
Total Number of Investments	25

Fund Manager's Comment

In the month of March we started to witness a rally in the GCC stock markets as the return of the fund exceeded 6% in March. In April the rally continued and the fund rose by +5.0%. Particularly strong were UAE (Dubai and Abu Dhabi) markets. Although we can still witness unrest in Libya, Syria and Yemen we regard the possible spillover effects to the GCC-region to be of relatively minor scale. Investors are now more focused on the persistently high oil prices that increase the fiscal budgets of those energy rich countries that we invest in. As mentioned in the previous comments the fund has bought back the positions that we sold during January and February. In April we also initiated some new positions - Abu Dhabi Commercial Bank, Burgan Bank, Dana Gas, Emaar and National Bank of Kuwait. We also bought back and even increased our investments in real estate companies Aldar and Sorouh that we had sold off in January - now they were 10%-15% cheaper compared to our selling price in January. By the end of April the fund was almost fully invested which enabled us to participate nicely in the recent rally.

LHV Persian Gulf Fund was the ninth best performing emerging markets fund distributed in Sweden during the last two months according to the magazine "Privata Affärer". We would like to remind you that the entrance fee to the fund is 0% in a limited timeframe until June 8th!

On April 18th, we notified the public about the amendments into the fund rules. New fund rules become effective as of May 18th. Please read the Assessment of Amendments to Fund Rules. Some amendments that shall be made are considered as important and investors can exit their investment into the fund without any additional costs, i.e. the unit redemption fee is 0% from April 18, 2011 to May, 18, 2011. Please feel free to ask questions about the amendments that are being made into the fund rules!

Joel Kukemelk & Mikael Kvibäck

Fund Details

Type: UCITS
 ISIN of A-unit: EE3600095287 (EUR)
 Registrar of A-units: AS LHV Pank
 ISIN of B-unit: EE3600095295 (EUR)
 Registrar of B-units: EVK
 Depositary: AS Swedbank
 Fund Managers: Mikael Kvibäck, Joel Kukemelk

Issue Fee: 2.0% (0% 08.04-08.06)
 Management Fee: 1.75%
 Redemption Fee: 1.0% (0% 18.04-18.05)
 Success fee: 15% over 10% hurdle
 Established: 1/10/2008
 Launched: 2/13/2008

Contacts

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<http://lhvpgf.blogspot.com>

*The fund's historical performance does not promise or offer any indications regarding future performance. Please refer to the prospectus and the simplified prospectus and ask for additional information lhv.ee/persian.