

LHV Persian Gulf Fund

31-Jul-11

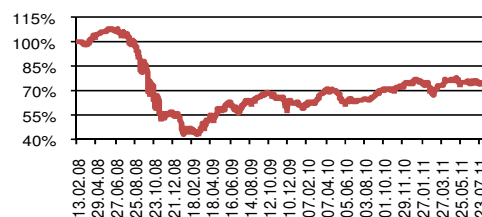
Monthly Return **-0,33%**
 NAV of A unit **7,4899 EUR**
 NAV of B unit **4,7869 EUR**
 Fund Size **EUR 5 438 181**

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.

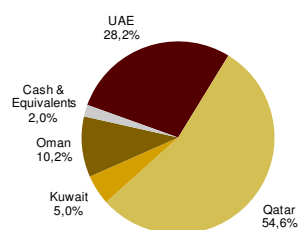
Performance History



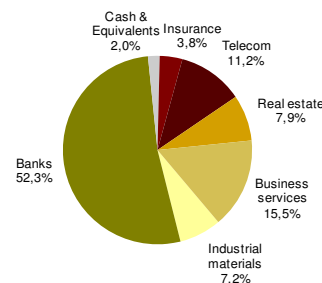
Historical Returns*

	1 month	1 year	2009-2010 average	YTD	Since Inception	Since Incep. p.a.
Fund	-0,33%	15,67%	15,93%	0,01%	-25,10%	-8,14%

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
Qatar Fuel Company share	9,09%
Qatar National Bank share	8,49%
Commercial Bank of Qatar share	8,49%
First Gulf Bank share	7,42%
Qatar Islamic Bank share	5,48%
National Bank of Abu Dhabi share	4,97%
Industries Qatar QSC share	4,90%
Qatar Telecom share	4,88%
Bank Muscat SAOG share	4,11%
Emaar Properties Limited share	4,02%
Value of TOP 10 Investments	62%
Total Number of Investments	25

Fund Manager's Comment

During the month of July we have seen local GCC markets trade sideline and in line with the rest of world stock markets. This is mainly due to US and European debt situation.

A number of our funds investments have delivered their Q2 results which has been in line with markets expectations and the results has been the best since the financial turmoil in 2008. However, this has not helped the markets in the GCC region. The reception has been rather mild. There are worries the American politicians can't solve the debt situation which is clearly spilling over on the stock markets in this region. A non-solution would have large effects on the world economy.

One of our largest holding, Commercial Bank of Qatar, released its Q2 2011 results and the result showed very good quality. Y-o-Y a rise of the net profits with 25% and the bank showed improvements in net interest income, fee based income as well as lower provisioning of nonperforming loans. However, the market reaction was rather mild.

Another large holding in the fund, Qatar National Bank, the gas-rich Arab state's largest lender by assets, posted a 29% jump in quarterly profit buoyed by increased lending and customer deposits.

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
 Depository: AS Swedbank
 Fund Managers: Mikael Kvibäck, Joel Kukemelk

Issue Fee: 2.0%
 Management Fee: 1.75%
 Redemption Fee: 1.0%
 Success fee: 15% over 10% hurdle
 Established: 1/10/2008
 Launched: 2/13/2008

Contacts

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*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.