

LHV Persian Gulf Fund

31-Oct-11

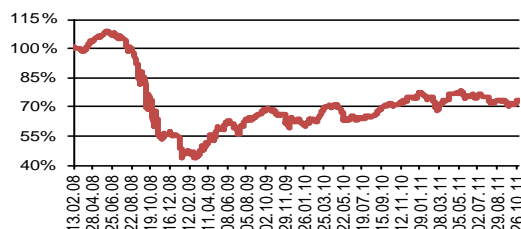
Monthly Return 3,12%
NAV of A unit 7,3463 EUR
NAV of B unit 4,6952 EUR
Fund Size EUR 4 281 658

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.

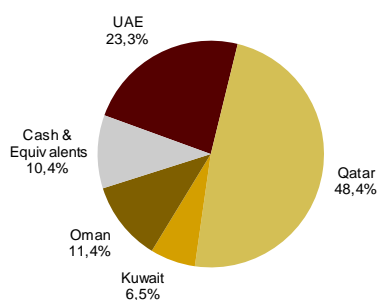
Performance History



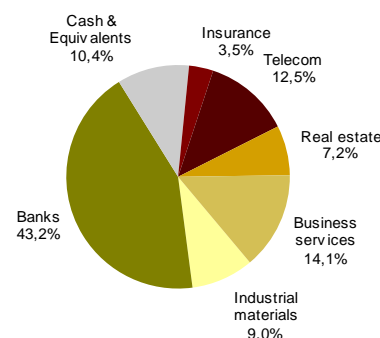
Historical Returns*

	1 month	1 year	2009-2010 average	YTD	Since Inception	Since Incep. p.a.
Fund	3,12%	2,96%	15,93%	-1,91%	-26,54%	-8,09%

Country Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
Qatar Fuel Company share	7,88%
Qatar National Bank share	6,72%
Commercial Bank of Qatar share	6,51%
Industries Qatar QSC share	6,00%
First Gulf Bank share	4,96%
Oman Telecom share	4,76%
National Bank of Abu Dhabi share	4,63%
Qatar Islamic Bank share	4,08%
Bank Muscat SAOG share	4,04%
National Mobile Telecommunications	3,91%
Value of TOP 10 Investments	53%
Total Number of Investments	24

Fund Manager's Comment

During the month of October we witnessed a broad recovery of equity markets due to new hopes of finding a solid solution to the European debt crisis. The local stock markets in the GCC-region exhibited also strength and as a result LHV Persian Gulf Fund showed a positive return of +3.1% in October. During this period a number of our investments delivered their Q3 results and majority of them have been in-line with market expectations. Our best performing stocks in October were First Gulf Bank (UAE) and National Bank of Kuwait (KW) which rose 8.7% and 7.5% respectively.

A statement from the Minister of Finance in Qatar confirmed the country's very ambitious investment plans during the coming 5 to 6 years. During this period Qatar will invest in the non-hydrocarbon economy between \$120 billion to \$140 billion and about \$30 billion to \$40 billion in the energy sector. Qatar is funneling billions into roads and other infrastructure projects including a new airport and a port to spur economic growth as it reaps the benefits from higher oil and recovering gas prices. WTI oil price rose from \$75/barrel in the beginning of October to over \$90 by the end of October.

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

Issue Fee: 2.0%
 Management Fee: 1.75%
 Redemption Fee: 1.0%

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.