

## LHV Persian Gulf Fund

31-Mar-10

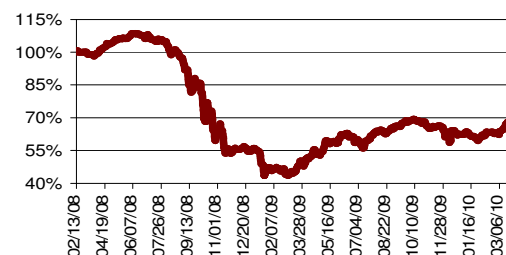
**Monthly Return** 10.72%  
**NAV of A unit** EUR 6.9453  
**NAV of B unit** EEK 69.4528  
**Fund Size** EUR 4,241,075

### 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.

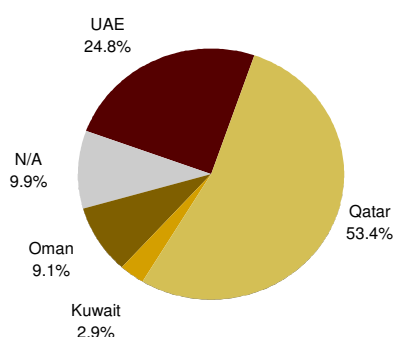
### Performance History



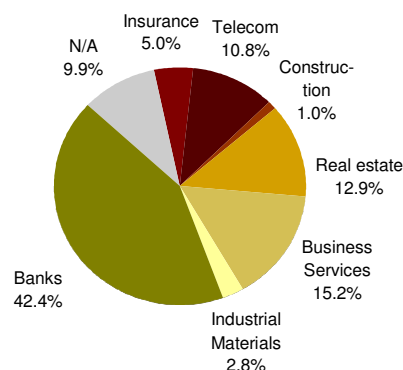
### Historical Returns

	1 month	3 months	6 months	12 months	YTD	Since Inception	Since Incep. p.a.
Fund	10.72%	11.48%	1.81%	44.36%	11.48%	-30.55%	-16.13%

### Country Breakdown



### Industry Breakdown



### Top 10 Investments

Name	% of Assets
Qatar National Bank (QA)	9.37%
Qatar Fuel Company (QA)	9.22%
Commercial Bank of Qatar (QA)	8.73%
National Bank of Abu Dhabi (AE)	5.24%
Qatar Insurance Company (QA)	5.01%
First Gulf Bank (AE)	4.32%
Qatar Telecom (QA)	4.17%
Sorouh Real Estate Co. (AE)	4.02%
Doha Bank (QA)	3.88%
Oman Telecom (OM)	3.68%
Value of TOP 10 Investments	58%
Total Number of Investments	23

### Fund Manager's Comment

During March, most of the Gulf markets rallied as Dubai World's restructuring announcement was better than expected. Volumes were healthy. Although the rally was retail dominated, there was some increase in foreign participation levels.

The Dubai Government announced a restructuring plan for Dubai World (DW) and Nakheel involving the injection of up to USD9.5 billion in new funding, comprising USD5.7 billion remaining from the Abu Dhabi loan and USD3.8 billion from internal resources (asset sales). Some DW creditors (HSBC, RBS) have responded positively as government has gradually sweetened the deal, although the final agreement will still take months to work out. Valuation gap between the UAE (7.8x 2010e P/E) and MENA (13.4x) markets still remains wide.

The Qatari Emir has endorsed the FY2010-2011 budget which will be 25% higher YoY amid a projected 44% rise in revenue. The economy is forecast to grow 16% this year up from 9% last year, on the back of a 43% rise in the country's capacity to produce LNG.

Oliver Ait

### Fund Details

Type: UCITS  
 ISIN of A-unit: EE3600095287 (EUR)  
 Registrar of A-units: LHV Pank  
 ISIN of B-unit: EE3600095295 (EEK)  
 Registrar of B-units: EVK  
 Depository: Swedbank  
 Fund Manager: Oliver Ait

Issue Fee: 2.0%  
 Management Fee: 1.75%  
 Redemption Fee: 1.0%  
 Success fee: 15% over 10% hurdle  
 Established: 2008.01.10  
 Launched: 2008.02.13

### Contacts

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