

LHV World Equities Fund

31 March 2024

Monthly Return

7.72%

NAV of share

13.3938 EUR

Fund Size

7 429 560 EUR

Fund Manager's Comment

Mikk Taras



In March, the rise in equity markets continued, where the biggest jump was made by the commodity sector, banks, and other more economically cyclical stocks. The price of gold also made a significant rise, increasing by 9% over the month.

The month was very positive for the fund. Fund unit value increased by 7.7%. The biggest gainers were the stocks of mining companies related to gold and copper. No trades occurred in the fund during the month.

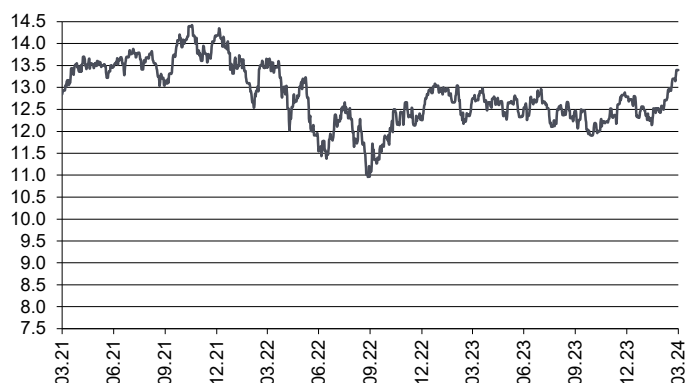
The most important commodity market movement for us in March was gold, which increased by 9%. We have invested into gold mining companies in a higher inflation environment. But gold mining stocks have lagged significantly physical gold gains over the past year. In March, we saw that the gold mining companies finally started to move. Barrick Gold and Agnico Eagle Mines share prices rose by 13.7-24.3%. Among industrial metals, the price of copper rose by 4% over the month. Copper is the metal of electrification, benefiting from growing demand in the construction of grid, electric vehicles etc. The largest demand for copper comes from China, where the boom in electric vehicles and the construction of the electricity distribution network is increasing the demand for copper. This compensates for the decline in copper demand in China's construction market, which remains in a slump. In March, the stock prices of Freeport McMoran and the Global X Copper Miners ETF, rose by 18.1-24.5%. In the energy sector, the price of oil rose by 5%. We have acquired companies in the energy sector to our fund that trade at cheap price levels against their profits. The stocks of oil companies offer a return of 10% through dividend payments and share buybacks. In March, the stock prices of Equinor, Occidental Petroleum and Valaris rose by 7.5-19.5%. We also saw a recovery in the stocks of US natural gas companies. Price gains in Nordic equities were smaller. Biggest contribution to fund unit value gain came from Metso and Stora Enso shares that increased 11.1-11.5%. Looking ahead, we see that stocks related to commodities continue to trade very cheaply against the profits they earn. We see interesting opportunities in the stocks of Nordic industrial companies, where the low point of the cycle has passed. The main area of risk we see is that the technology sector on the stock markets has become similar to the year 1999. It completely dominates the stock markets, and the big tech giants are a one-way bet, only on rising future. Mark Twain has correctly written about this risk: "It's not what we don't know that gets us into trouble, it's what we know for sure that just ain't so."

Investment Objective

The Fund's investments are diversified geographically among different world financial markets. The Fund invests in developed markets (e.g. contracting state of the European Economic Area, the United States of America and Japan), as well as in emerging markets (e.g. Asia, Latin America and Eastern Europe).

The Fund is for investors, who want to invest globally. As the Fund is already globally diversified you can choose it as your only stock-based investment. The Fund is for long term investors.

Share price movement (last 36 months)



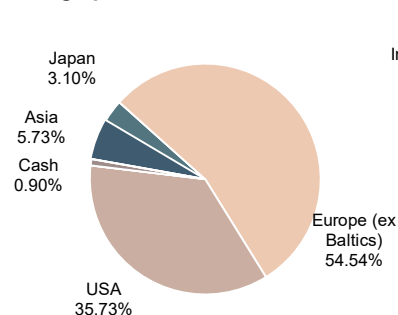
Fund Details

Type:	UCITS IV
ISIN:	EE3600092417 (EUR)
Depository:	AS SEB Pank
Registrar:	AS LHV Pank
Fund Manager:	Mikk Taras
Issue Fee:	0%
Management Fee:	2%
Redemption Fee:	0%
Redemption Fee (LHV):	1%

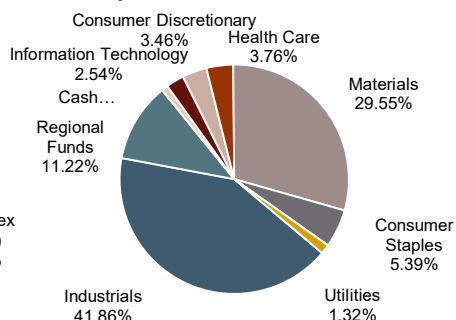
Historical Returns*

	1 month	12 months	36 months	2022-2023 average	2021-2023 average	2019-2023 average	YTD
Fund	7.72%	5.07%	4.31%	-5.05%	2.10%	6.62%	4.75%

Geographical Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
Freeport-McMoRan	5.5%
Global X Copper Miners ETF	4.9%
Occidental Petroleum Corp	4.2%
DSV PANALPINA	3.9%
Barrick Gold Corp	3.9%
Metso Corporation	3.9%
Huhtamaki	3.9%
Stora Enso	3.7%
Agnico Eagle Mines	3.6%
Trelleborg	3.5%
Value of TOP 10 Investments	41.0%
Total Number of Investments	33

*The fund's historical performance does not promise or offer any indications regarding future performance.

Information presented herein should not be interpreted as investment advice, investment recommendation or any other investment or ancillary service.

Please refer to the prospectus and the key investor information and ask for additional information lhv.ee/world.

Historical annual average performance figures are geometrical averages based on last calendar years.