

LHV World Equities Fund

30 November 2019

Monthly Return **2,99%**
 NAV of share **10,7470 EUR**
 Fund Size **3 442 957 EUR**

Fund Manager's Comment

Mikk Taras



Markets continued to go up in November which was driven by talks of the potential trade deal between the US and China. LHV World Equities Fund unit value increased 3% with the month.

Our best performing single stocks were Siemens Healthineers and Alibaba, which both reported better than expected quarterly results. Most of the fund's other positions also gained during the month.

Positive developments in macro came from China and Europe, where a long slump in industrial production showed first signs of stabilization. Both equity markets have many undervalued opportunities should the economic growth recover.

In November, the ECB restarted their quantitative easing program. We do not expect the money supply growth to affect the real economy very much but for financial markets the high liquidity environment has usually had a positive effect.

Recovery in the European economic growth depends also when fiscally sound governments start to spend again. A notable change took place in Germany where the Social Democrats held elections for party leadership and the new leaders are leftists who are eager to increase infrastructure spending. It would certainly bring some new life to the European economy if these policies should go into work.

Currently we continue to look for undervalued investment opportunities from the European and Asian equity markets. In this year we have made new investments mostly into Nordic equities that offer dividend yields close to 4-5%.

In November we sold Valmet equities and reduced Stora Enso and UPM Kymmene positions. We also exited Japan and European banking sector index funds. At the same time we added TCM Group, Coor and Swedbank equities.

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%

Investment Objective

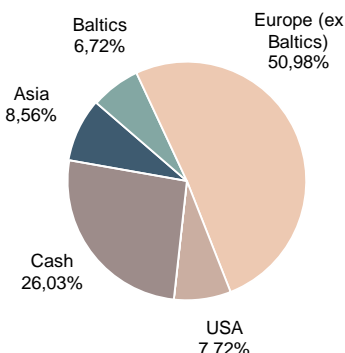
The Fund's investments are diversified geographically among different world financial markets. The Fund invests in developed markets (e.g. contracting state of the European Economic Area, the United States of America and Japan), as well as in emerging markets (e.g. Asia, Latin America and Eastern Europe).

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.

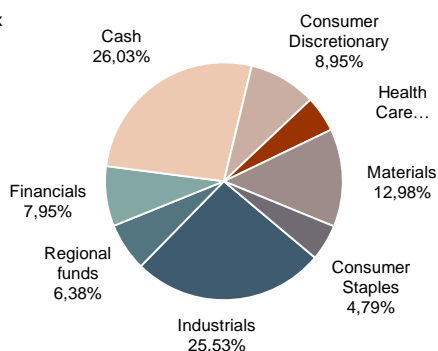
Historical Returns*

	1 month	12 months	36 months	2017-2018 average	2016-2018 average	2014-2018 average	YTD
Fund	2,99%	7,28%	18,04%	-1,03%	0,21%	1,26%	15,82%

Geographical Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
Barrick Gold Corp	5,3%
Siemens Healthineers	4,8%
TCM Group	4,6%
Alibaba Group Holding	4,4%
Banco Santander	4,3%
Coor Service Management Holdin	4,3%
iShares MSCI China ETF	4,2%
Tallinna Sadam	4,0%
Talgo	4,0%
UPM-Kymmene	3,9%
Value of TOP 10 Investments	43,7%
Total Number of Investments	21

*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.