

Key investor information

This document provides you with key investor information about LHV World Equities Fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

LHV World Equities Fund

ISIN: EE3600092417

The Fund is managed by AS LHV Varahaldus (LHV Asset Management) which belongs to AS LHV Group consolidation group.

Objectives and investment policy

The objective of the Fund's activities is the growth of the investments made by the unit-holders. In order to do that, the fund invests up to 100% of its assets into equities and equity funds across the world. For the purposes of hedging financial risks, the fund also invests into derivative instruments (futures, forwards).

The management company issues and redeems units on every banking day. Transaction orders which are received by 15:00 (Tallinn time), are deemed to have been received on the same banking day and transaction orders which are received after 15:00 (Tallinn time), are deemed to have been received on the next banking day. Upon exiting from the investment, the money is transferred to the investor within 3 banking days (T+3).

The asset allocation of the fund is not tied to a certain benchmark. It is up to the fund manager to decide in which region and in which equities he wants to be invested in or

where he sees growth potential. As a result of that, the geographical allocation may vary quite considerably over time.

Investment decisions are not made based on any single criterion (e.g. whether an equity is considered a growth or a dividend stock) but rather on the basis of various different factors (e.g. revenue and profit growth, profit margin, sustainability of the business model, management expertise, the stock price, the macroeconomic situation, etc.)

Dividends received from the equities and interests received from deposits are reinvested.

Portfolio transaction costs are small and their impact on the return of the fund is not material.

Recommendation: LHV World Equities Fund may not be appropriate for investors who plan to withdraw their money within 3 years.

Risk and reward profile

Lower risk

Typically lower rewards

Higher risk

Typically higher rewards

1	2	3	4	5	6	7
---	---	---	---	---	---	---

The risk and reward profile shows the correlation between risk and possible returns of investing in the fund. The indicator is based on how the fund value has changed over the last 5 years. LHV World Equities Fund is a **category 5 fund**.

The historical information used in calculating the risk and reward indicator may not provide a reliable source for assessing the future risk profile of the fund.

The risk and reward category may not remain on the same level, the fund's category may change over time and even the lowest category does not imply that the investment is risk free.

The risk level of the fund is relatively high as the fund invests into equities. However, the investments of the fund are diversified geographically across different regions which reduces the risk of any single region.

The preservation or growth of your investment is not guaranteed and as an investor you bear the risk of your investment decreasing in value.

The fund invests into liquid securities which can be sold on a daily basis. The Fund uses the services of different brokerage firms which ensures the best execution of the transaction.

For more information on investment risks, please see page 10, chapter "Investment risks" of the fund's prospectus. The prospectus is available at www.lhv.ee/world.

Charges

The charges you pay are used to pay the costs of running the fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest:

ENTRY CHARGE **NONE**

EXIT CHARGE **1%**

This is the maximum that might be taken out of your money before it is invested or before the proceeds of your investment are paid out.

Charges taken from the fund over a year:

ONGOING CHARGE **2.36%**

Charges taken from the fund under certain specific conditions:

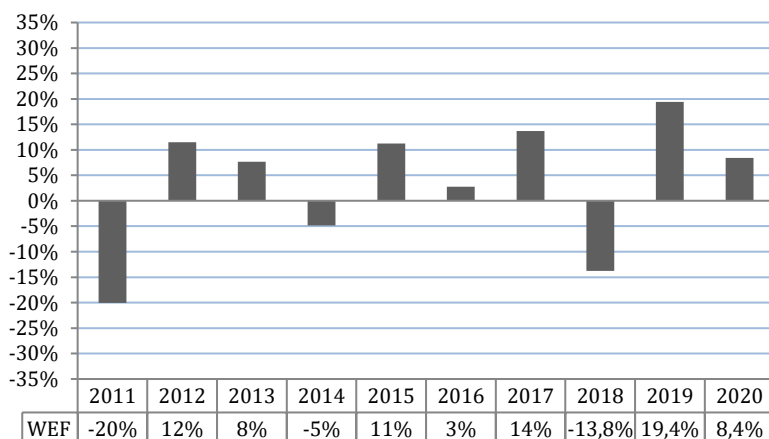
PERFORMANCE FEE **NONE**

The entry and exit charges shown are maximum figures and are specified in the price list of the distributor. The management company has not set an exit fee. In some cases you may pay less – you can get additional information from your investment advisor or the person who offers you the service as an intermediary.

The ongoing charges figure is based on expenses for the previous calendar year, i.e. 2020. This figure may vary from year to year. It excludes the performance fee, even if it were provided by the fund rules, the portfolio transaction costs (except for entry and exit fees paid by the fund upon investing into another investment fund).

For more information about charges please see page 14, chapter “Fees and expenses” of the fund’s prospectus. The prospectus is available at www.lhv.ee/world.

Past performance



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

LHV World Equities Fund was launched in April 27, 2007.

The ongoing charges have been excluded from the performance rates.

Past performance has been calculated in euros.

Practical information

The depositary of the fund is **AS SEB Pank**.

Please refer to the fund documentation – **Fund Rules, Prospectus, annual reports and semi-annual report** – on the web page www.lhv.ee/world or at the seat of the management company at Tartu mnt 2, Tallinn, Estonia. The documentation is available in Estonian and in English and it is for free.

The annual report of the fund is published within 4 months after the end of the accounting period, i.e. by the end of April, and the semi-annual report within 2 months after the end of the accounting period, i.e. by the end of August.

LHV World Equities Fund has one unit class a nominal value of which is 10 euros. The net asset value of the fund and that of the units is calculated for every banking day and is published on the next banking day no later than 14:00 (Tallinn time) on the webpage www.lhv.ee/world.

As a result of the Estonian tax legislation, there may be tax consequences for the investor.

AS LHV Varahaldus may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for the UCITS.

“The internal procedure of LHV Asset Management for determining the net asset value of the funds”, The Voting Policy and “The best execution of transactions” are available on the web page www.lhv.ee/world. The description of the remuneration policy, (incl. a description of how remuneration and benefits are calculated, the identity of persons responsible for awarding the remuneration) is available on the management company’s web page lhv.ee. A paper copy of the description of the policy will be made available free of charge upon request at the seat of the management company.

If you have complaints in relation to the fund or its marketing, you can submit these by writing to the following addresses: info@lhv.ee or Tartu mnt 2, 10145 Tallinn, Estonia. Specific information on the handling of complaints is available on the web page www.lhv.ee/world.

This fund is registered in the Republic of Estonia and regulated by Finantsinspektsioon (Estonian Financial Supervisory Authority). AS LHV Varahaldus is authorised in the Republic of Estonia and regulated by Finantsinspektsioon. This key investor information is accurate as at 2021-02-18.

