

LHV World Equities Fund

31 May 2021

Monthly Return **0,96%**
 NAV of share **13,4895 EUR**
 Fund Size **5 744 519 EUR**

Fund Manager's Comment

Mikk Taras



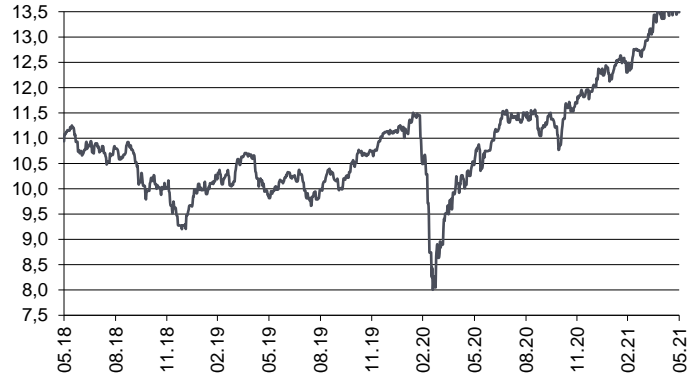
In May, we saw growing inflationary pressures in the global economy, which were positive for our investments. Markets were most surprised by the US inflation figure, which rose by 4.2% year-on-year in April. Fund unit value increased by 1%. In a higher inflation environment, our gold positions rose the most. Increased global inflationary pressures raised the price of gold by 7.7% and the share prices of gold mining companies by more than 10%. Gold miners remain one of our largest equity investment as of now.

In equity markets general, energy and material companies performed well and banking sector also posted good returns. However, many equity indices declined as fears of inflation risks emerged. Speculative assets, led by cryptocurrencies, fell sharply, with Bitcoin falling 33% during the month.

In an environment of rising input prices, we hold fund's equity positions largely in the commodity and material sector, where we see the best opportunities in the long run. The proximity of the commodity sector to key inputs means that it is one of the few places where corporate profits could increase significantly in the coming years. Fund's key positions from other sectors remain in the Nordic equity markets.

In May, we added shares of Stora Enso, UPM Kymmene, Epiroc and Pan American Silver from our existing positions. From the new positions, we bought the shares of the Chinese e-commerce giant Alibaba, where we took advantage of the weakness in the share price due to the stricter regulatory restrictions. We sold the copper mining company Antofagasta position, whose share price has risen sharply over the past year due to the rise in copper prices.

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

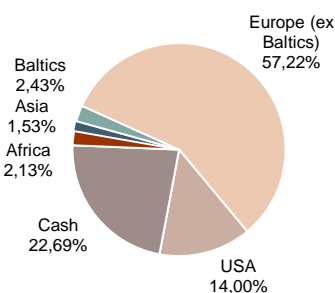
The Fund's investments are diversified geographically among different world financial markets. The Fund invests in developed markets (e.g. contracting state of the European Economic Area, the United States of America and Japan), as well as in emerging markets (e.g. Asia, Latin America and Eastern Europe).

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.

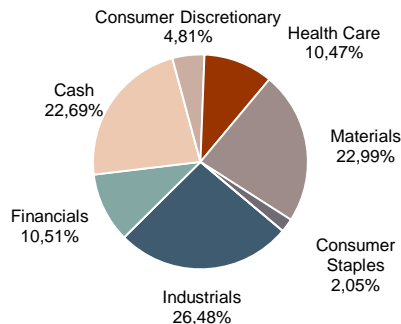
Historical Returns*

| | 1 month | 12 months | 36 months | 2019-2020 average | 2018-2020 average | 2016-2020 average | YTD |
|------|---------|-----------|-----------|-------------------|-------------------|-------------------|--------|
| Fund | 0,96% | 28,79% | 23,31% | 13,78% | 3,72% | 5,44% | 12,29% |

Geographical Breakdown



Industry Breakdown



Top 10 Investments

| Name | % of Assets |
|-----------------------------|-------------|
| Swedbank | 5,3% |
| Barrick Gold Corp | 4,5% |
| Agnico Eagle Mines | 4,2% |
| UPM-Kymmene | 4,1% |
| Pan American Silver | 3,8% |
| Getinge | 3,6% |
| Siemens Healthineers | 3,6% |
| Sweco AB | 3,5% |
| TCM Group | 3,3% |
| Elekta | 3,3% |
| Value of TOP 10 Investments | 39,3% |
| Total Number of Investments | 28 |

*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.