

LHV World Equities Fund

31 October 2024

Monthly Return **-2.94%**
 NAV of share **13.4498 EUR**
 Fund Size **7 668 761 EUR**

Fund Manager's Comment

Mikk Taras



In October, ahead of the US presidential election, we saw profit-taking in the fund's investments in equity positions related to Nordic companies and commodities. There were no transactions in the fund during the month. The share of the fund fell by 2.9% in the month.

November put an end to the US presidential elections, which were won by surprisingly wide margin by the US Republican candidate Donald Trump. The initial reaction of stock markets was positive in anticipation of a wave of lower taxes and deregulation following Trump's victory. In the bond markets, we saw a rise in long-term interest rates.

Trump's economic policy message was to lower taxes, stand up for the interests of US industry by imposing tariffs on imported goods, ensure the availability of cheap energy and reduce all kinds of support programs for the green transition.

Time will tell how these policies ultimately affect stock markets. For example, we remember how during the period of Trump's first term, there was a real boom in the stock markets in green assets, which Trump apparently did not favor. However, during Biden's tenure, where the green revolution was favored with large subsidies, the shares of the sector fell by approx. 70%.

In the fund, we try to ensure that the portfolio includes generally good companies that, regardless of regulations and trade policy, are able to grow in their markets. The fund has invested heavily in shares of industrial companies in the Nordic countries, where we observe that companies such as Atlas Copco or Trelleborg own production sites in both the USA and China. Local production will help them better escape the trade war, benefiting from growth in both the US and China markets.

33% of the fund's assets are invested in US listed companies that are largely related to commodities such as oil, gas and copper.

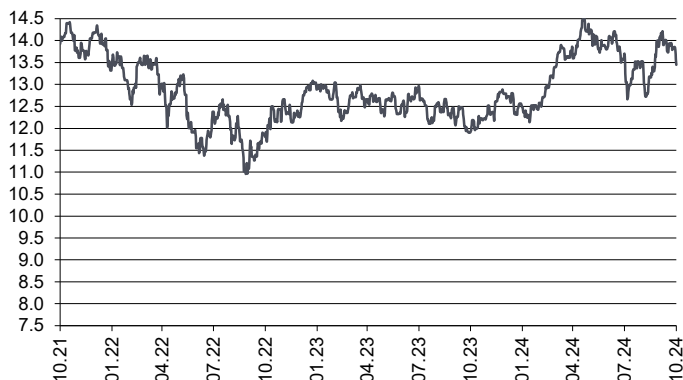
However, it is important for commodities that confidence is also restored in the Chinese economy. In recent months, we have seen the unveiling of a number of government support plans in China to ease problems in the real estate sector and end the decline in stock markets. In light of even slightly improving growth outlook, Chinese stocks are cheap. The fund has invested 7% of its assets in shares of Chinese companies.

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

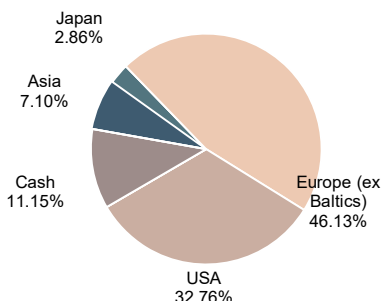
Type: UCITS IV
 ISIN: EE3600092417 (EUR)
 Depository: AS SEB Pank
 Registrar: AS LHV Pank
 Fund Manager: Mikk Taras

Issue Fee: 0%
 Management Fee: 2%
 Redemption Fee: 0%
 Redemption Fee (LHV): 1%

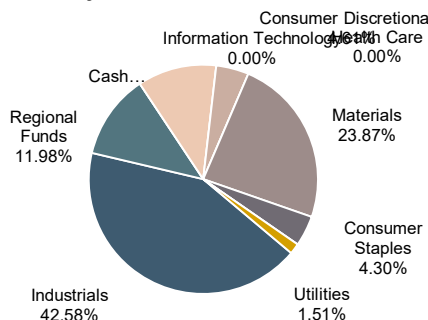
Historical Returns*

	1 month	12 months	36 months	2022-2023 average	2021-2023 average	2019-2023 average	YTD
Fund	-2.94%	12.87%	-3.40%	-5.05%	2.10%	6.62%	5.19%

Geographical Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
Freeport-McMoRan	5.1%
DSV PANALPINA	5.1%
Agnico Eagle Mines	5.0%
Global X Copper Miners ETF	4.9%
Barrick Gold Corp	4.3%
iShares MSCI China ETF	4.0%
Pan American Silver	3.7%
AMUNDI EURO STOXX BANKS UC	3.2%
Alibaba Group Holding	3.1%
Trelleborg	3.1%
Value of TOP 10 Investments	41.5%
Total Number of Investments	30

*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.