

# LHV World Equities Fund

31 December 2024

Monthly Return **-2.33%**  
 NAV of share **13.0515 EUR**  
 Fund Size **7 433 870 EUR**

## Fund Manager's Comment

**Mikk Taras**



After a sharp rise in stock prices in 2023, the stock market rally continued in a similar form in 2024. In the fund, we were prepared for a more difficult year. We built a diversified portfolio, ready for a year where the previous hot spots on the stock markets would stop working. In reality, the year turned out to be much more one-sided than we thought. The movements in the stock markets were dominated by stocks in the US technology sector with huge market values.

The fund ended the year with a positive return, but performance was poor considering the opportunities that arose in the markets. We missed out on the rise in the US stock market, which was dominated by large technology giants. The fund's share rose by 2.1%. The fund's performance was positive from precious metals stocks, US natural gas stocks and some Nordic listed stocks. The biggest gainers were US gold mining company Agnico Eagle Mines, Danish logistics company DSV and US natural gas company Antero Resources. Negative contributions came from oil stocks and cyclical Nordic industrial stocks, which were hit by a turbulent macro environment. The biggest losers were US oil company Valaris and Finnish forestry company Stora Enso. As we head into 2025, it is particularly important that we monitor what we buy and at what price, and what the risks are if high expectations are not met. Popular topics in the stock markets are expensive. Many companies in traditional industries are cheap compared to their profits. We believe that gold is in a structural uptrend, as populist policies keep countries' debt burdens high, geopolitical events are making the world increasingly isolated, and developing countries' central banks are increasingly redirecting their reserves back into gold. In the raw materials sector, we expect a recovery in oil sector companies this year. When communicating with companies, it is clear that no one wants to repeat the scenario of 10 years ago and flood the oil market with supply, which pushed companies in the sector upside down. In the Nordic countries, we continue to hold well-managed listed companies with high capital productivity. Here, we aim for investments that have a return on invested capital of close to 20% or high. Overall, we try to keep investments in the fund diversified across different themes. Last year, the markets had a strong uptrend, and assets that correlated with large stock indices performed well. If the environment becomes more difficult, other assets in the portfolio could again play a role.

### 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

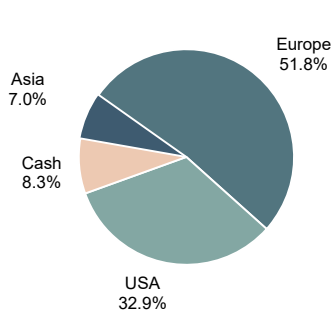
Type: UCITS IV  
 ISIN: EE3600092417 (EUR)  
 Depository: AS SEB Pank  
 Registrar: AS LHV Pank  
 Fund Manager: Mikk Taras

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

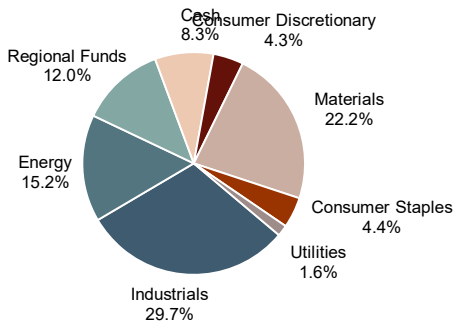
### Historical Returns\*

	1 month	12 months	36 months	2022-2023 average	2021-2023 average	2019-2023 average	YTD
Fund	-2.33%	2.08%	-7.98%	3.19%	-2.73%	3.33%	2.08%

### Geographical Breakdown



### Industry Breakdown



### Top 10 Investments

Name	% of Assets
DSV PANALPINA	5.4%
Agnico Eagle Mines	4.9%
Freeport-McMoRan	4.7%
Global X Copper Miners ETF	4.6%
iShares MSCI China ETF	4.1%
Barrick Gold Corp	3.8%
Range Resources Corp	3.5%
Trelleborg	3.5%
Pan American Silver	3.5%
AMUNDI EURO STOXX BANKS UC	3.3%
Value of TOP 10 Investments	41.2%
Total Number of Investments	31

\*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](http://lhv.ee/world). Historical annual average performance figures are geometrical averages based on last calendar years.