

LHV World Equities Fund

28 February 2025

Monthly Return **3.67%**
 NAV of share **14.2680 EUR**
 Fund Size **8 183 893 EUR**

Fund Manager's Comment

Mikk Taras



February was a nervous month for stock markets, with the US stock market under pressure from Trump's tariff policy and growing question marks over the growth prospects of large technology companies. We saw more positive movements on stock exchanges in other parts of the world.

European stock markets were boosted by a change in direction in German fiscal policy, where the country is ready to sharply increase spending on defense and infrastructure renewal.

The German state plans to increase defense spending and infrastructure investments by nearly a trillion euros in the coming years, which accounts for more than 20% of German GDP. This is a significant amount that will have a positive impact on both the German and other European economies.

The fund's unit value increased by 3.7% in the month. Among European stocks, Ponsse, Carlsberg and the European Banks Index Fund contributed the most to the increase. In addition to European stocks, the positions in Alibaba and the Chinese equities index fund also made a positive contribution to the increase in the fund's unit. We saw weakness in the shares of the oil service company Valaris. In February, we sold shares in Agnico Eagle Mines, which had risen to become the world's largest gold mining company by market capitalization on the back of strong gold prices. In the energy sector, we sold shares in US natural gas company Range Resources. From the European markets, we sold shares in Finnish company Metso, which has benefited from growing investments in the mining sector in recent years. We also sold shares in Danish kitchen furniture manufacturer TCM, as the company is having difficulties improving profit margins. Of the new investments, we made a larger bet to German companies through the purchase of shares in the Invesco MDAX ETF. The index fund tracks the MDAX index, which consists of 50 German mid-cap listed companies. We expect the German election results to bring a significant change in fiscal policy, which will accelerate economic growth. We also increased our position in Fortum. Fortum's asset portfolio offers CO2-free baseload electricity generation in Europe. We expect data centers and other industries to take advantage of the cheap and CO2-free electricity in the Nordic countries. More broadly, we expect the German fiscal policy shift to have a significant positive impact on German and broader European stock markets. We expect this to offer us interesting investment opportunities in 2025.

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

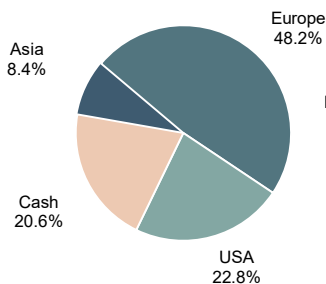
Type: UCITS IV
 ISIN: EE3600092417 (EUR)
 Depository: AS SEB Pank
 Registrar: AS LHV Pank
 Fund Manager: Mikk Taras

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

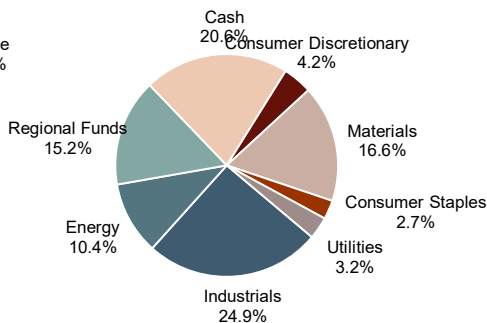
Historical Returns*

	1 month	12 months	36 months	2022-2023 average	2021-2023 average	2019-2023 average	YTD
Fund	3.67%	14.75%	9.48%	3.19%	-2.73%	3.33%	9.32%

Geographical Breakdown



Industry Breakdown



Top 10 Investments

Name	% of Assets
iShares MSCI China ETF	4.2%
Global X Copper Miners ETF	4.2%
Alibaba Group Holding	4.2%
Freeport-McMoRan	4.1%
Barrick Gold Corp	3.9%
AMUNDI EURO STOXX BANKS UC	3.8%
Pan American Silver	3.7%
Trelleborg	3.6%
Fortum	3.2%
Invesco MDAX UCITS ETF	3.0%
Value of TOP 10 Investments	37.9%
Total Number of Investments	27

*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 <https://www.lhv.ee/en/investment-funds#equity-tab>. Historical annual average performance figures are geometrical averages based on last calendar years.