



HUNTER HALL

GLOBAL VALUE LIMITED (ASX: HHV)

JULY 2017
PERFORMANCE
UPDATE

DESCRIPTION AND FEATURES

Global Value Limited provides access to investments in 30-50 companies across developed and developing markets, large and small companies, via a listed investment company structure.

Investments are made predominantly in companies that deliver stable yet growing free cash flow throughout cycles (which we classify as 'Core' holdings) whilst also taking positions in more cyclical companies ('Cyclical') and those whose valuation has been materially impacted ('Opportunistic').

We avoid investment in companies that in our opinion are harmful to people, animals or the environment.

Portfolio Managers	Jordan Cvetanovski Steven Glass James McDonald
ASX code	HHV
Founded	19 March 2004
Mandate inception	1 July 2017
Asset Class	International Equities
Fees	Management Fee: 1.50% p.a. Performance Fee: 15.38% of any return greater than the MSCI World
DRP	Yes
Share Price¹	\$1.175
NTA (pre-tax)^{1,2}	\$1.1677
NTA (post tax)^{1,2}	\$1.1740
Premium/Discount to pre-tax NTA¹	(0.6%)
Ordinary Shares on Issue¹	244.2m
Benchmark	MSCI World ³

¹ At 31 July 2017.

² The figures are unaudited.

³ MSCI World refers to the MSCI World Total Return Index, Net Dividends Reinvested, in A\$.

PERFORMANCE COMMENTARY

July represents the first full month of Global Value Limited being managed under the new investment mandate with the new investment team. The aim of this mandate is detailed under 'Description and features' above. Performance and commentary in this newsletter completely relates to this new mandate.

In July Global Value Limited delivered -1.39% (see table overleaf) while its benchmark was down -1.62%. Our analysis shows the performance in local currency terms was positive but FX movements more than offset this as the AUD materially appreciated against all major currencies during the month.

PORTFOLIO HIGHLIGHTS

The biggest positive individual stock contributors were Wacker Chemie, Antofagasta and Newmont Mining. Wacker's strength followed stabilisation of the polysilicon price, Siltronic's strong quarterly earnings (Wacker owns 30% of Siltronic) and Wacker's quarterly earnings. Antofagasta benefited from the strengthening copper price. Newmont's performance followed the release of its quarterly earnings.

The three largest individual stock detractors were Seeing Machines, Check Point Software and Reckitt Benckiser. There was no specific news to explain Seeing Machine's decline. Checkpoint and Reckitt's declines followed their quarterly results.

The notable changes to the portfolio positioning during the month included: reducing exposure to Opportunistic stocks by 4% and increasing exposure to Cyclical by 7%. This was reflected in the Fund's industry exposures as we reduced IT exposure by 5%, reflecting our concerns about valuations in that sector, and increased exposure to Materials by 2%. Global Value Limited continues to have relatively large European exposure and it is somewhat overweight Latin America, while it is notably underweight the US and Asia. As at 31 July the portfolio was approximately 55% invested in Core, 26% in Cyclical, 8% in Opportunistic and 10% in cash. The weighting to Core is below our target range as we complete the transition of the portfolio to the new mandate. The largest industry exposures were IT (18%), Materials (15%) and Financials (14%). The portfolio currently has no direct exposure to Energy, Utilities and Telecommunications.

INVEST VIA
YOUR
BROKER OR
FINANCIAL
ADVISOR
(ASX: HHV)

PERFORMANCE

Net performance for periods ending 31 July 2017⁴

	1 Month	FYTD	Since Inception p.a. ⁵
HHV	-1.39	-1.39	7.43
Benchmark	-1.62	-1.62	6.47

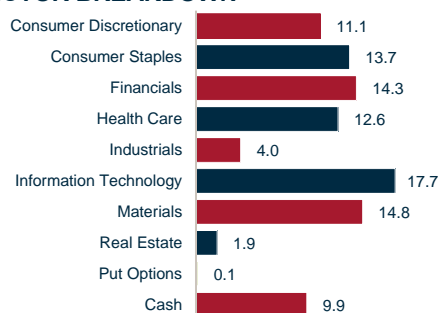
July represents the first full month of Global Value Limited being managed under the new investment mandate with the new investment team. The performance since inception in the table above refers to the movement in net assets per share since the inception of HHV in March 2004. See footnotes ⁴ and ⁵ below for further details.

PORTFOLIO INFORMATION

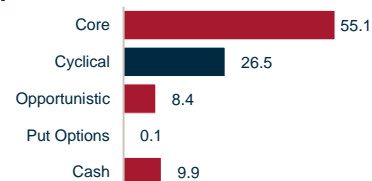
Top 10 Stocks		
Name	Country	Sector
Ahold Delhaize	Netherlands	Consumer Staples
Alphabet Inc	United States	Information Technology
B&M European Value Retail	Luxembourg	Consumer Discretionary
Cigna	United States	Health Care
Comcast	United States	Consumer Discretionary
Dollar General	United States	Consumer Discretionary
IAC InterActive Corp	United States	Information Technology
Novo Nordisk	Denmark	Health Care
Oracle	United States	Information Technology
Wacker Chemie	Germany	Materials

Largest 3 Contributors	Largest 3 Detractors
Wacker Chemie	Seeing Machines
Antofagasta	Check Point Software
Newmont Mining	Reckitt Benckiser

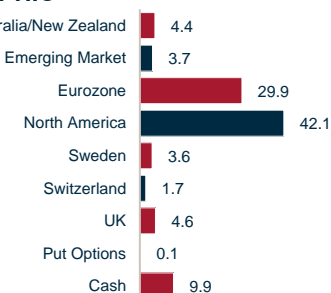
SECTOR BREAKDOWN



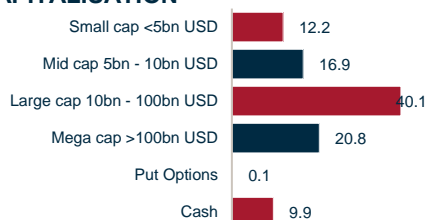
SEGMENT



GEOGRAPHIC



CAPITALISATION



4. Performance figures refer to the movement in net assets per share, reversing out the impact of option exercises and payments of dividends, before tax paid or accrued on realised and unrealised gains. Past performance is not a reliable indicator of future performance, the value of investments can go up and down. 5. Inception date of HHV: 19 March 2004, new investment team with new mandate adopted: 1 July 2017.

None of Hunter Hall Global Value Limited ("HHV"), Hunter Hall Investment Management Limited nor any of their related entities guarantees the repayment of capital or any particular rate of return from HHV. Past performance is no guarantee of future performance. This document has been prepared by HHV and does not take into account a reader's investment objectives, particular needs or financial situation. It is general information only and should not be considered investment advice and should not be relied on as an investment recommendation.

FOR FURTHER
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