

Investment Update and Net Tangible Assets

Net Tangible Assets (NTA) per share

NTA before tax*	\$1.0551
NTA after tax	\$1.0500

* There were no tax payments made during May
 \$ denotes Australian dollar.

May review

May saw a rapid escalation in the trade war between the US and China, with US trade negotiators accusing their Chinese counterparts of reneging on previously agreed commitments, and the Trump administration swiftly moving to lift tariffs on US\$200Bn worth of Chinese imports to 25%. Within days, China had responded by enacting retaliatory tariffs of its own on US imports, though given the trade imbalance between the two countries, these were on a much smaller scale. For much of this year markets had largely priced in a quick resolution to the trade dispute between these two systematically important countries, a position that was too sanguine in our view. These developments were the catalyst for higher risk and growth sensitive asset classes to sell-off heavily over the month, as markets abruptly repriced the risk of a protracted trade dispute coming at a time when global growth continues to slow. Global share markets² fell by 5.8% in US\$ terms, with the US share market falling by 6.4% and the US 'FANG' index of leading tech stocks falling by 14.8%. European and Japanese equity markets suffered similarly large falls, dropping 5.7% and 7.4% respectively. Resolutely bucking the trend, the Australian share market rose 1.7%, with a surprise election win for the governing coalition a catalyst for local markets to rally despite the large declines offshore. In Australian dollar terms, global share markets² fell 4.3%.

May was a busy month for the company. GVF participated in six corporate actions during the month, selling 6.9% of the portfolio into corporate actions at a weighted average exit price that was 9.8% above our carrying price for these investments. As with our exits in April, we have been intimately involved in creating many of these catalysts which have allowed us to unlock underlying value. GVF successfully closed five positions during the month and opened three new trades. The company also continuing to add to existing positions at favourable levels.

The investment portfolio decreased in value by 0.3% during May. The fund's discount capture strategy added 0.4% to returns during the month while underlying currency exposures added a further 0.7%. These positive returns were offset by the fund's market exposures, which detracted 1.3% from returns. The remaining attribution of returns are accounted for by the Company's operating costs.

One portfolio position that has generated some interest from our shareholders recently is the company's investment in Blue Sky Alternatives Access Fund (BAF). There has been no shortage of press written about the unfortunate demise of Blue Sky the asset manager over the past year. There is an important difference however, between Blue Sky the asset management company (BLA), and Blue Sky Alternatives Access Fund (BAF), an investment fund. The former is an operating business driven by revenues and costs, the latter is a portfolio of assets. At our core at GVF we are asset traders, looking for assets where we see compelling value and where we believe we can be involved in the process of unlocking this value over time. A key part of our investment thesis in BAF is that the substantial 'noise' generated by the failure of the manager has created a compelling value opportunity in the fund. Currently c.40% of the BAF investment portfolio is made up of cash at hand, and a portfolio of water rights. We estimate that these water rights have

Global Value Fund Limited

ASX Code	GVF
Listed	July 2014
Shares on issue	148M
Share price	\$0.98
Market cap	\$144M
FY19 indicated dividend ¹	6.3 cents
FY19 indicated yield	6.4%
(70% franked)	

Company overview

The Global Value Fund (ASX: GVF) is a listed investment company that provides shareholders with the opportunity to invest globally through a portfolio of securities purchased at a discount to their underlying asset value. By capturing this discount for its investors, the manager aims to provide an alternative source of market outperformance compared to more common stock selection strategies.

It is the Board's intention to pay regular dividends so long as the Company is in a position to do so.

Investment Manager

The portfolio management team is based in London and has considerable experience in finding international assets trading at a discount to their intrinsic value and in identifying, or creating, catalysts to unlock this value.

Investment Management

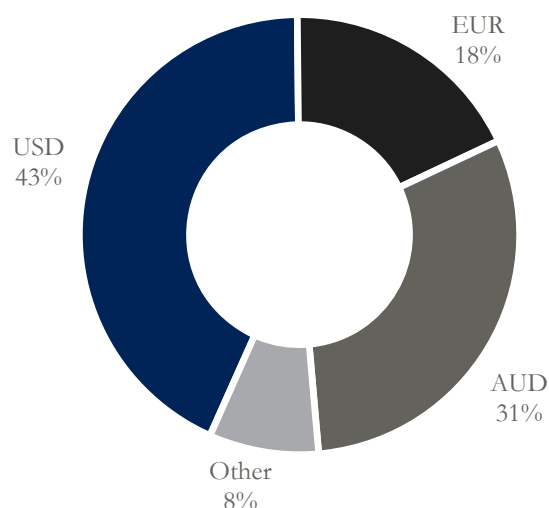
Miles Staude, CFA
 Fund Manager, Global Value Fund

Board of Directors

Jonathan Trollip
 Chairman
Chris Cuffe
 Non-executive Director
Geoff Wilson
 Non-executive Director
Miles Staude, CFA
 Non-executive Director

generated a return of more than 30%³ over the past 12 months. They also were subject to an unsolicited buyout offer at their carrying value late last year by Chris Corrigan and Peter Scanlon, two high profile Australian investors. In simple terms, if you assume BAF's cash and water assets are worth book value, the market price of BAF today values the rest of the investment portfolio at approximately 40 cents on the dollar. While not without risks, we believe the current value proposition is very compelling. We have been energetically engaged with both the BAF board and Blue Sky the asset manager since building a position and we expect to be able to update investors on the progress of those engagements soon.

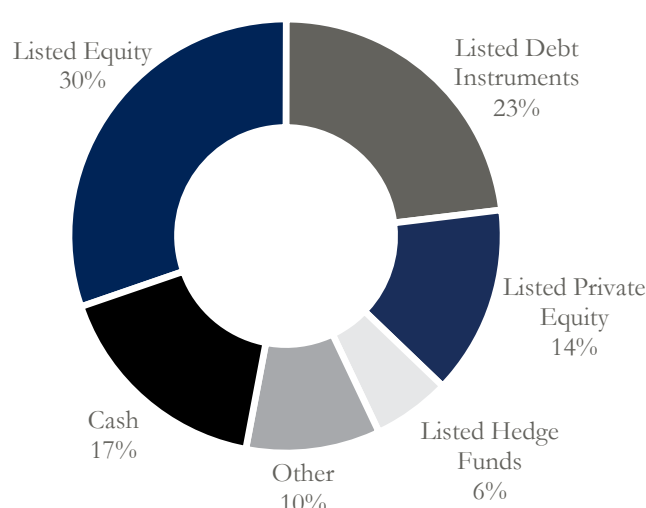
Underlying Currency Exposures



The above chart reflects the manager's estimate of the currency exposures arising from the portfolio's underlying investments and cash balances as at 31st May.

Including emerging market currencies that are chiefly pegged to the US\$, the fund's US\$ exposure is approximately 45%.

Underlying Asset Classes



The above chart reflects the manager's estimate of the underlying asset classes held through the fund's portfolio of investments as at 31st May.

Exposure to cash represents both cash balances held by the Company and the underlying cash holdings of the fund's portfolio of investments.

Top Five Holdings

Holding	% NTA	Summary
Undisclosed	8.3%	The manager does not believe it is in shareholders' interests to disclose this holding at this time. Please contact emma.davidson@globalvaluefund.com.au for further information.
Pershing Square Holdings	5.8%	London-listed CEF managed by a well-known investment manager. The position in this concentrated portfolio of large capitalisation US stocks was accumulated at an average discount to NAV of 23%. The underlying investments can be hedged, to reduce exposure to the manager's performance, at a relatively low cost.
Third Point Offshore USD (LSE)	5.5%	London-listed CEF that acts as a feeder fund into a global event-driven, value-oriented hedge fund. The position has been accumulated at an average discount to net asset value of greater than 19%.
VPC Specialty Lending Investments	5.4%	A London-listed CEF, managed by a large US investment manager, that lends to middle market financial companies mainly in the US. Since we accumulated a position at an attractive discount to net asset value, the Board and management have initiated a number of policies that are expected to narrow the discount over time.
Blue Sky Alternative Access Fund Ltd	5.1%	Australian-listed LIC that invests into a diverse portfolio of private equity and alternative assets. The position has been accumulated at an average discount to NTA of 27%. If shareholders would like to know more about the manager's views on this, please contact emma.davidson@globalvaluefund.com.au .

¹ The Board has guided that it anticipates FY19 dividend payments being at least 6.3 cents per share, 70% franked. This guidance is not a formal declaration of dividends for FY19 and actual dividend payments may differ to this amount.



Investment Update and Net Tangible Assets. As at 31st May, 2019

² All references to global shares markets refer to the total return (price and dividends) of the MSCI All Country World equity index. Unless otherwise stated, source for all data is Bloomberg LP and data as at 31st May 2019.

³ Source: Staude Capital Limited

Staude Capital Limited is an appointed representative of Mirabella Advisers LLP, which is authorised and regulated by the Financial Conduct Authority. Mirabella Financial Services LLP is the Investment Manager of the Global Value Fund and has seconded the investment team at Staude Capital to manage the Global Value Fund. This information is not an offer to buy or sell, or solicitation of an offer to buy or sell, any security or investment. Investors should read the Fund prospectus before making a decision to invest.

Past performance is not an indicator of future returns. This document is not suitable for distribution into the EEA.