



Ethical
Investments

Hunter Hall Global Value Limited

ACN 107 462 966

Monthly NTA and Performance Report

January 2017

At a Glance

Inception Date	19 March 2004
ASX Code	HHV
Investment Manager	Hunter Hall Investment Management Limited
Benchmark	MSCI World ¹
Asset Class	Global equities
Sector	Small to mid-cap
Management Fee	1.50%
Performance Fee	15.38% of any return greater than the MSCI World, payable yearly (inclusive of GST)
DRP	Yes
Ethical Policy	Negative screen

Net Tangible Assets (NTA)

CPS	Jan-17	Dec-16
Net tangible asset value before tax ³	124.46	124.90
Provision for tax on unrealised income and gains ³	(0.40)	(0.98)
Net tangible asset value after tax ³	124.06	123.92

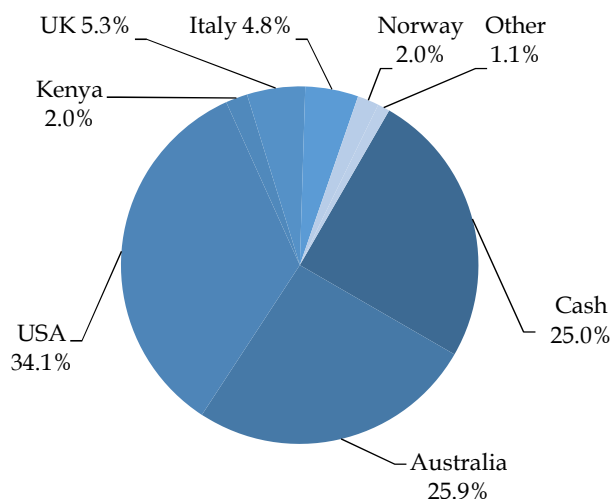
Company Information

	Jan-17	Dec-16
Premium/Discount to pre-tax NTA	-3.7%	-1.9%
Market Capitalisation	\$291.8m	\$298.3m
Share Price	\$1.198	\$1.225
Ordinary Shares on Issue	243.5m	243.5m

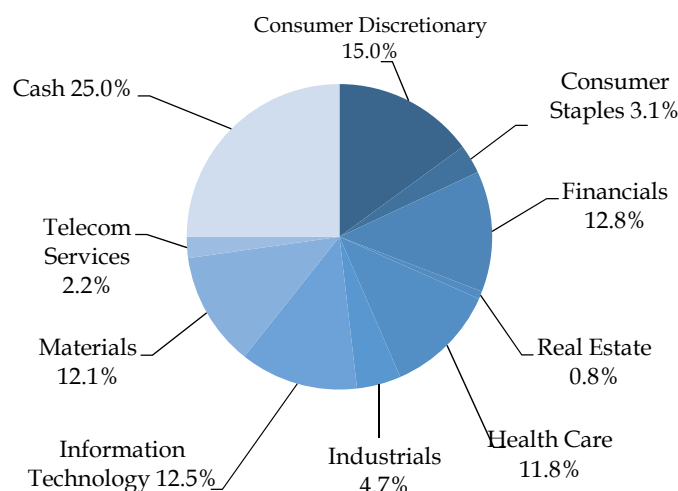
Performance % (after all fees & expenses)

	1 month	6 months	1 year	Compound Annual Return				
				3 years	5 years	7 years	10 years	Since inception
Absolute Performance ²	0.2	-15.1	1.7	9.9	14.5	9.3	4.6	7.1
MSCI World ¹	-2.3	5.1	9.1	11.0	17.5	11.7	4.2	6.3
Relative Performance	2.5	-20.2	-7.4	-1.1	-3.0	-2.4	0.4	0.8

Country Allocation



Sector Allocation



As at 31 January 2017 the portfolio was invested 49.1% in International Equities, 25.9% in Australian Equities and 25% in Cash. The portfolio had an exposure to foreign cash and investments of A\$178m, with 4.9% of the foreign equity exposure hedged back into Australian Dollars by forward foreign exchange contracts.

Note: Figures in this report have been rounded to the nearest appropriate decimal place. For Country and Sector Allocations the aggregate weights for the fund may not equal 100%.

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

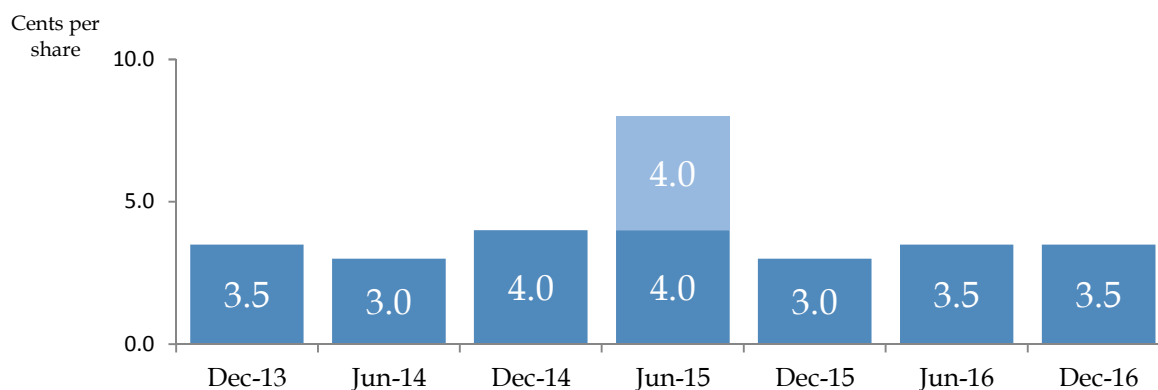
2. Performance figures refer to the movement in net assets per share, including share buy-backs and the reinvestment of dividends, excluding tax accrued but unpaid. Source: Hunter Hall.

3. The figures are unaudited.

Top 10 Holdings

Company	Business Description	Country of Listing	Area of Principal Economic Activity	Net Assets (%)
Sirtex Medical	liver cancer treatments	Australia	USA	5.5
Lumentum	optical components	USA	USA	5.2
Prada	luxury goods	Hong Kong	Italy	4.8
Foxtons	real-estate broker	UK	UK	3.2
Fortress Investment	alternative asset management	USA	USA	2.8
Doray Minerals	gold explorer and producer	Australia	Australia	2.6
Blackham Resources	gold producer	Australia	Australia	2.6
SRG Ltd	engineering services	Australia	Australia	2.4
Vocus	telecommunications	Australia	Australia	2.2
SunOpta	organic food	USA	USA	2.1

Recent Dividend History



The Board is committed to paying a consistent regular stream of fully franked dividends to our shareholders, provided the Company has sufficient profit reserves and franking credits and it is within prudent business practices. Dividends from December 2013 to December 2014 were partly franked, the final and the special June 2015 dividends were unfranked, the December 2015 and June 2016 dividends were fully franked. The December 2016 dividend will be fully franked and will be paid on 21 April 2017. For more information please visit www.hunterhallglobalvalue.com.au.

Month in Review

The HHV portfolio was flat in January recording a performance of 0.2%, which, although modest, was pleasing as the MSCI World Index recorded a negative 2.3% during the period, yielding outperformance of the benchmark by 2.5%.

A positive contribution was made by our gold mining shares which bounced with the gold price from their December lows. The gold price was weighed down in December after the Trump victory. Markets priced in the prospect of higher US interest rates which negatively impact gold. In January however, concerns mounted over Trump's trade and immigration policies which boosted the metal again.

Blackham Resources in particular was strong, up 68%, as its Matilda mine went into production in October 2016 and the company reported its quarterly results in January which confirmed a smooth ramp up to its goal of producing 60-70,000 ounces of gold for the full year. An expansion plan is underway to increase this to 200,000 ounces over the coming two years.

Prada also recorded strong gains, up 23%, as peers in the luxury goods sector reported stronger than expected results. Chinese demand for luxury goods is recovering in tandem with rising Chinese property prices after some years of stagnation caused by a slumping Chinese stock market, anti-corruption drive and European terrorist attacks. Prada has been a deeply unpopular stock with only one 'buy' rating amongst the 28 analysts who cover the company. We feel such pessimism is misplaced and expect improving sales trends to form a base for future earnings growth when the company reports later in February.

Month in Review - *continued*

Base Resources continued its march higher, up 25%, driven by rising prices of titanium dioxide bearing mineral sands Ilmenite, Rutile and Zircon. The company reported strong quarterly results and continues to rapidly pay down its debt.

Alternative Investment Manager **Fortress Investment**, which specialises in managing private equity and credit funds, had a strong month, increasing 15%. The company had a busy month of selling assets which generate performance fees and raising new funds.

Lumentum detracted from the portfolio, falling 1.8% in January, due to concerns over short term demand from Chinese telecom operators failing to materialise; however, late in the month competitor IIVI reported very strong results and refuted these concerns.

Shares of **Rent-A-Center** fell 20% in January after the company reported the change of CEO and disappointing Q4-16 preliminary results. Rent-A-Center's share price has recovered a bit recently after Engaged Capital, an activist investor, took a 12.9% stake and urged the company to consider a sale of itself.

London real estate agent **Foxtons** fell over concerns surrounding falling transaction volumes and prices in the London housing market as a result of increased stamp duties in 2015 and Brexit.

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