

## Investment Update and Net Tangible Assets

### Net Tangible Assets (NTA) per share

NTA before tax*	\$1.1003
NTA after tax	\$1.0763

\* This is after the provision of \$0.2M (0.2 cents per share) in tax payable relating to FY2016

### September review

Global equity markets continued to tread water throughout September, with currency market movements generally the only driving factor in local country share market returns. In local currency terms share markets in the US and Europe were unchanged over the month. The Japanese share market fell by 1.9%, largely reflecting a 1.9% rise in the value of the Yen, while in the UK the FTSE increased by 1.8%, again mainly reflecting a 1.3% fall in the value of the Pound. In Australian dollar terms the MSCI All Country World Index fell by 1.3% over September, the fall mainly driven by a 1.9% rise in the value of the Australian dollar during the month.

The fund successfully exited its holding in Galileo Japan Trust during September. Listed on the ASX, Galileo is a Japanese real estate investment trust, holding a portfolio of Japanese office and residential investments. We built a position in the trust in the latter part of 2015 at an average discount to NAV of 23%. Since investing into the name the trust has become subject to a takeover offer. While the proposed takeover transaction has not yet been finalised, we were able to exit our investment in full during September at a discount to NAV of less than 1%.

The investment portfolio decreased in value by 0.6% during September. The fund's discount capture strategy added 1.2% to returns during the month, though this was more than offset by the strong appreciation of the Australian dollar over September. In total adverse currency moves detracted 1.6% from the fund's investment performance, with the remaining attribution of returns accounted for by underlying market movements and operating costs.

The fund was 93.8% invested at the end of September. A list of the Global Value Fund's current top five holdings is shown on the following page, along with a breakdown of the fund's underlying currency and asset class exposures.

#### Global Value Fund Limited

ASX Code	GVF
Listed	July 2014
Shares on issue	103M
Share price	\$1.075
Market cap	\$110.3M
Dividend (fully franked)	3.0c
Dividend ex-date	6 Oct 2016
FY2016 yield	5.6% ff

#### 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

Metage Capital Ltd is a London based investment manager with 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

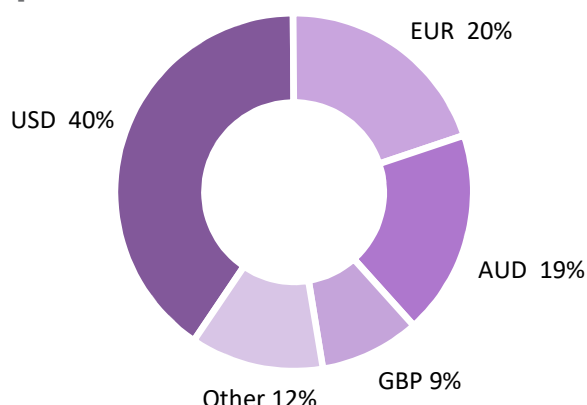
**Miles Staude, CFA**  
Fund Manager, Global Value Fund  
**Metage Capital**  
Investment Team

#### Board of Directors

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



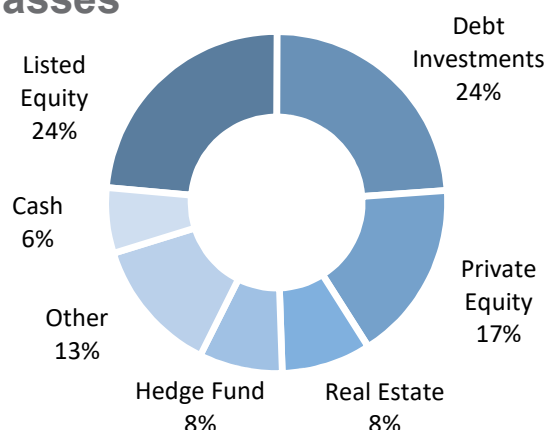
## Underlying currency exposures



The above chart reflects the manager's estimate of the currency exposures arising from the portfolio's underlying investments and cash balances as at the 30<sup>th</sup> of September.

Including emerging market currencies that are chiefly pegged to the US\$, the fund's US\$ exposure is approximately 54%.

## 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 the 30<sup>th</sup> of September.

## Top Five Holdings

Holding	% NTA	Summary
HarbourVest Global Private Equity	6.1%	London listed closed-end fund (CEF) with a highly diversified global private equity portfolio, comprising more than 6,000 individual investments. The position has been accumulated at a 30% discount to the underlying portfolio value.
CVC Credit Partners European Opportunities	6.0%	London listed CEF, which invests predominantly into senior secured loan obligations of companies domiciled, or with material operations, in Western Europe across a variety of industries. The position has been purchased at an attractive discount to the portfolio's underlying value, which we expect to realise through a pending corporate action
Neuberger Berman Private Equity	5.5%	London listed CEF with a diversified private equity portfolio focused in North America. The position has been accumulated at a 28% discount to the underlying portfolio value. The prospect for improved shareholder rights should serve to narrow the discount over time.
Morgan Stanley Emerging Market Debt Fund	5.3%	New York listed CEF which invests in US\$-denominated emerging market sovereign and investment grade bonds. The position has been accumulated at a 17% discount to the underlying portfolio value.
Boussard & Gavaudan Holdings	5.3%	Amsterdam listed CEF that acts as a feeder fund into the BG Master Fund, a Europe-focused multi-strategy hedge fund. The BG Master Fund is the flagship fund for Boussard & Gavaudan, a French fund management firm with c. €1.7 billion of FUM. The position was acquired at a discount in excess of 21%. The manager is committed to an active share buyback program which should serve to reduce the discount.