

Investment Update and Net Tangible Assets

Net Tangible Assets (NTA) per share*

NTA before Tax	\$0.976
NTA after tax	\$0.979

* NTA figures are not adjusted for outstanding options.

August review

Financial markets focused their attention back onto Europe during August. Deteriorating growth and inflation expectations have begun to become entrenched in the market's outlook for the currency block, with annualised inflation now running at just 0.3%. Against this backdrop Mario Draghi recently announced a significant asset purchase program, indicating a desire to increase the ECB's balance sheet by roughly €1 Trillion through lending programs and the purchase of asset backed securities and covered bonds. While not traditional quantitative easing, as it does not include the purchase of government bonds, the impact on markets is broadly the same. At a time when the Fed's current QE program is drawing to a close, the ECB has now signalled that significant amounts of central bank liquidity will continue to flow into financial markets for some time to come.

During the month we continued to invest IPO proceeds as opportunities presented themselves and by the end of August the fund was 58% invested. Notably we capitalised on an opportunity to acquire a large block of stock in a closed-end fund that we know well, Pacific Alliance China Land, at a 24% discount to NAV. This fund has recently moved into formal run-off, with shareholders voting to cease new investments and to commit the manager to an orderly sale of the portfolio, followed by the return of capital. We expect the majority of the fund's NAV to be realised over the next two years and believe the carrying values of the portfolio are conservatively marked, with historical realisations being at or above their book values. The underlying portfolio is further de-risked given approximately 20% of this fund's NAV is held in cash.

A list of 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. As a reminder for investors, an important feature of our strategy is our ability to be light on our feet – to opportunistically exploit discounts across asset classes as we find them. With the portfolio starting to take shape now, we are quite optimistic about the opportunity set underlying the fund.

Global Value Fund Limited

ASX Code	GVF
Listed	July 2014
Shares on issue	55M
Share price	\$1.005
Market cap	\$55.3M
NTA before tax	\$0.976

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 a regular fully-franked dividend once the Company is in a position to do so.

Investment Manager

Metage Capital 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 Team

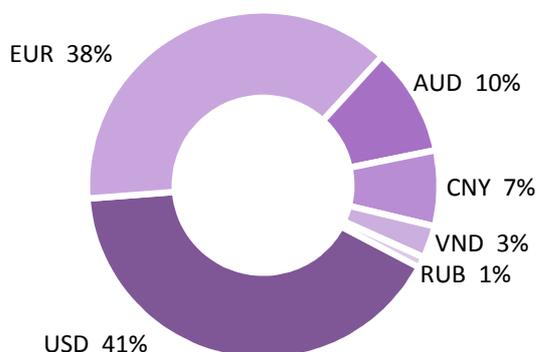
Miles Staude, CFA
Fund Manager, Global Value Fund
Richard Webb, CFA
Chief Executive Officer, Metage Capital
Jeremy Hurt
Investment Manager
Tom Sharp, CFA
Investment Manager

Board of Directors

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



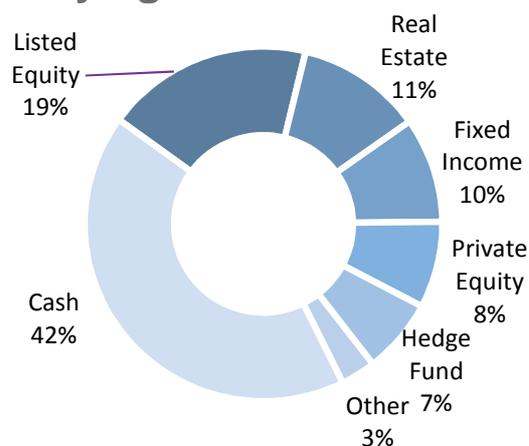
Underlying currency exposures



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 31st of August.

Including emerging market currencies that are chiefly pegged to the US\$ (such as CNY), the fund's US\$ exposure is approximately 51%.

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 31st of August.

Top Five Holdings

Holding	% NTA	Summary
Pacific Alliance China Land	7.5%	AIM-listed CEF investing in Chinese property-related assets and loans with a conservatively valued portfolio and significant structural downside protections built into its investment holdings. Recent move into realisation provides catalyst for elimination of discount.
Vinaland Limited ZDP	5.8%	A GBP zero-dividend preference share offering an attractive fixed return over the period to December 2016, heavily collateralised by the assets of an AIM-listed CEF. Various mechanisms exist to enhance the credit of the ZDP and there is additional upside from the likelihood of early repayment at an above market price.
Boussard & Gavaudan Holdings	5.1%	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 along with other catalysts should serve to reduce the discount.
Harbourvest Global Private Equity	5.0%	LSE-listed fund which invests in a diversified private equity portfolio. It has underlying exposure to over 6,000 companies, two-thirds of which are based in the USA. The fund trades at a significant discount to its net asset value, which is expected to narrow as the result of improvements in corporate governance and continued good NAV performance as the older companies in its portfolio are realised.
Tri-Continental Corporation	4.3%	NYSE-listed CEF investing primarily in US equities and benchmarked to the S&P 500 Index. The position was acquired at a discount in excess of 14%. Metage has invested previously in this fund, and along with other shareholders put pressure on the manager to address the discount. This resulted in an exit close to NAV via an in-specie tender.