

Investment Update and Net Tangible Assets

Net Tangible Assets (NTA) per share*

NTA before Tax	\$1.0077
NTA after tax	\$1.0011

* NTA figures are not adjusted for outstanding options. Adjusting for outstanding options the diluted NTA before tax would be A\$1.004/shr

October review

The month of October was a timely reminder of how volatile financial markets can be. Global equity markets fell sharply during the month, led by European and Japanese shares which fell by as much as 10% through to mid-October, before recovering most of their losses by month end. The price of oil, which had already fallen by 8% during September, fell by a further 9% during October, while the benchmark ten-year US treasury yield fell briefly below 2%, a level not seen since early 2013.

In the midst of the October gloom the Financial Times ran a headline which seemed to capture how quickly markets and sentiment had changed in a relatively short period of time - "China steel now cheap as cabbage"; a story about how the plunging demand for steel in China had pushed prices in some regions as low as the cost of cabbage. Despite these dramatic market moves, by the end of October calm had largely returned and the S&P500 ended the month at a new all-time high.

Without seeking to gloss over the complex dynamics of the internal Chinese cabbage market, such sharp swings in prices and sentiment are in many ways just a reflection of how nervous many investors feel today. With global equity markets near their all-time high and quantitative easing coming to an end in the US, even a small batch of poor economic data (which was what precipitated the mid-October moves) can lead to large swings in market prices.

Against this backdrop the Global Value Fund seeks to enjoy a calmer ride through life. The fund invests in a diversified basket of financial assets which includes bonds, (that increase in price when interest rates fall) and hedge funds (which have a low correlation to equity markets). Thus despite the large price swings in equity markets throughout the month, the company's investment portfolio was insulated from much of this volatility. The investment portfolio decreased by 1% through October, a decrease driven by Australian dollar strength during the month and the not the underlying portfolio itself.

One benefit to the high levels of volatility during the month was that it presented us with several opportunities to enter into new investments, while also offering us the chance to add to existing positions at attractive levels. As at the end of the month the fund was 73% invested.

Global Value Fund Limited

ASX Code	GVF
Listed	July 2014
Shares on issue	55M
Share price	\$1.01
Market cap	\$55.5M
Options outstanding	55M
Option exercise price	\$1.00
Options expire	March 2016

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

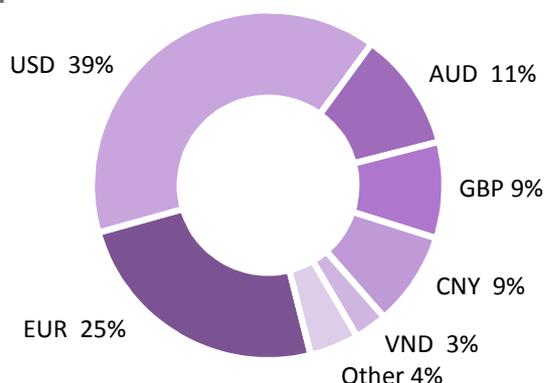
Miles Staude, CFA
Fund Manager, Global Value Fund
Richard Webb, CFA
Chief Executive Officer, Metage Capital
Jeremy Hurt
Investment Manager
Tom Sharp, CFA
Investment Manager

Board of Directors

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



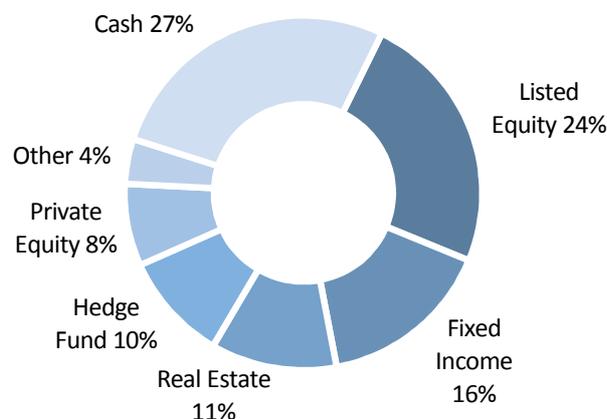
Underlying currency exposures



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 October.

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 October.

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.
Boussard & Gavaudan Holdings	6.0%	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.
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.
Harbourvest Global Private Equity	4.4%	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	4.4%	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.