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Agenda:



1. **Key issues driving global financial markets**
2. **About the Global Value Fund**
3. **Current opportunities**
4. **Investment portfolio**
5. **Performance since IPO**



1. Key issues driving global financial markets



The headline issues in global financial markets today

**End of
quantitative
easing in US**

China slowing

**US and UK
recovery**

**Fed raising
interest rates**

**European
recovery stalling
(again)**

**Equity markets
near all-time
highs**

None of this is new news

Important to remember what is already in the price



Second page stories worth paying attention to

**ECB and BOJ
quantitative
easing to replace
the Fed?**

**China
rebalancing,
financial markets
opening**

**US and UK
political risks**

**Fed real rates to
remain negative
for the
foreseeable
future**

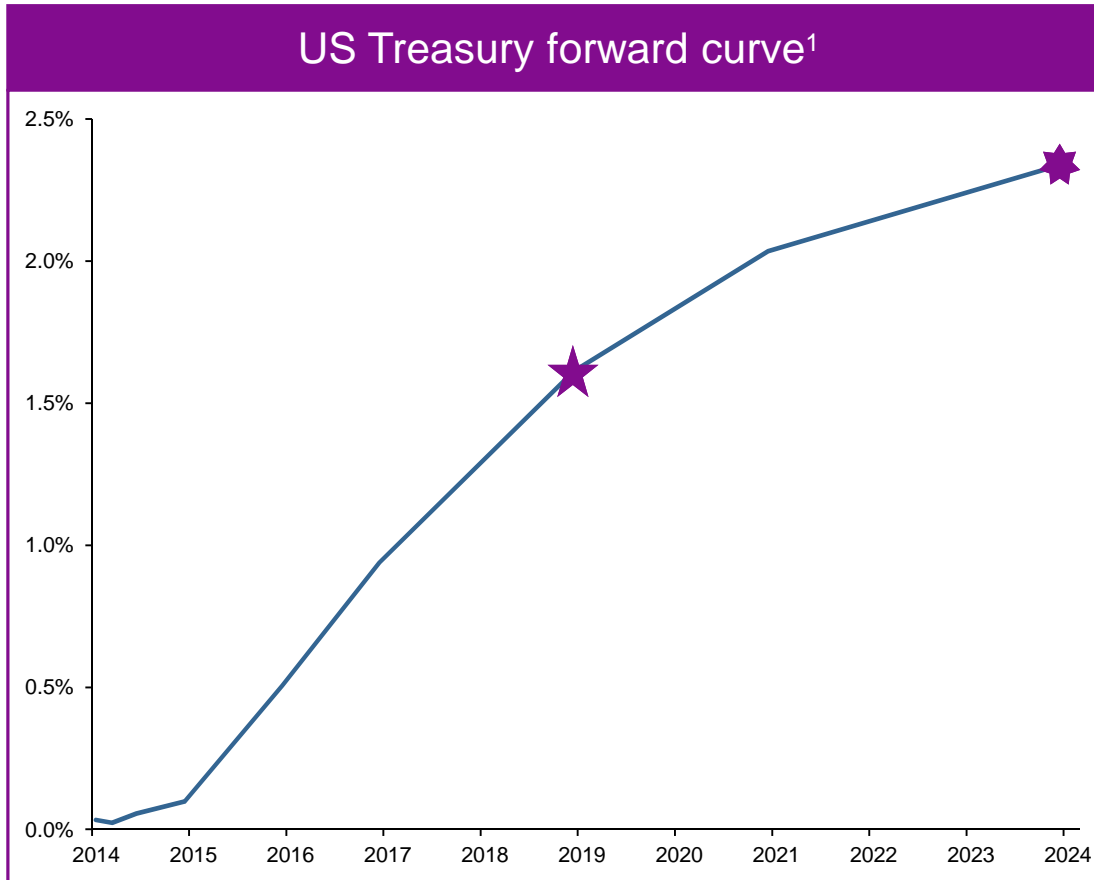
**Further
downside risks
to the A\$**

**Could equity
markets actually
be cheap?**

Less clear how markets have priced in these possibilities



Yes, interest rates are going up...



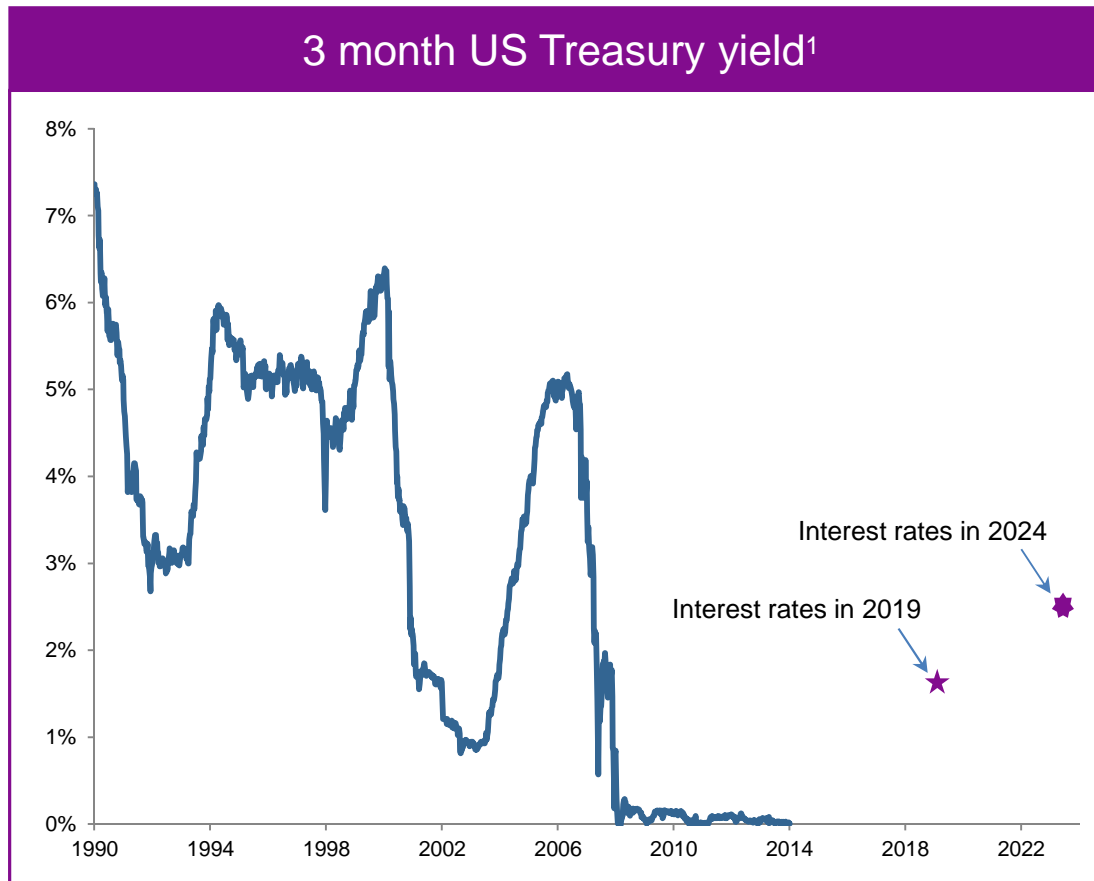
...but gradually
and to historically
very low levels

¹ Data source Bloomberg LP and Metage Capital





Hardly a challenging environment by historical standards

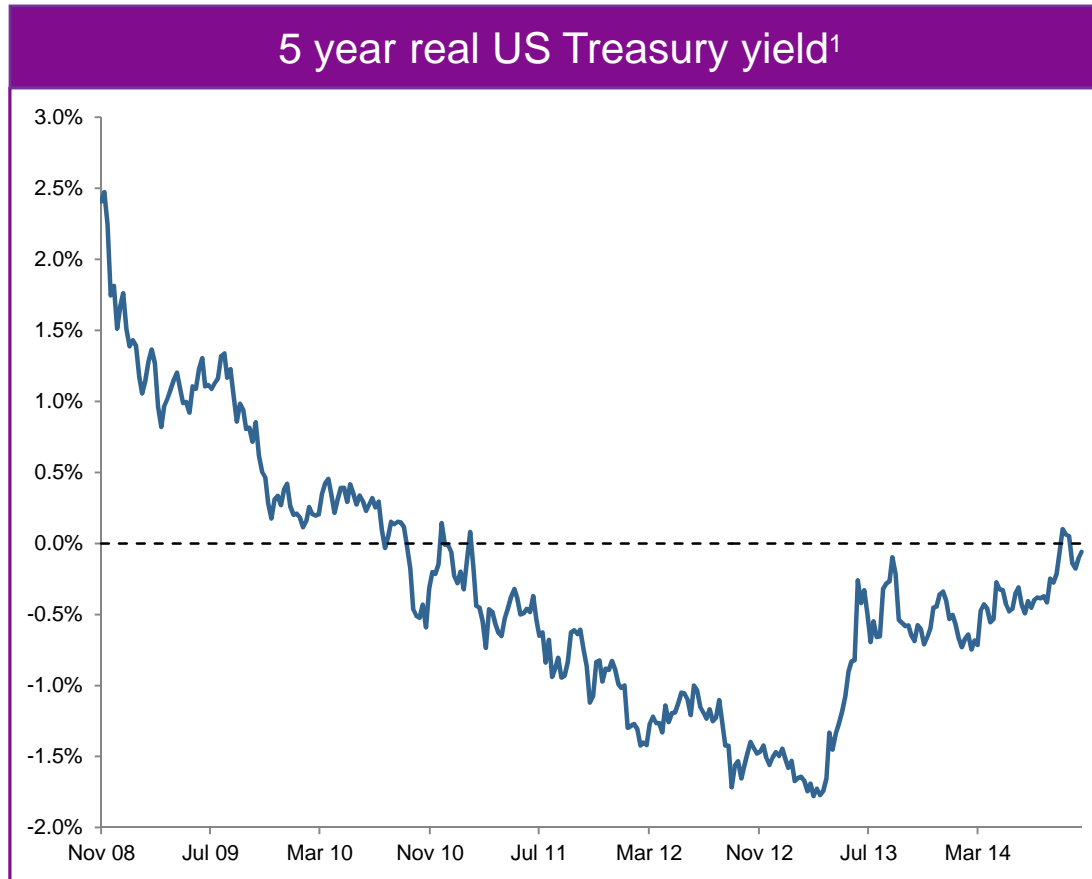


It will take a further 5 years for US\$ interest rates to reach the lows of the last cycle

¹ Data source Bloomberg LP and Metage Capital



Even with rising rates, real yields will remain negative



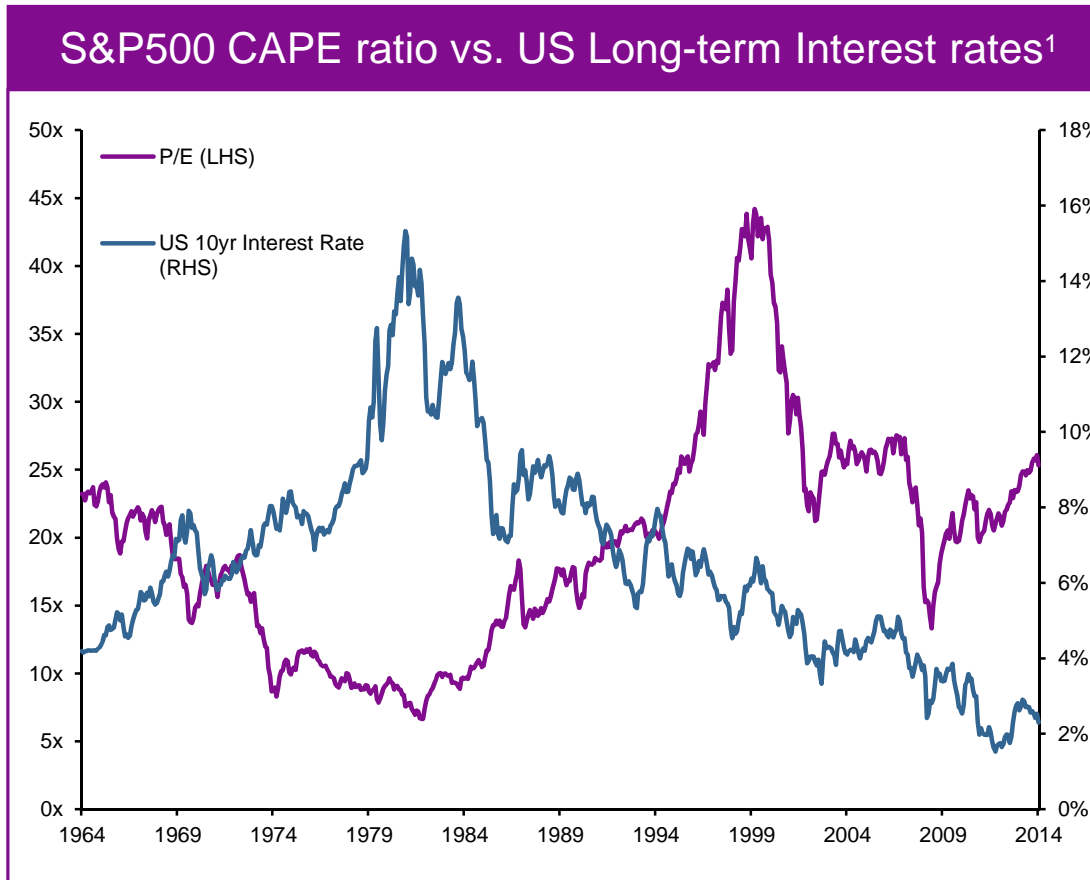
¹ Data source Bloomberg LP and Metage Capital



Monetary policy
remains highly
supportive of asset
prices



Equities are not expensive given interest rates



¹ Robert Shiller, Yale University and Bloomberg LP
CAPE – Cyclically Adjusted Price Earnings



We can not compare the P/E ratio of the market today to its longer-term average

The future points to a very different interest rate environment



2. About the Global Value Fund



The Global Value Fund

Our core discount capture strategy targets returns comparable with global equity markets while aiming for a significantly lower risk profile

A focus on listed securities which are undervalued relative to a defined and observable asset value

- A discount to “break-up” value

Closed-end funds (CEFs) will form the core of our investment universe

- Internationally, CEFs are a mainstream asset class, with an investable universe of >US\$500Bn

A variety of passive and active techniques are used to unlock value for our investors

We operate on a global stage; investing around the world and across asset classes





Discount Capture Strategy

Both passive and active strategies

Many tools to “crack the nut”

- Using proprietary systems we are often able to profit from discounts through passive investment techniques
 - Examples include: Capitalising on tender offers, buybacks and liquidation events, as well as trading opportunities that arise across markets
- Corporate activism is a key part of our strategy
 - Engaging proactively with companies, Boards and other shareholders is an essential element in the value extraction proposition
 - A tool we use judiciously, but with force
- In the past 2 years Metage has made 140 different investments in this strategy ¹:
 - 31 lead to engagements with Boards and other investors
 - 15 required direct actions to bring about change

¹ As at the 30th June, 2014



Passive and active discount capture methods



Discount Capture Strategy

Risk reducing investment

Provides access to global financial markets through a portfolio of discounted securities

In the hands of a team with a long track-record of capturing value

Underlying assets provide exposure to a wide variety of global markets and asset classes

Including listed equity, credit, fixed-income, infrastructure, private equity and real-estate

Low beta and low correlation

The strategy naturally enjoys both a low correlation and a low beta to general equity markets

Diversification across currencies, markets and asset classes provides a risk profile significantly less volatile than an equity index, but with the potential to deliver comparable returns.

Naturally low beta and low correlation to equity markets





3. Current opportunities



Current Investment: Tri-Continental Corporation

S&P 500 at an Attractive Discount

Equity CEF (Ticker: TY US)

Description	Investment Rationale
<p>NYSE-listed closed-end fund investing primarily in US equities and benchmarked to the S&P500 index.</p> <p>The fund has outperformed the index over the past 5 years and pays a running yield of 3.6%, well ahead of the S&P500 yield of 1.9%.</p> <p>The position was acquired at a discount to NAV in excess of 14%.</p>	<p>The fund provides attractive exposure to the US equity markets at a significant discount given the underlying asset class.</p> <p>Metage has previously invested 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.</p> <p>Recently the fund has come under attack again. The current dynamics provide us with considerable scope to capture some, or all, of this discount with limited downside risk.</p>
Total Return History	Discount History



Current Investment: Pacific Alliance China Land

Deeply discounted Chinese fund in realisation

Property CEF (Ticker: PACL LN)

Description	Investment Rationale
<p>London-listed closed-end fund investing in Chinese property-related assets and loans. The fund has recently moved into realisation.</p> <p>Since inception the investment strategy has delivered compound annual NAV growth of 13.6%.</p> <p>The majority of the fund's assets are expected to be sold with the capital returned within 2 years.</p> <p>The Fund is part of PAG, one of the region's largest Asia-focused investment managers with US\$11bn under management.</p>	<p>Shareholders including Metage voted in July 2014 to move the Fund into run-off. Since then 7% of NAV has been returned via share buybacks with a further 3% due shortly.</p> <p>We believe the portfolio is conservatively valued. However even without positive revaluations the uplift from the current discount is 37%.</p> <p>Net asset value is de-risked given 26% of the fund's NAV is held in cash.</p>
Total Return History	Portfolio Realisation Status
	<p>% of portfolio as at end of September 2014</p> <ul style="list-style-type: none"> • 26% - Cash • 16% - IPO application submitted (IPO expected Q1 2015) • 5% - Received bid • 28% - Marketing for sale • 25% - Other



Current Investment: Boussard & Gavaudan Holdings

Very cheap access to a well performing hedge fund

Hedge Fund CEF (Ticker: BGHL NA)

Description	Investment Rationale
<p>Amsterdam-listed closed-end fund which 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.</p> <p>The position was acquired at a discount to NAV in excess of 21%.</p> <p>Since IPO the fund has bought back 61% of its outstanding shares.</p>	<p>The Fund provides access to a hedge fund manager with a strong track record.</p> <p>The Fund's Board is currently buying back the maximum number of shares it is allowed to each year under the Amsterdam-listing rules.</p> <p>We are aware of shareholders who are dissatisfied with the persistence of the wide discount and may soon engage with the Board to seek to bring about change.</p>
Total Return History	Annualised Monthly Volatility



Position Being Built: Fund “A”

Asian equities at an Attractive Discount

Equity CEF

Description	Investment Rationale
<p>Listed closed-end fund investing in Asian equities.</p> <p>The fund holds a large diversified portfolio of listed stocks. Its equity market exposures can be easily hedged if desired.</p>	<p>We previously invested in this fund at an average discount of 26% and were able to exit at an average discount of 2%. We exited the majority of our position through a shareholder led corporate restructuring.</p> <p>We believe the fund requires further restructuring. Recent returns have been lacklustre while the Board has failed to take the necessary steps to decisively deal with the fund’s persistent discount.</p>
Share Price and NAV	Discount History



4. Investment portfolio



Top Five Holdings

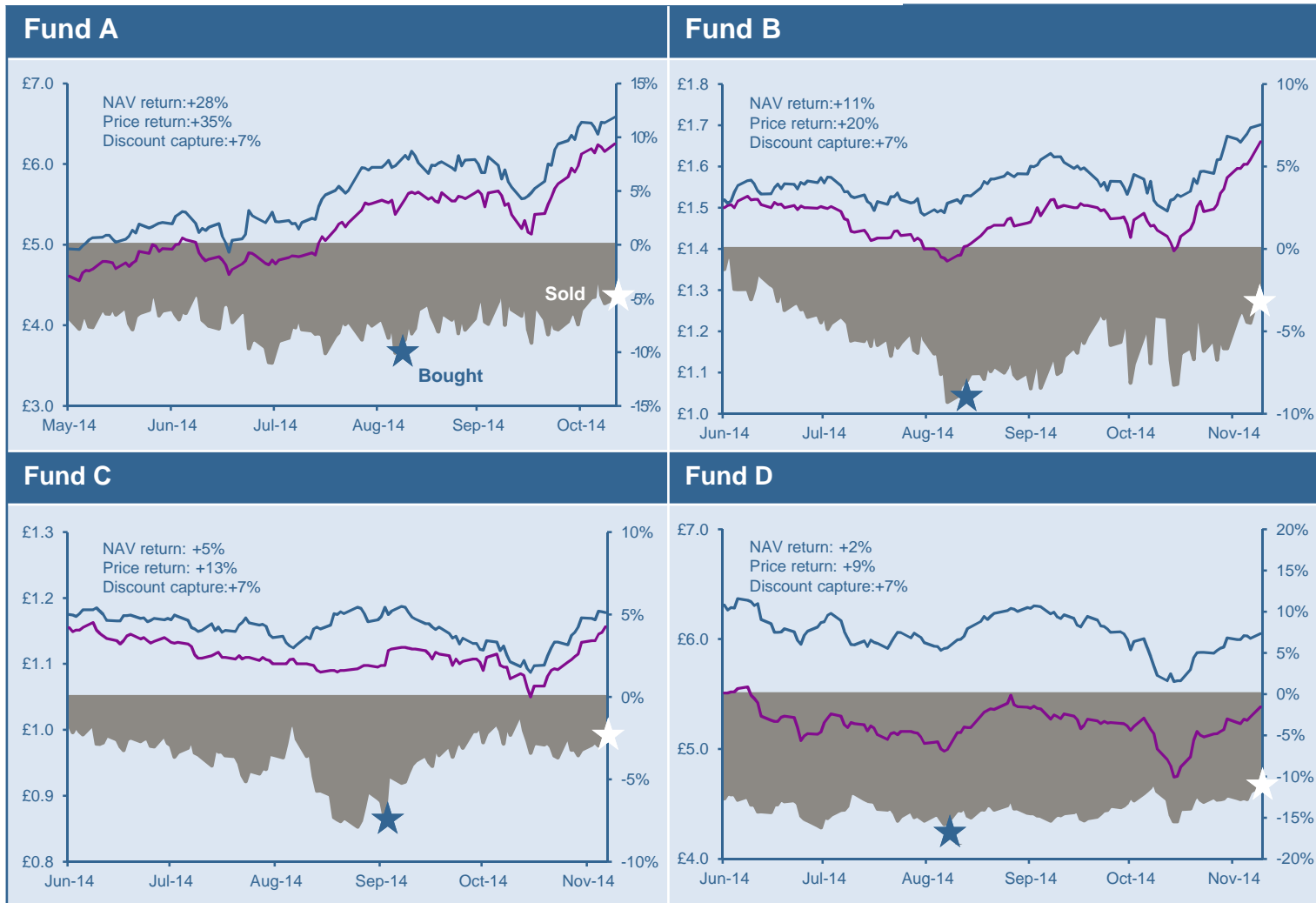
Name	Summary	Story
Pacific Alliance China Land	Chinese property-related assets and loans with a conservatively valued portfolio	Significant structural downside protections built into its investment holdings. Recent move into realisation provides catalyst for elimination of discount.
Boussard & Gavaudan Holdings	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	A GBP zero-dividend preference share offering an attractive fixed return, 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	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	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.



We have already begun exiting some investments

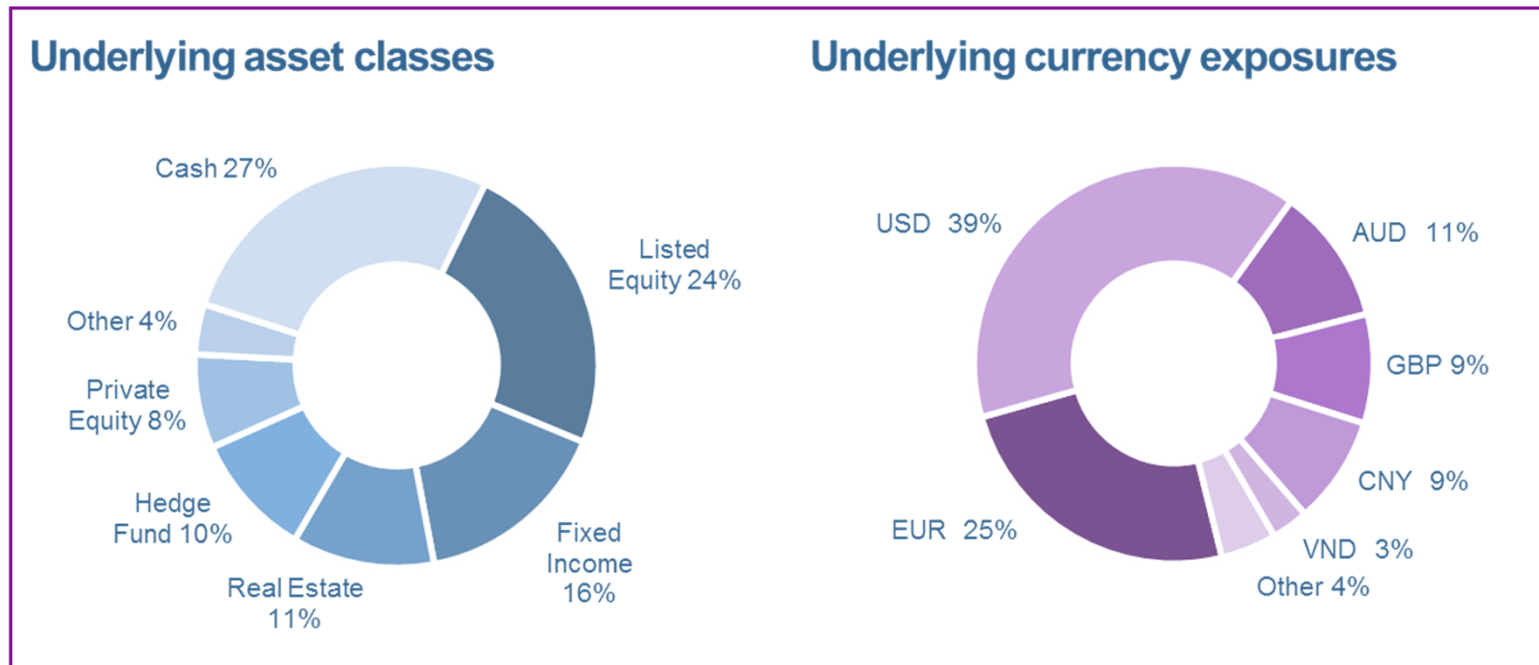
All returns quoted are A\$ returns

Premium/(Discount)
 Price
 NAV





Investment Portfolio



Inherent benefits in running a diversified portfolio over time



In the land of the blind, the one-eyed man is king

We focus on buying assets at a discount, not trying to pick asset classes

Asset Class ¹	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Australian Shares	28%	21%	25%	18%	-40%	40%	3%	-11%	19%	20%
International Shares	10%	17%	12%	-3%	-25%	-0%	-2%	-5%	14%	48%
US Shares (S&P500)	7%	11%	7%	-5%	-20%	-2%	2%	2%	14%	54%
Australian Property	32%	13%	34%	-8%	-54%	8%	-0%	-2%	33%	7%
International Property	32%	18%	31%	-25%	-29%	3%	9%	-1%	21%	20%
Cash	6%	6%	6%	7%	8%	4%	5%	5%	4%	3%
Australian Bonds	7%	6%	3%	4%	15%	2%	6%	11%	8%	2%



Best performing asset class in A\$ terms, in a given year¹

¹ Vanguard & Andex Charts Pty Ltd



5. Performance since IPO



Net Tangible Assets as at 31st October, 2014

Net Tangible Asset (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*

NTA growth since IPO driven by:

- Australian dollar weakness
- Manager discount capture

In less than 4
months the fund is
now 73% invested





Capital Structure

Outstanding shares & options

Shares outstanding (GVF): 54,969,601

Options outstanding (GVFO): 54,953,600

Option terms

Exercise price: \$1.00

Options are exercisable at any time until the 17th March 2016

Option ISIN: AU00000GVFO1

All shareholders who participated in the IPO received options





Fund terms

Company Details

Structure Listed Investment Company

Incorporated Australia

Service Providers

Investment Manager Metage Capital Limited
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Registrar Boardroom Pty Limited
enquires@boardroomlimited.com.au
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Prime Broker/Custodian Credit Suisse Group

Auditor Moore Stephens Sydney

Company Secretary Mertons Corporate Services Pty Ltd
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