

## Investment Update and Net Tangible Assets

### Net Tangible Assets (NTA) per share\*

NTA before tax	\$1.1313
NTA after tax	\$1.0913

\* NTA figures are not adjusted for outstanding options. Adjusting for outstanding options the diluted NTA before tax would be A\$1.0688/shr.

### March review

Global equity markets were generally weaker during March with the MSCI World Index falling 1.6% in US\$ terms. One notable exception to this trend was China, where the broader stock market index rose an impressive 13.7% over the month. In the currency markets the US\$ continued its strong run, rising 2.6% in trade-weighted terms, while in the bond markets, despite continuing protests from market forecasters everywhere, yields continued to decline and bond prices continued to rise.

One of the more remarkable moves in financial markets recently has been the rally in the Chinese stock market. At the end of March the S&P/CITIC 300 Index had increased by 61% over the previous six months (and at the time of writing, a further 9% so far this month). Over this period the Global Value Fund has held a significant exposure to the Chinese equity market through its underlying investment portfolio. At the end of March 13.5% of the fund was exposed to the Chinese stock market through a number of attractive investment opportunities. More recently, as this market has continued to rally at a tremendous pace, we have been progressively hedging our exposure to the Chinese equity market. This allows us to reduce the risk a market correction would have on the portfolio, while still remaining invested in the deeply discounted asset plays about which we remain so excited. Our ability to hedge markets like this can be a key tool in our discount capture armoury. We often find that sharp market moves, either up or down, can lead to some of the most attractive value propositions that we find, and the ability to hedge markets that are in flux allows us to embrace situations other investors often cannot.

The investment portfolio increased by 1.8% during March. The fund's discount capture strategy added 0.5% to returns during the month, while the underlying performance of the fund's investments contributed a further 0.6%, despite generally weaker global equity markets. The balance of the positive returns are attributable to the strength of the US\$ over the month, which more than offset the negative drag on performance from adverse currency moves during February.

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. As at the end of the month the fund was 82% invested.

### Global Value Fund Limited

ASX Code	GVF
Listed	July 2014
Shares on issue	65M
Share price	\$1.065
Market cap	\$69.1M
Options outstanding	59M
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 Management

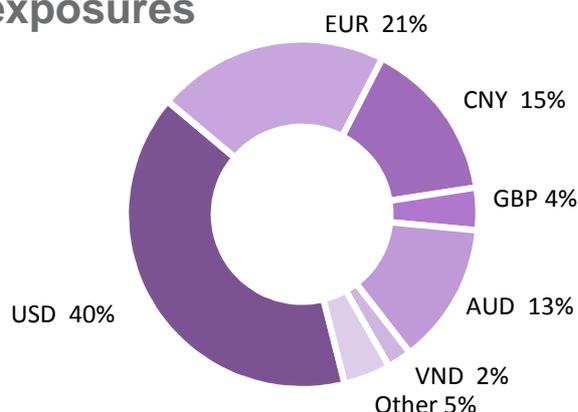
**Miles Staude, CFA**  
Fund Manager, Global Value Fund  
**Metage Capital**  
Investment Team

### Board of Directors

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



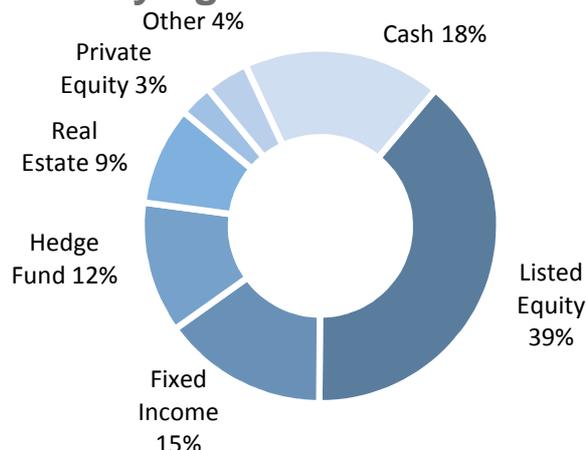
## Underlying currency exposures



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 31<sup>st</sup> of March.

Including emerging market currencies that are chiefly pegged to the US\$ (such as CNY), the fund's US\$ exposure is approximately 57%.

## 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 31<sup>st</sup> of March.

## Top Five Holdings

Holding	% NTA	Summary
Undisclosed	8.3%	Asian listed closed-end fund (CEF) investing in a diversified portfolio of Asian equities. The position has been accumulated at an average discount to net asset value of wider than 25%.
CQS Diversified Fund	6.3%	CQS Diversified is a London listed closed-end fund providing access to open-ended hedge funds run by the same manager. Shareholders have recently voted to liquidate the fund and we expect to receive the proceeds by the end of July.
Boussard & Gavaudan Holdings	6.2%	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.
Pacific Alliance China Land	5.6%	AIM-listed CEF investing in Chinese property-related assets and loans with significant structural downside protections built into its investment holdings. Recent move into realisation provides catalyst for elimination of discount.
Schroder UK Growth	4.8%	Schroder UK Growth is a London listed closed-end fund that provides exposure to the FTSE All-Share Index. The position has been accumulated at an average discount to net asset value of greater than 10%, while the fund's Board has a stated policy of seeking to maintain a long term discount of 5% or less.