

Investment Update and Net Tangible Assets

Net Tangible Assets (NTA) per share

NTA before tax	\$1.1177
NTA after tax	\$1.0747

May review

Global equity markets were largely unchanged during May, with the small positive gains recorded in most developed equity markets offset by more substantial falls in emerging market shares. In US dollar terms the MSCI All Country World Index rose by 0.1% during the month. The more notable price action in May occurred in the foreign exchange markets. Hawkish rhetoric coming from the US Federal Reserve led to broad-based US dollar strength, as markets began to price in an increased probability of near-term interest rate rises in the US. In Australia, the RBA surprised markets by cutting interest rates by 25 basis points, with the release of very weak inflation data driving the bank into action. With higher interest rate expectations in the US and a surprise rate cut in Australia, the A\$ fell by 4.9% against the US\$ during May. In Australian dollar terms the MSCI All Country World Index rose by 5.2% during the month.

During May we successfully exited an investment in Henderson International Income Trust (HINT), a London-listed investment trust. We were able to build a position in this trust at an effective 11.1% discount to the fund's NAV via a position we had built in a smaller cousin fund, Henderson Global Trust (HGT), ahead of HGT's liquidation. Investors in HGT were able to convert their investment into a holding in HINT as part of this liquidation process and we exited our position in HINT at an average discount to NAV of 1.0% throughout April and May.

The fund continues to invest the new capital that was raised through the option proceeds received during March. As well as adding to existing investments as favourable levels have presented themselves, we have begun building a number of new positions in opportunities that we are excited about.

As we work to move the fund towards a fully invested position again, we have taken advantage of shorter-term cash management opportunities that have presented themselves. One of these was an investment in Westpac Trust Preferred Securities. We built a position in this floating-rate convertible security at a discount to par value, anticipating that Westpac would refinance the debt in June of this year. During May Westpac announced it would be refinancing this debt as anticipated, allowing us to exit the investment at par having received a rate of return of considerably above that of A\$ cash rates.

The investment portfolio increased in value by 4% during May. The fund's discount capture strategy added 0.6% to returns during the month, while favourable currency movements added 3.6%. The remaining attribution of returns are accounted for by underlying market movements and operating costs.

The fund was 88.5% invested at the end of May. 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	\$1.01
Market cap	\$103.1M
FY2016 expected yield	5.9% 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 fully-franked 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

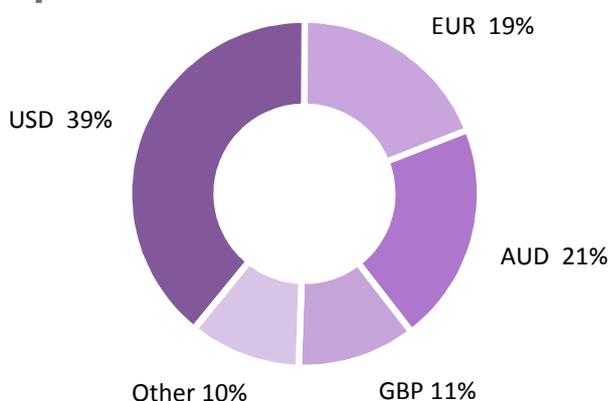
Miles Staude, CFA
Fund Manager, Global Value Fund
Metage Capital
Investment Team

Board of Directors

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



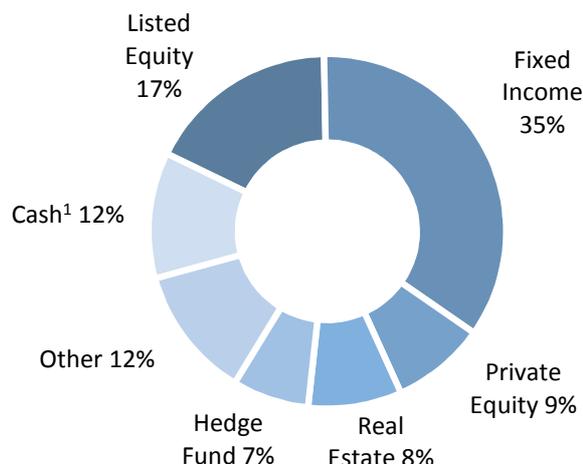
Underlying currency exposures



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 31st of May.

Including emerging market currencies that are chiefly pegged to the US\$, the fund's US\$ exposure is approximately 48%.

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 May.

¹ The current large cash weighting is due to the proceeds from the Company's recent option exercises.

Top Five Holdings

Holding	% NTA	Summary
JPM Senior Secured Loan Fund	7.1%	London listed closed-end fund (CEF) that owns a portfolio of senior secured floating rate loans. The fund has recently announced plans to liquidate the portfolio and return the proceeds to shareholders. Our position was accumulated leading up to the announcement at an attractive discount to NAV.
CVC Credit Partners European Opportunities	6.1%	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.
Boussard & Gavaudan Holdings	5.8%	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.
Westpac TPS Trust	5.7%	Australian listed floating-rate convertible security issued by Westpac Bank. Following regulatory changes, Westpac is expected to refinance this debt in June, offering a near-term catalyst and an attractive IRR from the level of purchase.
North American Income Trust	5.1%	London listed CEF that invests predominately in S&P 500 constituents with a bias towards higher dividend paying stocks. The position has been accumulated at an average discount to NAV of 10% and the fund is currently engaged in an ongoing share buyback program which is accretive to net asset value per share.