

Investment Update and Net Tangible Assets

Net Tangible Assets (NTA) per share

NTA before tax*	\$ 1.2216
NTA after tax	\$ 1.1632

* There were no substantive tax payments made during September.
 \$ denotes Australian dollar.

September review

It wasn't that long ago that the received wisdom in the market was that we were headed for a recession in 2023. The logic was that in trying to wrestle the inflation genie back into its bottle, major central banks would end up pushing us into negative growth. The big surprise this year has been how - so far at least - key advanced economies like the US have managed to shrug off a dramatic increase in interest rates and continue to run red-hot.

While this "it's 'less bad' than first feared" story has been one of the key pillars of share markets' strength this year, it comes with an important corollary. If the large increases in interest rates we have seen so far haven't managed to slow the economy down, then the likelihood that central banks will swing to cutting interest rates again any time soon must be vanishingly low. This 'higher for longer' narrative has gained increasing importance in the market recently and came to the fore during September. Over the month, longer-term interest rate expectations moved considerably higher, with the yield on the key US 10-year government bond increasing by 0.46% to 4.6%, a level not seen in 16 years.

These moves in longer-term interest rate expectations prompted a sell off across most financial markets, with global share⁴ and bond⁵ markets falling by 3.4% and 2.0% respectively in A\$ terms.

Despite the market falls, a strong performance from GVF's discount capture strategy over September meant that the Company still generated positive returns over the month. One of the key drivers of this was our investment in Round Hill Music Royalty Fund (RHM), a London-listed fund that owns the rights to music catalogues, and so receives royalties as these songs are performed, streamed, purchased, or used in films, television programs and commercials. We discussed music royalties and another investment that GVF made in this sector in the latest [Annual Report](#).

Our investment in RHM was based on a view that, even with conservative adjustments to the company's portfolio value, the shares traded at a deep discount to asset backing. We saw this as unsustainable in the long term, not least because the company was obliged to hold a vote on continuing in its current form in 2025.

As is often a possibility when a company trades at almost half its asset backing, M&A was also a realistic prospect. Pleasingly, RHM announced a takeover bid during the month at a 67% premium to the prevailing share price. As a result, GVF's investment gained 66% over the month. After certain fees, this bid represented an 11% discount to asset backing, as compared to a 43% discount at which GVF acquired its investment in May and June earlier this year.

The GVF investment portfolio increased by 0.5% during September. The fund's discount capture strategy added 1.5% to performance during the month, while adverse market moves detracted 0.8% from returns. The remaining attribution of

Global Value Fund Limited

ASX Code	GVF
Listed	July 2014
Shares on issue	175M
Share price	\$1.11
Market cap	\$202M
Total dividends declared ¹	71.0 cents
Profits Reserve ²	31 cents
Grossed-up yield ³	8.2%

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 dividends so long as the Company is in a position to do so.

Investment Manager

The portfolio management team is split between London and Sydney and has 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

Board of Directors

Jonathan Trollip
 Chairman

Chris Cuffe AO
 Non-executive Director

Geoff Wilson AO
 Non-executive Director

Miles StauDe, CFA
 Non-executive Director



Investment Update and Net Tangible Assets. As at 30th September 2023

returns during the month are explained by currency movements and the Company's operating costs.

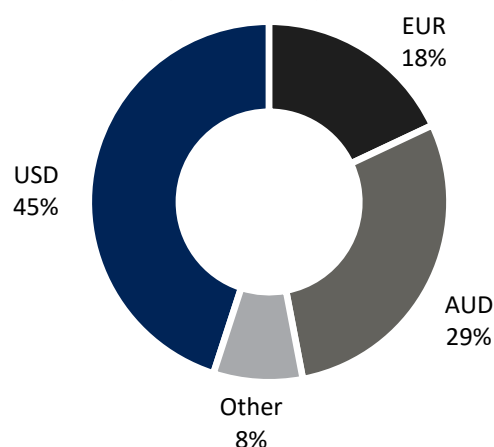
Authorised for release by Miles Staude, Portfolio Manager and Director.

Over the life of the Company, GVF's annualised adjusted NTA returns have been 10.8%.

Adjusted NTA Returns⁶

Financial Year	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	YTD ⁷
FY2024	2.0%	1.5%	0.5%										4.1%
FY2023	1.5%	2.3%	-0.5%	2.5%	1.0%	1.1%	0.6%	3.4%	-0.9%	2.7%	1.0%	-0.1%	15.5%
FY2022	2.8%	2.4%	0.5%	0.0%	2.7%	1.9%	-0.6%	-2.3%	-1.7%	1.3%	-1.7%	-2.2%	2.8%
FY2021	1.6%	1.4%	3.2%	2.7%	5.4%	1.4%	2.7%	0.7%	0.4%	2.9%	2.0%	1.8%	29.3%
FY2020	2.7%	0.2%	1.4%	-0.3%	2.4%	-0.5%	3.7%	-3.5%	-13.5%	2.4%	6.0%	0.8%	0.2%
FY2019	0.8%	2.3%	-0.5%	-1.2%	-2.1%	-1.6%	0.2%	3.2%	-0.4%	1.9%	-0.3%	0.9%	3.2%
FY2018	-0.9%	0.4%	1.3%	2.3%	1.7%	-0.9%	0.7%	0.8%	0.0%	1.6%	-0.5%	2.2%	9.1%
FY2017	2.0%	1.9%	-0.5%	0.7%	2.7%	3.1%	-2.1%	1.1%	1.8%	2.0%	2.1%	-1.0%	14.5%
FY2016	4.6%	-1.0%	-1.0%	2.3%	-1.9%	-0.4%	-1.0%	-0.4%	-1.7%	2.3%	4.0%	-3.0%	2.4%
FY2015	0.3%	-0.3%	4.3%	-1.0%	3.1%	2.6%	3.9%	1.3%	1.8%	-0.6%	5.6%	-1.0%	21.6%

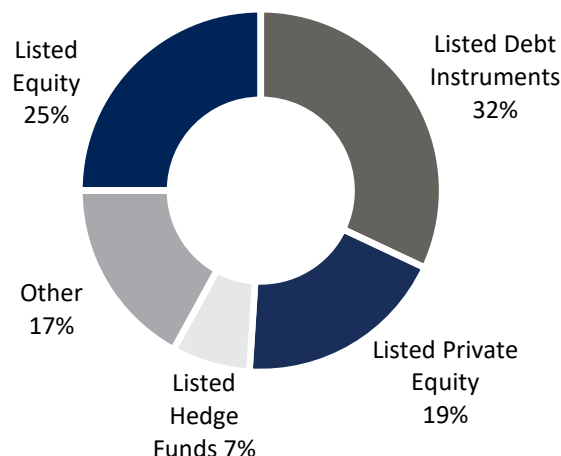
Underlying Currency Exposures



The above chart reflects the manager's estimate of the currency exposures arising from the portfolio's underlying investments and cash balances as at 30th September.

Including emerging market currencies that are chiefly pegged to the US\$, the fund's US\$ exposure is approximately 47%.

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 30th September.

Exposure to cash represents both cash balances held by the Company and the underlying cash holdings of the fund's portfolio of investments. If not separately disclosed above, 'Cash' is included in 'Other'.

Selected Holdings⁸

Holding	Summary
Amedeo Air Four Plus	London-listed investment company that owns twelve widebody aircraft on long term leases. A special situation that GVF first invested into in 2020, Amedeo continues to offer an attractive long-term risk reward proposition. The company pays a dividend yield of c.15% pa that is more than covered by contractual lease payments from Emirates.



Pantheon International	London-listed closed-end fund with a diversified portfolio of private equity investments. Even assuming conservative mark-downs in the portfolio, we estimate the fund trades at a deep discount to asset backing that is unsustainable over the medium term. The fund recently ramped up efforts to take advantage of the discount, announcing a highly accretive £200 million share buyback programme, including a £150 million tender offer.
Magellan Global Fund	Australian-listed closed-end fund which invests into large-cap, blue-chip stocks globally. Currently at a discount to asset backing of 11.8% while the fund has a very active on-market buy-back program in place.
US Masters Residential Property Fund	Deeply discounted ASX-listed fund that owns a portfolio of US residential property in New York and New Jersey. The fund is now focused on realising assets and returning the proceeds to unitholders, while operating a very active buyback program.

¹ Grossed up dividends of 71.38c declared from IPO at \$1 through to 8th November 2023, the HY2023 final dividend payment date.

² The profits reserve sits at 30.64c as of 31st August 2023 (including the FY2023 final dividend).

³ Based on the end of month share price of \$1.155 and the FY2023 dividend guidance of 6.6 cents per share, fully franked.

⁴ All references to global share markets refer to the total return (price and dividends) of the MSCI All Country World Equity Index.

⁵ All references to global credit markets refer to the Bloomberg Barclays Global Credit Total Return Index.

⁶ Adjusted NTA returns are after all fees and expenses and are adjusted for the payment of taxes, dividends, and the effects of capital management initiatives. Performance data is estimated and unaudited. Source: Staude Capital Ltd.

⁷ Refers to the full year returns for a given Financial Year, or the year-to-date returns in the current Financial Year.

⁸ Selected holdings are investments within the GVF portfolio that are representative of the types of opportunities the manager finds for the GVF investment portfolio. Holdings are listed in alphabetical order.

Unless otherwise stated, source for all data is Bloomberg LP and data as of 30th September 2023.

Staude Capital Limited is an appointed representative of Mirabella Advisers LLP, which is authorised and regulated by the Financial Conduct Authority. Mirabella Financial Services LLP is the Investment Manager of the Global Value Fund and has seconded the investment team at Staude Capital to manage the Global Value Fund. This information is not an offer to buy or sell, or solicitation of an offer to buy or sell, any security or investment. Investors should read the Fund prospectus before making a decision to invest.

Past performance is not an indicator of future returns. This document is not suitable for distribution into the EEA.