

Investment Update and Net Tangible Assets

Net Tangible Assets (NTA) per share

NTA before tax*	\$ 1.1715
NTA after tax	\$ 1.1215

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

October review

Following September's widespread market falls, October saw most higher-risk assets stage a notable rebound. In US\$ terms, global share markets⁴ rose 6.0% over the month, while high-yield bonds and leveraged loan indices rose by 2.4% and 1.0% respectively. In Australian dollar terms, global share markets rose 6.1%, while the local Australian share market was 6.0% higher.

The exception to this broad-based rally was in China, where the local share market index fell 7.6% and the Hong Kong share market index fell 14.7%. The falls seen in China were a direct response to the outcome of the 20th Chinese Communist Party Congress, where Xi Jinping secured a third term in power as China's leader. While the re-appointment of Xi was widely expected, the appointment of six of his loyalists to the Politburo committee was seen as an unprecedented power play, with Xi demonstrating an almost unchallenged control over the country's top decision-making body. Such dominance has added to markets' concerns that China may persist for longer with its economically zapping 'zero covid' policy while, at the margin, it also increases the risks of military conflict with Taiwan.

Normally a 6% rally in global share markets would be a cause for celebration, though unfortunately it needs to be viewed in the context of the 9.6% fall seen in September. Moreover, monthly moves of the magnitude we have seen this calendar year are highly unusual. There continues to be great uncertainty in financial markets over the likely path forward, and as such, investing risks in general remain elevated. Typically, volatile markets like these provide a richer hunting ground for the GVF investment strategy, and that certainly remains the case at present. October saw a considerable amount of investment activity at the fund, both from realising investments and from adding to new and existing positions.

In terms of October's positive returns, one of the largest contributors was GVF's continued investment in aircraft leasing fund Amedeo Air Four Plus (AA4) – a name we have spoken about on several occasions before. One of the positive attributes we have previously discussed has been the company's attractive mid-teens dividend yield, and the potential for this to increase even further. During October, the Board of AA4 did just this, increasing the dividend by 20% from 5 pence per year to 6 pence per year. On a total return basis, combining the first of these increased quarterly dividends and the positive share price reaction to the dividend announcement, AA4 shares were up 9.1% during the month. Sentiment towards AA4, as well as other similar UK-listed funds, has also been helped by recent disclosures that large US hedge fund, Elliott Investment Management, has taken substantial positions in each of the names.

The GVF investment portfolio increased by 2.5% during October. The fund's discount capture strategy added 0.9% to performance during the month, while the fund's underlying market exposures added a further 1.9%. The remaining attribution of returns are explained by the Company's currency exposures and operating costs.

Global Value Fund Limited

ASX Code	GVF
Listed	July 2014
Shares on issue	174M
Share price	\$1.12
Market cap	\$195M
Total dividends declared ¹	62.0 cents
Profits Reserve ²	27 cents
Grossed-up yield ³	8.4%

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 based in London 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

Non-executive Director

Geoff Wilson

Non-executive Director

Miles StauDe, CFA

Non-executive Director



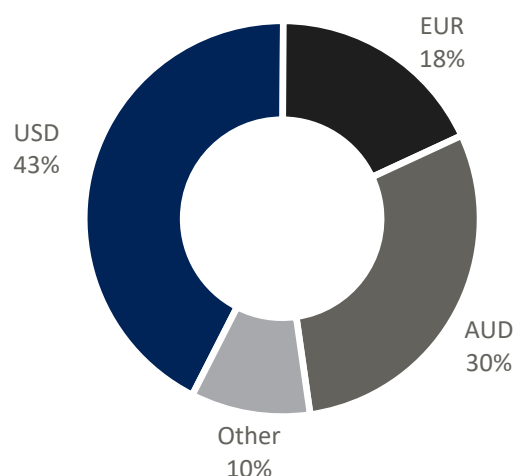
Authorised for release by Miles Staude, Portfolio Manager and Director.

Over the life of the Company, GVF's annualised adjusted NTA returns have been 10.3%.

Adjusted NTA Returns⁶

Financial Year	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	YTD ⁷
FY2023	1.5%	2.3%	-0.5%	2.5%									5.9%
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%

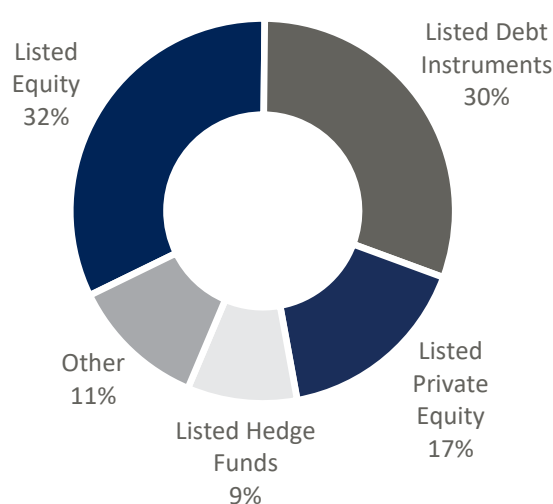
Underlying Currency Exposures



The above chart reflects the manager's estimate of the currency exposures arising from the portfolio's underlying investments and cash balances as at 31st October.

Including emerging market currencies that are chiefly pegged to the US\$, the fund's US\$ exposure is approximately 45%.

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 31st October.

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'.



Significant Holdings⁸

Holding	% NTA	Summary
VPC Specialty Lending Investments	6.6%	London-listed closed-end fund (CEF) managed by a US investment manager, that predominantly lends to middle market financial companies mainly in the US. The company currently pays a yield of c.9.8% pa based on the current share price, and trades on a discount of 22.2% to NAV. In conjunction with continuation vote in 2020, and following pressure from shareholders (including GVF), the company put in place an opportunity for shareholders to realise some, or all, of their investment at NAV in 2023, if discount or performance targets are not achieved.
BioPharma Credit PLC	6.1%	US\$1.3Bn London-listed debt fund managed by a specialist NY-based investment manager. The fund provides predominantly floating rate loans to life sciences companies, which are backed by royalties on pre-approved products. The fund has historically traded on a premium to asset backing but in the recent market environment has fallen to a discount, which we see as unsustainable over the long term given the robust discount control mechanism it has in place.
Harbourvest Global Private Equity	5.7%	London-listed CEF with a diversified portfolio of private equity fund investments. Following this year's sell-off in markets, the fund trades on a wide discount to its reported asset backing, as the market has seemingly priced in write-downs that, in our view, are overly pessimistic. Even assuming conservative assumptions about underlying fund performance, we estimate the fund trades on a discount to asset backing that is unsustainable over the medium term.
Pantheon International Participations	5.4%	London-listed CEF with a diversified portfolio of private equity fund investments. Following this year's sell-off in markets, Pantheon trades on a wide discount to its reported asset backing as the market has seemingly priced in write-downs that, in our view, are overly pessimistic. Even assuming conservative assumptions about underlying fund performance, we estimate the fund trades on a discount to asset backing that is unsustainable over the medium term.
Amedeo Air Four Plus	5.3%	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 currently pays a dividend yield of c.17% pa that is more than covered by contractual lease payments from Emirates.

¹ Grossed up dividends of 61.95c declared from IPO at \$1 through to 8th November 2022, the FY2022 final dividend payment date.

² The profits reserve sits at 26.99c as of 8th November 2022.

³ Based on the end of month share price of \$1.12 and the FY2022 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 In order to protect the interests of GVF shareholders, certain large holdings may not always be publicly disclosed.

Unless otherwise stated, source for all data is Bloomberg LP and data as of 31st October 2022.

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Investment Update and Net Tangible Assets. As at 31st October 2022

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