

## Investment Update and Net Tangible Assets

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

NTA before tax	\$1.1245
NTA after tax	\$1.0866

\* NTA figures are not adjusted for outstanding options. Adjusting for outstanding options the diluted NTA before tax would be A\$1.0654/shr.

### April review

Global equity market returns were mixed during April. The MSCI World Index rose by 2.3% in US\$ terms, however there was a notable divergence in the returns of its underlying constituents. Equity markets fell in Europe and Australia, offsetting gains made in the US and Japan. The main development though was continued strength in the Chinese stock market, which rose another 18% on the month and has now returned 121% over the past year.

There is no shortage of anecdotes that shine colour on the freneticism that seems to have gripped the Chinese share market this year, but one stood out this month as particularly noteworthy. On the 20<sup>th</sup> of April more than 1.1 trillion yuan of shares were traded on the Shanghai Stock Exchange, yet the exchange's counter remained stuck at 999.9 billion. The reason for this – the stock exchange's counting software had not been built with a capacity to count any higher.

The other notable move in financial markets during April was a strong rally in the Australian dollar which increased by 3.9% against the US dollar over the month.

The investment portfolio decreased by 0.6% during April. Adverse currency moves detracted 2% from the funds' performance and these more than offset the investment gains made elsewhere.

As at the end of April the fund was 94% invested. 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	65M
Share price	\$1.045
Market cap	\$68.0M
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

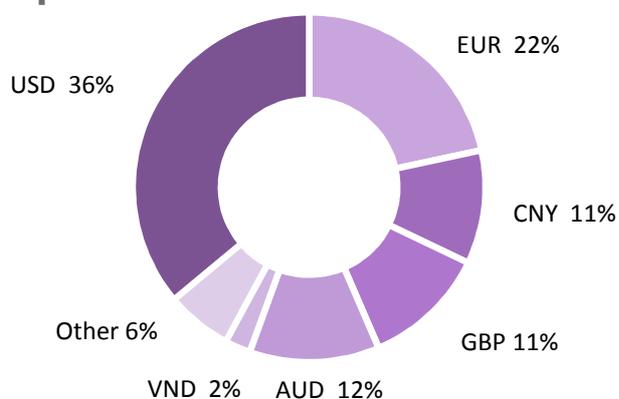
**Miles Staude, CFA**  
Fund Manager, Global Value Fund  
**Metage Capital**  
Investment Team

#### Board of Directors

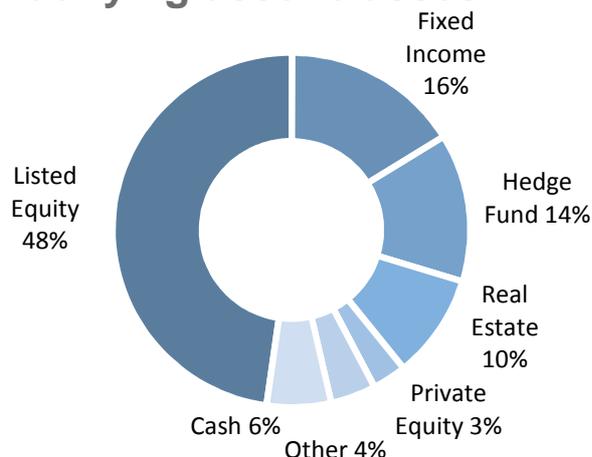
**Jonathan Trollip**  
Chairman  
**Chris Cuffe**  
Non-executive Director  
**Geoff Wilson**  
Non-executive Director  
**Miles Staude, CFA**  
Non-executive Director



## Underlying currency exposures



## Underlying asset classes



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 30<sup>th</sup> of April.

Including emerging market currencies that are chiefly pegged to the US\$ (such as CNY), the fund's US\$ exposure is approximately 51%.

The above chart reflects the manager's estimate of the underlying asset classes held through the fund's portfolio of investments as at the 30<sup>th</sup> of April.

## Top Five Holdings

Holding	% NTA	Summary
HSBC China Dragon Fund	10.9%	Hong Kong listed closed-end fund (CEF) investing in a diversified portfolio of Chinese equities. The position has been accumulated at an average discount to net asset value of wider than 25%.
Boussard & Gavaudan Holdings	7.0%	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.
CQS Diversified Fund	6.5%	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.
Pacific Alliance China Land	5.9%	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	5.2%	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.