

Investment Update and Net Tangible Assets

Net Tangible Assets (NTA) per share*

NTA before tax	\$1.1374
NTA after tax	\$1.0980

* NTA figures are not adjusted for outstanding options. Adjusting for outstanding options the diluted NTA before tax would be \$1.0812/shr and the diluted NTA after tax would be \$1.0579/shr.

January review

Given how global equity markets have fallen so far in February, it seems worthwhile to once again provide a mid-month estimate of the change in portfolio value. The manager estimates that the value of the Global Value Fund portfolio had decreased by 0.3% using closing market prices of 8 February 2016. This compares to a 3.8% fall in the MSCI All Country World Index measured in Australian dollar terms.

January proved to be one of the worst starts to a year on record for global equity markets. A perfect storm of negative news triggered large falls in global share markets and a rally in safe haven assets such as high quality government bonds. The surprise devaluation of the renminbi by China's central bank was a trigger for substantial falls in the Chinese share market, with the Shanghai composite index falling 22.6% during the month. In parallel with the steep falls in China, oil prices fell sharply during the month, with spot oil prices falling by as much as 29% at one point, before rebounding to end January down 9.2% on the month.

Away from the financial markets, a flare-up in geo-political concerns added considerably to the negative backdrop. The execution of 47 men by Saudi Arabia on terrorism-related charges, including a prominent Shiite cleric, significantly escalated tensions between Iran and Saudi Arabia. Iranian protesters retaliated to the execution by ransacking and setting fire to the Saudi embassy in Tehran. A few days after this incident, North Korea claimed to have successfully tested a hydrogen bomb.

In all then January was a month to forget. In local currency terms share markets in the US, Europe and Japan fell by 5.0%, 6.5% and 8.0% respectively, while the MSCI All Country World Index fell by 3.4% in Australian dollar terms.

As should be familiar to regular readers of our report, one of the key objectives of our investment process is to protect shareholders by running a portfolio which has meaningfully less market risk than one invested solely in a portfolio of international shares. We are able to achieve this by seeking to capture value across a range of different asset classes, not just equities, and through the use of modest amounts of hedging in the portfolio. It was these two features that explained the relative outperformance of the fund during the month with the investment portfolio falling by only 1.0% during January.

To date our focus on risk management has not hampered our ability to generate attractive returns for shareholders. Over the twelve months to the end of January, the Company's investment portfolio returned 9.5% after all fees and expenses, significantly outperforming the 2.2% rise in the MSCI All Country World Index in Australian dollar terms and the 6.1% fall in the ASX 200 accumulation index.

Global Value Fund Limited

ASX Code	GVF
Listed	July 2014
Shares on issue	73M
Share price	\$1.01
Market cap	\$73.4M
Options outstanding	51M
Option exercise price	\$1.00
Options expire	March 2016
Dividend (fully franked)	3.0 cents
Dividend ex-date	7 April 2016
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 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

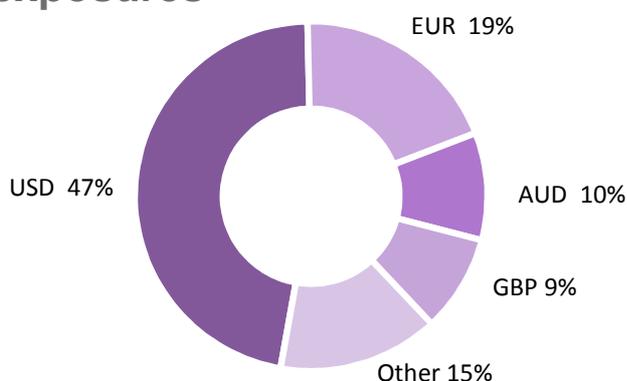
Miles Staude, CFA
Fund Manager, Global Value Fund
Metage Capital
Investment Team

Board of Directors

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



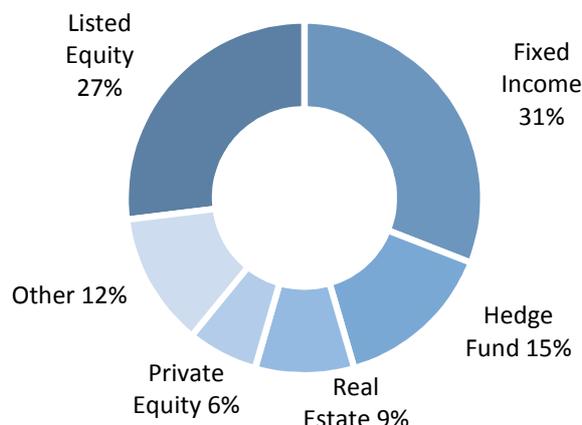
Underlying currency exposures



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 January.

Including emerging market currencies that are chiefly pegged to the US\$, the fund's US\$ exposure is approximately 58%.

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 January.

While the portfolio currently has a number of investments exposed to the domestic Chinese equity market, the manager has entered into contracts that hedge (or neutralise) most of the underlying equity market exposure associated with these investments. This greatly reduces the risk that a correction in the Chinese share market would have an adverse impact on the GVF portfolio.

The manager estimates that the portfolio's underlying net exposure to the Chinese equity market was 2.4% as at the 31st of January.

Top Five Holdings

Holding	% NTA	Summary
Boussard & Gavaudan Holdings	7.5%	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.
BlueCrest AllBlue Fund	7.0%	London listed CEF that invests substantially all of its assets into the flagship multi-strategy hedge fund run by BlueCrest Capital Management. The fund recently announced it would be returning capital to investors, with the majority of proceeds expected to be returned during February 2016.
WA/Claymore Inflation-linked Opp Fund	6.0%	New York listed CEF which holds a portfolio of US Treasury inflation protected notes, arguably one of the lowest risk financial assets in the world. The position has been built at close to a 14% discount to the underlying portfolio value.
Morgan Stanley Emerging Market Debt Fund	6.0%	New York listed CEF which invests in US\$-denominated emerging market sovereign and investment grade bonds. The position has been accumulated at a 17% discount to the underlying portfolio value.
North American Income Trust	5.8%	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.