

GLOBAL VALUE

MICROCAP FUND



MONTHLY PERFORMANCE AS AT 30/11/2016

latest unit price	return 1 month	outperformance 12 months	return since inception (Dec 2015)
\$1.0596	6.80%	1.01%	5.96%



FUND OUTLINE

Fund Manager:

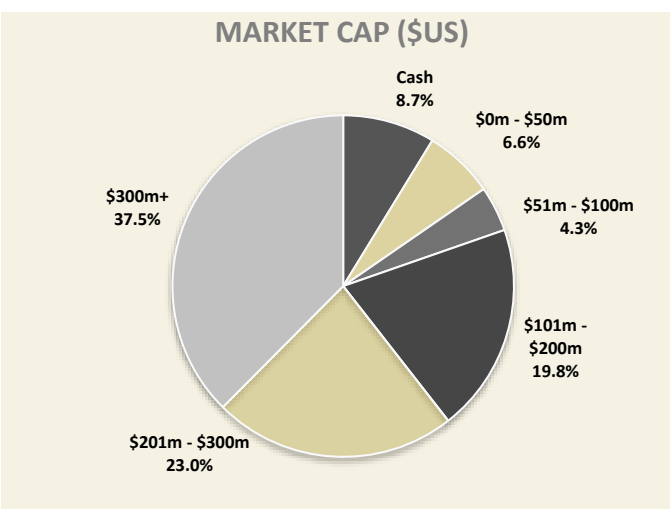
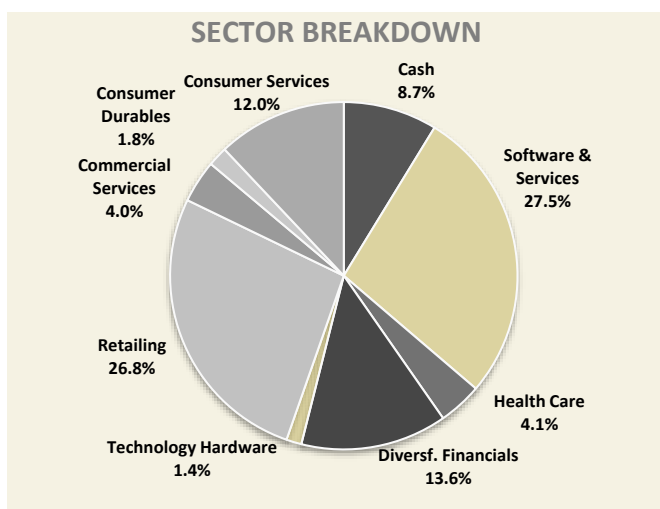
Carlos Gil (CIO)

The Global Value Microcap Fund is a wholesale fund investing in a selection of undervalued, profitable and growing companies listed in predominantly advanced economies around the world.

COUNTRY BREAK UP

		% of Equity Portfolio	% of NAV
	United States	45.0%	41.0%
	United Kingdom	21.0%	19.2%
	Cont. Europe	18.2%	16.6%
	Australia	9.5%	8.7%
	New Zealand	2.9%	2.6%
	Canada	2.8%	2.6%
	Israel	0.6%	0.5%
	Total	100%	91.2%

	1 Month	3 Month	6 Month	1 Year	Total since inception
GVMF	6.80%	5.27%	7.21%	5.96%	5.96%
MSCI World Microcap (AUD)	3.34%	3.58%	3.76%	4.95%	4.95%
Outperformance	3.46%	1.69%	3.45%	1.01%	1.01%



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GLOBAL VALUE MICROCAP FUND UPDATE

Microequities Global Value Microcap Fund returned 6.80% versus the MSCI World Microcap Index (AUD) 3.34% in November; this brings the total return net of fees to 5.96% for the Fund since inception in December 2015 compared to 4.95% for the MSCI World Microcap Index (AUD).

The Global Value Microcap Fund is one year old. In last month's update, I specifically outlined that Microequities is a long-term investor hence our short-term performance be it good, great or ugly is of little or no assessment value to us. We reiterate the same message this month as we report a Fund Return of +6.80%. This return does not validate our investment style. Nor does it appease us. The fundamentals of our business partnerships remain unchanged, that is, they remain positive and strong. Such are the vagaries of short term market valuations. We invest in business partnerships over a 5+ year investment horizon. Our Global Value Fund has captured deep value and the constituent business partnerships represent an excellent investment opportunity which we think over time will engender investment returns. As always, we continue to focus on the intrinsic valuations of business and the fundamentals of our business partnerships. Investors should be aware that market prices over the short term are an awful proxy for value. During the month of November we were provided with operational updates as our US businesses reported their 3rd quarter financial metrics. Except for one business which performed poorly, we are pleased to advise that our US based business are travelling as per our expectations and are meeting their respective investment case. Across the Atlantic, our European based online travel agency business partnership also reported its half year financial results with the business improving key facets of its operations as well as financial performance. This business partnership represents our second biggest investment at 5.7% of the Fund's assets (as of 30th of November 2016). We have identified several investment opportunities outside of the Fund's current constituents and we will look to recalibrate some of our holdings if market valuations permit us to do so.

Projected EPS Growth FY17 (on a weighted basis)	+15.7%
Projected EPS Growth FY18 (on a weighted basis)	+18.7%

Number of companies	39
Top 5 Holdings % of NAV	26.5%
Top 10 Holdings % of NAV	44.2%
Top 20 Holdings % of NAV	69.0%
Cash Position % of NAV	8.7%

Important information: This information is not intended to be financial advice. Past performance is not indicative of future performance. Microequities Asset Management Pty Ltd is a corporate authorised representative, number 462438, as appointed by Microequities Ltd holder of AFSL number 287526. Application for units in the Fund is limited to investors that are wholesale or sophisticated investors within the meaning of Section 761G(7) and 761GA(7) of the Corporations Act 2001.