


GLOBAL VALUE

MICROCAP FUND



MONTHLY PERFORMANCE AS AT 30/04/2024

latest unit price \$1.4763	return since inception 101.25%	return 1 month -2.31%	 monthly currency impact HEADWIND LOW (0-1%)
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FUND OUTLINE

Fund Manager:
Carlos Gil (CIO)

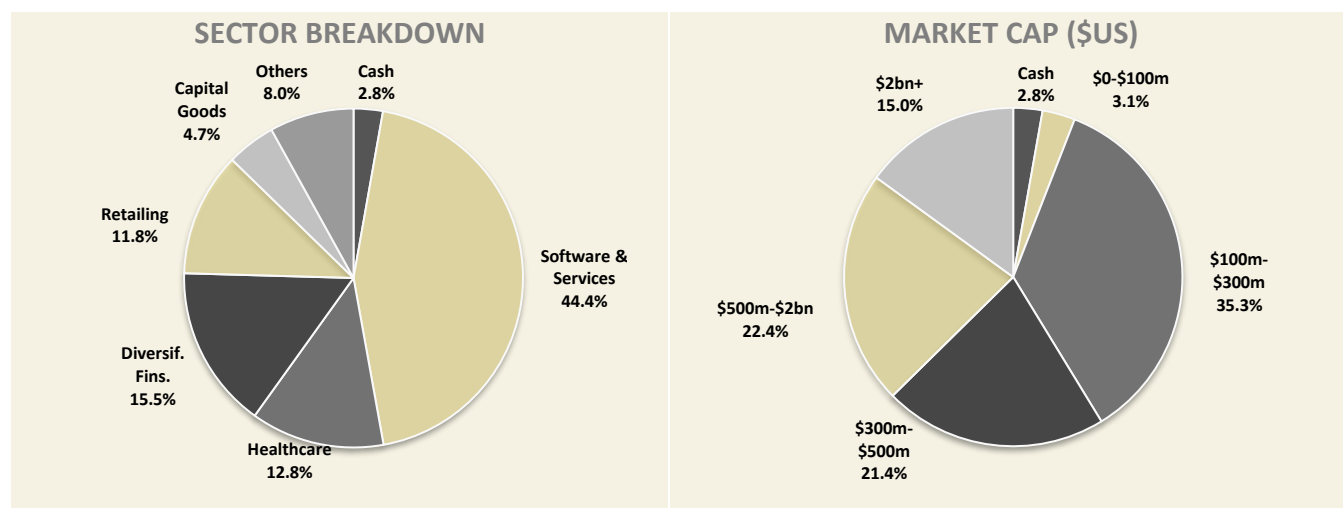
The Global Value Microcap Fund is a wholesale fund investing in a selection of undervalued, profitable and growing companies listed in predominantly advanced economies around the world.

COUNTRY BREAK UP

% of NAV

	United Kingdom	23.8%
	United States	19.9%
	Cont. Europe	39.3%
	Australia	5.1%
	Canada	1.5%
	New Zealand	7.6%
	Cash	2.8%
	Total	100.0%

	Total since inception	Compound p.a. since inception	7 Year Compound Annual	5 Year Compound Annual	3 Year Compound Annual	1 Year	1 Month
GVMF	101.25%	8.66%	8.49%	8.89%	0.98%	8.66%	-2.31%



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MARKET UPDATE AND COMMENTARY

In last month's update we stated that the Fed, due to the strength of the US economy, has the luxury of time. It does not need to rush into cutting rates. The data points issued during this month, suggest that the Fed will not be cutting rates anytime over the next few months. The CPI for March rose 0.5%, taking the annual CPI to 3.5% whilst core CPI (which excludes food and energy prices) rose to 3.8%. Core CPI has increased at a pace of 4.2% in the first quarter of the year, undermining the downward trend required for any short-term rates cuts. In late April, the core PCE (personal consumption expenditures), the Fed's favourite inflation measure, for March was released showing an increase 0.3% with the annualised rate running at 2.8%. Whilst the trend on core PCE continues to be downward, strong consumption together with core CPI is unlikely to persuade the Fed to move on rates anytime soon. Financial markets will need absorb a "higher for longer" regime. Positively, economic momentum continues to support a strong labour market, and the bedrock of the US economy, personal consumption, shows no signs of letting up. In China, first quarter GDP rose at annual pace of +5.3% driven by capital investment and industrial production, a slightly faster rate than the previous quarter.

Microequities Global Value Microcap Fund returned -2.31% in April; this brings the total return net of fees to 101.25% for the Fund since inception in December 2015.

The investment management team took active steps to deploy some of the excess cash that was raised by last month's asset sales. The investment team have been buying a highly undervalued online travel agency in the UK, this business currently represents the 4th largest investment in the Fund representing 7% of the total assets of the Fund. We view the business as having a fair value at over 80% above the current market price. We have also been increasing our investments across some of our cyber security software businesses in alignment with the strategic priorities of the Fund to have a core pillar of assets in this defensive long term growth industry. During the month the 3rd largest investee company in the Fund published its 1Q24 financial results. The German based fintech company increased revenues by +25%, whilst operating expenses declined by 19% thereby increasing the operating margin and increasing EBITDA by +177%. We are pleased with the 1Q24 financial results, and we remain fully committed to this important investment in the Global Value Fund. **Racing Force Group (BIT:RFG)** published its 1Q24 sales numbers. Total 1Q24 sales was flat at 20.6m Euros. The firm had mixed results across its geographies with good growth in APAC somewhat offset by a -10.5% decline in sales in America. This continues to be a transition year for the business.

Projected EPS Growth 1 Year Forward (on a weighted basis)	+20.3%
Projected EPS Growth 2 Years Forward (on a weighted basis)	+22.3%

Number of companies	35
Top 5 Holdings % of NAV	37.6%
Top 10 Holdings % of NAV	59.5%
Top 20 Holdings % of NAV	82.2%
Cash Position % of NAV	2.8%

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 Asset Management Group Limited 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.