


GLOBAL VALUE

MICROCAP FUND



MONTHLY PERFORMANCE AS AT 31/05/2024

latest unit price \$1.5080	return since inception 105.57%	return 1 month 2.15%	 monthly currency impact HEADWIND LOW (0-1%)
--------------------------------------	--	--------------------------------	--







FUND OUTLINE

Fund Manager:
Carlos Gil (CIO)

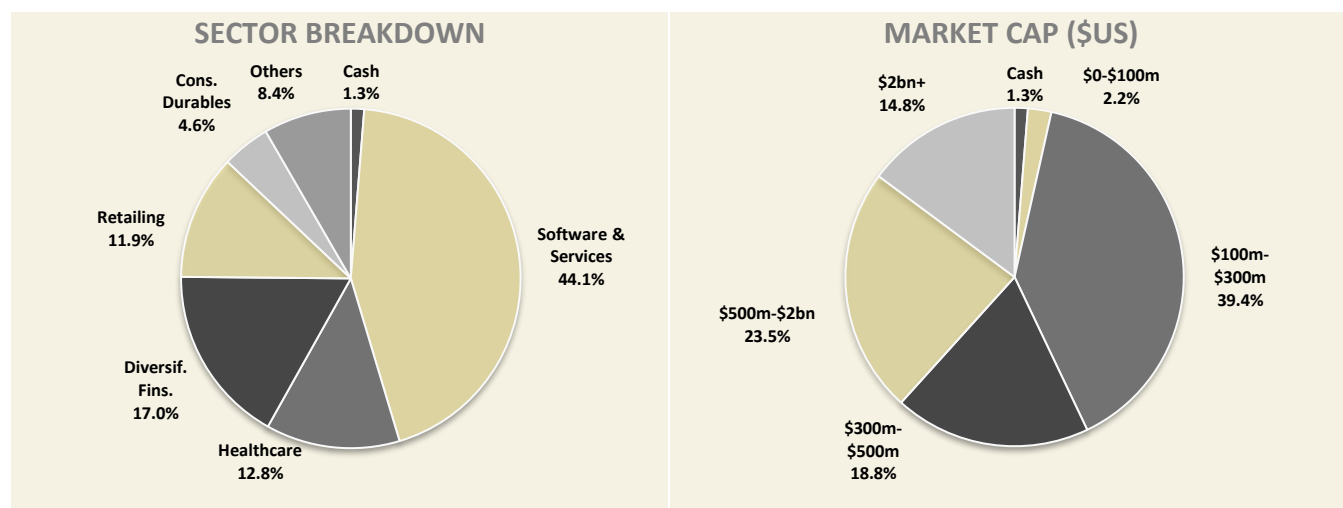
The Global Value Microcap Fund is a wholesale fund investing in a selection of undervalued, profitable and growing companies listed in predominantly advanced economies around the world.

COUNTRY BREAK UP

% of NAV

	United Kingdom	23.9%
	United States	19.7%
	Cont. Europe	40.2%
	Australia	5.8%
	Canada	1.8%
	New Zealand	7.3%
	Cash	1.3%
	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	105.57%	8.85%	8.88%	9.84%	1.97%	10.44%	2.15%



GLOBAL VALUE

MICROCAP FUND



MARKET UPDATE AND COMMENTARY

Australia's headline CPI number for March ticked up to 3.6% from 3.5%. Core inflation (removing volatile price items such as fruit and vegetables, energy) remained unchanged at 4.1%. Monthly inflation numbers can be volatile, and this data print is unlikely to change RBA's thinking and remains within the forecast range. We expect the RBA to keep rates unchanged at its next meeting. Over in Europe, Germany, the biggest economy in the European Union, clawed back to economic growth in the first quarter of 2024 with its GDP expanding at +0.2%, after declining in the last quarter of 2023. The data print follows a similar pattern to the UK which also returned to economic growth during its first quarter, with its GDP expanding by 0.6% for the first three months of 2024. The overall picture for Europe is one of a slowly improving economy after a 2023 that would best be categorised as a stagnant economic performance.

Microequities Global Value Microcap Fund returned 2.15% in May; this brings the total return net of fees to 105.57% for the Fund since inception in December 2015.

UK car dealership group **Vertu Motors Plc (LON:VTU)** published 1H24 financial results. The company grew revenues by +20% to 2.4bn GBP whilst underlying PBT grew by +11%, the company grew its new vehicle volume sales by 1.1% despite an overall market decline. Used car vehicle volumes rose by +2.1% with gross profit per unit increasing from 1,468 GBP to 1,535 GBP. Vertu Motors has been a long-standing investee in the Global Value Microcap Fund, and we are pleased with the overall direction of the business.

The share price of Global Value Microcap Fund's investee, **Oponeo S.A (WSE:OPN)** surged by +22.7% during the month, powering the returns of the Fund for May. Oponeo which is based in Poland, is a leading online seller of tyres and rims. The surge in its share price followed publication of its 1Q24 financial results which delivered topline growth of +15.4% to 336.9m PLN in what is normally a seasonally weak quarter. The company is growing significantly above system growth, meaning it is taking substantial market share from its competitors. The business has begun to deliver significant capital growth to the Fund on top of the dividend income stream the Fund has been earning since it invested in the business.

Our UK based online travel agency published results for 1H24. The business grew revenue by +11%, whilst underlying EBITDA grew by 93%. The company declared a 1H24 dividend. We see this investee company as one of our most undervalued assets in the Fund and we have continued to build a significant stake in the business.

Projected EPS Growth 1 Year Forward (on a weighted basis)	+17.9%
Projected EPS Growth 2 Years Forward (on a weighted basis)	+22.3%

Number of companies	35
Top 5 Holdings % of NAV	37.8%
Top 10 Holdings % of NAV	58.6%
Top 20 Holdings % of NAV	83.1%
Cash Position % of NAV	1.3%

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.