


GLOBAL VALUE

MICROCAP FUND



MONTHLY PERFORMANCE AS AT 30/09/2024

latest unit price \$1.4210	return since inception 103.40%	return 1 month -2.56%	 monthly currency impact HEADWIND MODERATE (1-3%)
--------------------------------------	--	---------------------------------	---







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.

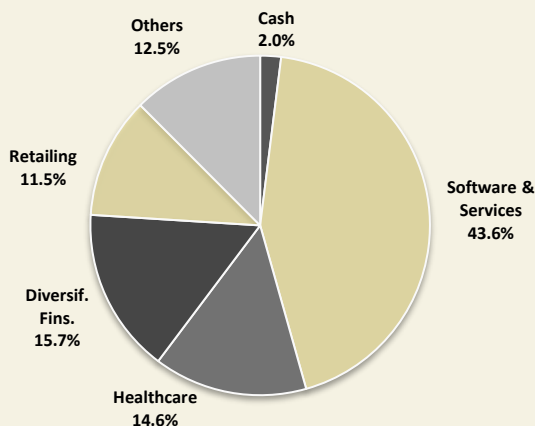
COUNTRY BREAK UP

% of NAV

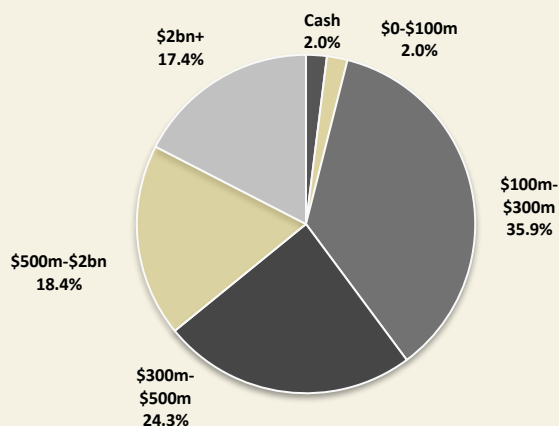
	United Kingdom	22.1%
	United States	23.8%
	Cont. Europe	40.4%
	Australia	4.8%
	Canada	1.3%
	New Zealand	5.6%
	Cash	2.0%
	Total	100.0%

	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	103.40%	8.37%	8.64%	9.77%	1.55%	9.24%	-2.56%

SECTOR BREAKDOWN



MARKET CAP (\$US)



GLOBAL VALUE

MICROCAP FUND



MARKET UPDATE AND COMMENTARY

China has finally addressed its sluggish economic trends by implementing a series of measures aimed at revitalizing its lacklustre performance. The People's Bank of China (PBoC) has reduced the critical 7-day repo reference rate by 20 basis points. In addition to this rate cut, the PBoC will lower the reserve requirement ratio by 50 basis points, a move expected to inject approximately AUD 200 billion in liquidity into the economy. These actions have driven the yield on Chinese 10-year government bonds (the risk-free rate) to below 2%. To further support the struggling housing market, the PBoC has decreased the minimum mortgage deposit from 25% to 15%. Whilst equity markets welcomed the stimulus packages, the reality is China is still not addressing its structural imbalances with an economy that has a bloated property market and deficient internal consumption levels. The economic experiment that is the Chinese economy has no precedents; the jury is still out on the sustainability of its economic structure. In Australia, the Consumer Price Index (CPI) recorded a headline rate of 2.7%, which appears artificially low due to household energy subsidies. A more telling measure, the trimmed mean inflation, stands at 3.4%, lower, yet still elevated. We do not anticipate any rate cuts until 2025.

Microequities Global Value Microcap Fund returned -2.56% in September; this brings the total return net of fees to 103.40% for the Fund since inception in December 2015.

Our UK based online travel agency (OTA) business, which is a top 5 investment for the Global Value Microcap Fund provided a trading update ahead of its financial year end results which will be published in December. The OTA stated TTV hit a record £1.2b an increase of +13% YoY, with EBITDA growth expected to be ahead of TTV growth. The company also noted that winter bookings are currently +34% ahead compared to the same time last year. The results solidify the investment case of this business, and its ongoing growth trajectory and improved margins are key factors in the current large weighting of this business.

Shares in **Voxel S.A (WSE:VOX)** surged to a new record high in the month due to the release of its financial results. The company recorded revenue growth of +34.8% YoY, operating Income rose to 31.9m PLN +23.6% whilst EPS grew by +32.7%. The excellent results by the business over the past 18 months has seen a material revaluation of the business which has seen it rise to a top 3 investment for the Global Value Microcap Fund.

We continue to make selective additional purchases in a US based cybersecurity business which remains underweighted.

Projected EPS Growth 1 Year Forward (on a weighted basis)	+15.9%
Projected EPS Growth 2 Years Forward (on a weighted basis)	+24.4%

Number of companies	36
Top 5 Holdings % of NAV	37.9%
Top 10 Holdings % of NAV	58.7%
Top 20 Holdings % of NAV	82.0%
Cash Position % of NAV	2.0%

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.