



## GVI Global Industrial Share Fund

The GVI Global Industrial Share Fund offers:

- A unique value-style portfolio
- A strong yield component to total returns
- Distinct defensive qualities and lower risk characteristics
- A portfolio that is substantially hedged back into \$AUD
- Investment in equity markets of Developed Countries only

### The Investment Manager

Global Value Investors Limited ("GVI") is a boutique value manager based in Sydney. GVI resulted from a joint initiative between the Treasury Group Limited and Investors Mutual Limited. GVI personnel have the opportunity to earn a future equity stake. This structure promotes the alignment of interests and objectives of GVI staff with those of investors.

### Investment philosophy

The investment philosophy is based on the premise that investment markets are inefficient and over the long-term, a company's share price will reflect its underlying inherent value.

Overall, the investment philosophy leads to taking long-term positions in companies and adopting a conservative, disciplined and commonsense approach to investing.

### Investment objectives

GVI aims to construct a portfolio that:

- Offers long-term growth and some income.
- Aims to provide consistent total returns to investors with a strong bias towards high yielding industrial stocks.
- Is true-to-label, valuation based and long-term focused
- Aims to be less volatile ('risky') than the overall market and resilient in times of falling market.
- Has an investment objective to deliver returns that exceed the MSCI World Accumulation Index (AUD) Hedged Benchmark on a rolling 3-year basis.

### Investment Style

The GVI investment style can be best described as:

- Active, bottom-up value
- Focused on quality companies at attractive valuations
- Systematic and disciplined research process
- Not benchmark focused.

### Foreign Currency Management

GVI aims to control the effect of foreign currency by substantially hedging back the portfolio to Australian dollars. The currency hedged position aim is to around 80-90% on average over the long-term with the minimum hedged position at 50%.

### Portfolio Turnover

GVI takes a 3 to 5 year view on its investments and it is expected that portfolio turnover will be relatively low.

GVI has a clear preference for established competitive global industrial companies that exhibit recurring earnings, are cash-flow generating, high yielding with low P/E ratios, very strong balance sheets that are trading at a price below what the GVI investment team believes to be their underlying value. Typically, the portfolio will have a P/E less than the market and a dividend yield greater than the market.

## Significant Features

APIR Code:	TGP0004AU
Issued by:	Treasury Group Investment Services Limited
Fund managed by	Global Value Investors Limited
Responsible entity	Treasury Group Investment Services Limited
Custodian	RBC Dexia Investor Services Trust
Inception date	23 February 2005
Performance objective	To outperform the MSCI World Accumulation Index (AUD) Hedged
Distributions paid	Half yearly on 30 June and 31 December
Unit pricing (1)	Daily
Minimum initial investment (2)	\$500,000
Minimum additional investment (2)	\$50,000
Minimum redemption amount (2)	\$50,000
Minimum account balance (2)	\$500,000
Fund ongoing fee measure (OGFM)*	1.23% per annum
Entry / Exit fee	Nil
Buy / Sell spread	0.60% (0.30% on application for units and 0.30% on redemption of units)
Investment Guidelines (3)	Global Shares 80-100% Cash 0-20%

(1): Please refer to section 12 'Application and Redemption prices' on page 17 of the Fund's PDS for complete details.

(2): We retain the discretion to waive these minimums. If you invest through an IDPS operator such as a Master Trust or Wrap Account platform, these minimums may not apply to you.

(3): In exceptional market conditions where, in the Manager's opinion no value can be found, the manager retains the right to hold higher levels of cash.

\* inclusive of GST

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