

AVI VALUE FUND LLC

Investment Objective: To achieve attractive long-term capital appreciation by investing in publicly traded equity, fixed income and other types of securities. The investment philosophy that is applied stresses economic return and absolute, rather than relative, value.

Performance

This investment management report relates to performance figures to 31 August 2015.

	Month	Calendar Yr to date	Since Inception*
AVI Value Fund LLC	-7.1%	-8.2%	102.7%
MSCI²	-7.6%	-3.9%	97.4%

Manager's Comment

There were few places to hide during the month as markets around the world fell sharply on fears of a China slowdown and large falls in its stock market.

As far as our portfolio goes, there were small positive gains from German property company DIC, UK student property company Empiric and from Detour Gold, as well as some of the European Holding Companies where Euro strength over the month helped push contributions into positive territory. Overall however, these were little compensation for the very sharp falls suffered across the portfolio with international indices down 7.6%. The largest detractors came from Symphony International, First Pacific, Aker and Kinnevik, whose share prices fell by 17.5%, 18.7%, 12.4% and 13.3% respectively.

We have continued to sell out of GBL which has seen its discount narrow to below average levels, and have been using the proceeds to invest in Pargesa, which gives us exposure to the same pool of underlying assets but at a far wider discount. The gap between the two now stands at over 10%, whereas the long term pattern is for the two companies to trade at very similar discounts.

We reduced Investor early in the month after its discount narrowed in to mid-teen levels. In contrast, Kinnevik has seen its discount widen in the past few months and we have been adding to that.

We wrote last month of LMS Capital's proposals to cease returning realisation proceeds from its private equity portfolio to shareholders, and instead reinvest them in oil & gas assets under a new management team. Following our letter to the Board detailing our many concerns, the General Meeting called for mid-August to vote on the new investment policy was postponed. After further discussions with the Board, we were pleased to see the proposals officially withdrawn in late-August. Since then, the company's holding in Wesupply representing 6% of NAV has been sold, adding to the substantial cash balance that we estimate now stands at 32% of NAV. We expect further realisations and a significant return of capital at NAV later this year. Despite the +11% rise in the share price since the withdrawal of the proposals, the shares still trade on a 20% discount to our estimated NAV (30% implied portfolio discount excluding cash).

Investment Activity – Main Purchases

Germany	Adler Real Estate	\$326,735
Japan	Toyota Industries	\$174,760
Sweden	Kinnevik	\$427,046
UK	JPMorgan Private Equity	\$332,984

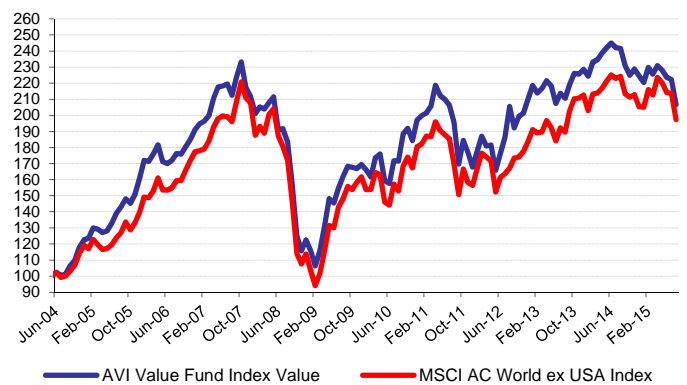
Investment Activity – Main Sales

Japan	Mitsui	\$598,056
Sweden	Investor AB	\$493,141
UK	Ashmore Global	\$564,535
	Harbourvest Global	\$465,691

Top Ten Equity Holdings

	%
Investor AB	6.05
Sofina	4.88
Harbourvest Global	4.12
NB Private Equity Partners	3.98
Kinnevik	3.71
Jardine Matheson Hldgs	3.58
Wendel	3.34
DWS Vietnam	3.32
JP Morgan Private Equity	3.26
AP Alternative Assets	3.11
TOTAL	39.35

Performance JUN 2004 to AUG 2015



Source: State Street, Bloomberg

Statistics

Cumulative Return (%)	1 mo	1 yr	3 yr	5 yr
NAV ¹	-7.1	-15.0	0.6	20.4
MSCI ²	-7.6	-12.0	18.1	29.0

Annual Returns (%)	2014	2013	2012	2011
NAV ¹	-2.7	8.8	25.0	-14.9
MSCI ²	-3.4	15.8	17.4	-13.3

¹ \$USD (TR) Net Figures, State Street

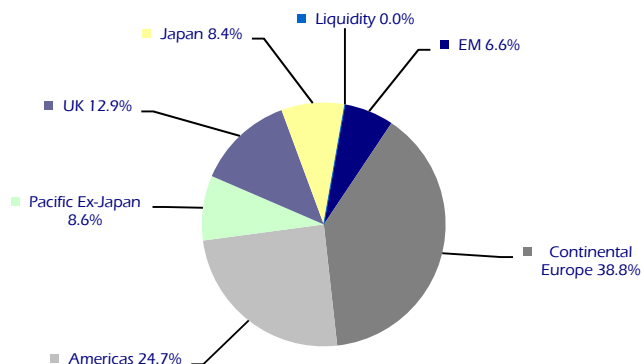
² MSCI AC World ex USA (\$TR), Bloomberg

*06 January 2004 Start Date

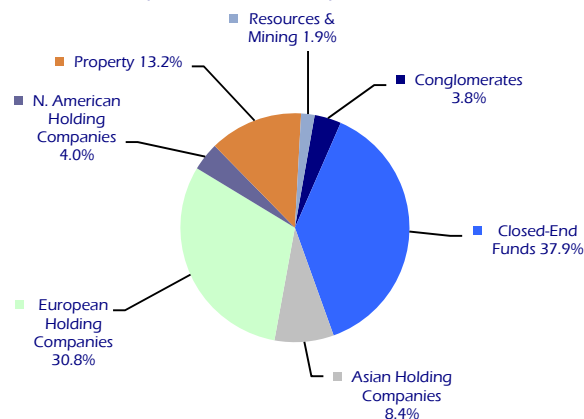
Fund Facts

Launch Date	01 June 2004
NAV ¹ as at 31 August 2015	\$163,415,827
Investment Advisor	Asset Value Investors Limited AUM \$1.3bn
Shareholder Services	State Street Bank and Trust Company
Fund Structure	Limited Liability Company (LLC)
Minimum Investment	\$5,000,000
Charges	Annual management charge 1.0%
Website	www.assetvalueinvestors.com

Risk Region Breakdown (% of net assets)



Sector Breakdown (% of invested assets)



Major Movers (All percent change figures calculated on prices carried out to 4 decimal places)

Largest Risers	31 July 2015	31 August 2015	Percent change	Percent of Assets
DOREL INDUSTRIES-CL B	33.35	35.43	6.24%	0.98%
DETOUR GOLD CORP	12.69	13.29	4.73%	1.24%
DIC ASSET AG	7.96	8.08	1.48%	2.38%
EMPIRIC STUDENT PROPERTY PLC	108.00	109.00	0.93%	0.97%

Largest Fallers	31 July 2015	31 August 2015	Percent change	Percent of Assets
RALLYE SA	26.81	21.79	-18.71%	1.68%
FIRST PACIFIC CO	6.21	5.05	-18.68%	2.08%
SYMPHONY INTERNATIONAL HOLDI	0.77	0.64	-17.50%	3.00%
HITACHI LTD	804.40	681.80	-15.24%	2.81%
ECOFIN WATER & POWER OPP-ORD	140.00	121.00	-13.57%	2.40%
INVESTMENT AB KINNEVIK-B SHS	276.10	239.30	-13.33%	3.71%
SACYR SA	3.14	2.73	-13.14%	2.23%
DOLPHIN CAPITAL INVESTORS	19.13	16.63	-13.07%	1.56%
AKER ASA-A SHARES	170.00	149.00	-12.35%	2.90%
TOYOTA INDUSTRIES CORP	6,870.00	6,030.00	-12.23%	2.72%
BLACKROCK WORLD MINING TRUST	246.75	220.00	-10.84%	1.31%
PARGESA HOLDING SA-BR	65.05	59.30	-8.84%	2.71%
INVESTOR AB-A SHS	325.20	298.50	-8.21%	6.05%
JARDINE MATHESON HLDGS LTD	54.26	49.94	-7.96%	3.58%
GROUPE BRUXELLES LAMBERT SA	75.17	69.25	-7.88%	0.50%
INMOBILIARIA COLONIAL SA	0.68	0.63	-7.39%	1.50%
ADLER REAL ESTATE AG	14.24	13.26	-6.85%	1.69%
POWER CORP OF CANADA	30.75	28.80	-6.34%	2.13%
MARWYN VALUE INVESTORS LTD	237.00	223.25	-5.80%	3.01%
WENDEL	121.25	114.35	-5.69%	3.34%
DUNDEE CORP -CL A	10.99	10.37	-5.64%	1.86%

Asset Value Investors

All figures as at the period under review unless otherwise stated. All sources Asset Value Investors Limited unless otherwise stated. Asset Value Investors Limited ("AVI") is authorised and regulated by the Financial Conduct Authority of the United Kingdom (the "FCA") and is a registered investment adviser with the Securities and Exchange Commission of the United States. While the Investment Manager is registered with the SEC as an investment adviser, it does not comply with the Advisers Act with regard to its non-U.S. clients. The AVI Value Fund LLC (the "Fund") is not suitable for UK investors. The investment products and services of AVI are only available to persons who are professional clients and eligible counterparties for the purposes of the FCA's rules. They are not available to retail clients. To the extent that this message concerns such products and services, then this message is communicated only to and/or directed only at professional clients and eligible counterparties and the information in this message about such products and services should not be relied on by any other person. This document does not constitute an offer to buy or sell shares in the Fund. The prospectus of the Fund is the only authorised document for offering of shares of the Fund. The prospectus may only be distributed in accordance with the laws and regulations of each appropriate jurisdiction in which any potential investor resides. Investors are also reminded that past performance is not a guide to future performance and that their capital will be at risk and they may therefore lose some or all of the amounts that they choose to invest in the Fund. Comparison to the index where shown is for information only and should not be interpreted to mean that there is a correlation between the portfolio and the index. Investors in the UK are reminded that they will not benefit from the UK investors compensation scheme. Investment in the Fund carries risks, which are more fully described in the prospectus. The Fund is only suitable for sophisticated investors. The contents of this message are not intended to constitute, and should not be construed as, investment advice. Potential investors in the Fund should seek their own independent financial advice. AVI neither provides investment advice to, nor receives and transmits orders from, investors in the Fund.