

January 2024

**Investment Objective:** To outperform SONIA\* plus 2% over the longer term, principally through exploiting the pricing of closed-end funds.

## HEADLINES

### Introduction

MIGO's NAV increased by 2.6% in January.

[Read more below](#)

### Tufton Oceanic

We initiated a position in Tufton Oceanic which owns a fleet of ships mainly bulkers and tankers which it leases to the major shipping lines.

[Read more below](#)

### Oakley Capital

Our biggest detractor was Oakley Capital. The shares have been drifting since their December trading update in January.

[Read more below](#)

## THE FUND

(Figures to 31 January 2023)

Share Price (pence)

344.5

NAV

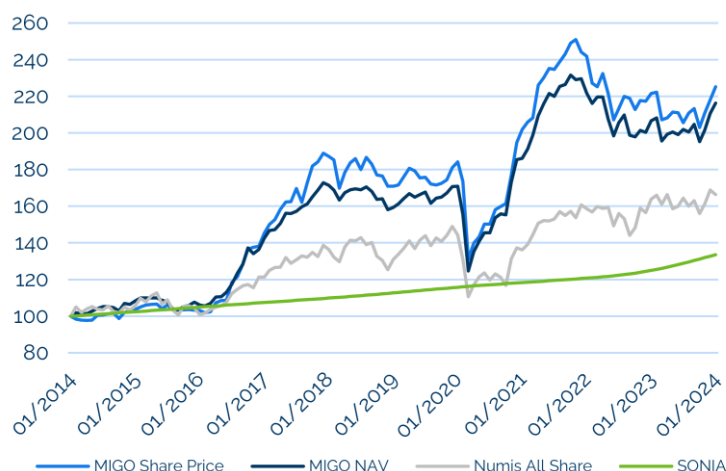
353.1

Prem./Disc.

-2.4%

GBP	Month	FYTD	3y	5y	10y
MIGO Share Price	2.7%	10.4%	16.1%	34.9%	114.2%
MIGO NAV	2.6%	10.6%	16.1%	35.7%	116.1%
SONIA*	0.6%	1.8%	13.4%	18.9%	34.1%

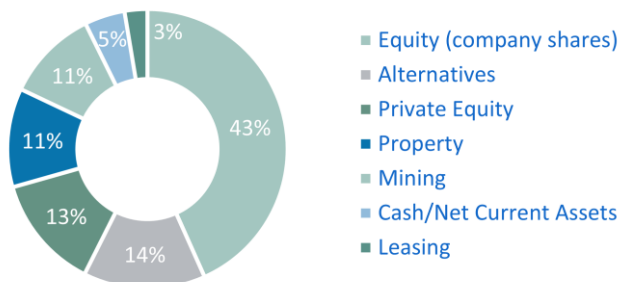
### Performance over 10 Years



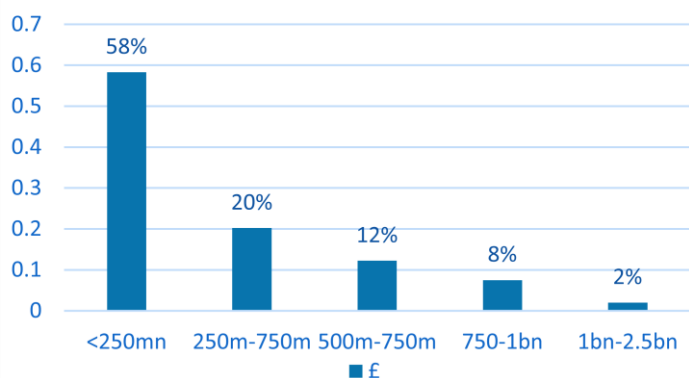
## PORTFOLIO

(Holdings to 31 January 2024)

### Sector Breakdown (% of Portfolio)



### Market Cap Breakdown (% of Portfolio)



Holding	%
VinaCapital Vietnam Opportunity	5.9
Georgia Capital	5.9
Aquila European Renewables	4.3
Oakley Capital Investments	4.2
Baker Steel Resources Trust	3.8
JPMorgan Indian Investment Trust	3.7
Phoenix Spree Deutschland	3.3
Geiger Counter	3.2
NB Private Equity Partners	3.0
Real Estate Investors Plc	2.9
<b>TOTAL</b>	<b>40.2</b>
Rest of the portfolio	59.8
No. of Holdings	54

## MANAGER'S COMMENT

**Introduction MIGO's NAV increased by 2.6% with exposure to Uranium a key driver.**

Sadly, the rally that the investment trust sector had been enjoying ground to a halt in January mainly due to expectations of a fall in interest rates becoming less certain. Pleasingly our portfolio had a positive month and returned 2.7%.

The key driver was again our exposure to Uranium. The price of the metal spiked sharply higher as nuclear energy generators feared that would not be able to obtain sufficient supplies. Shutting down a nuclear reactor through a lack of uranium would be eye watering expensive. Kazakhstan is the world's largest producer and reports that the countries mines were failing to meet production targets unnerved the nuclear industry. There remain geopolitical risks in that Russia could use its influence to restrict supplies to the West driving prices higher. Nevertheless, we have halved our position crystallising significant gains. The current spot price is now higher than our initial hopes and the size of our investment exceeded our conviction. Since the end of the month Kazakhstan has again reduced production forecasts due to a lack of sulphuric acid a key material used in the extraction process.

**Tufton Oceanic shares trade at a 26% discount and a wind up in 2028 has been announced.**

We initiated a position in Tufton Oceanic which owns a fleet of ships mainly bulkers and tankers which it leases to the major shipping lines. ESG rules are progressively restricting the speed that vessels can travel at. This effectively reduces supply at a time when shipyards have no capacity to build bulkers and tankers as demand for

container ships have already filled their order books. Second hand values should be firm. The trust recently announced that it would hand back to shareholders much of the proceeds of the disposal of their last container ships and wind up the trust in 2028. Given the shares trade at a 26% discount that represents a useful pull to redemption. It is encouraging to see the managers buying a significant number of shares.

**Oakley Capital shares trade at a 30% discount despite being one of the best performers in the industry.**

Our biggest detractor was Oakley Capital. The shares have been drifting since their December trading update in January. There seems to be little reason for the pull-back as Oakley has been performing well at portfolio level. Private equity trusts look eye watering expensive under the current cost disclosure regime which makes it impossible to own for some advisers. This explains why Oakley trades at a 30% discount despite being one of the best performers in the entire investment trust sector. News flow on this issue has improved and Oakley's share price would rise sharply once the cost disclosure issue is resolved.

## STATISTICS

## Contributors / Detractors (in GBP)

Largest Contributors	Monthly Contribution bps	% Weight
Geiger Counter Limited	77	3.2
Yellow Cake Plc	69	1.9
Georgia Capital	52	5.9
Baker Steel Resources Trust Ltd	37	3.8
Real Estate Investors Plc	20	2.9

Largest Detractors	Monthly Contribution bps	% Weight
Oakley Capital Investments Ltd Registered	-32	4.2
Macau Property Opportunities Fund Limited	-12	1.1
Schroders Capital Global Innovation Trust	-10	1.0
NB Private Equity Partners Limited	-10	3.0
AVI Japan Opportunity Trust Plc	-8	2.0

## Fund Facts

Launch Date	06 April 2004
Net Assets	£81.5m
Investment Manager	Asset Value Investors Limited
MIGO Shares in issue	23,072,797
Shareholder Services	Link Asset Services
Management Fee**	0.65%
Website	www.migoplco.uk
Ticker Code	MIGO.LN
ISIN	GB0034365949

	1m	3y	5y	10y
Share Price TR	2.7	16.1	34.9	114.2
Net Asset Value TR	2.6	16.1	35.7	116.1
Numis All-Share Index	-1.5	22.2	27.1	66.4
SONIA	0.6	13.4	18.9	34.1
CY Net Returns (%)	2023	2022	2021	2020
Price	2.6	-10.9	25.3	7.6
Net Asset Value	2.9	-12.7	23.7	8.6
Numis All-Share Index	3.6	-2.5	17.1	-7.9
SONIA	1.8	3.4	2.1	2.2

## Capital Structure

Ordinary Shares	23,072,797
Shares held in Treasury	-
Credit facility	£5m

## Gross Assets/Gearing

Gross Assets	£86.5m
Debt at fair value (gross)	-
Gearing (net)	6.1%

All performance shown in GBP Total Return

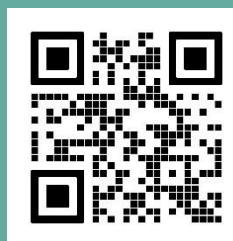
\*SONIA +2% Sterling Overnight Interbank Average administered by the Bank of England

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The share price can be found in [London Stock Exchange](#).  
ISIN: GB0034365949 Trading as: [MIGO](#)

Information may be found on the following website:  
[www.migoplco.uk](http://www.migoplco.uk)



All figures are as at the period under review unless otherwise stated. All sources Asset Value Investors Ltd ("AVI") unless otherwise stated. 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 AVI 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. This document does not constitute an offer to buy or sell shares in AVI Global Trust plc (the "Trust"). The contents of this message are not intended to constitute, and should not be construed as, investment advice. Potential investors in the Trust should seek their own independent financial advice. AVI neither provides investment advice to, nor receives and transmits orders from, investors in the Fund.