

Navigating towards compelling investment opportunities

ANNUAL REPORT 2020



Introduction

Established in 1889, the Company's investment objective is to achieve capital growth through a focused portfolio of investments, particularly in companies whose shares stand at a discount to estimated underlying net asset value.

WHO DO WE INVEST IN?

AVI Global Trust ('AGT' or "the Company") follows a unique strategy of investing in quality assets held through unconventional structures that tend to attract discounts; these types of companies include holding companies, closed-end funds, and cash-rich Japanese operating companies.

PORTFOLIO VALUE BY SECTOR



	2020 %	2019 %
● Closed-end Funds	37	45
● Holding Companies	33	30
● Japan	30	25

Source / Asset Value Investors

OUR INVESTMENT PROCESS



UNIQUE

A concentrated portfolio investing in holding companies, closed-end funds and Japanese cash-rich operating companies unlikely to be found in other funds.



DIVERSIFIED

A concentrated portfolio but with broad diversification of sectors and companies as a result of the holding structures which give exposure to multiple underlying companies.



ENGAGED

Seeking out good-quality companies and engaging to improve shareholder value.



ACTIVE

Finding complex, inefficient and overlooked investment opportunities.



GLOBAL

Bottom-up stock picking, seeking the best investment opportunities across the globe.

The investment philosophy employed by Asset Value Investors ('AVI'), the manager of AVI Global Trust, strives to identify valuation anomalies and focuses on investing where the market price does not reflect the estimated value of the underlying assets.

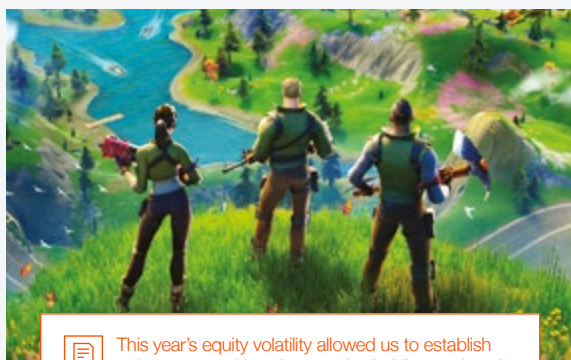
A DISCOUNTS TO UNDERLYING VALUE
We seek to find anomalous valuations and to invest in companies and funds trading on a discount to their net asset value.

A HIGH-QUALITY ASSETS WITH STRONG GROWTH POTENTIAL
Identifying good-quality underlying assets with appreciation potential at compelling values.

A ECONOMIC VALUE
The underlying assets must be seen to offer appreciation and growth potential which could be based on a number of events or catalysts including potential corporate activity or a turn in market sentiment towards a company.

 Read more about our Business Model on page 2 of the Annual Report

HIGHLIGHTS



 This year's equity volatility allowed us to establish or increase positions in attractive holdings at knock-down prices. We talk about these holdings more on pages 24 and 25 of the Annual Report



 Read more about Japan Special Situations Basket on pages 30 and 31 of the Annual Report

TOTAL ASSETS†**£1 billion*****LAUNCH DATE****1 July 1889****ANNUALISED NAV TOTAL RETURN†****11.3%******ONGOING EXPENSES RATIO†#****0.89%*******Retail Investors Advised by IFAs**

The Company currently conducts its affairs so that its shares can be recommended by Independent Financial Advisers ('IFAs') in the UK to ordinary retail investors in accordance with the Financial Conduct Authority rules in relation to non-mainstream investment products and intends to continue to do so. The shares are excluded from the Financial Conduct Authority's restrictions which apply to non-mainstream investment products because they are shares in an authorised investment trust.

The Company is an Alternative Investment Fund ('AIF') under the European Union's Alternative Investment Fund Managers' Directive ('AIFMD'). Its Alternative Investment Fund Manager ('AIFM') is Asset Value Investors Limited. Further disclosures required under the AIFMD can be found on the Company's website: www.aviglobal.co.uk.

ISA Status

The Company's shares are eligible for Stocks & Shares ISAs.

* As at 30 September 2020.

** Source: Morningstar, performance period 30 June 1985 to 30 September 2020, total return net of fees, GBP. The current approach to investment was adopted in 1985.

*** As at 30 September 2020, includes: management fee 0.7%, marketing and administration costs.

† For definitions, see Glossary on pages 95 to 98.

For a detailed discussion of the Ongoing Expenses Ratio, please see Key Performance Indicators on page 8.



Read more about Kinnevik
on page 27 of the Annual Report

CONTENTS**Strategic Report**

- 02 Company Overview
- 04 Company Performance
- 06 Chairman's Statement
- 08 KPIs and Principal Risks
- 12 Section 172 Statement
- 13 Stakeholders
- 15 Responsible Business
- 16 Ten Largest Equity Investments
- 18 Investment Portfolio

Investment Review

- 20 About Asset Value Investors
- 21 Overview of AVI's Investment Philosophy
- 22 Performance Review
- 24 Anticipating Strong NAV Growth from our Diverse Portfolio
- 26 Portfolio Review
- 43 Outlook

Governance

- 44 Directors
- 46 Report of the Directors

Financial Statements

- 57 Statement of Comprehensive Income
- 58 Statement of Changes in Equity
- 59 Balance Sheet
- 60 Statement of Cash Flows
- 61 Notes to the Financial Statements
- 78 AIFMD Disclosures (Unaudited)
- 79 Report of the Audit Committee
- 82 Directors' Remuneration Policy
- 84 Report on Remuneration Implementation
- 86 Independent Auditor's Report

Shareholder Information

- 90 Notice of Annual General Meeting
- 94 Shareholder Information
- 95 Glossary
- 99 Company Information



We maintain a corporate website containing a wide range of information of interest to investors and stakeholders
www.aviglobal.co.uk



@AVIGlobalTrust



AVIGlobalTrust