

# Monthly Update: Australian Companies Fund

## Applying global insights to profit from anomalies in the Australian market

Australian Companies Fund	Inception Date	Exit Price (\$ cum)	1 Month	3 Months	1 Year	3 Years pa	5 Years pa	7 Years pa	10 Years pa	Since Inception pa
<b>Fund performance</b>	<b>01-2000</b>	<b>3.5909</b>	<b>6.5%</b>	<b>9.6%</b>	<b>20.2%</b>	<b>18.6%</b>	<b>13.3%</b>	<b>13.9%</b>	<b>12.9%</b>	<b>11.3%</b>
S&P/ASX 200 Accumulation Index			6.2%	9.6%	12.2%	6.0%	8.5%	10.3%	8.8%	8.3%

### Growth of AUD \$100,000

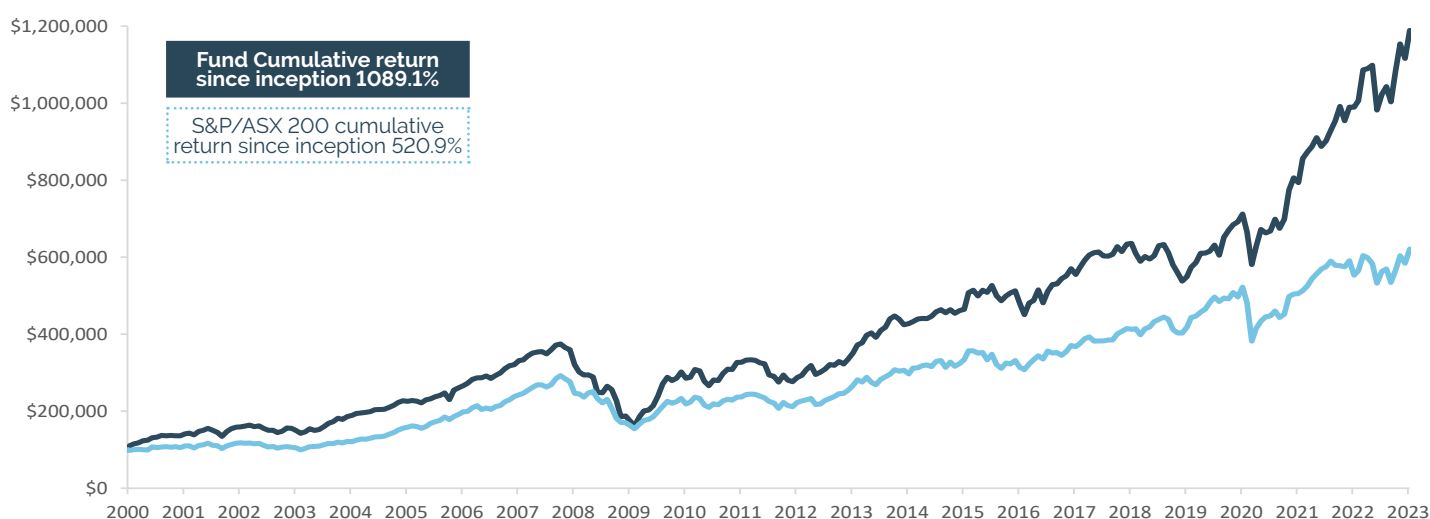
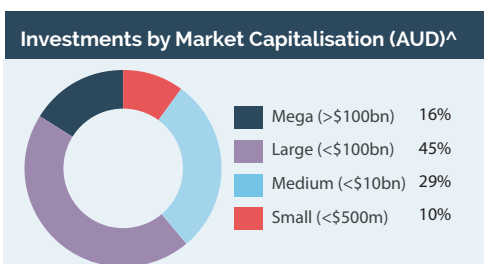


Chart reflects Fund growth net of actual fees. Calculations are based on exit price with distributions reinvested, after ongoing fees and expenses but excluding individual tax. Fund Inception 20 January 2000. These figures represent past performance only. No guarantees exist of future returns above or below these figures. Past performance is no indication of future performance. Neither PM Capital Limited nor any other person makes any representation as to the future performance or success of, the rate of income or capital return from, recovery of money invested in, or income tax or other taxation consequences of, any investment in the Fund.

Portfolio investments	Weighting
Commodities - Energy	19%
Banking	19%
Commodities - Industrial Metals	12%
Alternative Investment Managers	4%
Online Classifieds & Internet	4%
Gaming	4%
Consumer	3%
Other	6%
<b>Long Equities Position</b>	<b>71%</b>
Short Equities Position	-1%
<b>Net Invested Equities</b>	<b>70%</b>
Corporate Debt & Bonds	16%
<b>Net Invested</b>	<b>86%</b>
<b>Total holdings</b>	<b>20</b>

Current stock example	Currency exposure*	100%
Woodside Energy	AUD	98%
ANZ	EUR	2%
BHP	*Stated at effective value.	
Apollo Global Management		
Frontier Digital Ventures		
The Star Entertainment		
Lark Distillery		



^Breakdown of portfolio's long equity holdings into market cap. bands.

## Fund commentary

- Imdex gains, announces acquisition of Devico
- Solid fourth quarter production at Stanmore Resources

Imdex Limited announced the acquisition of Norwegian based Devico for A\$324m during the month. Devico is a global leader in the drill site technologies for the mining sector. The acquisition strengthens Imdex's leading position in the drilling sensor market while also introducing another product line, directional drilling tools, to Imdex's business. The acquisition was funded via a combination of debt and equity. We view the multiple to be fair given the quality and growth outlook for the Devico business and we participated in the entitlement offer and institution placement.

Steel-making coal miner Stanmore Resources advanced after reporting solid fourth quarter production volumes which showed only a modest impact from the adverse weather events in Queensland. Since taking ownership of the South Walker Creek and Poitrel mines from BHP mid last year, Stanmore has employed a leaner and more flexible operating model with less centralised decision making. We visited the mines in November and came away with the view that there remains further opportunities for longer term production efficiencies and growth, particularly at its largest mine, South Walker Creek.

## Key Fund Details

### Fund category

Australian equities

### Investment style

Fundamental, bottom-up research intensive approach

### Inception date

20 January 2000

### Fund size

\$67.5 Million

### Strategy size

\$67.5 Million

### Number of stocks

As a guide, 15-25 stocks

### Minimum direct investment

\$20,000

### Recommended investment time

Seven years plus

### Fees (pa)

Mgmt fee: 1.09% Perf. fee: 20% (subject to a high water mark) of the excess above the greater of the RBA cash rate and the S&P/ASX 200 Accumulation Index

### Buy / sell spread

0.5% (Round trip)

### Investor profile

The Fund may be appropriate for investors seeking capital appreciation over a seven plus year investment horizon

### Important Notice

This Report is issued by PM Capital Limited ABN 69 083 644 731 AFSL 230222 as responsible entity for the PM Capital Australian Companies Fund (ARSN 092 434 467, the 'Fund'). It contains summary information only to provide an insight into how we make our investment decisions. This information does not constitute advice or recommendations, and is subject to change without notice. It does not take into account the objectives, financial situation or needs of any investor which should be considered before investing. Investors should consider the Target Market Determinations and the current Product Disclosure Statement (which are available from us), and obtain their own financial advice prior to making an investment decision. The PDS explains how the Fund's Net Asset Value is calculated. Past performance is not a reliable guide to future performance and the capital and income of any investment may go down as well as up due to various market forces. The investment objective is not a forecast, and is only an indication of what the investment strategy aims to achieve over the medium to long term.

1. Returns are calculated from exit price to exit price assuming the reinvestment of distributions for the period as stated and represent the combined income and capital return. The Index is the S&P / ASX 200 Accumulation Index. See [www.asx.com.au](http://www.asx.com.au) for further information on the Index.

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Top 10 stocks	
Stock name	Sector
Apollo Global Management	Diversified Financials
ANZ	Banks
BHP	Materials
Coronado Global Resources	Energy
Frontier Digital Ventures	Software & Services
Imdex Limited	Materials
ING Groep	Banks
Siemens	Industrials
Stanmore Resources	Energy
Woodside Energy	Energy

PM Capital Limited, founded in 1998, is a globally-focussed fund manager that invests money on behalf of private clients, the clients of financial advisers and institutions. PM Capital's goal is to build long term wealth by investing in Australian and global markets with patience and conviction.

## Further Information

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