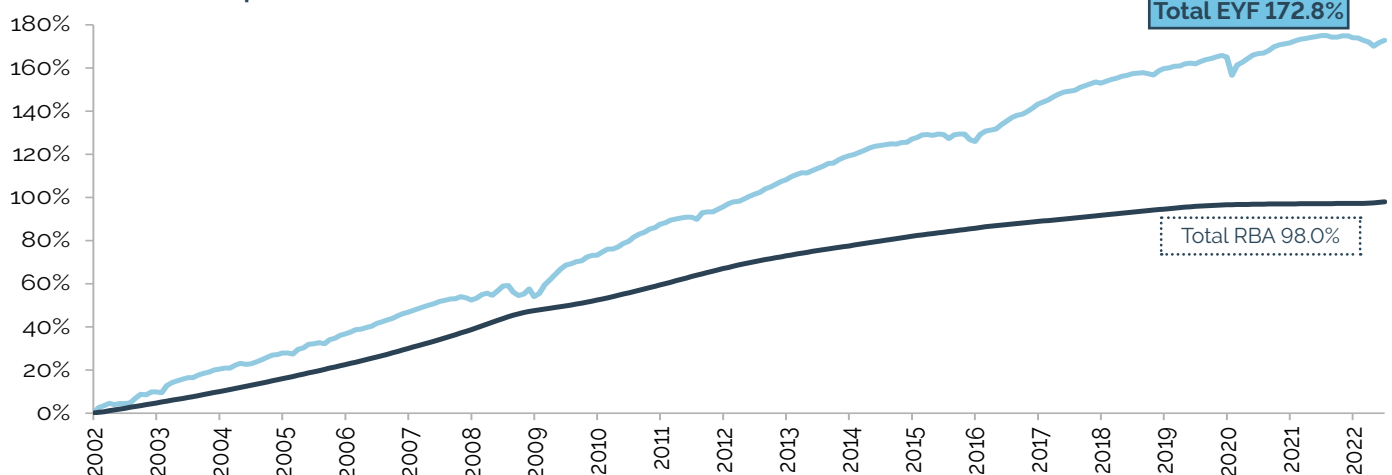


Monthly Update: Enhanced Yield Fund

Regular income, low volatility

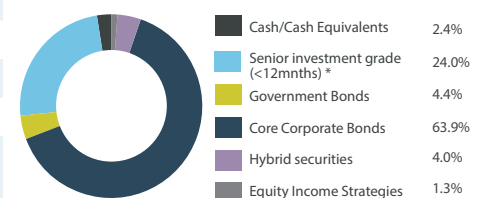
Fund performance [†] (net of fees)	Inception Date	Exit Price (\$ cum)	1 Month	3 Months	6 Months	1 Year	3 Years pa	5 Years pa	7 Years pa	10 Years pa	Since Inception pa
Enhanced Yield Fund*	02-2002	1.1051	0.40%	0.28%	-0.44%	-0.8%	1.4%	1.8%	2.5%	3.1%	5.0%
RBA cash rate			0.16%	0.34%	0.39%	0.4%	0.4%	0.8%	11%	15%	3.4%
Excess			0.24%	-0.06%	-0.83%	-1.2%	1.0%	1.0%	1.4%	1.6%	1.6%
Enhanced Yield Fund (Class B units)**	05-2017	1.1318	0.38%	0.21%	-0.56%	-1.0%	1.6%	2.0%			2.2%
RBA cash rate			0.16%	0.34%	0.39%	0.4%	0.4%	0.8%			0.8%
Excess			0.22%	-0.13%	-0.95%	-1.4%	1.2%	1.2%			1.4%

Total return since inception



Calculations are based on exit price with distributions reinvested, after ongoing fees and expenses but excluding individual tax. Fund Inception 1 March 2002*. 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.

Yield security maturity profile	Portfolio investments	Current stock example	Actual exposure
0-1 Year	Domestic Banking	ANZ	Cash/Cash Equivalents 2.4%
1-2 Years	Global Industrial	SPIE	Senior investment grade (<12mths)* 24.0%
2-3 Years	Global Property	Aedas	Government Bonds 4.4%
3-4 Years	Global Retail	Tesco	Core Corporate Bonds 63.9%
4 Years +	Domestic Infrastructure	Melbourne Airport	Hybrid securities 4.0%
	Domestic Industrial Services	Qube Holdings	Equity Income Strategies 1.3%
	Global Banking	Allied Irish Bank	
Regional allocation	100%		
Australia	64.2%		
North America	17.0%		
Europe	9.5%		
United Kingdom	5.8%		
Other	1.2%		
Cash/Cash Equivalents	2.3%		
	Risk/return		Duration[^]
	Standard deviation (1 year)	1.25%	Interest rate
	Maximum drawdown	3.26%	Average term to maturity
	Percentage of positive months	84.6%	



* Senior investment grade securities with maturities of 12 months or less

Duration [^]	Value
Interest rate	0.72
Average term to maturity	2.29

[^]Estimates and should be used as a guide only.

Fund commentary

- Returns get a good lift from higher yields
- Airports take-off as pent-up demand for travel kicks in
- Markets pricing in RBA cash rate close to 4% in 2023 – despite likely impact on households

Interest rates rose meaningfully over the month as markets increasingly expect inflation to be sustained at higher levels, and for a longer period. During August, bond investors priced in an additional ~0.50% of interest rate increases in 2023, with the peak in the RBA cash rate now expected to be up around 4% next year.

We have noted previously that we think this is too high, and implies corresponding residential mortgage rates of around 6-7% which, given the significant level of household indebtedness in Australia, we believe would be unsustainable and lead to some level of economic weakness.

Despite mixed performance from corporate bond markets during the

month, the Fund performed well, as our holdings in both domestic airports and major bank bonds outperformed. Airports are seeing an extraordinary lift in revenue, as demand for both domestic and overseas travel is booming.

Over the past six months we have been taking significant advantage of the substantial increase in short dated bond yields, to the extent that the running yield[^] of the Fund is now well over 4%. The Fund's running yield has the potential to increase even further as we identify additional anomalies in global bond markets.

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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 global markets with patience and conviction.

Enhanced Yield Fund*: Monthly Return Series Since Inception

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	CYTD
2022	0.0%	-0.3%	0.0%	-0.4%	-0.3%	-0.7%	0.6%	0.4%					-0.7%
2021	0.2%	0.1%	0.4%	0.3%	0.1%	0.2%	0.2%	0.2%	0.0%	-0.3%	0.0%	0.2%	1.6%
2020	0.2%	-0.3%	-3.2%	1.8%	0.5%	0.6%	0.6%	0.2%	0.1%	0.4%	0.7%	0.3%	1.9%
2019	0.7%	0.4%	0.2%	0.3%	0.1%	0.4%	0.2%	-0.1%	0.4%	0.3%	0.2%	0.3%	3.4%
2018	0.3%	-0.2%	0.3%	0.4%	0.2%	0.3%	0.2%	0.3%	0.1%	0.1%	-0.2%	-0.2%	1.6%
2017	0.7%	0.7%	0.4%	0.4%	0.6%	0.5%	0.4%	0.2%	0.2%	0.5%	0.3%	0.3%	5.3%
2016	-1.1%	-0.3%	1.5%	0.6%	0.3%	0.2%	0.8%	0.7%	0.7%	0.5%	0.2%	0.6%	4.7%
2015	0.0%	0.7%	0.3%	0.5%	0.1%	-0.2%	0.3%	-0.1%	-0.8%	0.8%	0.2%	0.0%	1.7%
2014	0.5%	0.3%	0.3%	0.5%	0.4%	0.5%	0.3%	0.2%	0.2%	0.1%	0.0%	0.3%	3.7%
2013	0.7%	0.4%	0.7%	0.5%	0.5%	-0.1%	0.6%	0.4%	0.5%	0.6%	0.1%	0.7%	5.6%
2012	0.7%	0.6%	0.7%	0.4%	0.1%	0.5%	0.7%	0.5%	0.5%	0.7%	0.4%	0.6%	6.6%
2011	0.4%	0.8%	0.4%	0.6%	0.3%	0.2%	0.1%	0.0%	-0.5%	1.6%	0.2%	0.0%	4.3%
2010	0.5%	0.0%	0.9%	0.8%	0.0%	0.6%	0.9%	0.5%	1.1%	0.7%	0.5%	0.8%	7.5%
2009	1.5%	-2.3%	1.0%	2.5%	1.5%	1.4%	1.6%	1.1%	0.3%	0.6%	0.2%	1.0%	11.0%
2008	-0.4%	-0.6%	0.6%	1.0%	0.5%	-0.7%	1.3%	1.4%	0.2%	-1.9%	-1.0%	0.5%	0.8%
2007	0.6%	0.5%	0.5%	0.6%	0.6%	0.4%	0.5%	0.6%	0.4%	0.4%	0.1%	0.6%	6.0%
2006	1.0%	0.4%	0.6%	0.8%	0.2%	0.5%	0.5%	0.9%	0.5%	0.6%	0.6%	0.8%	7.8%
2005	0.3%	0.6%	-0.1%	-0.4%	1.7%	0.5%	1.3%	0.2%	0.4%	-0.3%	1.3%	0.6%	6.2%
2004	0.8%	0.4%	0.3%	0.1%	1.1%	0.7%	-0.4%	0.2%	0.7%	0.8%	0.9%	0.8%	6.5%
2003	1.2%	0.0%	-0.4%	3.1%	1.2%	0.7%	0.6%	0.7%	0.0%	1.1%	0.6%	0.6%	9.4%
2002			2.6%	0.9%	1.0%	-0.5%	0.4%	0.0%	0.2%	2.2%	1.7%	-0.2%	8.3%

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Key Fund Details

Fund category

Fixed income

Investment style

Fundamental, bottom-up-research intensive approach

Inception date

1 March 2002

Fund size

\$545.5million

Strategy size

\$789.4 million

Minimum direct investment

\$20,000

Recommended investment time

Two years plus

Fees (p.a.)

*Performance Fee Option:

Management fee: 0.55%.

Performance fee: 25% of net excess above RBA Cash Rate (subject to a high watermark).

**Management Fee Option - Class B units:

Management Fee: 0.79%.

Buy / sell spread

+/- 0.15%

Investor profile

The Fund may be appropriate for investors seeking capital preservation and potential return in excess of the Reserve Bank of Australia's (RBA) cash rate with a low degree of volatility.

Important Notice

This Report is issued by PM Capital Limited ABN 69 083 644 731 AFSL 230222 as responsible entity for the PM Capital Enhanced Yield Fund (ARSN 099 581 558, 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 a recommendation, 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. 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. 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 RBA Cash Rate. See www.rba.gov.au for further information.

[^] before fees.

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