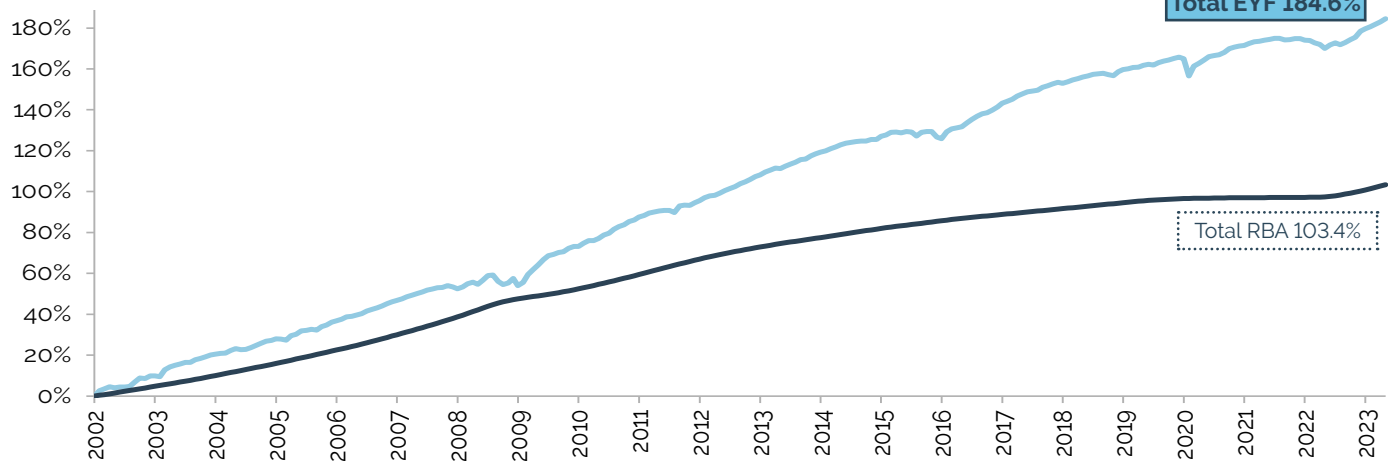


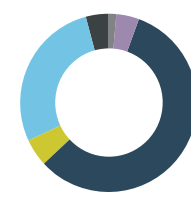
## Regular income, low volatility

Fund performance <sup>†</sup> (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
<b>Enhanced Yield Fund*</b>	<b>02-2002</b>	<b>1.1251</b>	<b>0.6%</b>	<b>1.4%</b>	<b>3.3%</b>	<b>5.4%</b>	<b>2.5%</b>	<b>2.1%</b>	<b>3.0%</b>	<b>3.0%</b>	<b>5.0%</b>
RBA cash rate			0.3%	1.0%	1.8%	3.0%	11%	11%	12%	15%	3.4%
<b>Excess</b>			<b>0.3%</b>	<b>0.4%</b>	<b>1.5%</b>	<b>2.4%</b>	<b>1.4%</b>	<b>1.0%</b>	<b>1.8%</b>	<b>1.5%</b>	<b>1.6%</b>
<b>Enhanced Yield Fund (Class B units)**</b>	<b>05-2017</b>	<b>1.1534</b>	<b>0.6%</b>	<b>1.5%</b>	<b>3.4%</b>	<b>5.4%</b>	<b>2.7%</b>	<b>2.3%</b>			<b>2.6%</b>
RBA cash rate			0.3%	1.0%	1.8%	3.0%	11%	11%			1.2%
<b>Excess</b>			<b>0.3%</b>	<b>0.5%</b>	<b>1.6%</b>	<b>2.4%</b>	<b>1.6%</b>	<b>1.2%</b>			<b>1.4%</b>

### 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	100%	Portfolio investments	Current stock example	Actual exposure	
0-1 Year	37.6%	Domestic Banking	ANZ	 <ul style="list-style-type: none"> <li>Cash/Cash Equivalents 4.1%</li> <li>Senior investment grade (&lt;12mths)* 27.8%</li> <li>Government Bonds 4.8%</li> <li>Core Corporate Bonds 57.6%</li> <li>Hybrid securities 4.1%</li> <li>Equity Income Strategies 1.6%</li> </ul>	
1-2 Years	17.4%	Global Industrial	SPIE		
2-3 Years	22.2%	Global Property	Aedas		
3-4 Years	11.2%	Global Retail	Tesco		
4 Years +	11.6%	Domestic Infrastructure	Melbourne Airport		
		Domestic Industrial Services	Qube Holdings		
		Global Banking	Allied Irish Bank		
				* Senior investment grade securities with maturities of 12 months or less	
Regional allocation	100%	Risk/return		Duration <sup>^</sup>	
Australia	67.5%	Standard deviation (1 year)	1.11%	Interest rate	0.78
North America	15.0%	Maximum drawdown	3.26%	Average term to maturity	1.71
Europe	7.0%	Percentage of positive months	84.8%		
United Kingdom	5.3%				
Other	1.1%				
Cash/Cash equivalents	4.1%				

<sup>^</sup>Estimates and should be used as a guide only.

## Fund commentary

- Pleasing performance for the month and the year despite substantial rises in market interest rates
- Major bank and Spanish property bonds deliver outsized returns in June despite the volatility
- Yield to maturity of portfolio close to 12 month high at ~5.50%^

June was a solid month for performance, despite 3-year bond yields rising by -0.70% and 10-year yields rising by -0.40%. Performance for the year to June was also solid at 5.4% after fees.

Performance was buoyed by a number of positive developments for some of our existing holdings.

Our holding in long dated US dollar (hedged back to Australian dollar) floating rate bonds issued by ANZ and Westpac rallied significantly after CBA announced it was redeeming a similar bond. In light of the step change in valuation, we were happy to sell our holding, having generated a return of ~8% p.a. from this investment.

Additionally, our holding in the senior secured bonds of Spanish property company Aedas rallied strongly as

speculation mounts regarding a potential takeover by existing major shareholder Castllake. In order to access the cashflow from the secured properties, Castllake would currently need to redeem the bonds at a premium. We are content to wait and see what transpires here. Despite the rally, the bonds currently generate a yield of ~7.50% which we still see as an attractive return for the level of risk, and thus we are happy to hold the investment for the time being.

We are pleased with the performance of the Fund over the past year. Interestingly though, due to the considerable amount of investing we have done, the gross yield to maturity of the portfolio is actually closer to its 12 month high at ~5.50%^

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.

### Monthly Return Series (From January 2005)\*

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	CYTD
2023	11%	0.4%	0.4%	0.4%	0.4%	0.6%							3.3%
2022	0.0%	-0.3%	0.0%	-0.4%	-0.3%	-0.7%	0.6%	0.4%	-0.4%	0.4%	0.6%	0.4%	0.2%
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%	2.1%
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%	3.3%
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%	4.6%
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%	7.7%
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%

Find the complete historical monthly return series since inception at: [pmcapital.com.au/enhanced-yield-fund/investor-resources](http://pmcapital.com.au/enhanced-yield-fund/investor-resources).

## Further Information

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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

\$542.3million

### Strategy size

\$775.9million

### Minimum direct investment

\$20,000

### Recommended investment time

Two years plus

### Fees (pa)

\*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](http://www.rba.gov.au) for further information.

^ before fees. The yield to maturity is not a forecast of expected Fund performance (including distributions) and provides a simple snapshot (at the time of this report) of the estimated before fees yield return of the portfolio holdings should they be held to maturity, and assuming no issuer defaults.