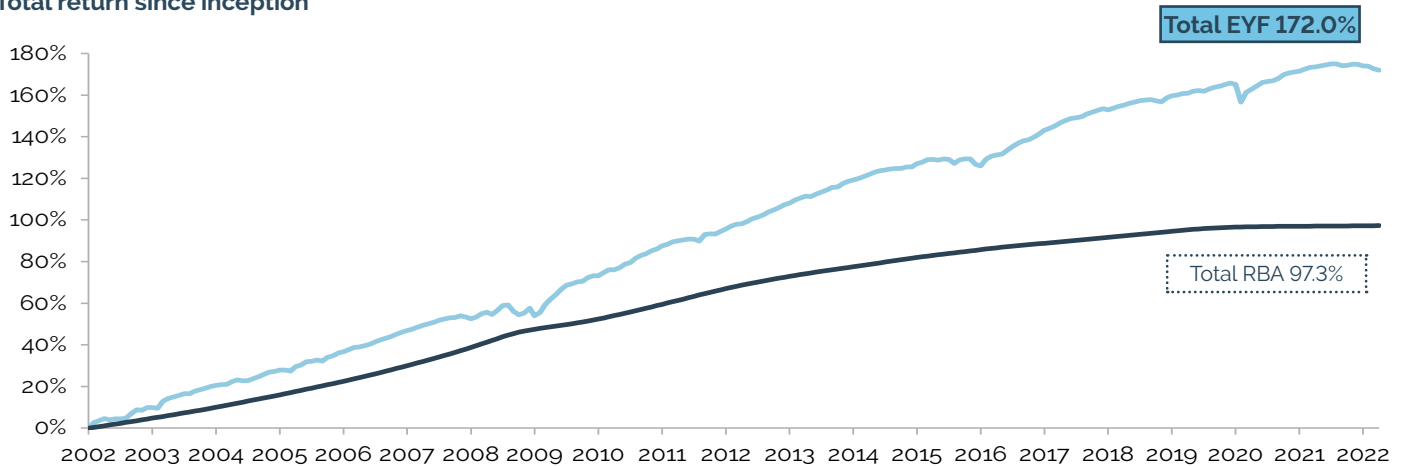


Monthly Update: Enhanced Yield Fund

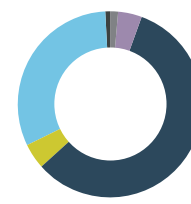
Regular income, low volatility

Fund performance ¹ (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 Fund¹	02-2002	1.1093	-0.25%	-0.72%	-0.81%	-0.6%	1.4%	2.0%	2.5%	3.2%	5.1%
RBA cash rate			0.03%	0.05%	0.07%	0.1%	0.3%	0.8%	1.1%	1.6%	3.4%
Excess			-0.28%	-0.77%	-0.88%	-0.7%	1.1%	1.2%	1.4%	1.6%	1.7%
Enhanced Yield Fund (Class B units)²	05-2017	1.1361	-0.26%	-0.78%	-0.93%	-0.6%	1.7%	2.2%			2.2%
RBA cash rate			0.03%	0.05%	0.07%	0.1%	0.3%	0.8%			0.8%
Excess			-0.29%	-0.83%	-1.00%	-0.7%	1.4%	1.4%			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	 <ul style="list-style-type: none"> Cash/Cash Equivalents 0.6% Senior investment grade (<12mths)* 31.5% Government Bonds 4.4% Core Corporate Bonds 57.8% Hybrid securities 4.2% Equity Income Strategies 1.5% 	
1-2 Years	Global Industrial	SPIE		
2-3 Years	Global Property	Aedas		
3-4 Years	Global Retail	Tesco		
4 Years +	Domestic Infrastructure	Melbourne Airport		
	Domestic Industrial Services	Qube Holdings		
Regional allocation	100%	Global Banking	Allied Irish Bank	
Australia			<p>* Senior investment grade securities with maturities of 12 months or less</p>	
North America				
Europe				
United Kingdom				
Other				
Cash/Cash Equivalents				
	Risk/return		Duration[^]	
	Standard deviation (1 year)	0.75%	Interest rate	0.57
	Maximum drawdown	3.26%	Average term to maturity	2.42
	Percentage of positive months	84.8%		

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

Fund commentary

- Investor capital broadly preserved despite another month of interest rate and credit volatility
- Iconic businesses added to the portfolio at very attractive yields
- Portfolio running yield increases materially on account of recent significant investments

Significant volatility dominated investment markets in May – particularly in interest rates and credit. Benchmark government bond yields rose further as inflation – particularly wage inflation – became anchored in the economy. Considering this, we were again happy to broadly preserve investor capital.

Markets are now pricing in an RBA cash rate of ~3% by the end of 2022, which we feel is too aggressive given the impact that higher rates are already having on the Australian housing market, and the resulting wider contraction in spending that typically follows.

Credit spreads also increased notably during the month, as nearer sighted investors became nervous about what higher inflation and interest rates might mean for company bottom lines.

Given the large portion of the portfolio that we were holding in cash and short

dated yield investments, we were in a great position to take advantage of the above market dynamics.

The Fund purchased the ~2 year bonds of some of the world's most iconic businesses, such as McDonalds, Coca Cola, Wells Fargo and Woolworths – at yields of around 4% which is attractive for such short dated investments.

The significant investments we have made over the past couple of months have materially increased the Fund's running yield, as has the ~1% increase in the 90 day bank bill yield, which gets added to the Fund's predominately floating rate portfolio.

Given the significant volume of investments we have recently made, we believe that the portfolio is well placed to deliver on the Fund's longer term performance objectives.

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%								-10%
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%

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

\$540.2 million

Strategy size

\$786.5 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.

- 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.
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