

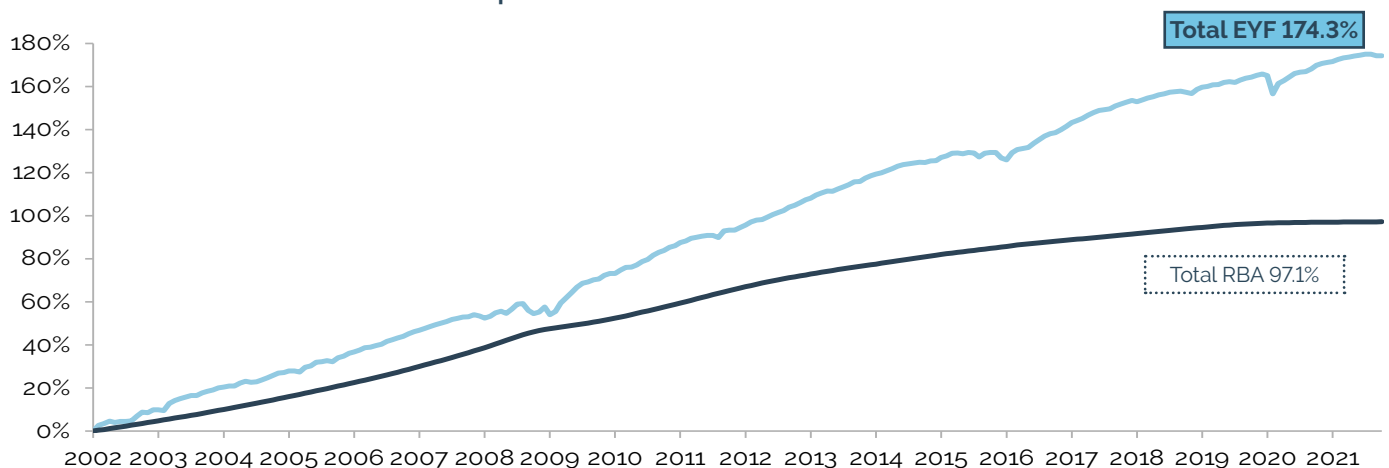
Monthly Update: Enhanced Yield Fund



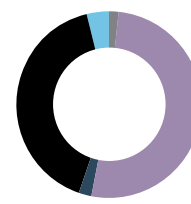
Regular income, low volatility

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	1.1269	0.02%	-0.25%	0.25%	1.6%	2.2%	2.8%	2.9%	3.6%	5.2%
RBA cash rate			0.01%	0.02%	0.05%	0.1%	0.6%	0.9%	1.2%	1.8%	3.5%
Excess			0.01%	-0.27%	0.20%	1.5%	1.6%	1.9%	1.7%	1.8%	1.7%
Enhanced Yield Fund (Class B units)**	05-2017	1.1553	0.00%	-0.30%	0.30%	2.0%	2.4%				2.7%
RBA cash rate			0.01%	0.02%	0.05%	0.1%	0.6%				0.9%
Excess			-0.01%	-0.32%	0.25%	1.9%	1.8%				1.8%

Enhanced Yield Fund: 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 trusts shown on this site.

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 3.8% Senior investment grade (<12mths)* 40.9% Government Bonds 2.1% Core Corporate Bonds 51.5% Equity Income Strategies 1.7% 	
1-2 Years	Global Industrial	SPIE		
2-3 Years	Global Property	Lar Espana		
3-4 Years	Global Retail	Tesco		
4 Years +	Domestic Infrastructure	Melbourne Airport		
Regional allocation	100%	Domestic Industrial Services	Qube Holdings	
Australia	62.2%	Global Banking	Wells Fargo	
North America	18.7%			
Europe	11.2%			
United Kingdom	2.9%			
Other	1.2%			
Cash/Cash Equivalents	3.8%			
	Risk/return		Duration[^]	
	Standard deviation (1 year)	0.58%	Interest rate	0.14
	Maximum drawdown	3.26%	Average term to maturity	2.43
	Percentage of positive months	86.5%		

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

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

Fund commentary

- Fund capital preserved as markets react to new Covid-19 variant
- Several new investments identified
- Portfolio well placed to take advantage of near-term volatility

Credit markets weakened towards the end of November as a new variant of the Covid-19 virus – Omicron – was recognised by the World Health Organisation as a variant of concern. Despite the volatility across markets, the Fund's capital was well preserved.

The Fund made a number of attractive investments during the month, with new positions being initiated in Australian energy infrastructure company, Ausnet, at a margin of ~3% above cash, as well as fuel distribution and convenience store business, Ampol, at a margin of ~3.4% above cash. We also added to our holding

in the senior secured bonds of Melbourne Airport at a margin of ~1.7% above cash.

These new investments highlight that although markets have performed well over the past year, there are still attractive yields to be found if you look in the right places.

With over 40% of its assets invested in cash and short dated bonds, the Fund is well positioned to take further advantage of any genuine investment anomalies that present themselves if this current period of market volatility persists.

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
2021	0.2%	0.1%	0.4%	0.3%	0.1%	0.2%	0.2%	0.2%	0.0%	-0.3%	0.0%		1.4%
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

www.pmcapital.com.au T: +612 8243 0888 E: pmcapital@pmcapital.com.au

Representative contacts - Client Relationship Managers

John Palmer T: +61 447 471 042 E: jpalmers@pmcapital.com.au
Nicholas Healey T: +61 447 814 784 E: nhealey@pmcapital.com.au

Key Fund Details

Fund category

Fixed income

Investment style

Fundamental, bottom-up-research intensive approach

Inception date

1 March 2002

Fund size

\$531.7million

Strategy size

\$761.0 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, a copy of the current Product Disclosure Statement which available from us, and seek their own financial advice prior to investing. 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.
Address: Level 11, 68 York Street, Sydney, NSW 2000