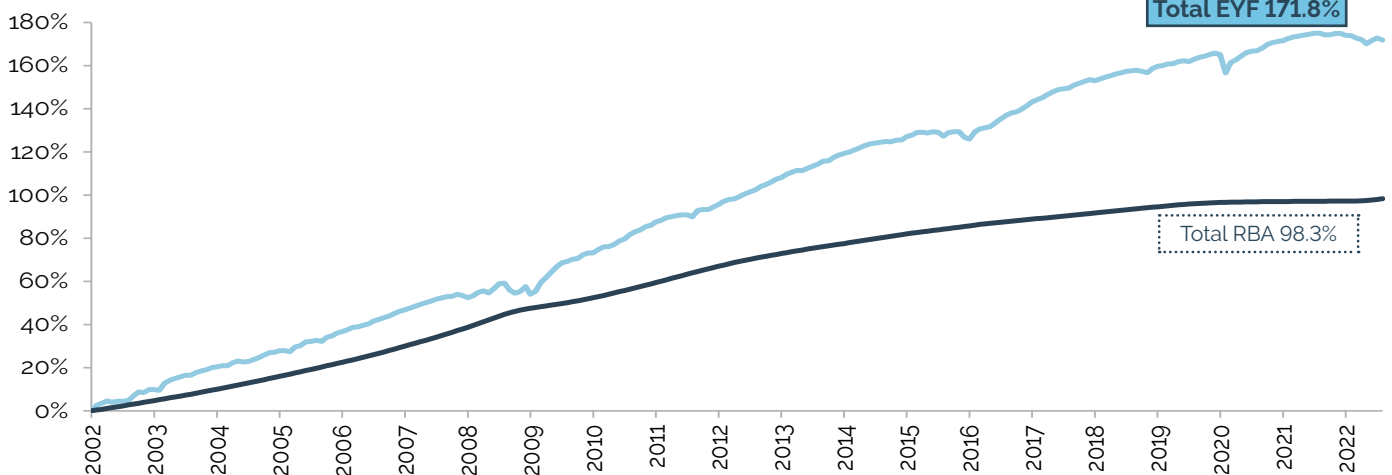


Monthly Update: Enhanced Yield Fund

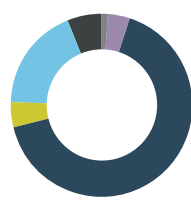
Regular income, low volatility

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	1.1009	-0.37%	0.63%	-0.76%	-1.2%	1.1%	1.7%	2.6%	3.0%	5.0%
RBA cash rate			0.19%	0.47%	0.57%	0.6%	0.4%	0.8%	1.1%	1.5%	3.4%
Excess			-0.56%	0.16%	-1.33%	-1.8%	0.7%	0.9%	1.5%	1.5%	1.6%
Enhanced Yield Fund (Class B units)**	05-2017	1.1272	-0.41%	0.56%	-0.90%	-1.4%	1.3%	1.9%			2.1%
RBA cash rate			0.19%	0.47%	0.57%	0.6%	0.4%	0.8%			0.9%
Excess			-0.60%	0.09%	-1.47%	-2.0%	0.9%	1.1%			1.2%

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 6.0% Senior investment grade (<12mths)* 18.3% Government Bonds 4.4% Core Corporate Bonds 66.1% Hybrid securities 4.0% Equity Income Strategies 1.2%
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	
	Global Banking	Allied Irish Bank	
			* Senior investment grade securities with maturities of 12 months or less
Regional allocation	Risk/return		Duration [^]
100%	Standard deviation (1 year)	1.29%	Interest rate
Australia	Maximum drawdown	3.26%	Average term to maturity
North America	Percentage of positive months	84.2%	2.17
Europe			
United Kingdom			
Other			
Cash/Cash Equivalents			

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

Fund commentary

- Investors continue to speculate around the path of future interest rates
- Brisbane Airport delivers a nice journey for investors
- New investments take running yield* up close to 5%

September was a turbulent month for bond markets, seeing much investor speculation around the speed and magnitude of official interest rate increases, particularly by the US Federal Reserve.

The yield on the benchmark US 10 year government bond rose by ~0.65% during the month, implying a further capital loss of over 5%, and the Australian 10 year government bond yield was up by ~0.30%, implying additional losses of over 2.5%.

With our exposures concentrated in much shorter dated bonds than those above, the Fund was largely insulated from the big interest rate moves, however the volatility in interest rate markets spilled over into credit markets somewhat. Thus, Fund performance was slightly negative over the month.

We sold most of our position in the longer dated bonds of Brisbane Airport in September, having realised a return of ~15% from this investment. We increased our position in the ~2 year bonds of businesses such as Woolworths, Qantas, Westpac and Bunnings, and made a new investment in prolific toll road owner Transurban Queensland – all at yields of well over 4%, which is attractive for such short dated bonds.

Given the substantial amount of investing that we have done over the past 6 months or so, at yields that we genuinely believe to be anomalies, the running yield* of the Fund now sits just under 5%, well above the current RBA cash rate of 2.6%.

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%	-0.4%				-11%
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%
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%	9.7%
2002			2.6%	0.9%	1.0%	-0.5%	0.4%	0.0%	0.2%	2.2%	1.7%	-0.2%	8.6%

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

\$541.4 million

Strategy size

\$782.9 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.

^ before fees.

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