

Monthly Update: Global Companies Fund

Simple ideas, simple businesses

Building long term wealth by finding and exploiting investment anomalies around the world

Global Companies Fund	Inception Date	Exit Price (\$ cum)	1 Month	3 Months	1 Year	3 Years pa	5 Years pa	7 Years pa	10 Years pa	Since Inception pa
Fund performance	10-1998	5.0652	-1.5%	18.6%	11.5%	13.6%	11.9%	11.8%	15.8%	9.6%
MSCI World Net Total Return Index (AUD)			-5.4%	4.1%	-12.2%	6.2%	9.2%	9.6%	13.6%	5.4%

Growth of AUD \$100,000

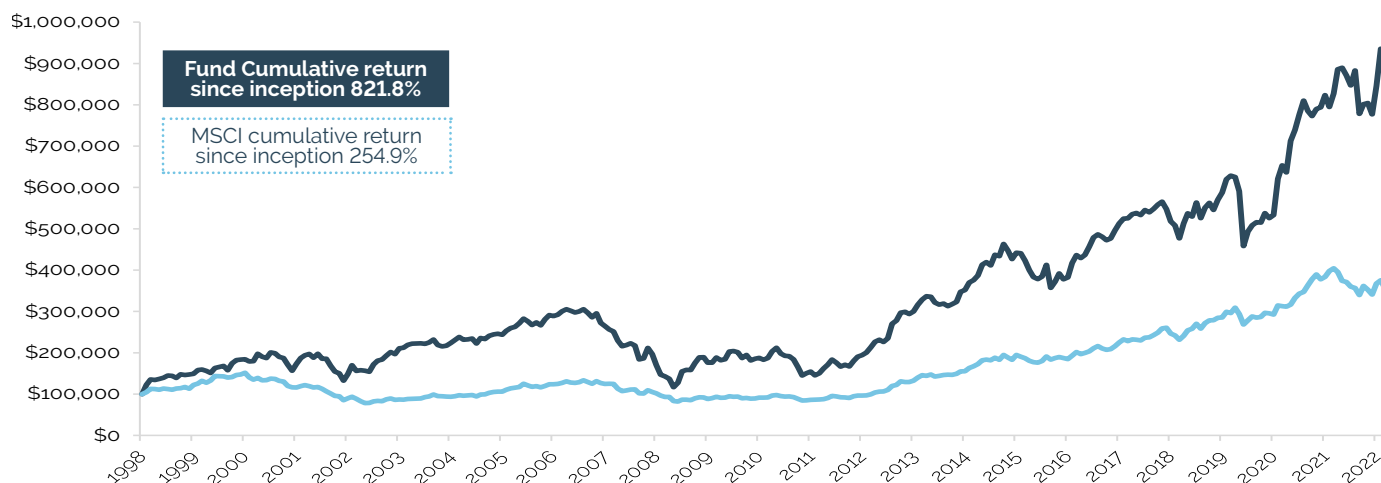
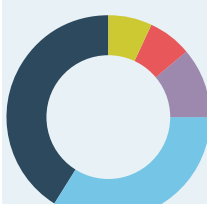
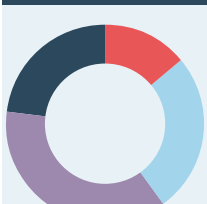


Chart reflects Fund growth net of actual fees. Calculations are based on exit price with distributions reinvested, after ongoing fees and expenses but excluding individual tax. Fund Inception 28 October 1998. These figures represent past performance only. No guarantees exist of future returns above or 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.

Portfolio investments	Weighting	Current stock example	Domicile of listing [^]
Domestic Banking - Europe	21%	ING Groep	 <ul style="list-style-type: none"> Europe 41% North America 34% United Kingdom 11% Australia 7% Asia (Ex-Japan) 7%
Commodities - Industrial metals	13%	Freeport-McMoRan Copper	
Domestic Banking - USA	13%	Bank of America	
Commodities - Energy	13%	Shell	
Gaming	11%	Wynn Resorts	
Industrials	10%	Siemens	
Alternative Investment Managers	7%	Apollo Global Management	
Housing Ireland & Spain	5%	Cairn Homes	
Other	7%		
Long Equity Position	100%		 <ul style="list-style-type: none"> Mega (>\$100bn) 23% Large (<\$100bn) 37% Medium (<\$30bn) 26% Small (<\$5bn) 14%
Direct Short Position	-4%		
Index Short Position	-5%		
Net invested equities	91%		
Total holdings	43		
		Currency exposure** 100%	
		AUD 81%	
		USD 6%	
		GBP 7%	
		EUR 3%	
		Other 3%	

[^] 'Domicile of Listing' represents the location of stock exchange listing of each entities' head office.

* Breakdown of portfolio's long equity holdings into market cap. bands.

** Stated at effective value.

Fund commentary

- Rising European bond yields lead to a positive catalyst for our European banks
- Macau operators continue their recovery

Our European bank holdings advanced over the month on the back of higher interest rates in the eurozone. These banks make their highest quality profits, over the cycle, from their deposit books and are beginning to see the benefits from the move higher in both the benchmark rate and the yield curve. The return of positive rates should provide banks with higher quality earnings in the medium term, as they begin the process of repricing both their loan and liquidity books. Sentiment is also improving on the back of increasing dividend payouts and buybacks.

Macau casino holdings Sands China and MGM China continued to advance in December, benefiting from increased investor appetite after the removal of license renewal risks and growing evidence China has moved away from its COVID-zero policy. Star Entertainment offset some of these gains after NSW Treasurer Matt Kean, announced plans to increase taxes on casino table and EGM revenues from July 2023.

Top 10 stocks

Stock name	Sector
Allied Irish Bank	Banks
Apollo Global Management	Alternative Investment Managers
Caixa Bank	Banks
Freeport-McMoRan	Metals & Mining
ING Groep	Banks
Shell	Energy
Siemens	Industrial
Teck Resources	Metals & Mining
Wells Fargo & Company	Banks
Wynn Resorts	Consumer Services

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.

Further Information

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

Representative contacts - Business Development Managers

John Palmer T: +61 447 471 042 E: jpalmer@pmcapital.com.au

Nicholas Healey T: +61 447 814 784 E: nhealey@pmcapital.com.au

Key Fund Details

Fund category

Global equities

Investment style

Fundamental, bottom-up research intensive approach

Inception date

28 October 1998

Fund size

\$611.6 Million

Strategy size

\$1,588.8 Million

Number of stocks

As a guide, 25-45 stocks

Minimum direct investment

\$20,000

Recommended investment time

Seven years plus

Fees (pa)

Mgmt fee: 1.09% Perf. fee: 20% (subject to a high water mark) of the excess above the greater of the RBA cash rate and MSCI World Net Return Index (AUD).

Buy / sell spread

0.5% (Round trip)

Investor profile

The Fund may be appropriate for investors seeking capital appreciation over a seven plus year investment horizon

Important Notice

This Report is issued by PM Capital Limited ABN 69 083 644 731 AFSL 230222 as responsible entity for the PM Capital Global Companies Fund (ARSN 092 434 618, 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 recommendations, 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 available from us), and obtain their own financial advice prior to making an investment decision. 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 due to various market forces. 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. The Index is the MSCI World Net Total Return Index in Australian dollars, net dividends reinvested. See www.msci.com for further information on the Index. Address: Level 11, 68 York Street, Sydney, NSW 2000