

## 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
<b>Fund performance</b>	<b>10-1998</b>	<b>5.8301</b>	<b>4.7%</b>	<b>5.9%</b>	<b>32.4%</b>	<b>27.2%</b>	<b>13.7%</b>	<b>16.1%</b>	<b>13.6%</b>	<b>10.0%</b>
MSCI World Net Total Return Index (AUD)			2.1%	6.4%	17.5%	14.0%	11.3%	12.4%	12.5%	6.0%

### Growth of AUD \$100,000

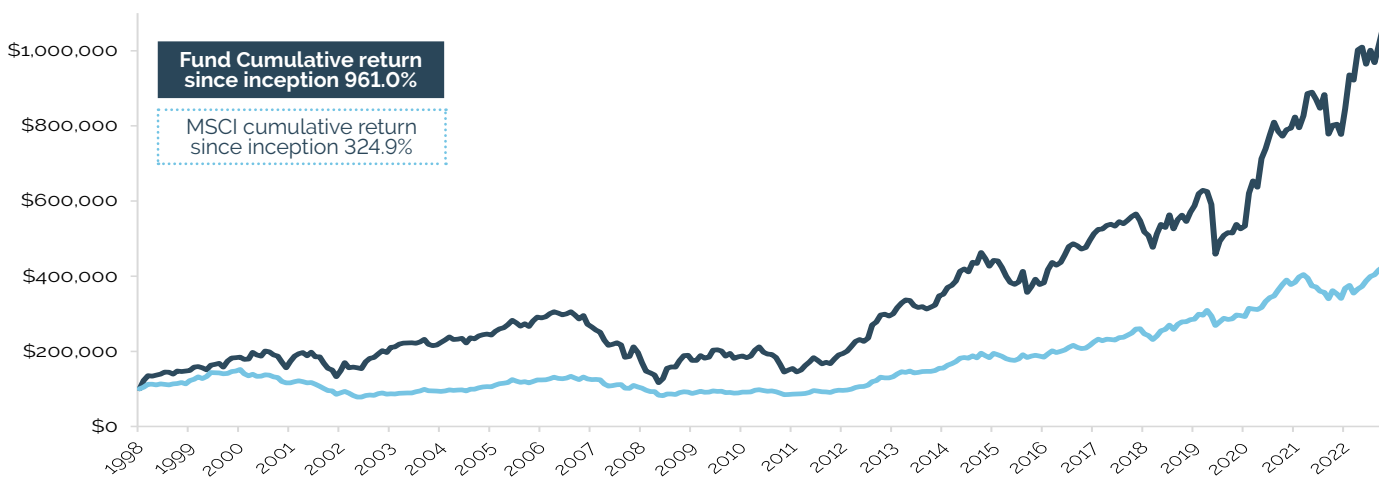
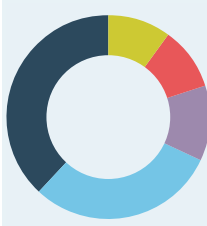
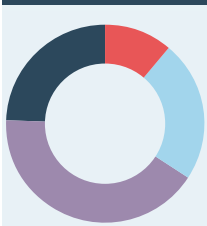


Chart reflects Fund growth net of actual fees. Calculations are based on exit price with distributions reinvested, after ongoing fees and expenses but excluding individual tax. Fund Inception 28 October 1998. These figures represent past performance only. No guarantees exist of future returns above or 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 investment theme	Weighting	Current stock example	Domicile of listing <sup>^</sup>
Domestic Banking - Europe	25%	ING Groep	 <ul style="list-style-type: none"> <li>Europe 38%</li> <li>North America 30%</li> <li>United Kingdom 12%</li> <li>Australia 10%</li> <li>Asia (Ex-Japan) 10%</li> </ul>
Commodities - Energy	16%	Shell	
Domestic Banking - USA	14%	Bank of America	
Commodities - Industrial metals	13%	Freeport-McMoRan Copper	
Gaming	12%	Wynn Resorts	
Industrials	12%	Siemens	
Alternative Investment Managers	7%	Apollo Global Management	
Housing Ireland & Spain	5%	Cairn Homes	
Other	2%		
<b>Long Equity Position</b>	<b>106%</b>		
Direct Short Position	-4%		<b>Investments by Market Capitalisation (USD)*</b>  <ul style="list-style-type: none"> <li>Mega (&gt;\$100bn) 24%</li> <li>Large (&lt;\$100bn) 42%</li> <li>Medium (&lt;\$30bn) 23%</li> <li>Small (&lt;\$5bn) 11%</li> </ul>
Index Short Position	-9%		
<b>Net invested equities</b>	<b>93%</b>		
<b>Total holdings</b>	<b>42</b>		

\*\*Stated at effective value.

<sup>^</sup> '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.

## Fund commentary

- Positive contributors to performance for the month of July included Bank of America, CNOOC Limited, ING Group, Apollo Global Management and Teck Resources.
- Detractors to monthly performance included CaxiaBank, Cairn Homes, Heineken Holdings, SPIE and Star Entertainment.
- Two new positions were initiated during July, Grupo Mexico and Arch Resources. Both positions add to the portfolio's commodity position. Grupo Mexico is a holding company with two main businesses, a majority 90% stake in Southern Copper and a 70% stake in Grupo Mexico Transportes, the largest freight rail operator in Mexico. Arch Resources is a metallurgical coal producer operating in the Appalachian region of the United States.
- No positions were exited during the period however out of the money call options were sold on Freeport McMoRan reducing our effective position and providing an exit point in the event of a further increase in the share price.
- The gross invested position at month's end closed at 106%, with a net equity position of 93%.

Top 10 stocks	
Stock name	GICS Sector
Apollo Global Management	Alternative Investment Managers
Bank of America	Banks
CNOOC	Energy
Freeport- McMoRan	Metals & Mining
ING Groep	Banks
Lloyds Banking Group	Banks
Shell	Energy
Siemens	Industrial
Teck Resources	Metals & Mining
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

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## Key Fund Details

### Fund category

Global equities

### Investment style

Fundamental, bottom-up research intensive approach

### Inception date

28 October 1998

### Fund size

\$665.3 Million

### Strategy size

\$1,851.9 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](http://www.msci.com) for further information on the Index. Address: Level 11, 68 York Street, Sydney, NSW 2000