

## PM CAPITAL ENHANCED YIELD FUND

# Financial Report For the Half-Year Ended 31 December 2025

PM Capital Enhanced Yield Fund is a Registered Scheme under the *Corporations Act 2001* (ARSN 099 581 558).

As a result of an internal corporate restructure involving the Scheme's Responsible Entity, PM Capital Limited changed its name to Regal Partners (RE) Limited, effective from 16 October 2025. PM Capital Pty Limited (ACN 689 382 796) ('Investment Manager') has been appointed by Regal Partners (RE) Limited (ACN 083 644 731, AFSL 230222, formerly known as PM Capital Limited ('Responsible Entity')) as the Scheme's investment manager with effect from 20 October 2025. The Investment Manager is a related body corporate and corporate authorised representative of the Responsible Entity (authorised representative number: 001316899).

Regal Partners (RE) Limited, the Scheme's Responsible Entity, is a company limited by shares, incorporated and domiciled in Australia. The Responsible Entity's and Investment Manager's principal place of business is:

Level 46,  
Gateway 1 Macquarie Place,  
Sydney NSW 2000

A description of the nature of the Scheme's operations and its principal activities is included in the Directors' Report.

**PM CAPITAL ENHANCED YIELD FUND  
FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025**

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PM CAPITAL ENHANCED YIELD FUND

DIRECTORS' REPORT

Regal Partners (RE) Limited (ABN 69 083 644 731) as Responsible Entity  
for the PM Capital Enhanced Yield Fund ("the Fund")

The directors of Regal Partners (RE) Limited ("Responsible Entity") submit the financial report of the Fund for the half-year ended 31 December 2025.

The directors of the Responsible Entity authorised the financial report for issue on 6 March 2026. The directors of the Responsible Entity have the power to amend and reissue the financial report.

**Directors**

The following persons were directors of the Responsible Entity during the whole of the financial half-year and up to the date of this report:

Brendan O'Connor	
Jan Cameron	
Rebecca Fesq	(resigned on 8 October 2025)
Rob Saunders	(appointed on 8 October 2025)

**Principal activities of the Fund**

The principal activity of the Fund during the half-year was investing predominantly in cash, discount securities and listed and unlisted interest bearing securities.

**Review of operations**

The performance of the Fund, as represented by the results of its operations, was as follows:

	Half-year ended 31 December	
	2025 \$	2024 \$
Operating revenue	17,244,099	19,913,490
Operating expenses	2,799,313	2,861,735
Total expenses	2,799,313	2,861,735
Profit for the period	<b>14,444,786</b>	<b>17,051,755</b>

Please refer to the Statement of Profit or Loss and Other Comprehensive Income for further details.

**Distributions**

Accounting and tax distributions for the period were \$11,701,990 (December 2024: \$10,693,823).

**Auditor's Independence Declaration**

A copy of the Auditor's Independence Declaration as required under *Section 307C* of the *Corporations Act 2001* is set out on page 2.

Signed at Sydney this 6th day of March 2026, in accordance with a resolution of the Board of Directors by:



Ian Cameron  
Director  
Regal Partners (RE) Limited



# Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Regal Partners (RE) Limited

I declare that, to the best of my knowledge and belief, in relation to the review of the interim financial report of PM Capital Enhanced Yield Fund for the half-year ended 31 December 2025 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

Graeme Scott  
Partner  
Sydney  
6 March 2026

**PM CAPITAL ENHANCED YIELD FUND**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025**

		<b>Half-year ended</b>	
		<b>31 December</b>	
		<b>2025</b>	<b>2024</b>
	<b>Note</b>	<b>\$</b>	<b>\$</b>
<b>Revenue</b>			
Dividends		-	127,067
Interest		31,139,206	13,659,861
(Losses)/gains on investments at fair value through profit or loss		(13,901,244)	6,336,305
Losses on foreign exchange		(3,492)	(209,759)
Other revenue		9,629	16
		<u>17,244,099</u>	<u>19,913,490</u>
<b>Total revenue</b>			
<b>Expenses</b>			
Fees paid to the Responsible Entity		2,089,354	2,843,654
Fees paid to the Investment Manager		705,784	-
Finance costs		51	-
Other operating expenses		4,124	18,081
		<u>2,799,313</u>	<u>2,861,735</u>
<b>Total expenses</b>			
		<u>14,444,786</u>	<u>17,051,755</u>
<b>Profit for the period</b>			
Other comprehensive income		-	-
		<u>14,444,786</u>	<u>17,051,755</u>
<b>Total comprehensive income for the period</b>			
Distributions to unitholders		(11,701,990)	(10,693,823)
		<u>2,742,796</u>	<u>6,357,932</u>
<b>Change in net assets attributable to unitholders</b>	4		

*The Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Notes to the Financial Statements which follow.*

**PM CAPITAL ENHANCED YIELD FUND**

**STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2025**

	<b>Note</b>	<b>As at 31 December 2025 \$</b>	<b>As at 30 June 2025 \$</b>
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	3	12,184,720	19,391,882
Investments - Discount securities	2(c)	101,827,817	69,203,917
Investments - Unlisted credit securities	2(c)	601,863,142	559,344,305
Investments - Futures	2(c)	116,200	-
Collateral accounts		11,039,756	9,806,560
Receivables		3,959,476	9,104,739
		<hr/>	<hr/>
<b>Total assets</b>		<b>730,991,111</b>	<b>666,851,403</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Financial liabilities at fair value through profit or loss	2(c)	641,164	4,181,803
Payables		6,185,543	15,192,621
		<hr/>	<hr/>
<b>Total liabilities excluding net assets attributable to unitholders</b>		<b>6,826,707</b>	<b>19,374,424</b>
<b>Net assets attributable to unitholders - liability</b>	4	<hr/> <b>724,164,404</b>	<hr/> <b>647,476,979</b>

*The Statement of Financial Position should be read in conjunction with  
the Notes to the Financial Statements which follow.*

**PM CAPITAL ENHANCED YIELD FUND**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2025**

	<b>Half-year ended</b>	
	<b>31 December</b>	
	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
<b>Total equity at the beginning of the period</b>	-	-
Profit/(Loss) for the period	-	-
Other comprehensive income	-	-
Total comprehensive income	-	-
Transactions with owners in their capacity as owners	-	-
<b>Total equity at the end of the period</b>	-	-

Under AASB 132 *Financial Instruments: Presentation*, net assets attributable to unitholders is classified as a liability rather than equity. As a result there was no equity at the start or end of the half-year.

The above Statement of Changes in Equity should be read in conjunction with Note 4.

**PM CAPITAL ENHANCED YIELD FUND**  
**STATEMENT OF CASH FLOWS**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2025**

		<b>Half-year ended</b>	
		<b>31 December</b>	
	<b>Note</b>	<b>2025</b>	<b>2024</b>
		<b>\$</b>	<b>\$</b>
<b>Cash flows from operating activities</b>			
Interest received		30,302,325	14,525,018
Dividends received		-	127,067
Other operating receipts		9,629	15,942
Fees paid to the Responsible Entity		(2,089,354)	(2,685,155)
Fees paid to the Investment Manager		(772,761)	-
Interest paid		(51)	-
Other operating payments		(16,100)	(18,081)
		<hr/>	<hr/>
<b>Net cash inflow from operating activities</b>		<b>27,433,688</b>	<b>11,964,791</b>
<b>Cash flows from investing activities</b>			
Maturities and proceeds from sale of investments		199,685,073	207,088,845
Purchase of investments		(294,467,264)	(257,541,709)
		<hr/>	<hr/>
<b>Net cash outflow from investing activities</b>		<b>(94,782,191)</b>	<b>(50,452,864)</b>
<b>Cash flows from financing activities</b>			
Proceeds from applications by unitholders		127,245,070	103,268,931
Payments for redemptions by unitholders		(53,149,696)	(44,696,961)
Cash distributions		(13,965,084)	(12,950,524)
		<hr/>	<hr/>
<b>Net cash inflow from financing activities</b>		<b>60,130,290</b>	<b>45,621,446</b>
Impact of exchange rate changes on cash and cash equivalents		11,051	3,258
		<hr/>	<hr/>
<b>Net (decrease)/increase in cash and cash equivalents</b>		<b>(7,207,162)</b>	<b>7,136,631</b>
Cash and cash equivalents at the beginning of the period		19,391,882	2,755,317
		<hr/>	<hr/>
<b>Cash and cash equivalents at the end of the period</b>	3	<b>12,184,720</b>	<b>9,891,948</b>

*The Statement of Cash Flows should be read in conjunction with the Notes to the Financial Statements which follow.*

**PM CAPITAL ENHANCED YIELD FUND**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025**

**1. Summary of material accounting policies**

**(a) Basis of preparation**

These half-year financial statements are general purpose financial statements prepared in accordance with the *Corporations Act 2001* and Australian Accounting Standard AASB 134: *Interim Financial Reporting*.

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2025 and the Fund's Product Disclosure Statement dated 20 October 2025 and any public announcements made by the Fund during the half-year reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

**(b) Accounting policies**

The accounting policies in these interim financial statements are the same as those applied in the Fund's financial statements for the year ended 30 June 2025.

There are no new accounting standards and interpretations that have been published that are material to the financial statements.

**(c) New accounting standards and interpretations**

Certain new accounting standards and interpretations have been published that are not mandatory for the half-year reporting period ended 31 December 2025. The assessment of the directors of the Responsible Entity is that these new standards and interpretations will have no material impact on future financial reports of the Fund.

**2. Fair value measurements**

The Fund measures and recognises financial assets and liabilities held at fair value through profit or loss on a recurring basis.

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices) (Level 2); and
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

**(a) Fair value in an active market (Level 1)**

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and listed credit and equity securities) is based on quoted market prices at the close of trading at the end of the reporting period without any deduction for estimated future selling costs.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

**(b) Fair value in an inactive or unquoted market (Level 2 and Level 3)**

Discount securities are priced based on the yield at transaction date.

Currency forward contracts and swaps are valued with reference to external third party pricing information.

**(c) Recognised fair value measurements**

The following table presents the Fund's financial assets and liabilities measured and recognised at fair value at 31 December 2025 and 30 June 2025:

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>At 31 December 2025</b>				
<b>Financial assets at fair value through profit or loss</b>				
Unlisted credit securities	601,863,142	-	-	601,863,142
Discount securities	-	101,827,817	-	101,827,817
Futures	116,200	-	-	116,200
	<b>601,979,342</b>	<b>101,827,817</b>	<b>-</b>	<b>703,807,159</b>
<b>Financial liabilities at fair value through profit or loss</b>				
Swaps	-	641,164	-	641,164
	<b>-</b>	<b>641,164</b>	<b>-</b>	<b>641,164</b>

**PM CAPITAL ENHANCED YIELD FUND**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025 (CONTINUED)**

**2. Fair value measurements (continued)**

**(c) Recognised fair value measurements (continued)**

<b>At 30 June 2025</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Financial assets at fair value through profit or loss</b>				
Unlisted credit securities	524,584,576	34,759,729	-	559,344,305
Discount securities	-	69,203,917	-	69,203,917
	<b>524,584,576</b>	<b>103,963,646</b>	<b>-</b>	<b>628,548,222</b>
<b>Financial liabilities at fair value through profit or loss</b>				
Swaps	-	4,181,803	-	4,181,803
	<b>-</b>	<b>4,181,803</b>	<b>-</b>	<b>4,181,803</b>

**(d) Transfer between levels**

Management's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

There were no transfers between levels in the fair value hierarchy at the end of the reporting period.

**(e) Fair value of financial instruments not carried at fair value**

The carrying value of collateral accounts, receivables and payables are assumed to approximate their fair values.

**3. Cash and cash equivalents**

*Cash and cash equivalents*

	<b>As at 31 December 2025</b>	<b>As at 30 June 2025</b>
	<b>\$</b>	<b>\$</b>
Cash at bank (Custodian)	1,165,796	7,974,373
Deposits in money markets	11,018,924	11,417,509
	<b>12,184,720</b>	<b>19,391,882</b>

Cash at bank (Custodian) is a cash facility offered by the Custodian.

**4. Changes in net assets attributable to unitholders**

	<b>Half-year ended 31 December 2025</b>	<b>Year ended 30 June 2025</b>
	<b>\$</b>	<b>\$</b>
Opening balance	647,476,979	544,982,749
Applications	126,686,450	182,946,228
Redemptions	(52,879,736)	(87,343,963)
Reinvestments	137,915	639,793
Change in net assets attributable to unitholders	2,742,796	6,252,172
Net assets attributable to unitholders per Statement of Financial Position	724,164,404	647,476,979
Less distribution reinvestments	(124,875)	(192,551)
Net assets attributable to unitholders as defined in the Constitution	<b>724,039,529</b>	<b>647,284,428</b>
Number of units on issue at half-year end	<b>628,598,968</b>	<b>564,715,225</b>
Net asset value per unit at half-year end	<b>1.1518</b>	<b>1.1462</b>

*Capital risk management*

The Fund manages its net assets attributable to unitholders as capital, notwithstanding that net assets attributable to unitholders are classified as a liability. The value of net assets attributable to unitholders can change significantly on a daily basis as the Fund is subject to daily applications and redemptions at the discretion of unitholders.

The Fund manages its redemption requirements through maintaining a level of cash and cash equivalents to meet daily operating requirements.

**5. Events subsequent to balance date**

No matter or circumstance has arisen since the end of the half-year that has significantly affected or may significantly affect the operations of the Fund, the result of those operations or the state of affairs of the Fund in subsequent financial years.

**PM CAPITAL ENHANCED YIELD FUND**

**RESPONSIBLE ENTITY'S DECLARATION TO THE UNITHOLDERS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2025**

In the opinion of the directors of the Responsible Entity of the Fund:

- (a) the financial statements and notes set out on pages 3 to 8 are in accordance with the *Corporations Act 2001*, including:
  - (i) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
  - (ii) giving a true and fair view of the Fund's financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and
- (b) there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable.

The declaration is made in accordance with a resolution of the directors of Regal Partners (RE) Limited ((ACN 083644 731, AFSL 230222, formerly known as PM Capital Limited) as Responsible Entity for the PM Capital Enhanced Yield Fund.



Ian Cameron  
Director  
Regal Partners (RE) Limited

6 March 2026



# Independent Auditor's Review Report

To the unitholders of PM Capital Enhanced Yield Fund

## Conclusion

We have reviewed the accompanying **Half-year Financial Report** of PM Capital Enhanced Yield Fund (the Fund).

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Half-year Financial Report of PM Capital Enhanced Yield Fund does not comply with the *Corporations Act 2001*, including:

- giving a true and fair view of the Fund's financial position as at 31 December 2025 and of its performance for the Half-year ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The **Half-year Financial Report** comprises:

- Statement of financial position as at 31 December 2025
- Statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the Half-year ended on that date
- Notes 1 to 5 comprising material accounting policies and other explanatory information
- The Directors' Declaration.

## Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Half-year Financial Report* section of our report.

We are independent of the Fund in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* issued by the Accounting Professional & Ethical Standards Board Limited (the Code) that are relevant to audits of annual financial reports of public interest entities in Australia. We have fulfilled our other ethical responsibilities in accordance with these requirements.



## Responsibilities of the Directors of the Responsible Entity for the Half-year Financial Report

The Directors of the Responsible Entity of the Fund are responsible for:

- the preparation of the Half-year Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- such internal control as the Directors determine is necessary to enable the preparation of the Half-year Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

## Auditor's Responsibilities for the Review of the Half-year Financial Report

Our responsibility is to express a conclusion on the Half-year Financial Report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the Half-year Financial Report does not comply with the *Corporations Act 2001* including giving a true and fair view of the Fund's financial position as at 31 December 2025 and its performance for the Half-Year Period ended on that date, and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a Half-year Period Financial Report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with *Australian Auditing Standards* and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

KPMG

Graeme Scott

Partner

Sydney

6 March 2026