

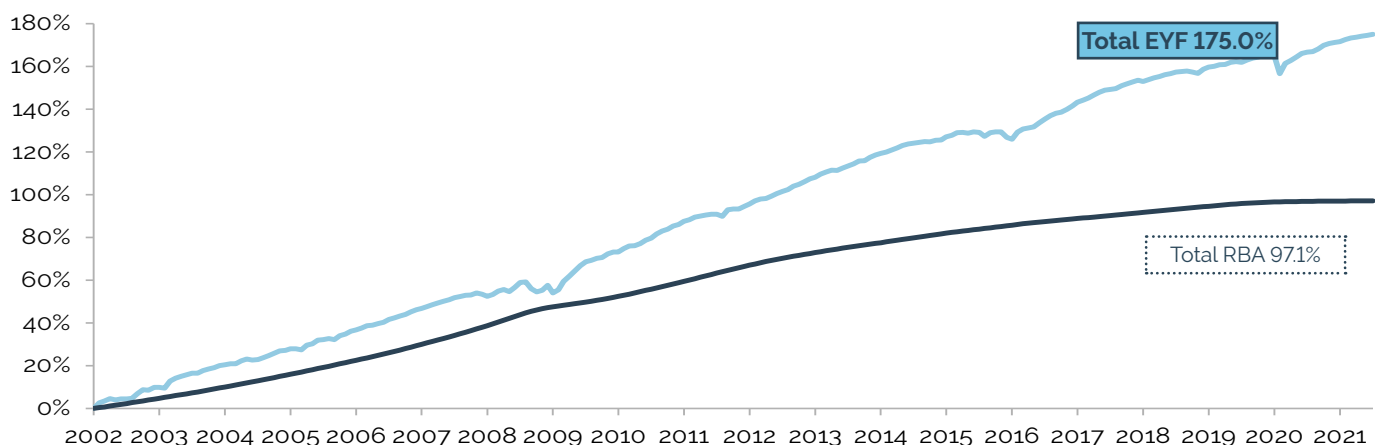
Monthly Update: Enhanced Yield Fund



Regular income, low volatility

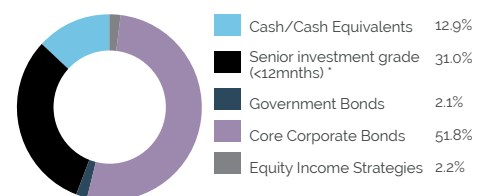
Fund performance [†] (net of fees)	Inception Date	Exit Price (\$/cum)	1 Month	3 Months	6 Months	1 Year	3 Years pa	5 Years pa	7 Years pa	10 Years pa	Since Inception pa
Enhanced Yield Fund*	02-2002	1.1329	0.18%	0.50%	1.28%	3.1%	2.2%	3.2%	3.0%	3.7%	5.3%
RBA cash rate			0.01%	0.03%	0.05%	0.1%	0.7%	10%	13%	19%	3.5%
Excess			0.17%	0.47%	1.23%	3.0%	1.5%	2.2%	1.7%	1.8%	1.8%
Enhanced Yield Fund (Class B units)**	05-2017	1.1620	0.21%	0.60%	1.57%	3.9%	2.5%				2.9%
RBA cash rate			0.01%	0.03%	0.05%	0.1%	0.7%				0.9%
Excess			0.20%	0.57%	1.52%	3.8%	1.8%				2.0%

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	47.9%	Domestic Banking	ANZ
1-2 Years	13.0%	Global Industrial	SPIE
2-3 Years	6.8%	Global Property	Lar Espana
3-4 Years	3.7%	Global Retail	Tesco
4 Years +	28.6%	Domestic Infrastructure	Melbourne Airport
Regional allocation	100%	Domestic Industrial Services	Qube Holdings
Australia	52.2%	Global Banking	Wells Fargo
North America	18.6%		
Europe	11.9%		
United Kingdom	3.1%		
Other	1.3%		
Cash/Cash Equivalents	12.9%		
		Risk/return	Duration[^]
		Standard deviation (1 year)	0.57%
		Maximum drawdown	3.26%
		Percentage of positive months	86.8%
		Interest rate	0.09
		Average term to maturity	2.60



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

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

Fund commentary

- Investors taking their cues from global central banks
- European property continues to outperform
- Growth to strengthen as economies shake off lockdowns in 2022

Credit markets remained relatively quiet in August, as investors looked for further direction from global central banks regarding the timing of both the winding back of their huge liquidity programs, and future interest rate rises.

The portfolio's Air Services theme performed well during the month, as markets start to look through the lockdowns and position themselves for a re-opening of domestic travel towards the end of the year.

Our Spanish and Irish property holdings also continued to perform well as they benefit from extremely favourable housing market dynamics – where local demand is significantly

outstripping supply and prices are rising meaningfully.

While covid-19 related lockdowns will dampen economic growth short term, the pent-up demand for spending across the board is building further, and we expect to see economic activity strengthen considerably next year. In light of this, we think the prudent investment strategy is to have little to no interest rate risk to protect the portfolio from higher interest rates, but to continue to hold meaningful exposures to credit market anomalies which will benefit from the positive economic backdrop.

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%	0.2%	0.2%	0.2%	0.2%	1.7%
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: jpalmer@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

\$526.2 million

Strategy size

\$751.4 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 a copy of the 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