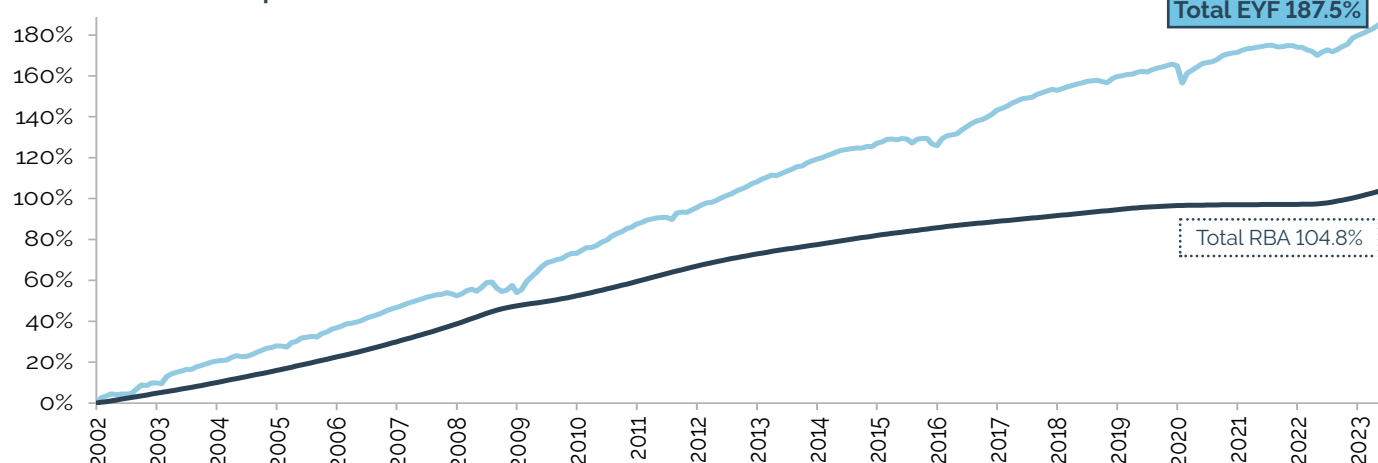


Monthly Update: Enhanced Yield Fund

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	1.1181	0.5%	1.6%	2.8%	5.4%	2.5%	2.2%	2.9%	3.0%	5.0%
RBA cash rate			0.3%	1.0%	2.0%	3.4%	1.3%	1.2%	1.3%	1.6%	3.4%
Excess			0.2%	0.6%	0.8%	2.0%	1.2%	1.0%	1.6%	1.4%	1.6%
Enhanced Yield Fund (Class B units)**	05-2017	1.1495	0.5%	1.7%	3.0%	5.5%	2.8%	2.4%			2.7%
RBA cash rate			0.3%	1.0%	2.0%	3.4%	1.3%	1.2%			1.2%
Excess			0.2%	0.7%	1.0%	2.1%	1.5%	1.2%			1.5%

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	100%	Portfolio investments	Current stock example	Actual exposure
0-1 Year	47.6%	Domestic Banking	ANZ	<ul style="list-style-type: none"> Cash/Cash Equivalents 1.3% Senior investment grade (<12mths)* 38.8% Government Bonds 1.8% Core Corporate Bonds 52.4% Hybrid securities 4.2% Equity Income Strategies 1.5%
1-2 Years	9.5%	Global Industrial	SPIE	
2-3 Years	27.4%	Global Property	Aedas	
3-4 Years	6.0%	Global Retail	Tesco	
4 Years +	9.5%	Domestic Infrastructure	Melbourne Airport	
Regional allocation	100%	Domestic Industrial Services	Qube Holdings	<p>* Senior investment grade securities with maturities of 12 months or less</p>
Australia	70.0%	Global Banking	Allied Irish Bank	
North America	15.6%			
United Kingdom	6.6%			
Europe	5.4%			
Other	1.1%			<p>Duration[^]</p> <p>Interest rate 0.71</p> <p>Average term to maturity 1.63</p>
Cash/Cash equivalents	1.3%			
Risk/return				
Standard deviation (1 year)			1.10%	
Maximum drawdown			3.26%	
Percentage of positive months			84.9%	

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

Fund commentary

- Fund realises profit on fixed rate bonds as markets lean towards rate cuts in 2024
- New investment in UK retail banking powerhouse at a yield too good to pass up

Markets continued to embrace the idea that central banks around the world – including the Reserve Bank of Australia and the US Federal Reserve – may be at the end of their respective tightening cycles in August. Indeed, markets are now suggesting that the next move in interest rates might well be down – with both Australian and US bond markets pricing in multiple rate cuts in 2024.

The Fund's meaningful investment in short dated fixed rate bonds built up over the past year or so, contributed positively to performance as bond yields fell over the month.

The Fund initiated a new position in the subordinated bonds of UK retail banking giant Lloyds Bank during the month, at a floating rate yield of 3-month cash + 2.9% – providing an initial floating rate yield of over 7%.

The Fund divested its position in Australian 3-year government bonds at a yield of ~3.7% during the month, after benefitting meaningfully from the recent fall in government bond rates. This capital was rotated into Australian bank bonds at yields of 4.5% to 4.6% – locking in the gains on the government bonds and in addition, increasing the portfolio's yield to maturity.

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.

Monthly Return Series (From January 2005)*

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	CYTD
2023	11%	0.4%	0.4%	0.4%	0.4%	0.6%	0.5%	0.5%					4.3%
2022	0.0%	-0.3%	0.0%	-0.4%	-0.3%	-0.7%	0.6%	0.4%	-0.4%	0.4%	0.6%	0.4%	0.2%
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	-11%	-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%

Find the complete historical monthly return series since inception at:

pmcapital.com.au/enhanced-yield-fund/investor-resources.

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

\$541.9 million

Strategy size

\$777.8 million

Minimum direct investment

\$20,000

Recommended investment time

Two years plus

Fees (pa)

*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.

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.