

# MANAGEMENT & TRANSACTIONAL COSTS STATEMENT

## 30 September 2020



As of 1 February 2017, new fee and costs disclosure requirements are applicable to issuers under amendments to Corporations Regulations and ASIC's Regulatory Guide 97: Disclosing fees and costs on PDSs and periodic statements. These new disclosures aim to provide investors with more transparency over the total costs of investing. They do not reduce the published net of fees return, nor do they mean investors pay any additional management fees.

PM Capital Limited, the issuer of the Funds listed below, has undertaken calculations to estimate each Funds' management (including indirect) costs, and also the total transactional and operational costs for 12-month period ended 30 September 2020.

The indirect costs of a Fund is the ratio of the management costs for each Fund that are not deducted directly from a product holder's account, to the total average net assets of the relevant Fund.

The Indirect Transactional Costs include (i) Explicit costs – such as brokerage, settlement and clearing costs, and stamp duty; (ii) Implicit costs – being the reasonable assessment of the difference between the price paid for acquiring an asset and the price that would be payable if the asset was disposed of; and (iii) the costs associated with OTC derivatives.

The calculations in this Statement are unaudited and reflect our current understanding, and reasonable interpretation, of the regulatory requirements. Changes to these estimated costs will be published on our website at [www.pmcapital.com.au](http://www.pmcapital.com.au).

The historical management and indirect transaction costs (for the rolling 12 months to 30 September 2020) is as follows:

Fund <sup>1</sup>	Global Companies	Australian Companies	Asian Companies	Enhanced Yield	Enhanced Yield (Class B)
APIR Code	PMC0100AU	PMC0101AU	PMC0002AU	PMC0103AU	PMC4700AU
<b>Management Costs (estimated)</b>					
Management fees	1.09%	1.09%	1.40%	0.55%	0.79%
Performance Fees	0.37%	0.25%	N/A	0.37%	N/A
Indirect costs <sup>2</sup>	0.07%	0.00%	0.00%	0.00%	0.00%
<b>Total Management Costs (including performance fee)</b>	<b>1.53%</b>	<b>1.34%</b>	<b>N/A</b>	<b>0.92%</b>	<b>N/A</b>
<b>Total Management Costs (excluding performance fee)</b>	<b>1.16%</b>	<b>1.09%</b>	<b>1.40%</b>	<b>0.55%</b>	<b>0.79%</b>
<b>Transactional and Operational Costs (estimated)</b>					
<b>Indirect Transactional and Operational Costs</b>					
Explicit Costs	0.14%	0.20%	0.17%	0.00%	0.00%
Implicit Costs	0.03%	0.19%	0.04%	0.02%	0.02%
OTC derivative transactional costs	0.00%	0.03%	0.18%	0.03%	0.03%
	0.17%	0.42%	0.39%	0.05%	0.05%
Buy/Sell spread recovery*	-0.10%	-0.06%	-0.11%	-0.06%	-0.13%
<b>Net Transactional and Operational Costs**</b>	<b>0.07%</b>	<b>0.36%</b>	<b>0.28%</b>	<b>0.00%</b>	<b>0.00%</b>
<b>Borrowing/Interest Costs<sup>3</sup> (estimated)</b>					
Borrowing/Interest Costs	0.07%	0.04%	0.12%	0.00%	0.00%

- Numbers are rounded to two (2) decimal places.
- This is not a cost or fee accrued to PM Capital. This includes such things as interposed costs, and non-hedging derivative costs.
- This includes external interest expenses on stock borrowing on short selling securities and/or an overdraft or cash borrowings against which the Funds earn income and/or seeks to generate returns. This amount changes as the level of borrowings, and/or portfolio investments change.

\* Any investor buying or redeeming units incurs a cost, or "buy-sell spread". The purpose of the buy-sell spread is to ensure, as far as practicable, that any transactional and operational costs incurred as a result of an investor entering or leaving the Fund are borne by that investor, and not continuing investors.

The buy-sell spread has been calculated based on our experience of the costs involved in trading these assets or the costs that the Fund has actually paid, and is reviewed periodically. This spread cost recovery amount is calculated by comparing the Application Price or Redemption Price (as appropriate) with the Net Asset Value Price multiplied by the number of units traded and summing this amount over the course of the year.

\*\* Where the buy-sell spread recovery exceeds the total transactional costs, the net transactional costs figure is disclosed as nil.