



Net Tangible Assets & Monthly Investment Report

31 AUGUST 2017

Company commentary

Several strong interim results releases from our holdings helped support the Company's performance. The sale of our Autohome holding was completed during the month.

Dali Foods advanced 11% in August after beating expectations and providing positive commentary around new product releases. This resulted in an upward revision in consensus estimates.

Industrial and Commercial Bank of China also contributed positively to performance, rising 7%. An improvement in the underlying economic conditions within China has led to renewed optimism regarding the Chinese banking sector. Recent results releases from the major state-owned banks have also shown improved trends in net interest margins and asset quality.

Conversely, PAX Global detracted from performance, declining 16% after interim results missed estimates, primarily

on a weaker than expected performance in its China business. We continue to hold this position with the view that the current valuation fully reflects the weaker conditions present in China. We also believe the market is underestimating the strength of PAX's global operations.

Online classifieds holdings Autohome and 51Jobs continued their recent strong performances, rising 32% and 20% respectively. During the month, we exited the remainder of our Autohome position as we believe the broader market's expectations for earnings growth is now more reflective of our own assumptions and valuations have re-rated to a level we deem to be fair.

| Net Tangible Asset (NTA) backing per ordinary share (all figures are unaudited) | July 2017 | August 2017 (cum) ³ | August 2017 (ex) ⁴ | Change ⁵ |
|--|-----------|--------------------------------|-------------------------------|---------------------|
| NTA before tax accruals plus franking credits ¹ | \$1.2217 | \$1.2311 | \$1.1966 | + 0.8% |
| NTA after tax ² | \$1.1528 | \$1.1614 | \$1.1364 | + 0.7% |

1. 31 August 2017 includes \$0.0313 of franking credits. 2. Net Tangible Assets (NTA) refers to the net assets of the Company after the accruals for net current and deferred tax liabilities/assets. 3. NTA on a notional cum-dividend basis for the fully franked interim dividend of 2.5cps. 4. NTA on a notional ex-dividend basis. 5. Change calculated on a cum-dividend basis. Refer to 'Key Company Details' for payment details.

| Portfolio investments | Weighting | Current stock example | Domicile of listing [^] | |
|--------------------------------|--------------|--------------------------|---|---------------|
| Consumer - Breweries | 6.4% | Heineken Malaysia | <ul style="list-style-type: none"> North America 30.3% Hong Kong 34.5% Malaysia 14.2% Australia 10.8% Korea 6.0% Singapore 4.2% | |
| Consumer - Other | 7.9% | Dali Foods | | |
| Online Classifieds & Ecommerce | 17.7% | Baidu | | |
| Gaming - Macau | 10.4% | Wynn Macau | | |
| Gaming - Other | 8.8% | Donaco International | | |
| Financials | 16.1% | HSBC Holdings | | |
| Capital Goods & Commodities | 11.1% | Turquoise Hill Resources | | |
| Other | 10.0% | Sinopec Kantons | | |
| Long Position | 88.4% | | | |
| Short Position | -2.3% | | | |
| Net Invested Equities | 86.1% | | <ul style="list-style-type: none"> Greater China 52.7% South East Asia 32.6% International 8.7% Developed Asia 6.0% | |
| Credit Securities | 0.4% | | | |
| Net invested position | 86.5% | | | |
| Total holdings | 26 | Total exposure | | 100.0% |

[^] 'Domicile of Listing' represents the location of stock exchange listing of each entities' head office, whereas 'Domicile of Business' represents the location of the predominant business of those entities. * Stated as Effective Exposure.

PM Capital Limited ('the Manager'), 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.

Company profile

The PM Capital Asian Opportunities Fund Limited (ASX:PAF, ACN 168 666 171) is intended to provide investors with an opportunity to invest in the Asian Region (ex-Japan)¹ via an Australian Securities Exchange (ASX) listed investment company. The company began trading on the ASX on 22 May 2014.

Managed by PM Capital Limited, the aim is to create long term wealth through a concentrated portfolio of typically 15-35 quality companies within Asia ex-Japan that we believe are trading at prices different to their intrinsic values.

Who manages the Company's portfolio?

PAF's investment portfolio is managed by PM Capital (AFSL 230222). Kevin Bertoli is the Portfolio Manager, who has over 11 years' industry experience and is supported by a team of experienced investment analysts. The investment team is led by founder and CIO Paul Moore who has over 30 years' experience in successfully managing investment funds.

PM Capital believes in being a patient investor, one that has conviction, one that finds opportunities where others can only see risk. We only invest in what we know, deeply, via our fundamental research.

Investment philosophy

PM Capital aims to build long term wealth together with our co-investors by finding and exploiting investment anomalies around the world. Using a focused, patient and considered approach to finding simple investment ideas produces the best environment for creating that long term wealth.

Further Information

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Our experience has shown us that while the market is largely efficient, it can, and regularly does, misprice a small proportion of companies. Our unique process is based on scanning the world for those companies (hence the radar in our logo), discovering the associated valuation anomalies and extracting value from them. We buy good businesses at a good price; businesses that we believe are being valued differently to their long term intrinsic value, but will return to their correct value over time.

Why the PM Capital Asian Opportunities Fund Limited?

Asia-specific: The Company focuses on companies listed or operating in Asia (ex-Japan)¹, giving 100% unrestricted exposure to the world's fastest growing region.

Established: The Company's process has been shown to be effective, based on a philosophy developed by Paul Moore, over 30 years. This has produced attractive long term capital growth.

Unrestricted: We have an authentic investment process where our exposure to countries, industry sectors or market capitalisation is determined solely by our conviction in the risk/reward opportunities that we identify in individual stocks.

Opportunistic and focused: The Company's portfolio is not built around a general market benchmark or index - it is highly focused based on our fundamental, bottom-up investment process. As a guide, the portfolio holds around 15 to 35 deeply researched stocks that we believe give the best opportunity to produce strong long term returns.

Co-investment: Shareholders receive access to a unique subset of opportunities to which they may otherwise find difficult to access. The Manager has a significant investments in the Company - they invest for and with you.

Key Company Details

ASX Code

PAF

ACN

168 666 171

Listing Date

21 May 2014

Shares on issue

55,538,224

Category

Asian (ex-Japan)² equities

Investment style

Fundamental, bottom-up, research-intensive approach

Number of stocks

As a guide 15-35 stocks

Suggested investment time

Seven years plus

Investor profile

PAF may be appropriate for investors seeking to profit from long-term capital appreciation over a seven plus year investment horizon through a concentrated portfolio of Asian Equities.¹

Interim Dividend

Ex-Dividend Date: 13 September 2017
Record Date: 14 September 2017
Last date to elect DRP: 15 September 2017
Payment Date: 5 October 2017

Important Notice

PM Capital Asian Opportunities Fund Limited ACN 168 666 171 (PAF) has prepared the information in this announcement. This announcement has been prepared for the purposes of providing general information only and does not constitute an offer, invitation, solicitation or recommendation with respect to the purchase or sale of any securities in PAF. Nor does it constitute financial product or investment advice nor take into account your investment objectives, taxation situation, financial situation or needs. An investor must not act on the basis of any matter contained in this announcement in making an investment decision but must make its own assessment of PAF and conduct its own investigations and analysis. See the ASX Company Announcements platform at www.asx.com.au for further information. Past performance is not a reliable indicator of future performance. All positions are reported net of all liabilities including tax.

1. The Asian region (ex-Japan) includes Hong Kong, China, Taiwan, Korea, Indonesia, India, Sri Lanka, Malaysia, Philippines, Thailand, Vietnam, Pakistan and Singapore, but excludes Japan. The Company may also obtain exposure to companies listed on other global exchanges