

# Net Tangible Assets & Monthly Investment Report

30 APRIL 2017

## Company commentary

Our holdings in the alternative asset managers continue to benefit from secular tailwinds resulting in increased investor attention.

The Company had a strong month, up 5%. Positive contributors for the month included our holdings in the alternative asset managers, in particular Apollo Global Management (+12%). Our position in Alphabet (+9%) also contributed strongly. The Australian Dollar enhanced returns, falling approximately 2% against the US Dollar.

Apollo's recent results confirmed our thesis that alternative asset managers continue to benefit from numerous secular tailwinds, including the migration away from traditional equity and fixed income managers to a more 'bar-bell' approach that features higher allocations to both passive strategies

and alternative/ genuinely active strategies. This is being compounded by the search for yield and the realisation that historical allocation formulas may no longer be adequate to achieve an investor's required return. We are increasingly seeing this being recognised by the market, with a takeover for Fortress Investment Group in February and in late April an activist value investor, ValueAct, taking a 5% position in KKR & Co.

Given the strong price action over the month, we trimmed a number of our holdings and the portfolio's net invested position sits at 94.6%.

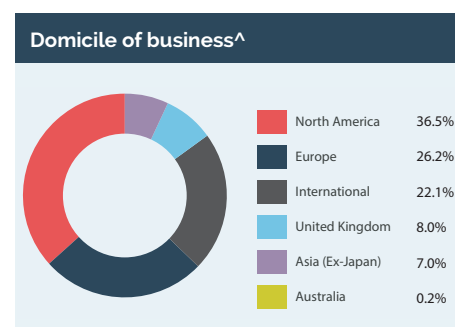
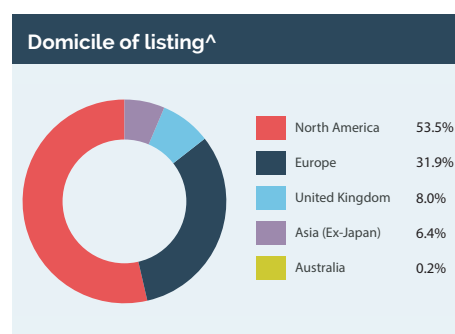
Net Tangible Asset (NTA) backing per ordinary share (all figures are unaudited)	March 2017 (ex) <sup>1</sup>	April 2017 (ex) <sup>1</sup>	Change <sup>2</sup>
NTA before tax accruals plus franking credits	\$1.1783	\$1.2379	+ 5.06%
NTA after tax	\$1.1270	\$1.1689	+ 3.72%

<sup>1</sup>NTA on a notional ex-dividend basis. <sup>2</sup>Change calculated on an ex-dividend basis. Refer to 'Key Company Details' for payment details.

Portfolio investments	Weighting <sup>^^</sup>	Current stock example
Global Brewing	5.4%	Heineken
Post GFC Housing Recovery - US	14.4%	Howard Hughes Corporation
Post GFC Housing Recovery - Europe	8.1%	Cairn Homes
Global Domestic Banking	35.8%	Bank of America
Service Monopolies	20.0%	Alphabet
Pharmaceuticals	5.7%	Pfizer
Gaming - Macau	5.0%	Wynn Macau
Alternative Investment Managers	11.1%	KKR & Co L.P.
Other	1.8%	
<b>Long Position</b>	<b>107.3%</b>	
Short Position	-12.6%	
<b>Net Invested Equities</b>	<b>94.6%</b>	
Credit Securities	9.0%	
Net invested position	103.7%	
<b>Total holdings</b>	<b>41</b>	

Currency exposure*	
USD	78.8%
EUR	17.7%
GBP	7.7%
HKD	2.0%
AUD / NZD**	-6.2%
<b>Total exposure</b>	<b>100.0%</b>



\* Stated at market value. \*\* Represents net exposure to AUD and NZD. Actual NZD exposure is -17.0%. <sup>^</sup> '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. <sup>^^</sup> Quoted before tax liability on unrealised gains.

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 Global Opportunities Fund Limited (ASX:PGF, ACN 166 064 875) provides investors with an opportunity to invest in global equities via an Australian Securities Exchange (ASX) listed investment company. The company began trading on the ASX on 12 December 2013.

Managed by PM Capital Limited, the aim is to create long term wealth through a concentrated portfolio of around 40 global companies that we believe are trading at prices different to their intrinsic values.

### Who manages the Company's portfolio?

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

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.

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 Global Opportunities Fund Limited?

**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. No conviction at the stock level = no investment.

**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 40 deeply researched stocks that we believe give the best opportunity to produce strong long term returns.

**Co-investment:** Our co-investors receive access to a unique subset of opportunities to which they would otherwise find difficult to access. The management team have significant investments in the Company - they invest for and with you.

### Key Company Details

#### ASX Code

PGF

#### ACN

166 064 875

#### Listing Date

11 December 2013

#### Shares on issue

349,396,204

#### Category

Global equities (long/short)

#### Investment style

Fundamental, bottom-up, research-intensive approach

#### Number of stocks

As a guide, around 40 globally listed equities.

#### Suggested investment time

Seven years plus

#### Investor profile

PGF may be appropriate for investors seeking to profit from long-term capital growth over an investment horizon of seven years or longer, through investment in a concentrated portfolio of global (including Australian) equities and other investment securities.

#### Interim Dividend

Ex-Dividend Date: 8 March 2017

Record Date: 9 March 2017

Last date to elect DRP: 10 March 2017

Payment Date: 30 March 2017

### Important Notice

PM Capital Global Opportunities Fund Limited ACN 166 064 875 (PGF) 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 PGF. 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 PGF and conduct its own investigations and analysis. Past performance is not a reliable indicator of future performance. All positions are reported net of all liabilities including tax. See the ASX Company Announcements platform at [www.asx.com.au](http://www.asx.com.au) for further information.

### Further Information

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