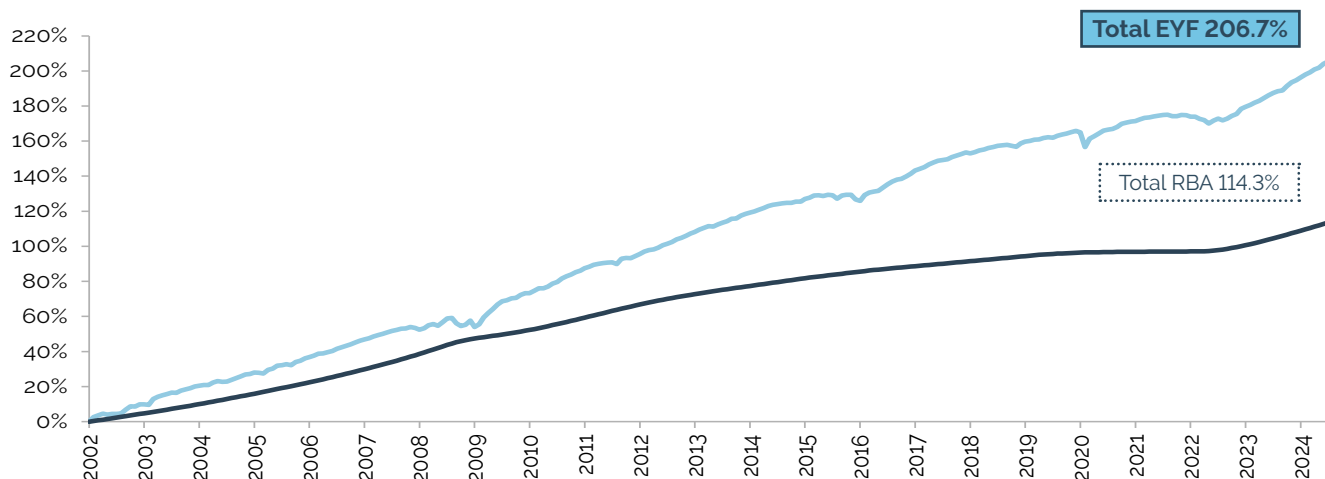




Seeking regular income, low volatility

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	1.1448	0.4%	1.6%	2.9%	6.3%	3.7%	3.1%	3.0%	3.2%	5.1%
RBA cash rate			0.4%	1.1%	2.2%	4.4%	2.8%	1.8%	1.7%	1.8%	3.4%
Excess			0.0%	0.5%	0.7%	1.9%	0.9%	1.3%	1.3%	1.4%	1.7%
Enhanced Yield Fund (Class B units)**	05-2017	1.1812	0.4%	1.7%	3.1%	6.7%	3.8%	3.3%	3.2%		3.2%
RBA cash rate			0.4%	1.1%	2.2%	4.4%	2.8%	1.8%	1.7%		1.7%
Excess			0.0%	0.6%	0.9%	2.3%	1.0%	1.5%	1.5%		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	44.0%	Global Banking	Lloyds	<ul style="list-style-type: none"> Cash/Cash Equivalents 2.0% Senior investment grade (12 months) 34.0% Government Bonds 2.0% Core Corporate Bonds 57.0% Hybrid securities 5.0% Equity Income Strategies 0% 	
1-2 Years	24.0%	Domestic Banking	ANZ		
2-3 Years	19.0%	Global Industrial	SPIE		
3-4 Years	5.0%	Global Property	Aedas		
4 Years +	8.0%	Global Retail	Tesco		
		Domestic Infrastructure	Melbourne Airport		
		Domestic Industrial	Ampol		
Regional allocation	100%			* Senior investment grade securities with maturities of 12 months or less	
Australia	77.0%				
Europe	5.0%				
United Kingdom	6.0%				
North America	5.0%				
Other	5.0%				
Cash/Cash equivalents	2.0%				
		Risk/return		Duration[^]	
		Standard deviation (1 year)	0.69%	Interest rate	0.07
		Maximum drawdown	3.26%	Average term to maturity	1.59
		Percentage of positive months	85.6%		

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

Fund commentary

- Global bond investors holding the line on rate cut expectations.
- Material yield gap opening up between floating rate and fixed rate yields.
- Opportunity taken to gain further exposure to some of our preferred defensive corporates.

Fixed Income markets ended the month broadly stable after a number of volatile months.

Consistent with our previously communicated views, the US Federal Reserve (after cutting rates by 0.50%) gave strong signals that from here it did not intend to cut official interest rates as aggressively as the market is currently pricing. That said, investors generally have so far not been overly willing to dial back their expectations.

During the month we closed out the last of the Fund's exposure to fixed interest rates, with around ten rate cuts priced in to the US market, and over five cuts priced in locally.

As evidenced by our positioning, we think markets are now prone to disappointment with regard to the speed and magnitude of rate cuts in the developed world, and thus for the time being we are happy to earn a floating rate of return. At the moment investors are able to pick up around 0.80%-0.90% in yield by moving from 3 year fixed rates to floating rates.

On the corporate bond side, we continued to add to defensive floating rate exposures during the month, with additional investments in government air traffic control business Air Services, Woolworths, Wells Fargo and McDonalds – at current yields of ~5%-6%.

Monthly Return Series (From January 2005)*

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	CYTD
2024	0.5%	0.5%	0.6%	0.4%	0.6%	0.3%	0.7%	0.5%	0.4%				4.5%
2023	1.1%	0.4%	0.4%	0.4%	0.4%	0.6%	0.5%	0.5%	0.3%	0.1%	0.9%	0.7%	6.3%
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	-1.1%	-0.3%	1.5%	0.6%	0.3%	0.2%	0.8%	0.7%	0.7%	0.5%	0.2%	0.6%	4.6%
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%

Find the complete historical monthly return series since inception at:

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

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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

\$583.1 million

Strategy size

\$843.0 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

+/- 0.10%

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 Determination and the current Product Disclosure Statement (which are available on the PM Capital website), 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.

* after fees

Further information

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