

Net Tangible Assets & Monthly Investment Report

28 FEBRUARY 2019

Company commentary

- Less contraband beer sales help Malaysian brewers
- Portfolio holdings sold as share prices rise

Carlsberg Malaysia and Heineken Malaysia rose (+20% and +9% respectively). Performance was driven in large part by Carlsberg Malaysia's strong results release which showed robust growth both in its Malaysian and Singapore operations. Management discussed the Malaysian government's recent successes in reducing contraband beer sales that have been a consistent headwind. We took advantage of the recent strength in Carlsberg Malaysia to exit our position near its all time high.

The Company's gaming thematic continued its positive performance witnessed in January, particularly Nagacorp (+15%) and MGM China (+9%). The sector benefited from an increasing risk appetite among investors as US/ China trade negotiations looked to be progressing favourably.

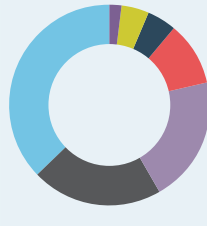
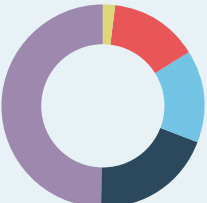
The results season was also good, with most operators beating expectations. We took advantage of Nagacorp's strong share price performance, which is near its highs, to exit the stock as we felt it had become fully valued.

Amorepacific rose (+9%) after the company announced a memorandum of understanding with retailer A.S. Watson and the introduction of a share buyback program. The portfolio owns Amorepacific's preferred shares, and we believe an improved shareholder returns policy is critical to closing the discount preferred shares trade at relative to the company's common stock.

The invested position fell to 91.1% as a result of the above-mentioned sales. No new positions were added during the period.

Net Tangible Asset (NTA) backing per ordinary share (After fees and expenses, all figures are unaudited) ¹	January 2019	February 2019 (cum) ⁴	February 2019 (ex) ⁵	Change ⁶	Perf. since incept. - p.a. ⁷	Perf. since incept. - total ⁷
NTA before tax accruals plus franking credits ²	1.0883	1.1269	1.0983	3.5%	5.8%	30.8%
NTA after tax ³	1.0594	1.0867	1.0667	2.6%		

1. Past performance is not a reliable indicator of future performance. 2. 28 February 2019 includes \$0.0637 of franking credits. 3. Net Tangible Assets (NTA) refers to the net assets of the Company after the accruals for net current and deferred tax liabilities/assets. 4. NTA on a notional cum-dividend basis for the fully franked interim dividend of 2.0cps. 5. NTA on a notional ex-dividend basis. 6. Change calculated on a cum-dividend basis. 7. Performance adjusted for capital flows including those associated with the payment of dividends, share issuance as a result of option exercise, and the dividend reinvestment plan, and including the value of franking credits.

Portfolio investments	Weighting	Current stock example	Domicile of listing [^]
Consumer - Breweries	7.9%	Heineken Malaysia	 <ul style="list-style-type: none"> Hong Kong 37.1% Korea 21.0% North America 20.4% Malaysia 10.3% Australia 4.6% Singapore 4.6% India 2.0%
Consumer - Other	11.7%	Dali Food Group	
Financials	19.5%	DBS Group	
Gaming	18.3%	MGM China Holdings	
Capital Goods & Commodities	11.6%	Turquoise Hill Resources	
Oil & Gas Infrastructure	10.1%	Sinopec Kantons	
Online Classifieds & Ecommerce	8.1%	Baidu	
Technology Hardware	5.4%		
Long Equities Position	92.6%		
Short Equities Position	-1.5%		
Net Invested Equities	91.1%		
Total holdings	26		
		Currency exposure [*]	Domicile of business [^]
		HKD 35.7%	 <ul style="list-style-type: none"> Greater China 49.5% South East Asia 19.5% Developed Asia 14.8% International 14.2% South Asia 2.0%
		USD 32.3%	
		AUD 22.9%	
		INR 3.5%	
		Other 5.6%	
		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 13 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 32 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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Share Registry Enquiries

Boardroom Pty Limited T: 1300 737 760 E: enquiries@boardroomlimited.com.au

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 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 32 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

Trading commenced

22 May 2014

Shares on issue

56,541,541

Category

Asian (ex-Japan)¹ 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

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 where the predominant business of those companies is conducted in the Asian region (ex-Japan).