PM Capital Asian Opportunities Fund Limited

PM Capital
ASIAN OPPORTUNITIES FUND LIMITED

Net Tangible Assets & Monthly Investment Report

30 JUNE 2019

Company commentary

- Material corporate developments at two portfolio holdings, Donaco International and iCar Asia, improve their outlooks

Donaco International (+61%) benefited from the appointment of the experienced Paul Arbuckle as new CEO, replacing interim appointment Benjamin Lim. In addition, shareholders requested an extraordinary meeting to remove Joey and Benjamin Lim, the previous controlling shareholders, from the board. On account of Donaco's disappointing operating performance over the past two years which has resulted in substantial value destruction for shareholders, and the loss of the Lim's substantial shareholdings, we intend to support the resolutions to remove both from the board. We believe this would leave the board and new CEO unencumbered to move the business forward.

iCar Asia fell (-17%) despite successfully raising $7.7 million via the exercise of options issued under the terms of the 2017 rights issue. This raising improves iCar's balance sheet strength and provides management the capital buffer to keep investing in its operations and extending its market lead. We participated in this raising, converting our options. We believe the weak share price reaction is primarily due to technical factors rather than any underlying change in the company's operating outlook.

Net Tangible Asset (NTA) backing per ordinary share (After fees and expenses, all figures are unaudited)[1]	May 2019	June 2019	Change	Perf. since incept. - p.a.[4]	Perf. since incept. - total[4]
NTA before tax accruals plus franking credits[2]	**1.0908**	**1.1115**	**1.9%**	**5.5%**	**31.5%**
NTA after tax[3]	**1.0616**	**1.0763**	**1.4%**		

1. Past performance is not a reliable indicator of future performance. 2. 30 June 2019 includes $0.064 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. 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.

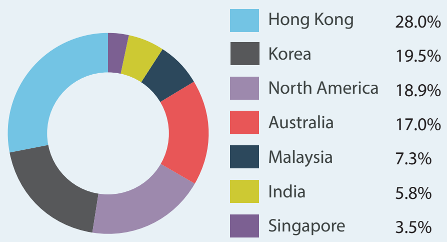
Portfolio investments	Weighting
Online Classifieds & Ecommerce	17.8%
Consumer - Breweries	7.0%
Consumer - Other	9.6%
Financials	15.5%
Gaming	15.5%
Materials (Copper)	9.4%
Oil & Gas Infrastructure	8.6%
Other	6.5%
Long Equities Position	**89.9%**
Short Equities Position	-1.5%
Net Invested Equities	**88.4%**

Total holdings	**26**

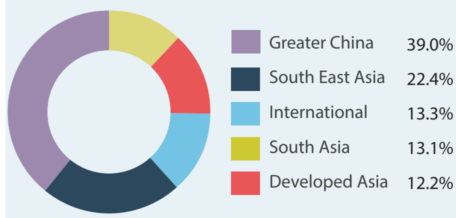
Current stock example
iCar
Heineken Malaysia
Dali Food Group
DBS Group
MGM China Holdings
Freeport-McMoran Copper
Sinopec Kantons
Samsung preference shares

Currency exposure*	
USD	37.5%
AUD	27.3%
HKD	26.5%
INR	5.9%
Other	2.8%
Total exposure	**100.0%**

Domicile of listing^



Domicile of business^



^ '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 (AFSL 230222), the aim is to create long term wealth through a concentrated portfolio of typically 15-35 quality companies within Asia ex-Japan that it believes are trading at prices different to their intrinsic values.

Who manages the Company's portfolio?

Kevin Bertoli is the Portfolio Manager, who has over 13 years' industry experience and is supported by a team of experienced investment analysts. The PM Capital 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.

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 investment in the Company – it invests with and for you.

Key Company Details

ASX Code
PAF

ACN
168 666 171

Trading commenced
22 May 2014

Shares on issue
56,892,865

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).

Further Information

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