

Net Tangible Assets & Monthly Investment Report

31 DECEMBER 2019

Company commentary

- Frontier Digital Ventures further optimises its portfolio
- Turquoise Hill Resources sees progress with Mongolian parliamentary vote
- Long awaited formation of PipeChina announced

Frontier Digital Ventures increased its ownership of two portfolio companies, InfoCasas (property classifieds, Latin America) and AutoDeal (automotive classifieds, ASEAN), during the month. Both companies have successfully advanced to the monetisation phase over the past year and were amongst FDV's earliest portfolio investments to reach breakeven. The progress seen at both InfoCasas and AutoDeal highlights the quality of FDV's portfolio beyond the core investment in Zameen.

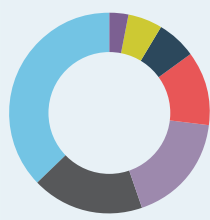
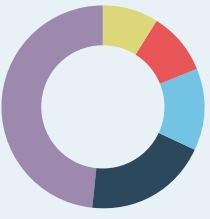
Turquoise Hill Resources advanced after Mongolia's parliament ratified the 2009 Oyu Tolgoi Investment Agreement as well as the Amended & Restated 2011 Shareholder Agreement. While the parliament endorsed both agreements, it also signalled its desire to explore a change in the Mongolian government's involvement in the

project, with the preference for a straight royalty over its existing 34% Oyu Tolgoi stake. A commitment to both agreements will allow the recommencement of negotiations over a new funding package.

Portfolio holdings PetroChina and Kunlun Energy will inject their pipeline assets into a new company, China Oil & Gas Pipeline Network Corporation (PipeChina), which was established during the month. PipeChina will own all major natural gas pipelines and regasification terminals within China. While the valuations for asset sales has not yet been announced, PetroChina and Kunlun Energy have both indicated any asset sale will be done on a commercial, market-driven basis requiring minority shareholder approval.

Net Tangible Asset (NTA) backing per ordinary share (After fees and expenses, all figures are unaudited) ¹	December 2019	Company performance (net of fees) ⁴	1 Month	1 Year	3 Years p.a.	Since inception p.a.	Total Return
NTA before tax accruals ²	\$1.0479	PM Capital Asian Opportunities Fund	3.5%	11.5%	6.5%	5.7%	36.7%
NTA after tax ³	\$1.0904						

1. Past performance is not a reliable indicator of future performance. 2. NTA before tax accruals does not include franking credits. Franking credits per share are \$0.084. 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 and tax, 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 [^]
Online Classifieds & Ecommerce	18.2%	iCar Asia	 <ul style="list-style-type: none"> Hong Kong 37.2% Australia 17.9% North America 17.8% Korea 12.1% Malaysia 6.3% India 5.5% Vietnam 3.2%
Consumer - Breweries	2.9%	Heineken Malaysia	
Consumer - Other	13.0%	Dali Food Group	
Gaming	15.5%	MGM China Holdings	
Infrastructure - Oil & Gas	10.7%	Sinopec Kantons	
Infrastructure - Other	4.0%	China Merchants Holdings International	
Financials	8.8%	Shinhan Financial	
Materials (Copper)	8.2%	Freeport-McMoRan Copper	
Other	5.6%		
Long Equities Position	86.9%		
Short Equities Position	-1.2%		Domicile of business[^]  <ul style="list-style-type: none"> Greater China 48.2% South East Asia 19.8% South Asia 13.1% Developed Asia 9.8% International 9.1%
Net Invested Equities	85.7%		
Total holdings	27		

Currency exposure [*]	100%
USD	59.9%
AUD	30.9%
HKD	3.5%
INR	5.5%
Other	0.2%

[^] '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.

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 34 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

57,221,400

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. Announcement authorised by: Benjamin Skilbeck - Director

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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