

# Net Tangible Assets & Monthly Investment Report 30 November 2014

NET TANGIBLE ASSET BACKING PER ORDINARY SHARE (all figures are unaudited)	NOVEMBER	OCTOBER	CHANGE
NTA before tax on unrealised gains	1.0279	1.0046	+2.32%
NTA after tax	1.0185	1.0001	+1.84%

## Month in Review

The continued decline of the Australian dollar (AUD) over the month was the primary driver of positive Company performance. The AUD fell another 2.9% in November, resulting in a 9.6% decline since the start of this financial year. We continue to believe the AUD has further to fall and thus our unhedged position means the Company will benefit from further weakening.

The Fund's online employment classified holdings 51jobs and Zhaopin also contributed positively to performance.

Donaco International's sustained poor performance had a significant impact on performance. The company's operating update provided at the AGM in late November showed a slower than expected ramp up at the newly opened Aristo International Casino, which disappointed the market. The weaker than expected performance was driven by slower visitation growth, particularly in the mass market, as well as a lower than average win rate. While short term performance has clearly been a surprise, we understand ramp up periods can be volatile and continue to hold our position believing the asset remains an attractive long term story.

During the month we added a position in the Chinese instant noodle and beverage company Tingyi Holdings, increasing our Asian domestic consumption thematic. We also topped up our position in Donaco International post the recent weakness.

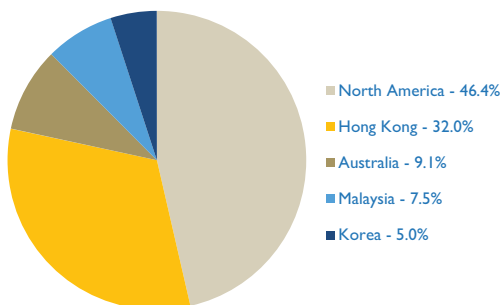
TOP 10 EXPOSURES	SECTOR	GEOGRAPHIC EXPOSURE	HOLDING (%)
51JOB INC	INTERNET	CHINA	9.2%
MINDRAY MEDICAL	HEALTHCARE	CHINA / INTERNATIONAL	7.1%
DONACO INTERNATIONAL LTD	GAMING	VIETNAM	6.0%
BEIJING CAPITAL INT'L	INFRASTRUCTURE	CHINA	5.1%
MGM CHINA HOLDINGS LTD	GAMING	MACAU, CHINA	5.1%
GENTING MALAYSIA	GAMING	MALAYSIA	5.0%
SJM HOLDINGS	GAMING	MACAU, CHINA	4.9%
TURQUOISE HILL RESOURCES	COMMODITIES	INTERNATIONAL	4.4%
BAIDU INC ADR	INTERNET	CHINA	4.0%
ZHAOPIN LTD ADR	INTERNET	CHINA	3.7%

**INVESTED POSITION**

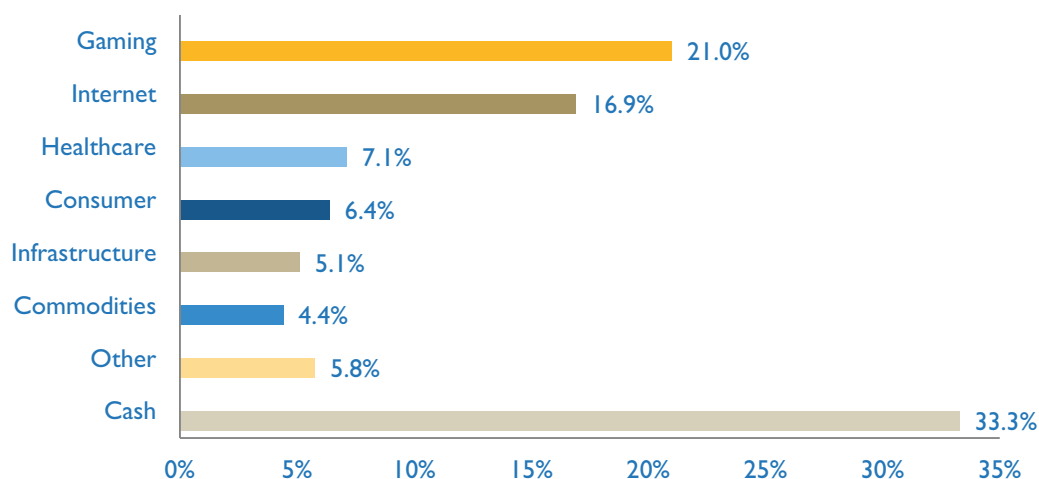
<b>LONG EQUITY</b>	66.7%
<b>CASH</b>	33.3%
<b>TOTAL EXPOSURE</b>	100.0%

**CURRENCY EXPOSURE\***

<b>USD</b>	78.3%
<b>HKD</b>	26.9%
<b>KRW</b>	-0.2%
<b>AUD</b>	-5.0%
<b>TOTAL EXPOSURE</b>	100.0%

**DOMICILE OF LISTING**

**KEY COMPANY DETAILS**

<b>ASX CODE</b>	PAF
<b>OPTION CODE</b>	PAFO
<b>ACN</b>	168 666 171
<b>LISTING DATE</b>	21 May 2014
<b>SHARES ON ISSUE</b>	55,087,501
<b>CATEGORY</b>	Asian (ex-Japan) <sup>1</sup> equities
<b>INVESTMENT STYLE</b>	Fundamental old fashioned stock pickers, bottom-up research-intensive
<b>NUMBER OF STOCKS</b>	As a guide, around 15-35 equities whose predominant business is in the Asian (ex-Japan) <sup>1</sup> region
<b>SUGGESTED INVESTMENT TIME</b>	Seven years plus
<b>INVESTOR PROFILE</b>	PAF may be appropriate for investors seeking long term capital growth over a seven year plus investment horizon, through investment in a concentrated portfolio of Asian (ex-Japan) <sup>1</sup> equities

**PORTFOLIO COMPOSITION**


### Company Profile

PM CAPITAL Asian Opportunities Fund Limited (PAF or the Company) provides investors with an opportunity to invest in a concentrated portfolio of predominantly undervalued listed Asian equities and other investment securities in the Asian region (ex-Japan)<sup>1</sup>. The aim is to provide investors with long term capital growth and an opportunity to invest in an actively managed portfolio that does not replicate the standard industry benchmarks.

### Who manages the Company's portfolio?

The Chief Investment Officer, Paul Moore, who has over 29 years experience in successfully managing global investment funds. The portfolio manager, Kevin Bertoli, who has over 9 years industry experience. Paul and Kevin are supported by a team of investment analysts.

### Manager Profile

PM CAPITAL Limited, founded in 1998, is a Sydney-based specialist equity and income fund manager that manages over \$1.9 billion on behalf of private clients, institutional investors and the clients of financial advisers. PM CAPITAL provides its clients with an opportunity to invest alongside its investment team, investing in businesses that it believes are currently trading below their long-term intrinsic value, but will return to full value over time.

PAF's investment mandate is based on the guidelines of the unlisted PM CAPITAL Asian Companies Fund (ACF) and will generally invest in the same investments as the ACF once the portfolio has been established (although there may be differences in portfolio positioning from time to time). PAF's investment objective is to provide long-term capital growth over a seven-year plus investment horizon through investment in a concentrated portfolio of Asian (ex-Japan)<sup>1</sup> equities and other investment securities.

### Investment Philosophy

PAF's investment portfolio is managed by PM CAPITAL, which uses the same investment philosophy and process they utilise for their unlisted retail funds. This philosophy is a belief that:

***"the best way to preserve and enhance your wealth is to buy a good business at a good price."***

This investment philosophy has been successfully executed by PM CAPITAL's Chief Investment Officer, Paul Moore, for 29 years, and has been applied at PM CAPITAL since its inception in 1998. The philosophy involves taking a business owner's approach to investing by looking to understand how the business works, management's philosophy in managing the business and those parts of the business that determine its intrinsic value.

PM CAPITAL then asks, "What would a rational business owner pay for the business?" Because in the end, the Manager believes that if a company's intrinsic valuation is not recognised by the stock market, it will eventually be recognised by a business owner.



### FURTHER INFORMATION

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### SHARE REGISTRY ENQUIRIES

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**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. Past performance is not a reliable indicator of future performance.

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 Asia Region (ex Japan).

\* Stated at market value before the impact of currency options.

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