

# Net Tangible Assets & Monthly Investment Report

## 31 December 2015

### Company Commentary

The Federal Reserve raised interest rates for the first time in almost a decade. The new target for the main US benchmark rate has edged up to between 0.25% and 0.5% — up from the crisis level of zero to 0.25%.

Wynn Resorts jumped 10% following the disclosure that its Chairman and CEO Steve Wynn acquired 1.0 million shares through open market purchases. In total, Mr. Wynn acquired around \$63.8 million worth of stock at an average price of around \$63.60 per share. With these purchases, Mr. Wynn now owns 11.07 million shares or approximately 11% of the shares outstanding.

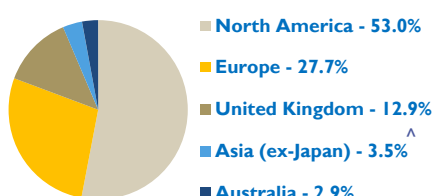
Oracle, one of our technology holdings, reported earnings that exceeded company guidance, driven by strength in its cloud business and better than expected results from their on premise software business. Their cloud business grew revenues at 30% whilst on premise sales grew at 5% yoy. Currency headwinds and lower than expected forward guidance impacted the stock performance which fell 6% this month.

The Company was negatively impacted by its investments in Alternative Investment Managers falling by approximately 8% (on average) as a result of the continued widening of high yield credit spreads.

We used the volatility in the currency markets to initiate a 5% position in Japanese yen. The Company continues to maintain currency exposures that are predominately US Dollars.

NET TANGIBLE ASSET BACKING PER ORDINARY SHARE (all figures are unaudited)	NOVEMBER	DECEMBER	CHANGE
NTA before tax accruals + franking credits	\$1.2036	\$1.1557	-3.98%
NTA before tax accruals	\$1.2036	\$1.1557	-3.98%
NTA before tax on unrealised gains, but after tax accrual on realised gains	\$1.1748	\$1.1316	-3.68%
NTA after tax	\$1.1421	\$1.1088	-2.92%

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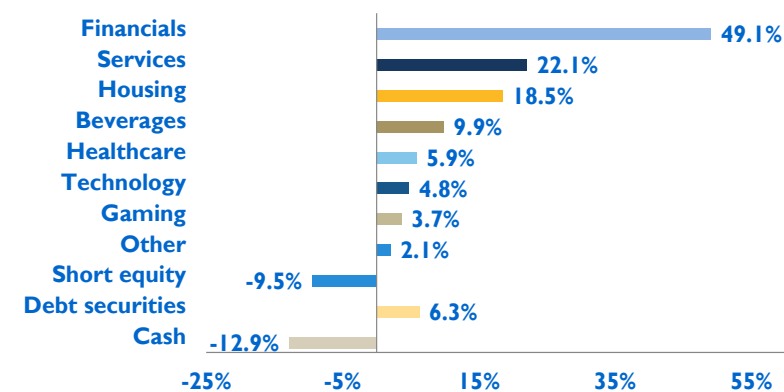
### INVESTED POSITION

LONG EQUITY	116.1%
SHORT EQUITY	-9.5%
NET EQUITY EXPOSURE	106.6%
DEBT SECURITIES	6.3%
CASH	-12.9%
TOTAL EXPOSURE	100.00%

### CURRENCY EXPOSURE\*

USD	84.2%
JPY	5.2%
EUR	4.8%
AUD & NZD ^^	3.3%
GBP	2.3%
MYR	0.2%
TOTAL EXPOSURE	100.0%

### PORTFOLIO COMPOSITION



TOP 10 EQUITY EXPOSURES	SECTOR	HOLDING
ALPHABET INC**	SERVICES	6.4%
LLOYDS BANKING GROUP PLC	FINANCIALS	6.2%
INTERCONTINENTAL EXCHANGE	EXCHANGES	5.6%
ING GROEP NV	DIVERSIFIED FINANCIALS	5.6%
BANK OF AMERICA	FINANCIALS	5.3%
JP MORGAN CHASE & CO	FINANCIALS	5.3%
BANK OF IRELAND	FINANCIALS	4.8%
PFIZER INC	HEALTHCARE	3.9%
BARCLAYS PLC	FINANCIALS	3.9%
REALOGY HOLDINGS	HOUSING	3.8%

\* Previously Google Inc ^ The Company has no exposure to the Chinese A-Share market listed on the Shanghai Exchange

^^ Represents net exposure to AUD and NZD. Actual NZD exposure is -23.9%

## Company Profile

PM Capital Global Opportunities Fund Limited (PGF or the Company) provides investors with an opportunity to invest in a concentrated portfolio of listed securities that are diversified across global equity markets (including Australia). The aim is to provide investors with an opportunity to invest in an actively managed portfolio that does not replicate standard industry benchmarks.

### Who manages the Company's portfolio?

The Chief Investment Officer of PM CAPITAL, Paul Moore, who has over 30 years experience in successfully managing global investment funds. The portfolio manager, Ashley Pittard, who has over 17 years industry experience. Paul and Ashley 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 \$2.2 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.

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

### Investment Philosophy

PGF'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 30 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

Boardroom Pty Limited  
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KEY COMPANY DETAILS	
ASX CODE	PGF
ACN	166 064 875
LISTING DATE	11 December 2013
SHARES ON ISSUE	347,344,401
CATEGORY	Global equities (long / short)
INVESTMENT STYLE	Fundamental old fashioned stock pickers, bottom-up research-intensive approach
NUMBER OF STOCKS	As a guide, around 40 globally listed equities
SUGGESTED INVESTMENT TIME	Seven years plus
INVESTOR PROFILE	PGF may be appropriate for investors seeking long term capital growth over a seven year plus investment horizon, through investment in a concentrated portfolio of global (including Australian) equities and other investment securities

Important Notice: PM Capital Global Opportunities Fund Limited ACN 166 064 875 (PGF) 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 PGF. 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 PGF and conduct its own investigations and analysis. Past performance is not a reliable indicator of future performance. All positions are reported net of all liabilities including tax. See the ASX company Announcements platform at [www.asx.com.au](http://www.asx.com.au) for further information. The Company's interests in Carlsberg Malaysia and Guinness Anchor Breweries were sold on market on a arms length basis to the PM CAPITAL Asian Opportunities Fund Limited.

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

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