

# Net Tangible Assets & Monthly Investment Report

31 May 2016

## Company Commentary

Global stock prices continued to rise this month. The Company had a very strong month driven by our positions in the exchanges, UK banks and Pfizer. The decline in the AUD relative to the USD over May also contributed significantly to positive performance as the Company continues to be predominately exposed to the USD.

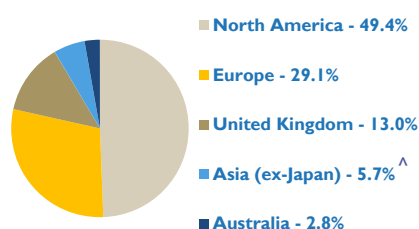
Our positions in Spanish banks detracted from performance as a rights issue announcement from Banco Popular Espanol drove negative sentiment in the sector. We believe the rights issue should quell any fears of a capital deficiency and allow Popular to expedite the selling down of its non-performing loan book to focus on its core lending business.

Hispania also announced a rights issue in order to give them the capacity to continue investing in high yielding Spanish property assets (mainly hotels). Spanish hotels continue their double digit Revenue per available room growth on the back of both strong demand from European customers and instability in competing destinations (North Africa and Turkey).

Apart from the two rights issues which will be taken up in June, we made no significant changes to our equity positions over the month and thus the net equity exposure remains stable.

NET TANGIBLE ASSET BACKING PER ORDINARY SHARE (all figures are unaudited)	APRIL 2016	MAY 2016	CHANGE
NTA before tax accruals + franking credits	\$1.0315	\$1.1067	+7.29%
NTA after tax	\$1.0221	\$1.0754	+5.21%

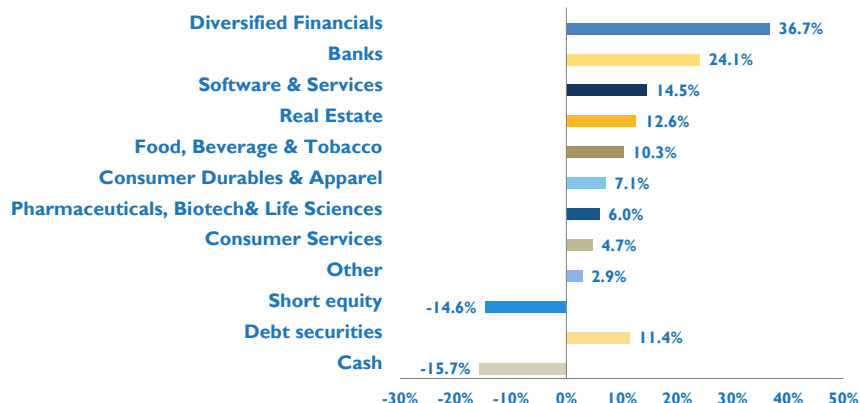
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INVESTED POSITION	
LONG EQUITY	118.9%
SHORT EQUITY	-14.6%
NET EQUITY EXPOSURE	104.3%
DEBT SECURITIES	11.4%
CASH	-15.7%
TOTAL EXPOSURE	100.00%

CURRENCY EXPOSURE*	
USD	81.3%
GBP	8.6%
EUR	5.5%
AUD & NZD **	4.2%
HKD	0.4%
TOTAL EXPOSURE	100.0%

## PORTFOLIO COMPOSITION<sup>^^</sup>



TOP 10 EQUITY EXPOSURES	SECTOR <sup>^^</sup>	HOLDING
ALPHABET INC	SOFTWARE & SERVICES	6.4%
LLOYDS BANKING GROUP PLC	BANKS	6.2%
JP MORGAN CHASE & CO	DIVERSIFIED FINANCIALS	5.4%
BANK OF AMERICA	DIVERSIFIED FINANCIALS	5.4%
ING GROEP NV	DIVERSIFIED FINANCIALS	5.3%
INTERCONTINENTAL EXCHANGE	DIVERSIFIED FINANCIALS	5.2%
BANK OF IRELAND	BANKS	4.1%
PFIZER INC	PHARMA, BIOTECH & SCIENCES	4.0%
REALOGY HOLDINGS	REAL ESTATE	3.9%
DEUTSCHE BOERSE AG	DIVERSIFIED FINANCIALS	3.6%

\* Stated at market value before the impact of currency option. \*\* Represents net exposure to AUD and NZD. Actual NZD exposure is -24.9%. ^ The Company has no exposure to the Chinese A-Share market listed on the Shanghai Exchange. ^^ Stated Sector represents GICS Industry Group level.

### 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?

Founder and Chief Investment Officer of PM CAPITAL, Paul Moore is the Portfolio Manager, who has over 30 years experience in successfully managing investment funds. Paul is 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 \$2.1 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 (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 owners 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.

### KEY COMPANY DETAILS

<b>ASX CODE</b>	PGF
<b>ACN</b>	166 064 875
<b>LISTING DATE</b>	11 December 2013
<b>SHARES ON ISSUE</b>	347,968,377
<b>CATEGORY</b>	Global equities (long / short)
<b>INVESTMENT STYLE</b>	Fundamental old fashioned stock pickers, bottom-up research-intensive approach
<b>NUMBER OF STOCKS</b>	As a guide, around 40 globally listed equities
<b>SUGGESTED INVESTMENT TIME</b>	Seven years plus
<b>INVESTOR PROFILE</b>	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



### FURTHER INFORMATION

W: [www.pmcapital.com.au](http://www.pmcapital.com.au)  
 T: 02 8243 0888  
 E: [pmcapital@pmcapital.com.au](mailto:pmcapital@pmcapital.com.au)

### SHARE REGISTRY ENQUIRIES

Boardroom Pty Limited  
 T: 1300 737 760  
 E: [enquiries@boardroomlimited.com.au](mailto:enquiries@boardroomlimited.com.au)

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