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The Manager
ASX Market Announcements
Australian Securities Exchange Limited
Sydney NSW 2000

**Platinum Capital Limited (ASX: PMC)
Monthly Investment Update and Net Tangible Asset (NTA) Report**

Platinum Capital Limited hereby releases the Monthly Investment Update and NTA Report for the month ended 31 July 2024 (as attached).

For more information in relation to PMC, please refer to the website at:
www.platinumcapital.com.au

Authorised by
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FACTS¹

| | |
|--------------------------|---|
| Market capitalisation | \$435.76 mn |
| Listing date | 29 June 1994 |
| Current share price | \$1.475 |
| Current dividend yield | 4.07% |
| Pre-tax NTA | \$1.5813 |
| Post-tax NTA | \$1.5442 |
| Maximum franked dividend | 6.60 cps |
| Management fee: | 1.10% p.a. (excl. GST) of portfolio value plus |
| Performance fee: | 15.00% p.a. (excl. GST) of outperformance over benchmark (MSCI All Country World Net Index (A\$)). Performance fees are calculated after recovery of any underperformance carried forward from prior periods. |

PERFORMANCE²

| | 1 month | 3 months | 6 months | CYTD | 1 year | 2 years p.a. | 3 years p.a. | 5 years p.a. | 7 years p.a. | 10 years p.a. | Since inception p.a. |
|--------------------------------|---------|----------|----------|------|--------|--------------|--------------|--------------|--------------|---------------|----------------------|
| Company % (Pre-tax NTA) | 3.1 | 1.8 | 7.9 | 6.8 | 3.6 | 10.3 | 4.5 | 5.8 | 6.4 | 7.3 | 11.0 |
| MSCI % | 3.9 | 7.5 | 13.8 | 18.2 | 20.8 | 18.8 | 10.0 | 12.3 | 13.0 | 12.7 | 8.1 |

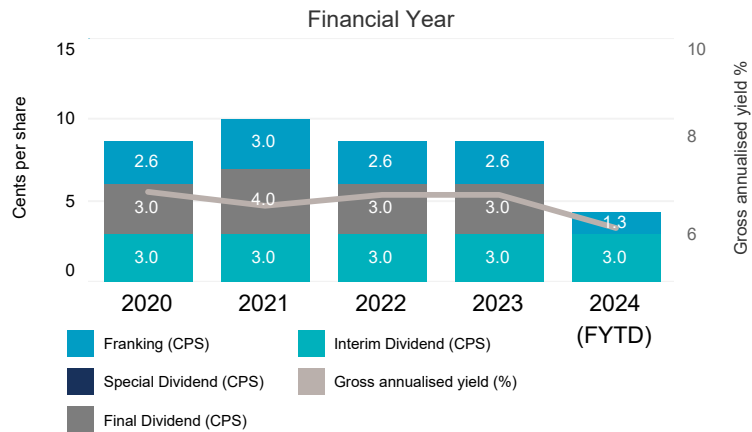
PMC's returns are calculated after the deduction of fees and expenses, adjusted for taxes paid and any capital flows and assume the reinvestment of dividends. PMC's returns have not been calculated using PMC's share price. Past performance is not a reliable indicator of future returns.

INVESTED POSITIONS⁴

| | LONG % | SHORT % | NET % | CCY % |
|--------------------------|--------|---------|-------|-------|
| Asia-Pacific | 37.3 | (0.2) | 37.1 | 52.4 |
| Australia | | (0.2) | (0.2) | 1.6 |
| China | 17.3 | | 17.3 | 17.3 |
| Japan | 7.6 | | 7.6 | 20.3 |
| Macao | 1.2 | | 1.2 | 1.2 |
| South Korea | 7.0 | | 7.0 | 7.0 |
| Taiwan | 3.7 | | 3.7 | 3.7 |
| Other Asia-Pacific | 0.4 | | 0.4 | 1.3 |
| Europe | 23.0 | | 23.0 | 27.3 |
| Austria | 1.2 | | 1.2 | |
| Denmark | 1.7 | | 1.7 | 1.7 |
| Euro | | | | 13.0 |
| Finland | 2.3 | | 2.3 | |
| France | 2.0 | | 2.0 | |
| Italy | 1.2 | | 1.2 | |
| Netherlands | 1.1 | | 1.1 | |
| Switzerland | 3.1 | | 3.1 | 3.1 |
| United Kingdom | 9.3 | | 9.3 | 9.5 |
| Other Europe | 1.0 | | 1.0 | |
| North America | 22.2 | (1.8) | 20.4 | 19.7 |
| Canada | 3.0 | | 3.0 | 3.0 |
| United States of America | 19.2 | (1.8) | 17.4 | 16.7 |
| Other | 0.6 | | 0.6 | 0.6 |
| Sub-Total | 83.0 | (2.0) | 81.0 | 100.0 |
| Cash | 17.0 | 2.0 | 19.0 | |
| Total | 100.0 | | 100.0 | 100.0 |

Long - 56 stocks, 2 other Short - 8 swaps

HISTORY OF FULLY FRANKED DIVIDENDS (CPS)³



TOP TEN POSITIONS⁵

| STOCK | COUNTRY | INDUSTRY | % |
|---------------------------|---------------|-----------------|-------------|
| Samsung Electronics Co | South Korea | Info Technology | 4.8 |
| Taiwan Semiconductor | Taiwan | Info Technology | 3.7 |
| ZTO Express Cayman Inc | China | Industrials | 3.4 |
| UBS Group AG | Switzerland | Financials | 3.1 |
| Tencent Holdings Ltd | China | Comm Services | 2.9 |
| Allfunds Group Plc | UK | Financials | 2.8 |
| Minebea Co Ltd | Japan | Industrials | 2.8 |
| TransUnion | United States | Industrials | 2.6 |
| Intercontinental Exchange | United States | Financials | 2.5 |
| Alphabet Inc | United States | Comm Services | 2.4 |
| Total | | | 31.0 |

INDUSTRY BREAKDOWN⁴

| SECTOR | LONG % | SHORT % | NET % |
|------------------------|--------|---------|-------|
| Financials | 19.5 | (0.3) | 19.2 |
| Industrials | 16.5 | (0.6) | 15.8 |
| Information Technology | 15.4 | (0.6) | 14.8 |
| Consumer Discretionary | 9.3 | (0.5) | 8.9 |
| Energy | 6.2 | | 6.2 |
| Communication Services | 5.3 | | 5.3 |
| Materials | 4.6 | | 4.6 |
| Real Estate | 2.7 | | 2.7 |
| Consumer Staples | 2.2 | | 2.2 |
| Health Care | 1.3 | | 1.3 |
| Sub-Total | 83.0 | (2.0) | 81.0 |
| Cash | 17.0 | 2.0 | 19.0 |
| Total | 100.0 | | 100.0 |

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1. Source: Platinum. The pre-tax NTA was calculated in accordance with Australian Accounting Standards, based on the fair value of all investments. The post-tax NTA is the pre-tax NTA after provision for tax on both realised and unrealised income and gains. The NTA is unaudited.

2. Source: Platinum for portfolio returns and Factset Research Systems for MSCI returns. The returns are calculated relative to the MSCI All Country World Net Index in A\$ (except the gross MSCI index was used prior to 31/12/96). Past performance is not a reliable indicator of future returns. Platinum does not invest by reference to the weightings of the index. The index is provided as a reference only.

3. Shows dividends determined in respect of the relevant financial year. This information is historical. No guarantee is given about future dividends or the level of franking of such dividends.

4. The "Long %" is the exposure to long securities and long securities/index derivative positions, the "Short %" is the exposure to short securities and short securities/index derivative positions and the "Net %" is the total of the "Long %" and "Short %", each as a percentage of PMC's portfolio value. The "CCY %" is the effective currency exposure of PMC's portfolio as a percentage of its portfolio value, taking into account long and short securities, cash, forwards and long and short securities/index derivative positions. For the "Industry breakdown", index positions (whether through ETFs or derivatives) are only included under the relevant sector if they are sector specific, otherwise they are included under "Other".

4. and 5. Country classifications for securities reflect Bloomberg's "country of risk" designations, and currency classifications for securities reflect the relevant local currencies of the country classifications.

5. The "Top ten positions" show PMC's top ten long securities positions as a percentage of PMC's portfolio value (including long securities and long securities derivative positions).

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MARKET UPDATE AND COMMENTARY

- The portfolio returned +3.1% for July 2024, taking the rolling one-year number to +3.6%.
- The portfolio took some profits on “AI value chain” stocks during the month, reducing the long book from 87.6% to 83.0%. While the short book was still only 2% as at the end of July, we increased this to 10.4% in the first two days of August. As at 2 August, the portfolio’s net invested position was 71.1%.
- Platinum’s investment philosophy focuses on finding mispriced stocks in areas that are out of favour and away from the crowd. We avoid trying to predict the direction of the overall market and instead look for attractively-valued, idiosyncratic business opportunities to invest in over the medium to long term.

Performance Analysis*

The portfolio returned +3.1% for July 2024. The long book added 2.3% to performance and cash and currency added 1.1%. The positive contribution from currency came from the portfolio’s overweight Yen position, reversing some prior losses as the Bank of Japan raised interest rates from 0.1% to 0.25% and hinted at more hikes to come.

The MSCI All Country World Index rose +3.9% during the month, driven by financials, industrials and healthcare. We saw the first signs of a broadening out of the US market with the S&P500 Equal Weighted index outperforming its market cap counterpart and a rally in the Russell 2000 (small caps).

Rate stabilisation beneficiaries

Top contributors to performance were “rate stabilisation beneficiaries” stocks like TransUnion and St James’s Place. TransUnion is a global credit bureau and its share price rose over 20% (in USD terms) in July as its quarterly results beat the market’s expectations across all metrics (revenue, EBITDA, EPS and free cash flow). The company also lifted guidance.

We bought TransUnion during its dramatic sell-off in 2022, believing the market was over-extrapolating the collapse in mortgage approvals when interest rates rose. We could see this was still a high quality, growing company going through a temporary setback and that it would benefit from stabilising interest rates.

Shares in UK wealth management company, St James’s Place, rose over 25% (in local currency terms) in July. Its quarterly result showed an upswing in inflows and that it was growing client and advisers numbers.

We had established a position in St James’s Place during 2022 when the market was concerned about the economy and its effect on performance and flows. Unfortunately, in 2023, new regulation meant St James’s Place had to revamp its fee structure, reducing the company’s cashflow for the next few years. We increased our position in the stock given the company’s competitive advantage, strong client retention and the long-term opportunity in the UK financial advice industry.

This month’s detractors included US semiconductor company Micron Technology, US French Fry business Lamb Weston and Chinese parcel delivery business, ZTO Express. Our semiconductor companies and “AI value chain” stocks have had a good run in 2024 and we took the opportunity to take some profits during July including trimming our position in Micron. Shares in Lamb Weston fell when the company announced that the industry supply-demand imbalance will likely persist through fiscal 2025 due to lower restaurant traffic and price competition. Similarly, ZTO Express’ share price fell on concerns around price competition.

An attractively valued portfolio

The portfolio’s aggregate valuation metrics are attractive in an absolute sense and relative to the market, with a ~59% higher earnings yield and a ~45% discount on a price-to-book basis (see table below).

| Metric | Platinum Capital Limited | MSCI AC World Net Index (A\$) |
|-------------------------------|---|---|
| NTM Earnings Yield | 8.9% (Price-to-Earnings ratio of 11.2x) | 5.6% (Price-to-Earnings ratio of 17.7x) |
| NTM Dividend Yield | 2.6% | 2.3% |
| NTM Enterprise Value-to-Sales | 1.8x | 2.4x |
| LTM Price-to-Book Ratio | 1.6x | 2.9x |

The valuations in the table have been calculated by Platinum and refer to the long portion of the portfolio, exclude negative net earnings and use FactSet consensus earnings. MSCI data is sourced from Rimes, FactSet and Platinum. As at 31 July 2024. NTM = next twelve months. LTM = last twelve months.

*Source: Platinum. Contribution numbers are based on the total return of individual positions (in AUD) and are gross as they do not take into account the portfolio’s fees and costs (other than brokerage). **Past performance is not a reliable indicator of future returns.**