

Facts

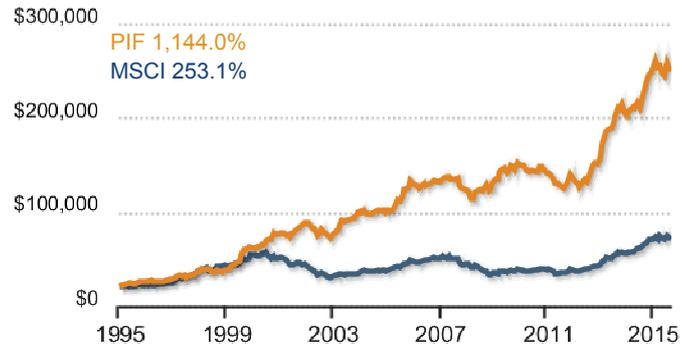
Portfolio value	\$11.29 bn
Fund commenced	30 April 1995
Minimum investment	A\$20,000 or NZ\$25,000
Regular Investment Plan (min.)	A\$200 or NZ\$250 per mth/qtr
Income distribution date	Annual, 30 June
Unit valuation	Sydney Business Day
Unit prices	App - 2.1203 Red - 2.1097

Fees

Entry fee	Nil
Exit fee	Nil
Management Expense Ratio/ Indirect Cost Ratio (MER/ICR)	1.54% per annum (inclusive of investment & administration costs)
Brokerage paid	Nil
Buy/sell spread	0.5% total

Performance¹

	FUND %	MSCI %
1 month	(1.76)	(2.20)
3 months	1.83	1.37
6 months	(0.74)	0.46
Calendar year to date	9.56	9.82
1 year	9.56	9.82
2 years (compound pa)	8.67	11.83
3 years (compound pa)	20.25	21.25
5 years (compound pa)	11.85	13.62
7 years (compound pa)	10.35	10.04
10 years (compound pa)	7.34	4.84
Since inception (compound pa)	12.97	6.29

Performance graph²


Source: Factset and Platinum

Invested positions³

	LONG %	NET %	CURRENCY %
Australia	0.5	0.5	10.2
Austria	0.5	0.5	
Brazil	0.1	0.1	0.1
Canada	0.6	0.6	1.5
China	6.6	6.6	(2.4)
China Ex PRC	12.4	12.4	
Hong Kong	0.9	0.9	8.5
France	3.4	3.4	
Germany	2.6	2.6	
Hungary	0.2	0.2	0.2
India	5.4	5.4	5.6
Italy	3.7	3.7	
Japan	9.6	9.6	10.8
Korea	5.4	5.4	3.1
Malaysia	0.6	0.6	0.6
Norway	0.6	0.6	3.4
Russia	1.3	1.3	
Singapore	0.2	0.2	0.1
Sweden	2.3	1.9	2.3
Switzerland	1.1	1.1	1.1
Thailand	0.3	0.3	0.3
United Kingdom	6.1	6.1	3.8
United States	20.6	10.2	49.8
	84.9	74.1	
China Renminbi Off Shore			(6.4)
Euro Currency			7.5
Cash	15.1	25.9	
Total	100.0	100.0	100.0

Long - 143 stocks, 4 swaps, 1 bond Short - 2 stocks, 2 indices

Top ten positions⁴

STOCK	COUNTRY	INDUSTRY	%
Samsung Electronics Co Ltd	Korea	Info Technology	2.9
China Pacific A Share PN exp	China	Financials	2.7
Alphabet Inc	USA	Info Technology	2.7
AstraZeneca PLC	UK	Health Care	2.5
Carnival Corp	UK	Cons Discretionary	2.3
Ericsson LM-B	Sweden	Info Technology	2.3
Tencent Holdings Ltd	China Ex PRC	Info Technology	2.3
PICC Property & Casualty Co	China Ex PRC	Financials	2.0
Cisco Systems Inc	USA	Info Technology	1.9
Paypal Holdings Inc	USA	Info Technology	1.8

Industry breakdown³

SECTOR	LONG %	NET %
Info Technology	25.8	25.8
Financials	14.2	14.2
Cons Discretionary	12.2	12.2
Health Care	8.5	7.5
Industrials	7.4	7.0
Consumer Staples	5.0	5.0
Energy	3.5	3.5
Utilities	2.9	2.9
Materials	2.8	2.8
Telecom Services	2.7	2.7
Other*	0.0	(9.4)

* Includes index short position

1. Investment returns are calculated using the Fund's unit price and represent the combined income and capital return for the specified period. They are net of fees and costs (excluding the buy-sell spread and any investment performance fee payable), pre-tax, and assume the reinvestment of distributions. The investment returns shown are historical and no warranty can be given for future performance. You should be aware that historical performance is not a reliable indicator of future performance. Due to the volatility of underlying assets of the Fund and other risk factors associated with investing, investment returns can be negative (particularly in the short-term).

2. The investment returns depicted in this graph are cumulative on A\$20,000 invested in the Fund since inception relative to the MSCI All Country World Net Index in A\$ (nb. the gross MSCI Index was used prior to 31 December 1998 as the net MSCI Index did not exist). The investment returns are calculated using the Fund's unit price. They are net of fees and costs (excluding the buy-sell spread and any investment performance fee payable), pre-tax and assume the reinvestment of distributions. It should be noted that Platinum does not invest by reference to the weightings of the Index. Underlying assets are chosen through Platinum's individual stock selection process and as a result holdings will vary considerably to the make-up of the Index. The Index is provided as a reference only.

3. The "Long %" represents the exposure of physical holdings and long stock derivatives. The "Net %" represents the exposure of physical holdings and both long and short derivatives.

The "Currency %" represents the currency exposure for the Fund's Portfolio, taking into account currency hedging.

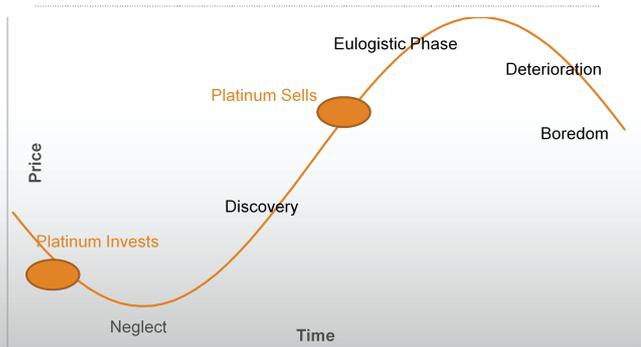
4. Top Ten positions shows the Fund's top long share exposure positions. Long derivative exposures are included, however, short derivative exposures are not.

Platinum Investment Management Limited ABN 25 063 565 006 AFSL 221935, trading as Platinum Asset Management ("Platinum") is the responsible entity and issuer of units in the Platinum International Fund (the "Fund"). The Platinum Trust Product Disclosure Statement No. 10 ("PDS") provides details about the Fund. You can obtain a copy of the PDS from Platinum's website www.platinum.com.au, or by contacting Investor Services on 1300 726 700 (Australian investors only), 0800 700 726 (New Zealand investors only), or 02 9255 7500, or via invest@platinum.com.au.

Before making any investment decision you need to consider (with your financial adviser) your particular investment needs, objectives and financial circumstances. You should refer to the PDS when deciding to acquire, or continue to hold, units in the Fund.

DISCLAIMERS: Some numerical figures in this Fact Sheet have been subject to rounding adjustments. The information presented in this Fact Sheet is not intended to be advice. It has not been prepared taking into account any particular investor's or class of investor's investment objectives, financial situation or needs, and should not be used as the basis for making investment, financial or other decisions. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information. Platinum does not guarantee the repayment of capital, payment of income or the Fund's performance. Platinum is a member of the Platinum Group of companies.

Platinum's approach



Source: Platinum



Investment Backdrop and Themes

MACRO BACKDROP

- Low growth world; high debt levels; distortion of free money
- Rapid change/ disruption driven by technology

GLOBAL THEMES

- E-commerce, data, mobility
- Financial sector
- Emerging Consumer including Pharmaceuticals

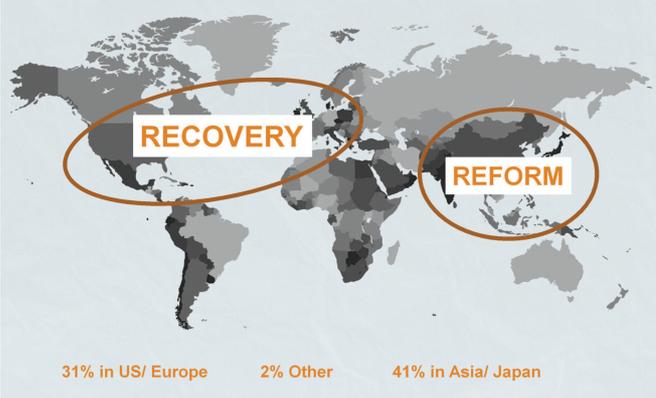
ASIA'S REFORM

- China rebalancing
- Indian infrastructure
- Japan and Korea's corporate rejuvenation

Source: Platinum



Current Simple Framework



The Index Anomaly

	US	China
World Population	4%	19%
World GDP (PPP)	16%	17%
World GDP	23%	13%
		
MSCI AC World Index	53%	2%
Platinum International Fund (net)	10%	20%

Source: Platinum (International Fund at 31.12.15), MSCI, (weight at 31.12.15), IMF 2014, UN 2015



Market update and Commentary

The Federal Reserve's long awaited and much telegraphed move away from zero interest rates to 0.25% was a market non-event; perhaps another lesson in the danger of focusing on the media and listening too closely to vociferous "experts". We remain in a world of very cheap money which has already led to capacity excesses and will, down the track, lead us to the unintended consequences of a likely misallocation of capital.

The last six months saw tremors in the China market, a collapse of many commodity prices, gnashing of teeth around US rates, trouble for the most highly indebted, and yet point-to-point (a short timeframe in investment terms), markets were basically flat. The narrowing to selective leaders, however, such as our major contributor Alphabet (formerly Google) suggests we are moving from a macro market towards one that should start to reward stock-pickers.

We have long decried the concentration in typical Australian portfolios and still see little evidence of a major shift in mindset despite the cracks appearing in the banks, resources and supermarket business models, as well as a long road ahead to competitiveness. The Australian dollar may have some stabilisation after such a fall and we have brought the Fund's cash of around 10% back onshore for now, though at some point we still expect it to resume its downtrend. Over the last three years, the Platinum International Fund has returned 20% compound per annum, comparing very favourably with the local market return of 9% pa and in line with global markets, despite the lower net exposure to the hitherto market champ, the S&P 500.

The vista of opportunity still exists if one remains mindful of the risks caused by excess capacity, excess debt (the two are inextricably linked), slow growth, misallocations and gyrations in currencies. One can instead focus on what we are calling "new cyclicals", the likes of Ericsson, Intel, Samsung, Cisco, European banks and Asian insurers, alongside innovators capturing the internet opportunity where Google, Tencent, Baidu and Paypal are among the winners. The Chinese consumer is a structural story that we think is being mispriced while the market struggles to correctly weight the risks in the country's transition.

China was the largest contributor to the Fund's return over the last year and over half our return came from our Asia-Pacific investments. IT, financials and healthcare led the sector returns. Short-selling made a small positive contribution in the more turbulent second half, while active FX positions also added a little to return.

With our long positions on a median P/E of 15x, below the 16x of either cyclically-challenged Australia or the earnings-challenged US, and with some protection in the Fund, we are comfortable with the stocks we own.