

Investment update

As at 30 April 2018



wilsonassetmanagement.com.au
ABN 34 086 587 395

Snapshot

Pre-tax net tangible assets

\$1.97

Fully franked
dividend yield

6.5%

Gross assets

\$1,321.3m

Performance
(p.a. since August 1999)

17.5%

WAM Capital Limited

ASX code	WAM
Date of listing	Aug 1999
Gross assets	\$1,321.3m
Market cap	\$1,590.7m
Share price	\$2.38
NTA before tax	\$1.97
Shares on issue	668,363,006
Annualised fully franked interim dividend (FY2018)	15.5c
Fully franked dividend yield	6.5%

Investment objectives

- Deliver shareholders a rising stream of fully franked dividends
- Provide capital growth
- Preserve capital

Wilson Asset Management investment & management team

Geoff Wilson AO	Chairman & Portfolio Manager
Kate Thorley	Chief Executive Officer
Chris Stott	Chief Investment Officer & Portfolio Manager
Matthew Haupt	Portfolio Manager
Catriona Burns	Portfolio Manager
Martin Hickson	Portfolio Manager
Oscar Oberg	Portfolio Manager
Tobias Yao	Senior Equity Analyst
John Ayoub	Senior Equity Analyst
Cooper Rogers	Assistant Dealer

Company overview

WAM Capital Limited (ASX: WAM) is a listed investment company managed by Wilson Asset Management. Listed in August 1999, WAM Capital provides investors with exposure to an actively managed diversified portfolio of undervalued growth companies, which are generally small-to-medium sized industrial companies listed on the Australian Securities Exchange. WAM Capital also provides exposure to relative value arbitrage and market mispricing opportunities.

Shareholder Presentations

Hobart & Launceston	11 May
Canberra	14 May
Sydney	15 May
Brisbane	16 May
Toowoomba	17 May
Perth	21 May
Adelaide	22 May
Melbourne	24 May

RESERVE YOUR PLACE NOW

WAM Global initial public offering

WAM Global launched its initial public offering (IPO) on 2 May and exceeded the minimum offer proceeds on the same day. The general and priority offers are open and expected to close on 8 June. WAM Capital shareholders are eligible to take part in the \$165 million priority allocation to the Wilson Asset Management Family.

Visit www.wilsonassetmanagement.com.au/global to participate in the IPO.

May 2018 Shareholder Presentations

This month, we will be travelling across the country to meet with investors about our LICs, including WAM Global. We will also discuss investment themes, trends and opportunities we are seeing across Australian and global equity markets. Lunch will be served following the presentations, so we encourage you to stay and talk to the team. **Register now!**

Market overview

The S&P/ASX All Ordinaries Accumulation Index gained 3.5% in April led by an increase in commodity prices following robust Chinese economic growth data, and an abatement in geopolitical risks, particularly surrounding 'trade wars'. The International Monetary Fund maintained its positive outlook on global economic growth, forecast to be 3.9% in 2018, the best annual growth rate since 2011.

Net tangible asset (NTA) figures

The following NTA figures are **after** the 7.75 cents per share fully franked interim dividend paid on 27 April 2018. Since inception, WAM Capital has paid 215.3 cents per share in fully franked dividends to shareholders.

NTA before tax 196.61c*

NTA after tax and before tax on unrealised gains 195.95c**

NTA after tax 193.33c**

*The NTA before tax figure is after the payment of \$1.02m (0.2 cents per share) in tax during the month.

**This includes 0.33 cents per share of tax assets resulting from the acquisition of an unlisted investment company in April 2017.

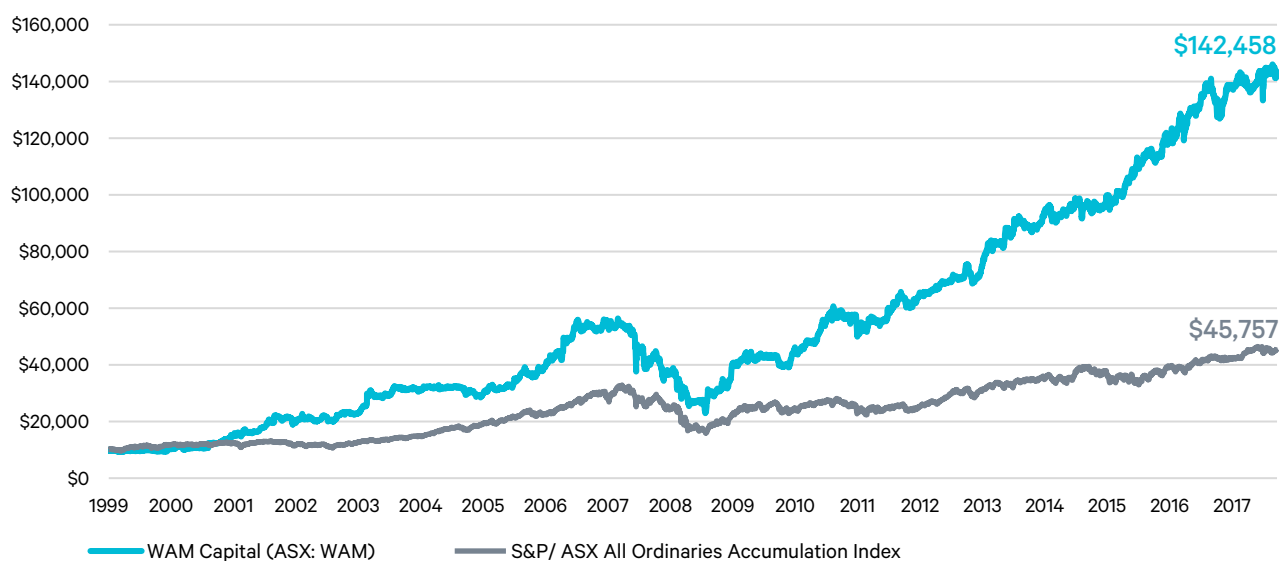
Performance

Performance at	1	6	Fin	1	3 yrs	5 yrs	10 yrs	Since inception
30 April 2018	mth	mths	YTD	yr	%pa	%pa	%pa	%pa (Aug-99)
WAM Investment Portfolio*	0.9%	4.8%	11.6%	13.3%	14.7%	14.9%	14.0%	17.5%
S&P/ASX All Ordinaries Accumulation Index	3.5%	3.6%	8.9%	6.4%	6.2%	7.8%	5.2%	8.3%
Outperformance	-2.6%	+1.2%	+2.7%	+6.9%	+8.5%	+7.1%	+8.8%	+9.2%

*Investment performance and Index returns are before expenses, fees and taxes.

Growth of \$10,000 investment since inception

WAM Capital versus the Index



Notes:

1. The above graph reflects the period from inception in August 1999 to 30 April 2018.
2. WAM Capital's performance is calculated using the closing daily share price in Australian dollars and assumes all dividends are reinvested.
3. The S&P/ASX All Ordinaries Accumulation Index has been chosen for comparison purposes only. The graph is not intended to be an indication of future performance of any asset class, index or the WAM Capital portfolio.

Diversified portfolio

Investment type	March 2018		April 2018	
	\$m	%	\$m	%
Listed equities	915.4	68.8	886.7	67.1
Short portfolio	(9.5)	(0.7)	(3.3)	(0.2)
Fixed interest & cash	425.3	31.9	437.9	33.1
Gross assets	1,331.2m	100.0	1,321.3m*	100.0
Total shares on issue	655,257,315		668,363,006**	

*This figure is after the 7.75 cents per share fully franked interim dividend paid on 27 April 2018 and \$1.02m in tax paid during the month.

**During the month, 3,412,813 shares were issued under the Dividend Reinvestment Plan (DRP) for the interim dividend. An additional 9,692,878 shares were issued via a DRP Shortfall Placement, raising \$22.8m.

Top 20 holdings

Code	Company	Code	Company
ALL	Aristocrat Leisure Limited	NEC	Nine Entertainment Co Holdings Limited
AOG	Aveo Group	PIA	Pengana International Equities Limited
ASB	Austal Limited	PSI	PSC Insurance Group Limited
ASL	Ausdrill Limited	REA	REA Group Limited
BVS	Bravura Solutions Limited	SCO	Scottish Pacific Group Limited
CSL	CSL Limited	SDA	SpeedCast International Limited
CTD	Corporate Travel Management Limited	SVW	Seven Group Holdings Limited
EHL	Emeco Holdings Limited	TGG	Templeton Global Growth Fund Limited
IMD	Imdex Limited	TGP	360 Capital Group Limited
MTR	Mantra Group Limited	WDE	Wealth Defender Equities Limited

The top 20 holdings are presented in alphabetical order.

Fully franked dividends

On 27 April 2018, the Company paid a fully franked interim dividend of 7.75 cents per share. The Board is committed to paying an increasing stream of fully franked dividends to shareholders, provided the Company has sufficient profit reserves and franking credits and it is within prudent business practices. The Company's ability to generate franking credits is dependent upon the receipt of franked dividends from investments and the payment of tax.

Fully franked dividends since inception

Cents per share

