

WAM CAPITAL LIMITED

(ACN 086 587 395)



WAM CAPITAL JULY 2003 **INVESTMENT UPDATE & NTA**

Since inception in August 1999 WAM Capital Ltd (WAM) has outperformed the overall sharemarket. WAM's portfolio (before all fees, costs, taxes and dividend) has increased by 165.0%* compared to a 19.1% increase in the All Ordinaries Accumulation Index. In the twelve months ended 30th June 2003 WAM's portfolio (before all fees, costs, taxes and dividend) has increased by 12.3%* compared to a 1.1% decrease in the All Ordinaries Accumulation Index.

* Adjusted for options exercised over the period.

- In July WAM's portfolio (before all fees, costs and taxes) increased by 3.6% while the All Ordinaries Accumulation Index rose by 3.6%.
- The NTA before tax was 133.3c a share, as at 31st July.
- The NTA after tax was 126.7c a share, as at 31st July.

WAM is an investment company whose mission is to provide superior returns to its investors over the medium to long term. WAM is managed by Wilson Asset Management (International) Pty Limited.

MARKET OUTLOOK

Positive sentiment has returned to global sharemarkets. We believe this positive tone will remain until valuations become stretched. With interest rates at historical lows we believe equity valuations remain attractive.

PORTFOLIO STRUCTURE & STRATEGY

As at 31st July 2003 equities made up approximately 73% of the portfolio, while fixed interest, cash, and listed debt made up the remaining 27%. We continue to focus on companies with strong earnings per share growth, trading on attractive earnings multiples, that are well positioned in growth industries and have proven management. We continue to research heavily to find companies that meet this profile.

DIVIDENDS

The final dividend will be announced with the full year result in early September.

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The major securities held as at 31st July 2003 in the fund give exposure to:

OFM Investment Group Ltd	Peptech Ltd
Macquarie Bank Ltd	OPSM Ltd
Select Harvest Ltd	Bristile Ltd
Reckon Ltd	Beston Wine Industry Trust
Coles Myer Ltd	Port Douglas Reef Resorts Ltd (Conv. Note)
McGuigan Simeon Wines Ltd	Timbercorp Ltd 9% (Conv. Pref.)
Australian Stock Exchange Ltd	Sirtex Medical Ltd
RG Capital Radio Ltd	Greens Foods Ltd
Roberts Ltd	Ridley Corporation Ltd
Loftus Capital Partners Ltd	Ten Network Holdings Ltd
OAMPS Ltd	Equity Capital Markets Ltd
Burns Philip Ltd 7.5 % (Conv. Pref.)	AP Eagers Ltd
AMP Ltd	Westfield Holdings Ltd
Pacific Strategic Investments Ltd	Promina Group Ltd
PCH Group Limited	Amity Oil Ltd
Betcorp Limited	Credit Corp. Group Ltd
	Challenger Financial Services Group Ltd

PERFORMANCE

	Aug 99	Sep 99	Oct 99	Nov 99	Dec 99	Jan 00
Gross Portfolio *	+1.4%	+5.1%	+4.1%	+11.0%	+4.9%	-2.0%
All Ordinaries Accum.	-1.9%	-1.7%	+0.5%	+5.9%	+3.7%	-1.8%
	Feb 00	Mar 00	Apr 00	May 00	Jun 00	Jul 00
Gross Portfolio *	+5.4%	+5.3%	-5.7%	-2.9%	+3.6%	+2.9%
All Ordinaries Accum.	+1.6%	+0.5%	-1.5%	-1.3%	+7.7%	-1.3%
	Aug 00	Sep 00	Oct 00	Nov 00	Dec 00	Jan 01
Gross Portfolio *	+5.2%	-0.7%	+2.5%	+1.9%	+0.1%	+1.7%
All Ordinaries Accum.	+1.7%	+0.2%	-1.1%	+1.1%	-2.0%	+4.4%
	Feb 01	Mar 01	Apr 01	May 01	Jun 01	July 01
Gross Portfolio *	-0.2%	- 3.7%	+3.9%	+6.7%	+6.9%	-1.0%
All Ordinaries Accum.	-0.2%	- 4.8%	+5.7%	+1.6%	+3.8%	-4.5%
	Aug 01	Sep 01	Oct 01	Nov 01	Dec 01	Jan 02
Gross Portfolio *	+4.6%	-2.9%	+8.6%	+3.8%	+3.3%	+7.0%
All Ordinaries Accum.	-1.3%	-6.7%	+6.8%	+3.4%	+2.7%	+1.3%
	Feb 02	Mar 02	Apr 02	May 02	Jun 02	Jul 02
Gross Portfolio *	+3.1%	+4.9%	-0.4%	+0.7%	-2.2%	-3.0%**
All Ordinaries Accum.	-1.1%	+0.8%	-1.8%	+0.9%	-4.4%	-4.1%
	Aug 02	Sep 02	Oct 02	Nov 02	Dec 02	Jan 03
Gross Portfolio *	+3.9%**	-1.1%**	+1.1%**	+1.6%**	+1.5%**	+1.3%
All Ordinaries Accum.	+1.8%	-4.1%	+2.6%	+1.5%	-1.5%	-1.3%
	Feb 03	Mar 03	Apr 03	May 03	Jun 03	Jul 03
Gross Portfolio *	-1.7%	-0.4%	+3.8%	+1.5%	+3.5%	+3.6%
All Ordinaries Accum.	-5.1%	+3.4%	+4.4%	+0.5%	+1.3%	+3.6%
	Since Inception					
Gross Portfolio *	+165.0%					
All Ordinaries Accum.	+19.1%					

*The change in the portfolio before all expenses, fees and taxes

** Adjusted for options exercised over the period.

NTA before tax	133.3c
NTA after tax and before tax on unrealised gains	132.9c
NTA after tax	126.7c

This is after the payment of an interim dividend of 4 cents a share fully franked.

For further information please visit our website www.wamcapital.com.au or contact;

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