

# WAM CAPITAL LIMITED

(ACN 086 587 395)



## **WAM CAPITAL JUNE 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 155.9%\* compared to a 15.0% increase in the All Ordinaries Accumulation Index. In the twelve months ended 30<sup>th</sup> 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 June WAM's portfolio (before all fees, costs and taxes) increased by 3.5% while the All Ordinaries Accumulation Index rose by 1.3%.
- The NTA before tax was 129.2c a share, as at 30<sup>th</sup> June. \*
- The NTA after tax was 123.1c a share, as at 30<sup>th</sup> June. \*

\* After the payment of the interim dividend of 4 cents a share fully franked.

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**

The Australian sharemarket started the month of June on a positive note, but ended flat. Investors will now turn their attention to the upcoming full year results starting in early August. Signs of an improvement in company earnings should lead to higher share prices in the medium term.

### **PORTFOLIO STRUCTURE & STRATEGY**

As at 30<sup>th</sup> June 2003 equities made up approximately 74% of the portfolio, while fixed interest, cash, and listed debt made up the remaining 26%. 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 interim dividend of 4 cents a share fully franked was paid on the 18<sup>th</sup> April 2003.

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The major securities held as at 30<sup>th</sup> June 2003 in the fund give exposure to:

OFM Investment Group Ltd	OPSM Ltd
Macquarie Bank Ltd	Metcash Trading 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	Reynolds Wines Ltd 8.75% (Conv. Pref.)
RG Capital Radio Ltd	Sirtex Medical Ltd
Roberts Ltd	Greens Foods Ltd
IAG Reset Conv. Prefs.	Ridley Corporation Ltd
Loftus Capital Partners Ltd	Ten Network Holdings Ltd
OAMPS Ltd	Equity Capital Markets Ltd
Burns Philip Ltd 7.5 % (Conv. Pref.)	Funtastic Limited
AMP Ltd	AP Eagers Ltd
Trust Ltd	Westfield Holdings Ltd
Pacific Strategic Investments	Austin Group Ltd
PCH Group Limited	Promina Group Ltd
Independent Practitioners Networks Limited	Amity Oil Ltd

## PERFORMANCE

	<b>Aug 99</b>	<b>Sep 99</b>	<b>Oct 99</b>	<b>Nov 99</b>	<b>Dec 99</b>	<b>Jan 00</b>
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%
	<b>Feb 00</b>	<b>Mar 00</b>	<b>Apr 00</b>	<b>May 00</b>	<b>Jun 00</b>	<b>Jul 00</b>
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%
	<b>Aug 00</b>	<b>Sep 00</b>	<b>Oct 00</b>	<b>Nov 00</b>	<b>Dec 00</b>	<b>Jan 01</b>
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%
	<b>Feb 01</b>	<b>Mar 01</b>	<b>Apr 01</b>	<b>May 01</b>	<b>Jun 01</b>	<b>July 01</b>
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%
	<b>Aug 01</b>	<b>Sep 01</b>	<b>Oct 01</b>	<b>Nov 01</b>	<b>Dec 01</b>	<b>Jan 02</b>
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%
	<b>Feb 02</b>	<b>Mar 02</b>	<b>Apr 02</b>	<b>May 02</b>	<b>Jun 02</b>	<b>Jul 02</b>
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%
	<b>Aug 02</b>	<b>Sep 02</b>	<b>Oct 02</b>	<b>Nov 02</b>	<b>Dec 02</b>	<b>Jan 03</b>
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%
	<b>Feb 03</b>	<b>Mar 03</b>	<b>Apr 03</b>	<b>May 03</b>	<b>Jun 03</b>	<b>Since Inception</b>
Gross Portfolio *	-1.7%	-0.4%	+3.8%	+1.5%	+3.5%	+155.9%
All Ordinaries Accum.	-5.1%	+3.4%	+4.4%	+0.5%	+1.3%	+15.0%

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

\*\* Adjusted for options exercised over the period.

NTA before tax *	129.2c
NTA after tax and before tax on unrealised gains*	126.4c
NTA after tax *	123.1c

\* 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](http://www.wamcapital.com.au) or contact;

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