

WAM CAPITAL LIMITED

(ACN 086 587 395)



WAM CAPITAL AUGUST 2000 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 44.3% compared to a 12.7% increase in the All Ordinaries Accumulation Index.

In August WAM Capital Ltd's (WAM) portfolio (before all fees, costs and taxes) increased 5.2% while the All Ordinaries Accumulation Index increased by 1.7%. WAM's NTA before all taxes as at 31st August 2000 was 134.98c a share. The NTA after all taxes was 122.73c a share. These figures have been calculated before the payment of a 2c fully franked final dividend and an 8c fully franked special dividend which are to be paid on 30th October 2000.

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

We expect the Australian sharemarket to continue to trade in a narrow range. The upward trend in official interest rates is close to completion, however, a slowing economy may impact negatively on company earnings. We remain cautious and intend to retain a healthy cash position in the short term.

PORTFOLIO STRUCTURE & STRATEGY

As at 31st August 2000 equities made up approximately 65% of the portfolio, the remainder being held in fixed interest and cash. 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.

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DIVIDENDS

The company has declared that it will pay a 2c fully franked final dividend and an 8c fully franked special dividend in October. WAM paid a 2c fully franked interim dividend in March.

HOLDINGS

The major securities held as at 31st August 2000 in the fund give exposure to;

Flight Centre	Mayne Nickless
Snack Foods	KAZ Computer Services
Brian McGuigan Wines	Renewable Energy
Bristle	Prime Television
Port Douglas Reef Resorts (9% Convertible Note)	Stargames
Reef Casino	Noni B (10.5% Convertible Note)
Sirtex Medical	Billabong

PERFORMANCE

		Aug 99	Sep 99	Oct 99	Nov 99	Dec 99
Gross Portfolio *		+1.4%	+5.1%	+4.1%	+11.0%	+4.9%
All Ordinaries Accumulation Index		-1.9%	-1.7%	+0.5%	+5.9%	+3.7%
	Jan 00	Feb 00	Mar 00	Apr 00	May 00	Jun 00
Gross Portfolio *	-2.0%	+5.4%	+5.3%	-5.7%	-2.9%	+3.6%
All Ordinaries Accumulation Index	-1.8%	+1.6%	+0.5%	-1.5%	-1.3%	+7.7%
	Jul 00	Aug 00				Since Inception
Gross Portfolio *	+2.9%	+5.2%				+44.4%
All Ordinaries Accumulation Index	-1.3%	+1.7%				+12.7%

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

NTA before tax 31/08/00 *	134.98c
NTA after tax 31/08/00 *	122.73c

* These figures are after payment of a 2c fully franked interim dividend and before provision for the full year dividends of 10c per share fully franked.

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

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