

WAM CAPITAL LIMITED

(ACN 086 587 395)



WAM CAPITAL APRIL 2006 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 376.8% compared to a 129.5% increase in the All Ordinaries Accumulation Index.

- In April WAM's portfolio (before all fees, costs and taxes) increased by 2.1%, while the All Ordinaries Accumulation Index increased by 2.4%.
- The gross portfolio has increased 29.1% for the 10 months to 30 April 2006.
- The NTA before tax was 173.51 cents a share*, as at 30 April 2006.
- The NTA after tax was 159.93 cents a share, as at 30 April 2006.

The above figures are after the payment of an interim dividend of 7.0 cents a share fully franked, paid on the 28 April 2006.

*This is after the payment of \$618,486 (0.92 cents a share) in tax.

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

Last month we commented that world growth had hit a golden period with all major economies – USA, Europe, China and Japan – experiencing strong economic growth. This synchronised growth should be a positive for equities. However, high growth historically has resulted in higher interest rates which are a negative for equities. Given interest rates around the globe are rising we remain cautious about equity markets.

DIVIDEND

The interim dividend of 7.0 cents a share fully franked was paid on 28 April 2006.

PORTFOLIO STRUCTURE & STRATEGY

As at 30 April 2006, listed securities made up approximately 90% of the portfolio, while fixed interest and cash made up the remaining 10%. We continue to focus on companies with strong earnings per share growth, trading on attractive earnings multiples, and are well positioned in growth industries and have proven management. We continue to research heavily to find companies that meet this profile.

At 30 April 2006 the major securities held in the portfolio were:

COMPANY	MARKET VALUE \$
ABC Learning Centres Ltd (ABS)	1,917,573
Austar United Communications Ltd (AUN)	2,647,400
Bank of Queensland Reset Prefs (BOQPB)	1,738,800
Bendigo Bank Ltd (BEN)	3,284,181
Contango Microcap Ltd (CTN)	4,074,469
Credit Corp Group Ltd (CCP)	5,590,944
Customers Ltd (CUS)	1,590,731
Futuris Corporation Ltd 7.85% Perp Notes (FCLPA)	1,861,493
Gropep Ltd (GRO)	1,502,486
Incitec Pivot Ltd (IPL)	1,379,000
Incremental Petroleum Ltd (IPM)	2,323,125
Linq Resources Fund (LRF)	1,512,000
Loftus Capital Partners Ltd (LCP)	1,817,693
Ludowici Ltd (LDW)	1,120,000
Macquarie Leisure Trust (MLE)	2,229,513
Mariner Financial Ltd (MFI)	1,134,000
McMillan Shakespeare Ltd (MMS)	2,012,948
Melbourne IT Ltd (MLB)	1,751,513
Multimedia Ltd (MUL)	1,926,722
Oakton Ltd (OKN)	1,582,725
Oamps Ltd (OMP)	3,519,370
OFM Investment Group Ltd (OFM)	1,186,806
Petsec Energy Ltd (PSA)	1,541,050
Photon Group Ltd (PGA)	1,995,138
Pro Medicus Ltd (PME)	1,156,085
RCR Tomlinson Ltd (RCR)	1,113,665
Rebel Sport Ltd (REB)	1,599,683
Reckon Ltd (RKN)	3,345,729
Reef Casino Trust (RCT)	1,137,505
Select Harvests Ltd (SHV)	3,847,975
Sigma Pharmaceuticals Ltd (SIP)	3,188,430
SWT Communications Group Ltd (SGN)	2,078,913
Tassal Group Ltd (TGR)	2,956,346
The Reject Shop Ltd (TRS)	1,182,622
Tower Ltd (TWR)	3,859,681
Webjet Ltd (WEB)	1,764,000
Wentworth Mutual Ltd (WWM)	1,521,381
Woodside Petroleum Ltd (WPL)	1,638,000

NTA before tax	173.51c*
NTA after tax and before tax on unrealised gains	170.93c
NTA after tax	159.93c

The above figures are after the payment of an interim dividend of 7.0 cents a share fully franked.

*This is after the payment of \$618,486 (0.92 cents a share) in tax.

PERFORMANCE TABLE

	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%
	Aug 03	Sept 03	Oct 03	Nov 03	Dec 03	Jan 04
Gross Portfolio *	+5.2%	+3.7%	+5.4%	-0.7%	+3.6%	+2.5%
All Ordinaries Accum.	+3.5%	-0.1%	+3.5%	-2.1%	+3.7%	-0.7%
	Feb 04	Mar 04	Apr 04	May 04	Jun 04	Jul 04
Gross Portfolio *	+2.7%	+0.1%	-1.3%	-0.8%	+1.0%	+2.4%
All Ordinaries Accum.	+3.1%	+2.0%	-0.1%	+1.6%	+2.7%	+0.6%
	Aug 04	Sep 04	Oct 04	Nov 04	Dec 04	Jan 05
Gross Portfolio *	+1.2%	+2.5%	+2.9%	+3.3%	+0.7%	+2.7%
All Ordinaries Accum.	+1.1%	+3.8%	+3.1%	+4.6%	+3.0%	+1.3%
	Feb 05	Mar 05	Apr 05	May 05	Jun 05	Jul 05
Gross Portfolio *	-0.2%	-0.8%	-4.2%	+0.0%	+2.8%	+2.2%
All Ordinaries Accum.	1.8%	-0.7%	-3.8%	+3.4%	+4.5%	+2.8%
	Aug 05	Sep 05	Oct 05	Nov 05	Dec 05	Jan 06
Gross Portfolio *	+3.9%	+2.6%	+0.1%	+3.0%	+0.8%	+1.5%
All Ordinaries Accum.	+2.2%	+4.8%	-3.8%	+4.4%	+3.0%	+3.7%
	Feb 06	Mar 06	Apr 06			Since Inception
Gross Portfolio *	+4.8%	+5.2%	+2.1%			+376.8%
All Ordinaries Accum.	+0.7%	+4.8%	+2.4%			+129.5%

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

For further information please contact:

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