



## **WILSON INVESTMENT FUND LTD (WIL)** **INVESTMENT UPDATE & NTA – OCTOBER 2008**

The NTA before tax as at 31 October 2008 was 86.15 cents per share. The NTA after tax on realised gains and before tax on unrealised gains as at 31 October 2008 was 86.15 cents per share.

WIL is a long-term investor and does not intend disposing of its total portfolio. If estimated tax on unrealised portfolio gains were to be deducted, the above figure would be 86.15 cents per share.

NTA before tax payable and after tax assets	86.15c*
NTA after tax and before tax on unrealised gains	86.15c*
NTA after tax (including unrealised gains tax)	86.15c*

\* The above figures include tax assets of 6.2 cents per share and after the payment of the final 2.0 cents a share fully franked LIC capital gain dividend.

### **MARKET OUTLOOK**

October was a traumatic period for equity markets around the globe. The All Ordinaries Accumulation Index fell 14% for the month and at one stage was down more than 19%. The index has now fallen 38% for the calendar year and 43% since its peak on 1 November 2007.

The September/October months were the worst consecutive months for the Australian market in 21 years. The latest bout of selling is based on growing fears that the World, including Australia will plunge into recession in 2009. Most economists believe the USA, UK and Europe are already in recession, with the rest of the world set to follow in 2009. Equity investors are concerned this slow down will result in company earnings falling dramatically in the coming year. Until there is more clarity on earnings we believe the market will find it difficult to break the bear trend. We are excited about the opportunities that are beginning to appear.

### **Dividends**

The final dividend declared for the year to 30 June 2008 was 2.0 cents a share fully franked, paid on 24 October 2008. The final dividend carried with it an attributable LIC capital gain of 2.0 cents per share which will enable some shareholders to claim a tax deduction. The full year ordinary dividend totals 5.0 cents per share.

**PORTFOLIO STRUCTURE**

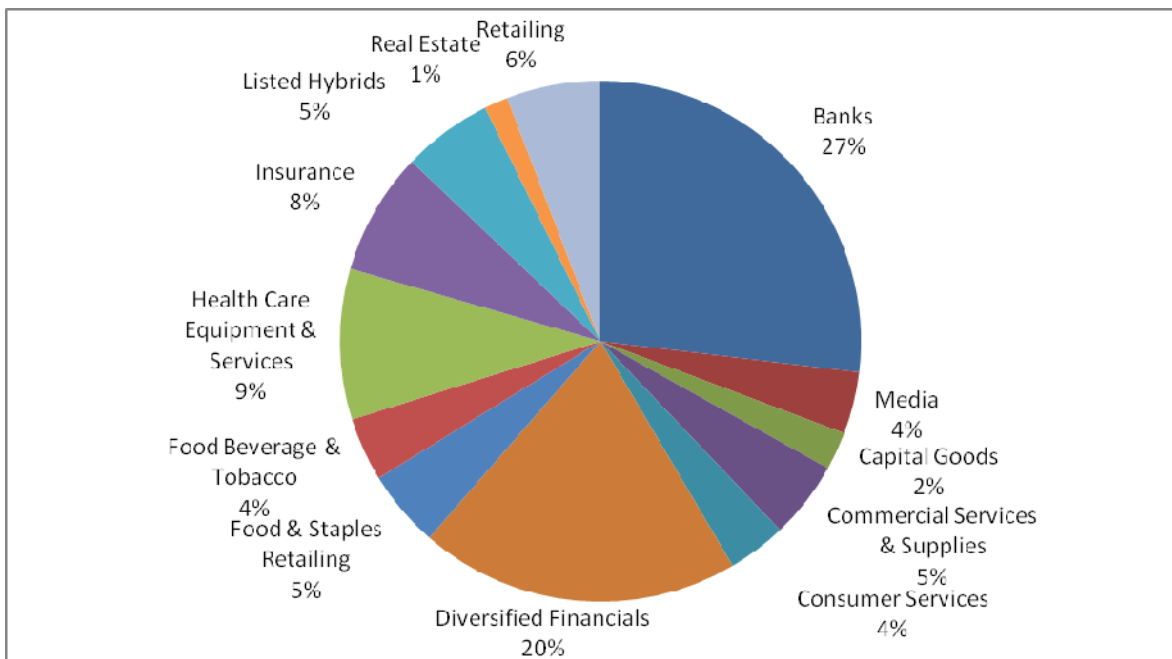
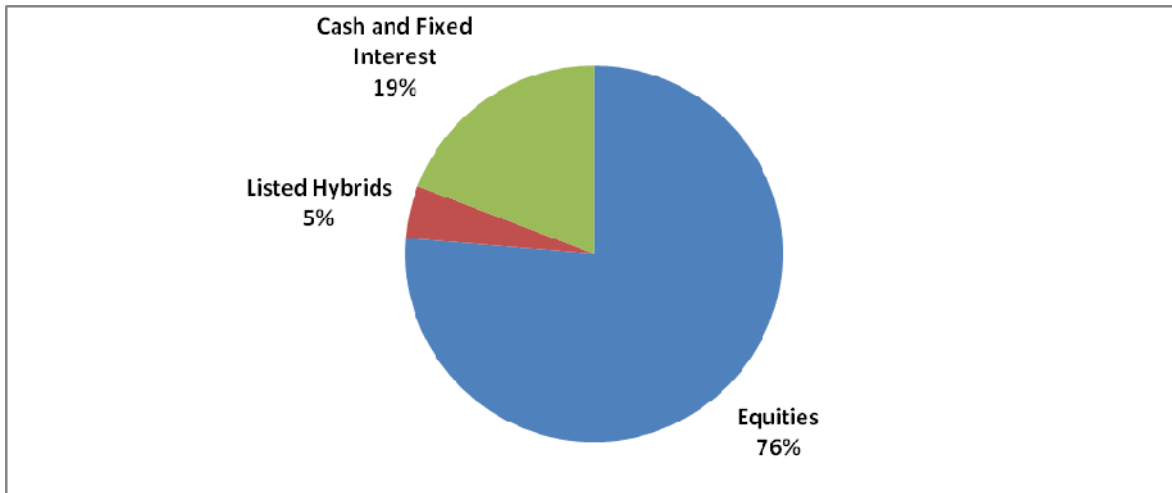
<b>Investment Type</b>	<b>As at 30 September 2008</b>		<b>As at 31 October 2008</b>	
	<b>\$m</b>	<b>%</b>	<b>\$m</b>	<b>%</b>
Listed Equities	80.12	73.40%	75.43	76.32%
Listed Hybrids	11.61	10.63%	4.46	4.51%
Fixed Interest and Cash	17.44	15.97%	18.95	19.17%
<b>Total Assets</b>	<b>109.17</b>	<b>100.00%</b>	<b>98.84</b>	<b>100.00%</b>
	<b>No.</b>		<b>No.</b>	
<b>Total no. of ord shares on issue</b>	122,135,783		122,774,083	

## **PORTFOLIO STRUCTURE (continued)**

As at 31 October 2008 the listed equities and hybrids were as follows:

	<b><u>Qty</u></b>	<b><u>Market Value \$</u></b>		<b><u>Qty</u></b>	<b><u>Market Value \$</u></b>
<b><u>Listed Hybrids</u></b>			<b><u>Food Beverage &amp; Tobacco</u></b>		
Brickworks Ltd Prefs (BKWPA)	8,000	818,560	Cockatoo Ridge Wines Ltd (CKR)	8,108,328	364,875
Leighton Hldgs Conv Notes (LEIGA)	8,000	827,200	Graincorp Ltd (GNC)	209,714	1,465,901
Seven Non-red Prefs (SEVPC)	15,000	1,276,500	Select Harvest Ltd (SHV)	343,241	1,321,478
Toll Hld Reset Prefs (TOLPA)	5,000	487,500			<b>3,152,254</b>
Willmott Forests Prefs (WFLPA)	14,000	1,050,000			
		<b>4,459,760</b>	<b><u>Banks</u></b>		
<b><u>Capital Goods</u></b>			ANZ Ltd (ANZ)	91,000	1,579,760
CSR Ltd (CSR)	500,000	1,080,000	Bank of Queensland Ltd (BOQ)	289,510	3,856,273
Reece Australia Ltd	45,711	799,943	Bendigo & Adelaide Bank Ltd (BEN)	495,763	6,534,156
		<b>1,879,943</b>	Mortgage Choice Ltd (MOC)	519,715	467,744
<b><u>Commercial Services &amp; Supplies</u></b>			National Aust Bank Ltd (NAB)	120,000	2,878,800
Credit Corp Group Ltd (CCP)	959,082	575,449	Rock Building Society Ltd (ROK)	57,285	160,398
McMillan Shakespeare Ltd (MMS)	750,000	1,612,500	Westpac Banking Corp (WBC)	150,000	3,042,000
SAI Global Ltd (SAI)	675,000	1,647,000	Wide Bay Australia Ltd (WBB)	381,760	2,970,093
		<b>3,834,949</b>			<b>21,489,224</b>
<b><u>Consumer Services</u></b>			<b><u>Health Care Equip &amp; Services</u></b>		
Tabcorp Holdings Ltd (TAH)	200,000	1,370,000	Aevum Ltd (AVE)	1,326,839	1,791,233
Tattersalls Ltd (TTS)	611,350	1,528,375	Primary Health Care Ltd (PRY)	780,497	3,590,286
		<b>2,898,375</b>	Pro Medicus Ltd (PME)	1,075,000	967,500
<b><u>Media</u></b>			Sigma Pharmaceuticals Ltd (SIP)	884,120	1,113,991
Photon Group Ltd (PGA)	1,033,000	1,611,480			<b>7,463,010</b>
Prime Television Ltd (PRT)	381,291	697,763	<b><u>Diversified Financials</u></b>		
WA Newspapers Hld Ltd (WAN)	124,000	762,600	ASX Ltd (ASX)	302,000	9,029,800
		<b>3,071,843</b>	BT Invt M'ment Ltd (BTT)	1,041	2,707
<b><u>Retailing</u></b>			Clime Invt M'ment Ltd (CIW)	3,836,143	1,074,120
AP Eagers Ltd (APE)	348,997	2,652,377	CVC Ltd (CVC)	750,000	615,000
ARB Corporation Ltd (ARP)	580,864	2,003,981	Equity Trustees Ltd (EQT)	71,000	1,282,260
		<b>4,656,358</b>	IOOF Holdings Ltd (IFL)	327,000	1,373,400
<b><u>Food &amp; Staples Retailing</u></b>			Mariner Financial Ltd (MFI)	2,560,000	64,000
Metcash Ltd (MTS)	950,000	3,828,500	NSX Ltd (NSX)	1,085,000	130,200
		<b>3,828,500</b>	Perpetual Ltd (PPT)	40,000	1,397,200
<b><u>Insurance</u></b>			Rattoon Holdings Ltd (RTN.NSX)	2,508,477	275,932
Calliden Group Ltd (CIX)	6,000,000	1,800,000	Treasury Group Ltd (TRG)	98,766	641,979
Tower Australia Group Ltd (TAL)	1,689,950	3,531,996			<b>15,886,598</b>
Tower Ltd (TWR)	568,649	759,146	<b><u>Real Estate</u></b>		
		<b>6,091,142</b>	Challenger Wine Trust (CWT)	2,453,250	1,177,560
					<b>1,177,560</b>
			<b>TOTAL PORTFOLIO VALUE</b>		<b>\$79,889,515</b>

**PORTFOLIO STRUCTURE (continued)**



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