

Entitlement Offer

An Entitlement Offer, also known as a Rights Issue, gives existing shareholders the right to increase their interest in a company at a fixed price without incurring brokerage fees.

Overview

The WAM Leaders pro-rata non-renounceable Entitlement Offer gives shareholders the opportunity to increase their interest in the Company at an issue price equal to the Company's pre-tax net tangible asset (NTA) backing per share as at 30 June 2021 of \$1.44 per share. From the 30 June 2021 pre-tax NTA, the Company expects to pay approximately 3.84 cents per share in corporate tax as part of the FY2021 income tax return.

The pro-rata 1 for 5 non-renounceable Entitlement Offer of new fully paid ordinary shares will raise up to approximately \$241.2 million (approximately 167.5 million shares).



For every 5 WAM Leaders shares you own, you are entitled to 1 new WAM Leaders Share.

The Issue Price is \$1.44 per New Share, being the WAM Leaders pre-tax NTA as at 30 June 2021.



Top-Up Facility

Shareholders who take up their Entitlement Offer in full may also apply for additional new shares in excess of their Entitlement under a Top-Up Facility.



Shortfall Facility

If there remains any shortfall of Shares taken up by Eligible Shareholders including after the application of the Top-Up Facility, the WAM Leaders Board of Directors reserves the right to issue all or any of the New Shares under the Shortfall Facility at their discretion.

Benefits



Receive dividends

Shareholders who participate in the Entitlement Offer will receive the fully franked final dividend of 3.5 cents per share. This assumes the shares issued under the Entitlement Offer are held on the dividend record date.



Acquire shares at a discount

The Entitlement Offer entitles existing shareholders to increase their interest in the Company at a 8.0% discount to the closing share price on Monday 12 July 2021 of \$1.565 per share.



Grow assets

Capital raised under the Entitlement Offer grows the Company's assets and increases its relevance in the market. It also improves the prospect of broker and research coverage, increase interest from financial planners and gain additional access to market opportunities. The increased size is also expected to reduce the fixed expense ratio of the Company to the benefit of all shareholders.



No brokerage

Unlike buying shares trading on the ASX, the Entitlement Offer allows shareholders to acquire new shares without paying brokerage fees.

Key terms

Cum/ex-entitlement

Stocks trade cum entitlement when the entitlement is announced up until the ex-entitlement date. If you purchase stock and continue to hold the stock on the day prior to the ex-entitlement date, you will be eligible for the entitlement. If you purchase shares on or after the ex-entitlement date, the previous owner of the shares is entitled to the entitlement, and you are not.

Issue price

The price the New Shares can be purchased for when the Entitlement is taken up.

New Share

A share offered and issued in the Company, under the Offer Booklet, the terms and conditions of which are set out in the Offer Booklet.

Non-renounceable

The Entitlement Offer is non-renounceable. Accordingly, the entitlements to participate in the Entitlement Offer are non-transferable and cannot be traded on the ASX or any other exchange or transferred privately.

Top-Up Facility

A facility where shareholders can apply for additional new shares in excess of their Entitlement.

Wilson
Asset Management

For further information please contact us:

T (02) 9247 6755

E info@wilsonassetmanagement.com.au

W wilsonassetmanagement.com.au