



4 February 2022

Solid investment portfolio performance, annualised fully franked interim dividend of 15.5 cents per share

+17.1%

investment portfolio performance¹ in the 2021 calendar year

15.5 cents per share

annualised FY2022 fully franked interim dividend

+7.1%

FY2022 annualised fully franked interim dividend yield²

+7.0%

total shareholder return in the 2021 calendar year

FY2022 interim results webinar

Please [register](#) to join Chairman and Chief Investment Officer Geoff Wilson AO, Lead Portfolio Manager Oscar Oberg, Portfolio Manager Tobias Yao, Senior Equity Analyst Shaun Weick and Equity Analyst Sam Koch for our WAM Capital, WAM Microcap, WAM Research and WAM Active [FY2022 Interim Results Webinar](#) on Thursday 3 March 2022 at 4:15 pm (Sydney time). We encourage you to ask any questions you may have.

[Register now](#)

"I am pleased with the performance of the investment portfolio for shareholders during the period as Australia emerged from coronavirus lockdowns and economies began rebounding. We remain focused on our investment process and are positive on small and mid-cap companies going forward."

WAM Capital Lead Portfolio Manager Oscar Oberg

The WAM Capital Limited (ASX: WAM) Board of Directors has declared a fully franked interim dividend of 7.75 cents per share, representing an annualised fully franked dividend yield of 7.1%².

The fully franked interim dividend of 7.75 cents per share provides shareholders with an annualised grossed-up yield of 10.1%³ on the 3 February 2022 closing share price of \$2.18 per share. The fully franked interim dividend is consistent with the Company's investment objective of delivering investors a stream of fully franked dividends and has been achieved through the performance of the investment portfolio since inception and the profits reserve available.

WAM Capital provided shareholders with a total shareholder return of 5.3% in the six months to 31 December 2021, reflecting the Company's investment portfolio performance and the slight increase in share price premium to net tangible assets (NTA). In the same period, the investment portfolio increased 4.8%, outperforming the S&P/ASX All Ordinaries Accumulation Index with an average cash holding of 12.9%. In the 2021 calendar year the investment portfolio increased 17.1%¹ with an average cash holding of 10.9%.

Chairman and Chief Investment Officer Geoff Wilson AO said, "Pleasingly, since inception in August 1999, WAM Capital has consistently delivered returns to shareholders and has paid 269.50 cents per share in fully franked dividends."

The Company's ability to continue paying fully franked dividends is dependent on generating additional profits reserves and franking credits. The Company's profits reserve at the end of the period was 19.7 cents per share, before the payment of the fully franked interim dividend of 7.75 cents per share. The Company's ability to generate franking credits is dependent upon the payment of tax on profits and the quantum of fully franked dividends received from investee companies.

WAM Capital participated in a number of corporate activities that contributed to the profitable growth in WAM Capital's assets in the six month period to 31 December 2021. In October, WAM Capital announced that it had acquired all the issued capital of an unlisted investment company with net assets of approximately \$36.3 million. In September, WAM Capital **announced** its intention to make a conditional off-market takeover bid for PM Capital Asian Opportunities Fund (ASX: PAF) (**Offer**). The new shares issued under the Offer and the acquisition of an unlisted investment company were accretive to the Company's pre-tax NTA by approximately 0.4% and generated over \$6.9 million in value for WAM Capital shareholders. In December, WAM Capital, Westoz Investment Company Limited (Westoz) (ASX: WIC) and Ozgrowth Limited (Ozgrowth) (ASX: OZG) **announced** that they entered into Scheme Implementation Agreements to merge the three entities under separate transactions (**Proposed Transactions**). We estimate the accretion from the corporate activities for FY2022 will be approximately 1.9% and will generate over \$34.0 million in value for WAM Capital shareholders.

Through internal industry consolidation and external opportunities over the past 12 months, WAM Capital has increased its underlying net assets by more than \$360 million. Following the implementation of the Proposed Transactions over the next period, WAM Capital will grow its net assets to approximately \$2.0 billion, with a market capitalisation of over \$2.3 billion. Over its 20 year history, WAM Capital has returned more than \$12 billion in dividends and franking credits to shareholders.

The Board of Directors believe the Proposed Transactions will provide WAM Capital shareholders with appealing benefits including the issuance of new shares at a premium to the Company's underlying NTA, a reduced management expense ratio and access to greater on-market liquidity.

¹Based on the 3 February 2022 share price of \$2.18 per share.

²Investment portfolio performance is before expenses, fees and taxes and the impact of capital management initiatives to compare to the relevant index which is before expenses, fees and taxes.

³Grossed-up dividend yield includes the benefits of franking credits and is based on a tax rate of 30.0%.

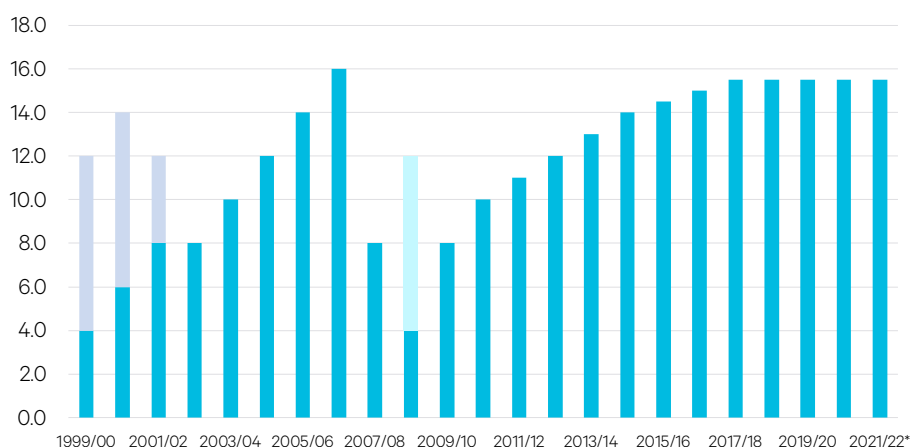
Solid investment portfolio performance

Key dividend dates

Ex dividend date	6 June 2022
Dividend record date (7:00pm Sydney time)	7 June 2022
Last election date for DRP	9 June 2022
Fully franked interim dividend payment date	17 June 2022

WAM Capital dividends since inception

Cents per share



■ Ordinary fully franked dividend ■ Special fully franked dividend ■ Equal access share buy-back
*Annualised interim dividend.

Performance at 31 December 2021	Fin YTD	1 yr	3 yrs % pa	7 yrs % pa	10 yrs % pa	Since inception % pa (Aug-99)
WAM Capital Investment Portfolio*	4.8%	17.1%	16.4%	13.4 %	14.8%	16.4%
S&P/ASX All Ordinaries Accumulation Index	4.6%	17.7%	14.8%	9.6%	11.0%	8.7%
Outperformance	+0.2%	-0.6%	+1.6%	+3.8%	+3.8%	+7.7%
S&P/ASX Small Ordinaries Accumulation Index	5.5%	16.9%	15.7%	11.3%	8.0%	6.3%
Outperformance	-0.7%	+0.2%	+0.7%	+2.1%	+6.8%	+10.1%

*Investment portfolio performance is before expenses, fees, taxes and capital management initiatives to compare to the relevant index which is before expenses, fees and taxes.

Top holdings with portfolio weightings as at 31 December 2021

Research-driven holdings

Code	Name	%
AX1	Accent Group Limited	2.4%
IPH	IPH Limited	2.3%
MGH	MAAS Group Holdings Limited	2.3%
CCP	Credit Corp Group Limited	2.2%
ACL	Australian Clinical Labs Limited	2.0%
BKW	Brickworks Limited	2.0%
EVT	EVENT Hospitality & Entertainment Limited	1.9%
ALG	Ardent Leisure Group Limited	1.8%
IEL	IDP Education Limited	1.8%
VEA	Viva Energy Group Limited	1.8%

Market-driven holdings

Code	Name	%
CAR	carsales.com Limited	2.0%
PXA	PEXA Group Limited	1.9%
ARB	ARB Corporation Limited	1.9%
SDF	Steadfast Group Limited	1.9%
360	Life360 Inc.	1.8%
ALL	Aristocrat Leisure Limited	1.7%
ALQ	ALS Limited	1.7%
TPG	TPG Telecom Limited	1.6%
PMV	Premier Investments Limited	1.5%
BRG	Breville Group Limited	1.5%

About WAM Capital

WAM Capital Limited (ASX: WAM) is a listed investment company (LIC) managed by Wilson Asset Management. Listed in August 1999, WAM Capital provides investors with exposure to an actively managed, diversified portfolio of undervalued growth companies listed on the ASX, with a focus on small-to-medium sized businesses. The Company's investment objectives are to deliver a stream of fully franked dividends, provide capital growth and preserve capital.

All major platforms provide access to WAM Capital, including AMP North, BT Panorama, Colonial First State FirstWrap, Netwealth, Macquarie Wrap and Hub24. WAM Capital receives coverage from the following independent investment research providers:



This announcement has been authorised by the Board of WAM Capital Limited.

For further information, visit wilsonassetmanagement.com.au or contact:

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WAM Capital
22 Years Listed



About Wilson Asset Management

Wilson Asset Management has a track record of making a difference for shareholders and the community for more than 20 years. As the investment manager for eight leading LICs: WAM Capital (ASX: WAM), WAM Leaders (ASX: WLE), WAM Global (ASX: WGB), WAM Microcap (ASX: WMI), WAM Alternative Assets (ASX: WMA), WAM Strategic Value (ASX: WAR), WAM Research (ASX: WAX) and WAM Active (ASX: WAA), Wilson Asset Management invests over \$5.4 billion on behalf of more than 120,000 retail investors.

Wilson Asset Management created and is the lead supporter of the first LICs to deliver both investment and social returns: Future Generation Australia (ASX: FGX) and Future Generation Global (ASX: FGG). Wilson Asset Management advocates and acts for retail investors, is a member of the global philanthropic Pledge 1% movement, is a significant funder of many Australian charities and provides all team members with \$10,000 each year to donate to charities of their choice. All philanthropic investments are made by the Investment Manager.