



9 February 2022

## Strong outperformance drives 25.0% increase in fully franked interim dividend

**+27.8%**

investment portfolio performance\* in the 2021 calendar year

**+25.0%**

increase in fully franked interim dividend

**5.0 cents per share**

FY2022 fully franked interim dividend

**5.2%**

FY2022 annualised fully franked interim dividend yield<sup>^</sup>

### 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 4:15pm (Sydney time). We encourage you to ask any questions you may have.

[Register now](#)

*"I am pleased with the team's stock picking during the six month period, which lead to the investment portfolio outperformance. We believe current valuations across microcap companies, in particular within retail, tourism, construction and building materials, are the most attractive they have been for some time and have added to our core positions that have a positive medium-term outlook."*

WAM Microcap Lead Portfolio Manager  
Oscar Oberg

The WAM Microcap Limited (ASX: WMI) investment portfolio increased 13.8%\* in the six months to 31 December 2021, outperforming the S&P/ASX Small Ordinaries Accumulation Index by 8.3%. Since inception in June 2017, the investment portfolio has increased 24.6%\* per annum, outperforming the Index by 12.6% per annum.

WAM Microcap Chairman Geoff Wilson AO said: "During the period WAM Microcap's investment team delivered strong investment portfolio outperformance, which was achieved through Oscar, Tobias, Shaun and Sam's diligence in executing our proven investment process and identifying undervalued microcap companies with strong catalysts."

WAM Microcap's investment portfolio outperformance was delivered despite the challenging environment for investing in microcap companies which were impacted by supply chain concerns, anticipated interest rate hikes and the onset of the Omicron coronavirus variant.

The Board of Directors declared a fully franked interim dividend of 5.0 cents per share, representing a 25.0% increase on the FY2021 fully franked interim dividend. The FY2022 fully franked interim dividend represents an annualised fully franked dividend yield of 5.2%<sup>^</sup> and a grossed-up dividend yield of 7.4%<sup>#</sup>.

The fully franked interim dividend has been achieved through the performance of the investment portfolio since inception, the profits reserve available and is consistent with the Company's investment objective of delivering investors a stream of fully franked dividends.

As at 31 December 2021, the Company had 52.0 cents per share available in the profits reserve, before the payment of the fully franked interim dividend of 5.0 cents per share. Since inception in June 2017, WAM Microcap has paid 33.75 cents per share in fully franked dividends to shareholders. 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.

#### Key dividend dates

Ex dividend date	4 April 2022
Dividend record date (Sydney time 7:00pm)	5 April 2022
Last election date for DRP	7 April 2022
Fully franked interim dividend payment date	14 April 2022

\*Investment portfolio performance is before expenses, fees and taxes to compare to the relevant index which is also before expenses, fees and taxes.

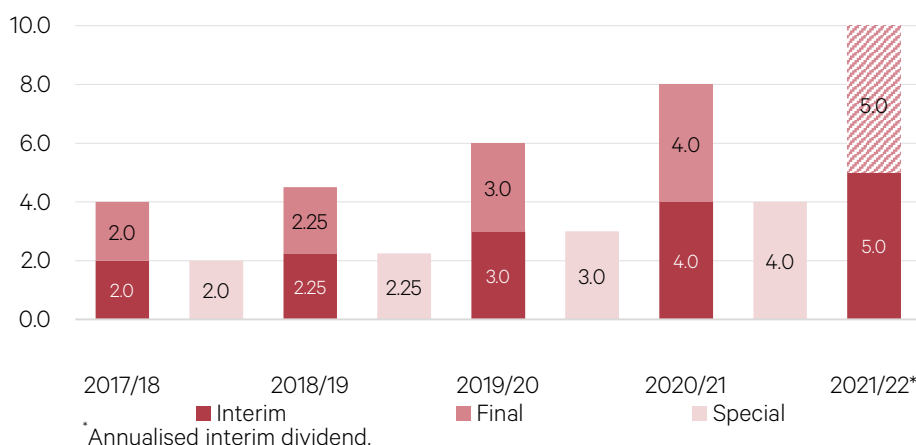
<sup>^</sup>Based on the 8 February 2022 share price of \$1.92.

<sup>#</sup>Grossed-up dividend yield includes the benefits of franking credits and is based on a tax rate of 30.0%.



# Strong investment portfolio outperformance since inception

Increasing fully franked dividends (cents per share)



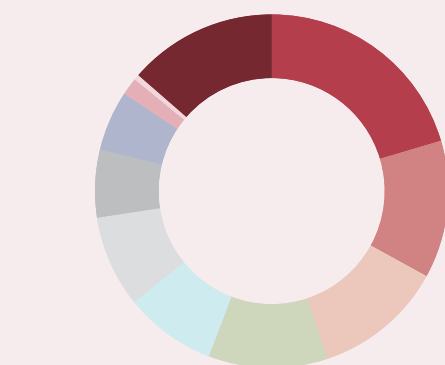
Performance at 31 December 2021	Fin YTD	1 yr	3 yrs % pa	Since inception % pa (Jun-17)
WAM Microcap Investment Portfolio*	13.8%	27.8%	30.6%	24.6%
S&P/ASX Small Ordinaries Accumulation Index	5.5%	16.9%	15.7%	12.0%
<b>Outperformance</b>	<b>+8.3%</b>	<b>+10.9%</b>	<b>+14.9%</b>	<b>+12.6%</b>

\*Investment portfolio performance is before expenses, fees and taxes to compare to the relevant index which is also before expenses, fees and taxes.

## Top 20 holdings with portfolio weightings as at 31 December 2021

Code	Name	%
IREN US	Iris Energy Limited	3.8%
CAJ	Capitol Health Limited	2.7%
ALG	Ardent Leisure Group Limited	2.4%
EGG	Enero Group Limited	2.3%
JAN	Janison Education Group Limited	2.2%
TUA	Tuas Limited	2.2%
THL NZ	Tourism Holdings Limited	2.2%
MAF	MA Financial Group Limited	2.1%
PPE	PeopleIn Limited	2.1%
GDG	Generation Development Group Limited	2.0%
DGL	DGL Group Limited	2.0%
ABB	Aussie Broadband Limited	1.9%
SWP	Swoop Holdings Limited	1.9%
RIC	Ridley Corporation Limited	1.8%
EXP	Experience Co Limited	1.8%
MYS	MyState Limited	1.7%
AMS	Atomos Limited	1.6%
MEA	McGrath Limited	1.6%
SOV	Sovereign Cloud Holdings Limited	1.5%
SYM	Symbio Holdings Limited	1.5%

## Diversified investment portfolio by sector as at 31 December 2021



- Consumer discretionary: 20.4%
- Information technology: 12.6%
- Communication services: 11.9%
- Industrials: 10.9%
- Financials: 8.4%
- Materials: 8.4%
- Consumer staples: 6.2%
- Health care: 5.5%
- Real estate: 1.6%
- Energy: 0.5%
- Cash: 13.6%

## About WAM Microcap

WAM Microcap Limited (ASX: WMI) is a listed investment company (LIC) managed by Wilson Asset Management. Listed in June 2017, WAM Microcap provides investors access to a portfolio of undervalued microcap growth companies with a market capitalisation of less than \$300 million at the time of acquisition. WAM Microcap also provides exposure to relative value arbitrage and market mispricing opportunities. WAM Microcap's investment objectives are to deliver a stream of fully franked dividends, provide capital growth over the medium-to-long term and preserve capital.

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



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

For further information, visit [wilsonassetmanagement.com.au](http://wilsonassetmanagement.com.au) or contact:

---

### Geoff Wilson AO

Chairman & Chief Investment Officer  
(02) 9247 6755

---

### Kate Thorley

Chief Executive Officer  
(02) 9247 6755  
0405 115 644

---

### Jesse Hamilton

Chief Financial Officer  
(02) 9247 6755  
0401 944 807

---

### Camilla Cox

Senior Corporate Affairs Advisor  
(02) 9247 6755  
[info@wilsonassetmanagement.com.au](mailto:info@wilsonassetmanagement.com.au)

WAM Microcap  
4 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 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.