

Investment update

As at 30 November 2017



wilsonassetmanagement.com.au
ABN 34 086 587 395

Snapshot

Pre-tax net tangible assets

\$2.02

Fully franked
dividend yield

6.4%

Gross assets

\$1,342.8m

Performance
(p.a. since August 1999)

17.7%

WAM Capital Limited

ASX code	WAM
Date of listing	Aug 1999
Gross assets	\$1,342.8m
Market cap	\$1,546.4m
Share price	\$2.36
NTA before tax	\$2.02
Shares on issue	655,257,315
Fully franked dividends (FY2017)	15.0c
Fully franked dividend yield	6.4%

Investment objectives

- Deliver shareholders a rising stream of fully franked dividends
- Provide capital growth
- Preserve capital

Wilson Asset Management investment & management team

Geoff Wilson	Chairman & Portfolio Manager
Kate Thorley	Chief Executive Officer
Chris Stott	Chief Investment Officer & Portfolio Manager
Matthew Haupt	Portfolio Manager
Martin Hickson	Portfolio Manager
Oscar Oberg	Portfolio Manager
Tobias Yao	Senior Equity Analyst
John Ayoub	Senior Equity Analyst
Cooper Rogers	Assistant Dealer

Company overview

WAM Capital Limited (ASX: WAM) is a listed investment company 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, which are generally small-to-medium sized industrial companies listed on the Australian Securities Exchange. WAM Capital also provides exposure to relative value arbitrages and market mispricing opportunities.

Market overview

The S&P/ASX All Ordinaries Accumulation Index closed up 1.9% for the month.

During November the Index pushed through the 6,000 point mark for the first time since the global financial crisis, largely driven by the energy and mining sectors. The NAB Business survey reported yet another strong outcome in October 2017, with conditions soaring to an all-time high. In contrast, the Westpac-Melbourne Institute index of consumer sentiment registered a 1.7% fall in November 2017. Data from the Australian Bureau of Statistics (ABS) reported Australia's unemployment rate fell to a near five-year low.

November 2017 Shareholder Presentations

Thank you to those who attended our Shareholder Presentations, we greatly enjoyed the opportunity to meet over 3,000 of our shareholders. If you were unable to attend, you can access the full recording of our Sydney [presentation](#) and the presentation [slides](#), also available on our website.

Net tangible asset (NTA) figures

NTA before tax	201.94c*
NTA after tax and before tax on unrealised gains	201.86c**
NTA after tax	196.75c**

*The NTA before tax figure is after the payment of \$159k (0.02 cents per share) in tax during the month.

**This includes 0.33cps of tax assets resulting from the acquisition of an unlisted investment company in April 2017.

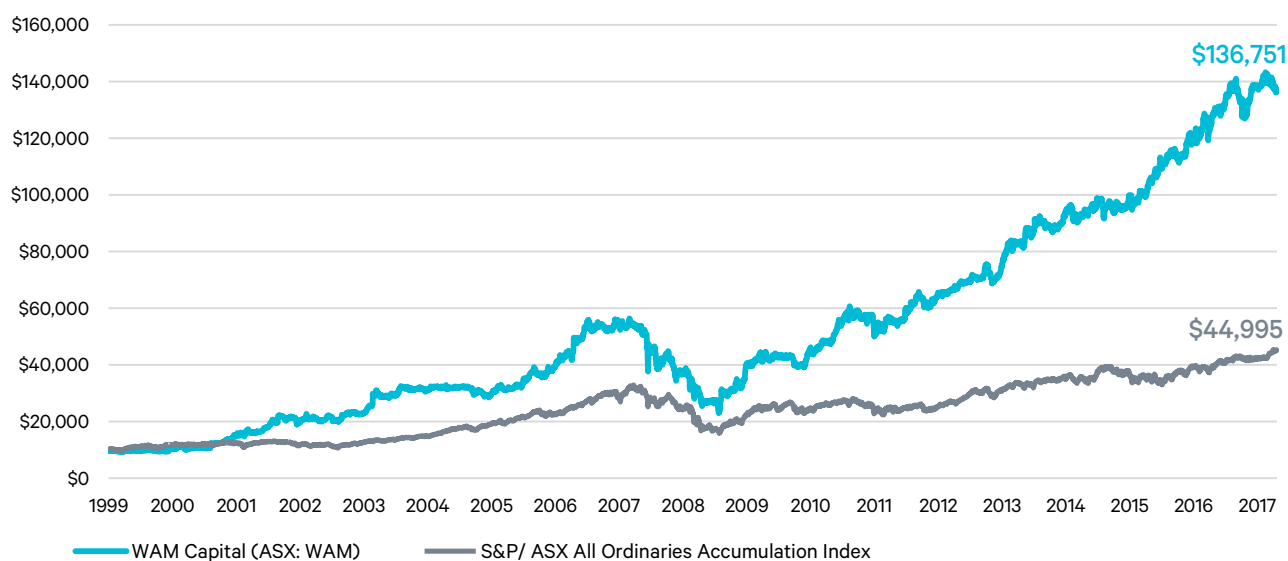
Performance

Performance at	1	Fin	6	1	3 yrs	5 yrs	10 yrs	Since
30 November 2017	mth	YTD	mths	yr	%pa	%pa	%pa	Inception %pa (Aug-99)
WAM Investment Portfolio*	2.1%	8.7%	10.7%	11.5%	17.0%	17.6%	11.9%	17.7%
S&P/ASX All Ordinaries Accumulation Index	1.9%	7.1%	7.4%	14.8%	9.2%	10.7%	3.6%	8.4%
Outperformance	+0.2%	+1.6%	+3.3%	-3.3%	+7.8%	+6.9%	+8.3%	+9.3%

*Investment performance and Index returns are before expenses, fees and taxes.

Growth of \$10,000 investment since inception

WAM Capital versus the Index



Notes:

1. The above graph reflects the period from inception in August 1999 to 30 November 2017.
2. WAM Capital's performance is calculated using the closing daily share price in Australian dollars and assumes all dividends are reinvested.
3. The S&P/ASX All Ordinaries Accumulation Index has been chosen for comparison purposes only. The graph is not intended to be an indication of future performance of any asset class, index or the WAM Capital portfolio.

Diversified portfolio

Investment type	October 2017		November 2017	
	\$m	%	\$m	%
Listed equities	968.8	76.1	1,017.0	75.8
Short portfolio	(6.3)	(0.5)	(6.5)	(0.5)
Fixed interest & cash	311.3	24.4	332.3	24.7
Gross assets	1,273.8m	100.0	1,342.8m*	100.0
Total shares on issue	636,822,344		655,257,315**	

*This figure is after the payment of \$159k (0.02 cents per share) in tax during the month.

**During the month, 18.4m shares were issued via the DRP Shortfall Placement raising \$43.4m.

Top 20 holdings

Code	Company	Code	Company
HHV	Hunter Hall Global Value Limited	MTR	Mantra Group Limited
NEC	Nine Entertainment Co Holdings Limited	GEM	G8 Education Limited
SVW	Seven Group Holdings Limited	GUD	GUD Holdings Limited
TGG	Templeton Global Growth Fund Limited	ASL	Ausdrill Limited
PTM	Platinum Investment Management Limited	APT	Afterpay Touch Group Limited
PSI	PSC Insurance Group Limited	MLB	Melbourne IT Limited
MMS	McMillan Shakespeare Limited	IMD	Imdex Limited
PRY	Primary Health Care Limited	SCO	Scottish Pacific Group Limited
TAH	Tabcorp Holdings Limited	SDA	SpeedCast International Limited
SIQ	Smartgroup Corporation Limited	PNI	Pinnacle Investment Management Group Limited

Fully franked dividends

The Board is committed to paying an increasing stream of fully franked dividends to shareholders, provided the Company has sufficient profit reserves and franking credits and it is within prudent business practices. The Company's ability to generate franking credits is dependent upon the receipt of franked dividends from investments and the payment of tax.

Fully franked dividends since inception

