

WAM CAPITAL LIMITED

(ACN 086 587 395)



WAM CAPITAL NOVEMBER 2006 INVESTMENT UPDATE & NTA

Since inception in August 1999 WAM Capital Ltd (WAM) has outperformed the overall sharemarket. WAM's portfolio (before all fees, costs, taxes and dividend) has increased by 442.0% compared to a 147.1% increase in the All Ordinaries Accumulation Index.

- In November WAM's gross portfolio (before all fees, costs and taxes) increased by 3.61%, while the All Ordinaries Accumulation Index rose by 2.48%.
- The gross portfolio has increased 15.2% for the 5 months to 30 November 2006.
- The NTA before tax was 182.70* cents a share, as at 30 November 2006.
- The NTA after tax was 167.42* cents a share, as at 30 November 2006.

* undiluted for options

The above figures are after the payment of a final dividend of 7.0 cents a share fully franked, paid on the 27 October 2006.

WAM is an investment company whose mission is to provide superior returns to its investors over the medium to long term. WAM is managed by Wilson Asset Management (International) Pty Limited.

MARKET OUTLOOK

The Australian sharemarket continued its rise in November, with the All Ordinaries Accumulation Index hitting a new all time high. Since June 30 the market has risen approximately 10.5%. The recent move has been inspired by a pause in US interest rates resulting in a subsequent rally in the US market. The advent of slower economic growth and frenetic corporate activity are not strong reasons for the sharemarket to move higher each and every month. We remain cautious.

DIVIDEND

The final dividend of 7.0 cents a share fully franked was paid on the 27 October 2006. This will bring the 2006 full year dividend to 14.0 cents a share.

OPTIONS ISSUE

On 24th October 2006, the Directors of WAM Capital Limited announced a 1 for 1 bonus issue of options to its shareholders. The options were allotted to shareholders on 1st December 2006 and have been issued at no cost to shareholders. The options have an exercise price of \$1.80 per option and they will expire 17 December 2007.

PORTFOLIO STRUCTURE & STRATEGY

As at 30 November 2006, listed securities made up approximately 90% of the portfolio, while fixed interest and cash made up the remaining 10%. We continue to focus on companies with strong earnings per share growth, trading on attractive earnings multiples, and are well positioned in growth industries and have proven management. We continue to research heavily to find companies that meet this profile.

At 30 November 2006 the major securities held in the portfolio were:

COMPANY	MARKET VALUE \$
B Digital Ltd (BBB)	1,981,637
Bank of Queensland Reset Prefs (BOQPB)	1,668,954
Becton Property Group (BEC)	1,185,030
Clime Investment Ltd (CIW)	2,002,303
Coffey International Ltd (COF)	1,975,375
Contango Microcap Ltd (CTN)	2,612,991
Credit Corp Group Ltd (CCP)	6,576,081
DCA Group Ltd (DVC)	1,408,680
Drillsearch Energy Ltd (DLS)	1,252,191
DWS Adanced Business Solutions Ltd (DWS)	1,596,704
Emitch Ltd (EMI)	1,219,051
Fairfax (John) Holdings Ltd (FXJ)	2,165,800
Incremental Petroleum Ltd (IPM)	2,315,250
IWL Ltd (IWL)	1,820,771
Mariner Bridge Investments Ltd (MBR)	3,124,800
McMillan Shakespeare Ltd (MMS)	2,836,277
Melbourne IT Ltd (MLB)	3,075,556
NewSat Ltd (NWT)	1,419,640
Oakton Ltd (OKN)	1,951,799
Over Fifty Group Ltd (OFG)	1,349,801
Oxiana Ltd (OXR)	1,859,200
Photon Group Ltd (PGA)	3,859,081
Rattoon Holdings Ltd (RTN)	2,862,015
Rebel Sport Ltd (REB)	1,914,215
Reckon Ltd (RKN)	4,149,741
Reef Casino Trust (RCT)	1,320,147
Reverse Corp Ltd (REF)	2,917,604
SAI Global Ltd (SAI)	1,415,387
Select Harvests Ltd (SHV)	3,575,840
Tassal Group Ltd (TGR)	2,685,873
Timbercorp Ltd (TIM)	2,415,000
Tower Australia Ltd (TAL)	1,183,921
Wentworth Mutual Ltd (WWM)	1,644,539
NTA before tax	182.70c*
NTA after tax and before tax on unrealised gains	180.46c *
NTA after tax	167.42c*

* undiluted for options

The above figures are after the payment of a final dividend of 7.0 cents a share fully franked, paid on the 27 October 2006.

PERFORMANCE TABLE

	Aug 99	Sep 99	Oct 99	Nov 99	Dec 99	Jan 00
Gross Portfolio *	+1.4%	+5.1%	+4.1%	+11.0%	+4.9%	-2.0%
All Ordinaries Accum.	-1.9%	-1.7%	+0.5%	+5.9%	+3.7%	-1.8%
	Feb 00	Mar 00	Apr 00	May 00	Jun 00	Jul 00
Gross Portfolio *	+5.4%	+5.3%	-5.7%	-2.9%	+3.6%	+2.9%
All Ordinaries Accum.	+1.6%	+0.5%	-1.5%	-1.3%	+7.7%	-1.3%
	Aug 00	Sep 00	Oct 00	Nov 00	Dec 00	Jan 01
Gross Portfolio *	+5.2%	-0.7%	+2.5%	+1.9%	+0.1%	+1.7%
All Ordinaries Accum.	+1.7%	+0.2%	-1.1%	+1.1%	-2.0%	+4.4%
	Feb 01	Mar 01	Apr 01	May 01	Jun 01	July 01
Gross Portfolio *	-0.2%	- 3.7%	+3.9%	+6.7%	+6.9%	-1.0%
All Ordinaries Accum.	-0.2%	- 4.8%	+5.7%	+1.6%	+3.8%	-4.5%
	Aug 01	Sep 01	Oct 01	Nov 01	Dec 01	Jan 02
Gross Portfolio *	+4.6%	-2.9%	+8.6%	+3.8%	+3.3%	+7.0%
All Ordinaries Accum.	-1.3%	-6.7%	+6.8%	+3.4%	+2.7%	+1.3%
	Feb 02	Mar 02	Apr 02	May 02	Jun 02	Jul 02
Gross Portfolio *	+3.1%	+4.9%	-0.4%	+0.7%	-2.2%	-3.0%
All Ordinaries Accum.	-1.1%	+0.8%	-1.8%	+0.9%	-4.4%	-4.1%
	Aug 02	Sep 02	Oct 02	Nov 02	Dec 02	Jan 03
Gross Portfolio *	+3.9%	-1.1%	+1.1%	+1.6%	+1.5%	+1.3%
All Ordinaries Accum.	+1.8%	-4.1%	+2.6%	+1.5%	-1.5%	-1.3%
	Feb 03	Mar 03	Apr 03	May 03	Jun 03	Jul 03
Gross Portfolio *	-1.7%	-0.4%	+3.8%	+1.5%	+3.5%	+3.6%
All Ordinaries Accum.	-5.1%	+3.4%	+4.4%	+0.5%	+1.3%	+3.6%
	Aug 03	Sept 03	Oct 03	Nov 03	Dec 03	Jan 04
Gross Portfolio *	+5.2%	+3.7%	+5.4%	-0.7%	+3.6%	+2.5%
All Ordinaries Accum.	+3.5%	-0.1%	+3.5%	-2.1%	+3.7%	-0.7%
	Feb 04	Mar 04	Apr 04	May 04	Jun 04	Jul 04
Gross Portfolio *	+2.7%	+0.1%	-1.3%	-0.8%	+1.0%	+2.4%
All Ordinaries Accum.	+3.1%	+2.0%	-0.1%	+1.6%	+2.7%	+0.6%
	Aug 04	Sep 04	Oct 04	Nov 04	Dec 04	Jan 05
Gross Portfolio *	+1.2%	+2.5%	+2.9%	+3.3%	+0.7%	+2.7%
All Ordinaries Accum.	+1.1%	+3.8%	+3.1%	+4.6%	+3.0%	+1.3%
	Feb 05	Mar 05	Apr 05	May 05	Jun 05	Jul 05
Gross Portfolio *	-0.2%	-0.8%	-4.2%	+0.0%	+2.8%	+2.2%
All Ordinaries Accum.	+1.8%	-0.7%	-3.8%	+3.4%	+4.5%	+2.8%
	Aug 05	Sep 05	Oct 05	Nov 05	Dec 05	Jan 06
Gross Portfolio *	+4.0%	+2.7%	+0.1%	+3.1%	+0.8%	+1.6%
All Ordinaries Accum.	+2.2%	+4.8%	-3.8%	+4.4%	+3.0%	+3.7%
	Feb 06	Mar 06	Apr 06	May 06	Jun 06	Jul 06
Gross Portfolio *	+4.9%	+5.3%	+2.1%	-2.3%	+0.5%	+0.4%
All Ordinaries Accum.	+0.7%	+4.8%	+2.4%	-4.3%	+1.9%	-1.5%
	Aug 06	Sep 06	Oct 06	Nov 06		Since Inception
Gross Portfolio *	+3.4%	+2.4%	+4.7%	+3.6%		+442.0%
All Ordinaries Accum.	+3.2%	+1.3%	+4.8%	+2.5%		+147.1%

*The change in the portfolio before all expenses, fees and taxes.