

# WAM CAPITAL LIMITED

(ACN 086 587 395)



## **WAM CAPITAL FEBRUARY 2003** **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 135.5%\* compared to a 4.6% increase in the All Ordinaries Accumulation Index.

\* Adjusted for options exercised over the period.

- In February WAM's portfolio (before all fees, costs and taxes) decreased by 1.7% while the All Ordinaries Accumulation Index fell by 5.1%.
- The NTA before tax was 125.0c a share, as at 28<sup>th</sup> February. \*
- The NTA after tax was 120.9c a share, as at 28<sup>th</sup> February. \*

\* Before the payment of the interim dividend of 4 cents a share fully franked.

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**

As outlined in last months market outlook, the removal of geopolitical tensions should see sentiment towards Australian equities improve. In the interim we maintain high cash levels to take advantage of any market opportunities which may arise.

### **PORTFOLIO STRUCTURE & STRATEGY**

As at 28<sup>th</sup> February 2003 equities made up approximately 55% of the portfolio, while fixed interest, cash and debt securities made up the remaining 45%. We continue to focus on companies with strong earnings per share growth, trading on attractive earnings multiples, that are well positioned in growth industries and have proven management. We continue to research heavily to find companies that meet this profile.

### **DIVIDENDS**

The interim dividend of 4 cents a share fully franked will be paid on the 18<sup>th</sup> April 2003. The ex dividend date for shareholders is the 7<sup>th</sup> April 2003.

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The major securities held as at 28<sup>th</sup> February 2003 in the fund give exposure to:

McGuigan Simeon Wines Ltd  
 Australian Stock Exchange Ltd  
 RG Capital Radio Ltd  
 Roberts Ltd  
 Plaspak Group Ltd  
 Loftus Capital Partners Ltd  
 Oamps Ltd  
 AJ Lucas Ltd  
 Select Harvest  
 Burns Philip Ltd 7.5 % (Conv. Pref.)

Port Douglas Reef Resorts Ltd (Conv. Notes)  
 Timbercorp Ltd 9% (Conv. Pref.)  
 Reynolds Wines Ltd 8.75% (Conv.Pref.)  
 Sirtex Medical Ltd  
 Greens Foods Ltd  
 Ridley Corporation Ltd  
 Ten Network Holdings Ltd  
 Challenger International Ltd  
 BRL Hardy Ltd  
 Metcash Trading Ltd

## **PERFORMANCE**

|                       | <b>Aug 99</b> | <b>Sep 99</b>          | <b>Oct 99</b> | <b>Nov 99</b> | <b>Dec 99</b> | <b>Jan 00</b>  |
|-----------------------|---------------|------------------------|---------------|---------------|---------------|----------------|
| 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%          |
|                       |               |                        |               |               |               |                |
|                       | <b>Feb 00</b> | <b>Mar 00</b>          | <b>Apr 00</b> | <b>May 00</b> | <b>Jun 00</b> | <b>Jul 00</b>  |
| 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%          |
|                       |               |                        |               |               |               |                |
|                       | <b>Aug 00</b> | <b>Sep 00</b>          | <b>Oct 00</b> | <b>Nov 00</b> | <b>Dec 00</b> | <b>Jan 01</b>  |
| 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%          |
|                       |               |                        |               |               |               |                |
|                       | <b>Feb 01</b> | <b>Mar 01</b>          | <b>Apr 01</b> | <b>May 01</b> | <b>Jun 01</b> | <b>July 01</b> |
| 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%          |
|                       |               |                        |               |               |               |                |
|                       | <b>Aug 01</b> | <b>Sep 01</b>          | <b>Oct 01</b> | <b>Nov 01</b> | <b>Dec 01</b> | <b>Jan 02</b>  |
| 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%          |
|                       |               |                        |               |               |               |                |
|                       | <b>Feb 02</b> | <b>Mar 02</b>          | <b>Apr 02</b> | <b>May 02</b> | <b>Jun 02</b> | <b>Jul 02</b>  |
| 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%          |
|                       |               |                        |               |               |               |                |
|                       | <b>Aug 02</b> | <b>Sep 02</b>          | <b>Oct 02</b> | <b>Nov 02</b> | <b>Dec 02</b> | <b>Jan 03</b>  |
| 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%          |
|                       |               |                        |               |               |               |                |
|                       | <b>Feb 03</b> | <b>Since Inception</b> |               |               |               |                |
| Gross Portfolio *     | -1.7%         | +135.5%**              |               |               |               |                |
| All Ordinaries Accum. | -5.1%         | +4.6%                  |               |               |               |                |

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

\*\* Adjusted for options exercised over the period.

|   |        |
|---|--------|
| NTA before tax *                                  | 125.0c |
| NTA after tax and before tax on unrealised gains* | 123.1c |
| NTA after tax *                                   | 120.9c |

\* This is before the payment of an interim dividend of 4 cents a share fully franked on 18<sup>th</sup> April 2003.

For further information please visit our website [www.wamcapital.com.au](http://www.wamcapital.com.au) or contact;

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