

WAM CAPITAL LIMITED

(ACN 086 587 395)



WAM CAPITAL JANUARY 2002 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 112.1% compared to a 23.0% increase in the All Ordinaries Accumulation Index.

- In January WAM's portfolio (before all fees, costs and taxes) increased by 7.0% while the All Ordinaries Accumulation Index rose by 1.3%.
- Since 30th June 2001 WAM's gross portfolio has increased by 25.2% against a 1.0% increase in the All Ordinaries Accumulation Index.
- The NTA before all taxes was 145.2c a share, as at 31st January.
- The NTA after all taxes was 132.6c a share, as at 31st January.

The above figures have been calculated after the payment of a final and a special fully franked dividend of 11c a share paid on the 2nd November 2001 and not adjusted for the options on issue.

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 interim reporting period has commenced with some solid results. As the economy continues to respond to record low interest rates, strong increases in earnings will drive the equities market higher. We will be keeping a near fully invested stance for the foreseeable future.

PORTFOLIO STRUCTURE & STRATEGY

As at 31st January 2002 equities made up approximately 87% of the portfolio, while fixed interest, cash and listed debt instruments made up the remaining 13%. 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 directors declared a final fully franked dividend of 3c a share and special fully franked dividend of 8c a share. The dividend was paid on 2nd November 2001. The directors declared an interim dividend of 3c fully franked paid on 2nd April 2001. The 2002 interim dividend is expected to be announced on 19th February 2002.

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OPTIONS

Option holders need to exercise their options into shares by Thursday 28th March 2002 (A minimum of 7 business days before the record date) to participate in the 2002 interim dividend.

HOLDINGS

The major securities held as at 31st January 2002 in the fund give exposure to:

Patrick Corp	Metcash	Colorado
Healthscope	Aristocrat	eFinancial
Snack Foods	Ten Network	Housewares
Pacific Strategic Investments	Oamps	Globe Int.
Brian McGuigan Wines	Roberts	ION
ABC Learning	ASX	Burns Philp (Pref.)
Port Douglas Reef (9% C.N.)	DCA Group	Pacific Hydro

PERFORMANCE

	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 Accumulation Index	-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 Accumulation Index	+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 Accumulation Index	+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 Accumulation Index	-0.2%	-4.8%	+5.7%	+1.6%	+3.8%	-4.5%
	Aug 01	Sep 01	Oct 01	Nov 01	Dec 01	Jan02
Gross Portfolio *	+4.6%	-2.9%	+8.6%	+3.8%	+3.3%	+7.0%
All Ordinaries Accumulation Index	-1.3%	-6.7%	+6.8%	+3.4%	+2.7%	+1.3%
	Since Inception					
Gross Portfolio *	+112.1%					
All Ordinaries Accumulation Index	+23.0%					

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

NTA before tax *	145.2
NTA after tax and before tax on unrealised gains*	142.2
NTA after tax *	132.6

* This is after the payment of the final and special fully franked dividend of 11c fully franked and not adjusted for the options on issue.

For further information please visit our website www.wamcapital.com.au or contact;

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