

WAM CAPITAL LIMITED

(ACN 086 587 395)



WAM CAPITAL MARCH 2000 INVESTMENT UPDATE & NTA

Since inception in August 1999 WAM Capital Ltd (WAM) has significantly outperformed the overall sharemarket. WAM's portfolio (before all fees, costs and taxes) has increased by 40.1% compared to a 6.7% increase in the All Ordinaries Accumulation Index.

In March WAM Capital Ltd's (WAM) portfolio (before all fees, costs and taxes) increased 5.3% while the All Ordinaries Accumulation Index increased 0.5%.

Before taxes on unrealised gains and after a 2c dividend the NTA is 124.4c a share. After all taxes, fees, costs and dividends, WAM's net tangible asset backing is 118.4c a share.

WAM paid a 2c fully franked dividend to shareholders on 31st March 2000.

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

It appears the time of reckoning has arrived for the technology stocks that have been trading at irrational valuation. The major risk to the overall market is that the fall in valuation for the technology / internet companies will spread to the broader market.

The manager remains cautious about the equity market and will hold a high cash level for the foreseeable future.

PORTFOLIO STRUCTURE & STRATEGY

As at 31st March 2000 equities made up approximately 70% of the portfolio, the remainder being held in fixed interest and cash. We continue to focus on companies with relatively favourable earnings multiples, exceptionally strong earnings per share growth, well positioned in growth industries and proven management. We continue to research heavily to find companies that meet this profile.

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HOLDINGS

The major securities held as at 31st March 2000 in the fund give exposure to;

Colonial	NAB
Flight Centre	KAZ Computer Services
Adcorp	Scitec
Brian McGuigan Wines	Australian Stock Exchange
Bristle	Stargames
Port Douglas Reef Resorts	Siddons Ramset
Reef Casino	Snack Foods
Cranswick Estates	Colorado
Noni B	Powerlan

PERFORMANCE

	Aug 99	Sep 99	Oct 99	Nov 99	Dec 99
Gross Portfolio *	+1.35%	+5.1%	+4.1%	+11.0%	+4.9%
All Ordinaries Accumulation Index	-1.93%	-1.7%	+0.5%	+5.9%	+3.7%
	Jan 00	Feb 00	Mar 00		Since Inception
Gross Portfolio *	-2.0%	+5.4%	+5.3%		+40.1%
All Ordinaries Accumulation Index	-1.8%	+1.6%	+0.5%		+6.7%

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

NTA before tax 31/03/00 *	124.4c
NTA after tax 31/03/00 *	118.4c

* These figures are after payment of a 2c fully franked dividend and undiluted for options on issue.

APRIL UPDATE

The sell off in some of the companies that enable WAM to significantly outperform the market in March have led to a drop in the value of the portfolio in the first weeks of April. The companies mainly responsible are Brian McGuigan Wines, KAZ Computer Services, Powerlan, Scitec and Stargames.

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

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