

# WAM CAPITAL LIMITED

(ACN 086 587 395)



## **WAM CAPITAL NOVEMBER 2000 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 49.6% compared to a 12.4% increase in the All Ordinaries Accumulation Index.

- In November WAM's portfolio (before all fees, costs and taxes) increased 1.9% while the All Ordinaries Accumulation Index increased by 1.1%.
- The pre tax NTA (using the lower of cost or market value) at 30<sup>th</sup> November 2000 was 120.8c up from 111.1c as at 30<sup>th</sup> June 2000.
- Since 30<sup>th</sup> June 2000 WAM's gross portfolio has increased by 12.3% against a 0.6% increase in the All Ordinaries Accumulation Index.
- The NTA after all taxes was 115.0c a share.
- WAM's NTA before all taxes as at 30<sup>th</sup> November 2000 was reduced by the payment of tax for the fiscal 2000 year.
- The above figures have been calculated after the payment of a 10c fully franked dividend which was paid on 30<sup>th</sup> October 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**

During November the number of profit downgrades from industrial companies has continued to increase. It is now obvious the general economy is slowing. It is our view this will result in a difficult profit reporting period for the 6 months to December. This should provide some excellent opportunities as we anticipate profit growth to rebound in late 2001.

### **PORTFOLIO STRUCTURE & STRATEGY**

As at 30<sup>th</sup> November 2000 equities made up approximately 75% of the portfolio, 5% was invested in listed debt instruments and the remainder held in fixed interest and cash. We continue to focus on companies with strong earnings per share growth, trading on attractive

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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**

On the 30<sup>th</sup> October the company paid a 10c fully franked dividend made up of a 2c fully franked final dividend and an 8c fully franked special dividend. WAM paid a 2c fully franked interim dividend in March.

## **HOLDINGS**

The major securities held as at 30<sup>th</sup> November 2000 in the fund give exposure to;

Lang Corporation	ASX
Campbell Brothers	Aust. Hospital Care
Sirtex Medical	Oamps
Snack Foods	KAZ Computer Services
Brian McGuigan Wines	Renewable Energy
Billabong	Prime Television
Burns Philp	Stargames
Reef Casino	Noni B (10.5% Conv. Note)
Port Douglas Reef Resorts (9% Conv. Note)	

## **PERFORMANCE**

		<b>Aug 99</b>	<b>Sep 99</b>	<b>Oct 99</b>	<b>Nov 99</b>	<b>Dec 99</b>
Gross Portfolio *		+1.4%	+5.1%	+4.1%	+11.0%	+4.9%
All Ordinaries Accumulation Index		-1.9%	-1.7%	+0.5%	+5.9%	+3.7%
	<b>Jan 00</b>	<b>Feb 00</b>	<b>Mar 00</b>	<b>Apr 00</b>	<b>May 00</b>	<b>Jun 00</b>
Gross Portfolio *	-2.0%	+5.4%	+5.3%	-5.7%	-2.9%	+3.6%
All Ordinaries Accumulation Index	-1.8%	+1.6%	+0.5%	-1.5%	-1.3%	+7.7%
	<b>Jul 00</b>	<b>Aug 00</b>	<b>Sep 00</b>	<b>Oct 00</b>	<b>Nov 00</b>	<b>Since Inception</b>
Gross Portfolio *	+2.9%	+5.2%	-0.7%	+2.5%	+1.9%	+49.6%
All Ordinaries Accumulation Index	-1.3%	+1.7%	+0.2%	-1.1%	+1.1%	+12.4%

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

NTA before tax 30/11/00 **	120.8c
NTA after tax 30/11/00 *	115.0c

\* These figures are after payment of a 2c fully franked interim dividend and a full year dividend of 10c per share fully franked.

\*\* Using the lower of cost or market value.

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

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