

# WAM CAPITAL LIMITED

(ACN 086 587 395)



## **WAM CAPITAL OCTOBER 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 46.9% compared to an 11.0% increase in the All Ordinaries Accumulation Index.

In October WAM Capital Ltd's (WAM) portfolio (before all fees, costs and taxes) increased 2.5% while the All Ordinaries Accumulation Index declined by 1.1%. WAM's NTA before all taxes as at 31<sup>st</sup> October 2000 was 124.65c a share. The NTA after all taxes was 113.64c a share. These 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 October the number of profit downgrades from industrial companies increased. This may be a negative sign, however it is evidence of a slowing economy and this will, hopefully see inflation and interest rates kept in check.

### **PORTFOLIO STRUCTURE & STRATEGY**

As at 31<sup>st</sup> October 2000 equities made up approximately 75% of the portfolio, the remainder being held in fixed interest and cash. 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.

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## 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 31<sup>st</sup> October 2000 in the fund give exposure to;

Sirtex Medical	Mayne Nickless
Snack Foods	KAZ Computer Services
Brian McGuigan Wines	Renewable Energy
Bristle	Prime Television
Burns Philp	Stargames
Reef Casino	Noni B (10.5% Conv. Note)
Oamps	Billabong
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>Since Inception</b>
Gross Portfolio *	+2.9%	+5.2%	-0.7%	+2.5%		+46.9%
All Ordinaries Accumulation Index	-1.3%	+1.7%	+0.2%	-1.1%		+11.0%

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

NTA before tax 31/10/00 *	124.65c
NTA after tax 31/10/00 *	113.64c

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

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

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