

# WAM CAPITAL LIMITED

(ACN 086 587 395)



## **WAM CAPITAL JANUARY 2004** **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 215.0% compared to a 28.3% increase in the All Ordinaries Accumulation Index.

- Gross portfolio has risen 25.6% in the seven months to 31<sup>st</sup> January 2004.
- In January WAM's portfolio (before all fees, costs and taxes) increased by 2.5% while the All Ordinaries Accumulation Index decreased by 0.7%.
- The NTA before tax was 154.5c a share, as at 31<sup>st</sup> January.
- The NTA after tax was 142.3c a share, as at 31<sup>st</sup> January.

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**

For the Australian Sharemarket to make significant gains from today's level company earnings will have to be strong and official interest rates relatively benign. The half yearly profit reporting season has begun strongly, however, the bulk of companies are yet to release their profit numbers.

### **PORTFOLIO STRUCTURE & STRATEGY**

As at 31<sup>st</sup> January 2004 equities made up approximately 78% of the portfolio, while fixed interest, cash, and listed debt made up the remaining 22%. 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.

The major securities held as at 31<sup>st</sup> January in the fund give exposure to:

Primelife Corp. Ltd	Beston Wine Industry Trust
OFM Investment Group Ltd	Greens Foods Ltd
Select Harvest Ltd	Equity Capital Markets Ltd
Reckon Ltd	Promina Group Ltd
Australian Stock Exchange Ltd	Credit Corp. Group Ltd
RG Capital Radio Ltd	Oakton Ltd
Roberts Ltd	McGuigan Simeon Wines Ltd
Loftus Capital Partners Ltd	Nylex Ltd
OAMPS Ltd	Betcorp Ltd
Pacific Strategic Investments Ltd	Tassal Group Ltd
PCH Group Limited	Ten Network Holdings Ltd
Sydney Gas Ltd (12% Conv. Note)	AP Eagers Ltd
PowerTel Ltd	Ausdrill Ltd
Telecom Corp. of NZ Ltd	News Corp Ltd Pref.
Homeleisure Ltd	MMC Contrarian Ltd
Medical Development Ltd	

## 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 Accum.	-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 Accum.	+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 Accum.	+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 Accum.	-0.2%	- 4.8%	+5.7%	+1.6%	+3.8%	-4.5%
	Aug 01	Sep 01	Oct 01	Nov 01	Dec 01	Jan 02
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%
	Feb 02	Mar 02	Apr 02	May 02	Jun 02	Jul 02
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%
	Aug 02	Sep 02	Oct 02	Nov 02	Dec 02	Jan 03
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%
	Feb 03	Mar 03	Apr 03	May 03	Jun 03	Jul 03
Gross Portfolio *	-1.7%	-0.4%	+3.8%	+1.5%	+3.5%	+3.6%
All Ordinaries Accum.	-5.1%	+3.4%	+4.4%	+0.5%	+1.3%	+3.6%
	Aug 03	Sept 03	Oct 03	Nov 03	Dec 03	Jan 04
Gross Portfolio *	+5.2%	+3.7%	+5.4%	-0.7%	+3.6%	+2.5%
All Ordinaries Accum.	+3.5%	-0.1%	+3.5%	-2.1%	+3.7%	-0.7%
	Since Inception					
Gross Portfolio *	+215.0%					
All Ordinaries Accum.	+28.3%					

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

NTA before tax	154.5c
NTA after tax and before tax on unrealised gains	152.1c
NTA after tax	142.3c

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