

# WILSON INVESTMENT FUND LIMITED

(ACN 100 504 541)



## **WILSON INVESTMENT FUND LTD (WIL) – FEBRUARY 2007 INVESTMENT UPDATE & NTA**

Wilson Investment Fund Ltd (WIL) is a medium to long-term investor.

The NTA before tax as at 28 February 2007 was 133.45 cents per share. The NTA after tax on realised gains and before tax on unrealised gains as at 28 February 2007 was 133.26 cents per share.

WIL is a long-term investor and does not intend disposing of its total portfolio. If estimated tax on unrealised portfolio gains were to be deducted, the above figure would be 123.99 cents per share.

NTA before tax	133.45c*
NTA after tax and before tax on unrealised gains	133.26c*
NTA after tax (including unrealised gains tax)	123.99c*

\* Before the payment of a final dividend of 2.75 cents a share fully franked, payable on 27 April 2007.

### **DIVIDENDS**

On the 15<sup>th</sup> February the Directors declared an interim dividend of 2.75 cents a share fully franked payable on the 27 April 2007. The shares will trade ex dividend on 16 April 2007.

### **MARKET OUTLOOK**

February saw volatility return to the market after a long upward march. Since the bull market began in March 2003, there have been several bouts of volatility that have seen the market fall suddenly only to rebound sharply. We would expect this type of volatility to become more common as valuations move higher. There can be little doubting the Australian market, especially the industrial sector is expensive. A significant portion of the recent rise in the industrial sector has been due to earning multiples expanding rather than profit growth. This is a dangerous situation. In simple terms, when PE ratios expand it means investors are prepared to take on more risk. As a consequence we remain cautious.

For further information please contact:

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## PORTFOLIO STRUCTURE

<b>Investment Type</b>	<b>As at 31 January 2007</b>		<b>As at 28 February 2007</b>	
	<b>\$m</b>	<b>%</b>	<b>\$m</b>	<b>%</b>
Listed Equities	131.92	81.92%	131.81	81.53%
Listed Hybrids	14.18	8.80%	14.10	8.72%
Fixed Interest and Cash	14.94	9.28%	15.76	9.75%
<b>Total Assets</b>	<b>161.04</b>	<b>100.00%</b>	<b>161.67</b>	<b>100.00%</b>
	<b>No.</b>		<b>No.</b>	
<b>Total number of ordinary shares on issue</b>	120,457,027		120,457,027	

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## PORTFOLIO STRUCTURE continued

As at 28 February 2007 the listed securities were as follows:

<u>Listed Debt Securities</u>	<u>Qty</u>	<u>Market Value</u>	<u>Food Beverage &amp; Tobacco</u>	<u>Qty</u>	<u>Market Value</u>
ANZ Ltd 5.85% Conv Pref (ANZPA)	15,000	1,514,250	Cockatoo Ridge Wines Ltd (CKR)	2,751,185	467,701
Bank of Queensland Ltd Prefs (BOQPB)	70,000	7,105,000	Graincorp Ltd (GNC)	209,205	2,006,276
Brickworks Ltd Prefs (BKWPA)	8,000	834,400	Select Harvest Ltd (SHV)	343,241	3,463,302
Futuris Corp Ltd 7% Conv Notes (FCLGA)	39,572	96,551			<b>5,937,279</b>
Leighton Holdings Ltd Conv Notes (LEIGA)	8,000	825,600	<u>Pharmaceuticals &amp; Biotechnology</u>		
Nylex Ltd Unsec Conv Note (NLXG)	17,304	33,051	Sigma Pharmaceuticals Ltd (SIP)	874,120	2,183,776
Seven Network Ltd Non-red Prefs (SEVPC)	15,000	1,524,000			<b>2,183,776</b>
Toll Holdings Ltd Reset Prefs (TOLPA)	5,000	814,750	<u>Banks</u>		
Willmott Forests Ltd Prefs (WFLPA)	14,000	1,351,000	Bendigo Bank Ltd (BEN)	495,463	6,614,431
		<b>14,098,607</b>	Mortgage Choice Ltd (MOC)	369,715	1,079,568
<u>Capital Goods</u>			National Aust Bank Ltd (NAB)	100,000	4,036,000
Nylex Ltd (NLX)	117,543	177,490	Rock Building Society Ltd (ROK)	56,332	326,726
Nylex Ltd Options (NLXO)	54,384	27,192	Westpac Banking Corporation	61,000	1,553,060
Reece Australia Ltd	5,523	130,785	Wide Bay Australia Ltd (WBB)	331,760	3,884,910
		<b>335,467</b>			<b>17,494,694</b>
<u>Commercial Services &amp; Supplies</u>			<u>Health Care Equip &amp; Services</u>		
Credit Corp Group Ltd (CCP)	959,082	9,351,050	Aevum Ltd (AVE)	1,324,953	4,160,352
McMillan Shakespeare Ltd (MMS)	750,000	3,502,500	Primary Health Care Ltd (PRY)	300,191	3,662,330
SAI Global Ltd (SAI)	675,000	2,443,500	Pro Medicus Ltd (PME)	1,075,000	1,408,250
		<b>15,297,050</b>			<b>9,230,932</b>
<u>Consumer Services</u>			<u>Diversified Financials</u>		
ABC Learning Centres Ltd (ABS)	545,308	3,729,907	Aust Stock Exchange Ltd (ASX)	302,000	12,638,700
Sydney Attractions Group Ltd (SAQ)	183,616	991,526	Babcock & Brown Ltd (BNB)	100,000	2,560,000
Tabcorp Holdings Ltd (TAH)	200,000	3,230,000	Clime Investment M'tment Ltd (CIW)	3,836,143	2,992,192
Tattersalls Ltd (TTS)	611,350	2,812,210	Equity Trustees Ltd (EQT)	71,000	2,009,300
		<b>10,763,643</b>	IOOF Holdings Ltd (IFL)	327,000	3,207,870
<u>Media</u>			Mariner Financial Ltd (MFI)	1,280,000	2,304,000
Infochoice Ltd (ICH)	2,166,560	346,650	MMC Contrarian Ltd (MMA)	3,743,305	4,155,069
Photon Group Ltd (PGA)	1,033,000	6,187,670	NSX Ltd (NSX)	1,085,000	575,050
Prime Television Ltd (PRT)	381,291	1,467,970	Perpetual Ltd (PPT)	40,000	2,984,000
Sth Cross Broadcasting (Aust) Ltd (SBC)	259,945	4,177,316	Treasury Group Ltd (TRG)	98,766	1,334,329
		<b>12,179,606</b>			<b>34,760,509</b>
<u>Retailing</u>			<u>Insurance</u>		
AP Eagers Ltd (APE)	314,156	3,238,948	Calliden Group Ltd (CIX)	6,000,000	2,760,000
ARB Corporation Ltd (ARP)	580,864	2,462,863	Tower Australia Group Ltd (TAL)	1,689,950	4,782,559
		<b>5,701,812</b>	Tower Ltd (TWR)	953,156	2,077,880
<u>Food &amp; Staples Retailing</u>					<b>9,620,439</b>
Metcash Ltd (MTS)	950,000	4,465,000	<u>Real Estate</u>		
		<b>4,465,000</b>	Challenger Wine Trust (CWT)	2,453,250	2,256,990
<u>Software &amp; Services</u>					<b>2,256,990</b>
Ratton Holdings Ltd (RTN)	2,492,852	1,046,998	<u>Transportation</u>		
		<b>1,046,998</b>	Viking Industries Ltd (VKI)	500,000	535,000
					<b>535,000</b>
			<b>TOTAL PORTFOLIO VALUE</b>		<b>145,907,801</b>

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