

WILSON INVESTMENT FUND LIMITED

(ACN 100 504 541)



WILSON INVESTMENT FUND LTD (WIL) – MARCH 2008 **INVESTMENT UPDATE & NTA**

The NTA before tax as at 31 March 2008 was 103.97 cents per share. The NTA after tax on realised gains and before tax on unrealised gains as at 31 March 2008 was 103.31 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 103.31 cents per share.

NTA before tax	103.97c*
NTA after tax and before tax on unrealised gains	103.31c
NTA after tax (including unrealised gains tax)	103.31c

The above figures are before the payment of an interim dividend of 3.00 cents a share fully franked, payable on the 28 April 2008.

*This is after the payment of \$138,943 (0.114 cents a share) in tax.

MARKET OUTLOOK

March proved to be a difficult month for equities with the All Ordinaries Accumulation Index falling 4.1% after being down 7% earlier in the month. From the market top on 1 November 2007 to the lowest point on 17 March 2008, the All Ordinaries Index fell approximately 26%. The burning question now being asked by the investment community is whether the March low was the low for this bear market? Unfortunately, a turning point in a market can only be confirmed in hindsight. However, there are several strong arguments in favour of the market being at or near a bottom. The most obvious one was the decision by the US Central Bank to orchestrate, by guaranteeing \$30 billion of liabilities, the sale of the investment bank Bear Stearns to JP Morgan. This action signalled to the US market that the Federal Reserve would do everything in its power to prevent a collapse of the country's financial system. This gave great comfort to equity investors.

On the local front, the All Industrials market has fallen more than 30% while the much maligned Financial Index has fallen 38%. Effectively, the market has seen price to earnings multiples contract among industrial and financial stocks at a rapid rate and present the best value since early 2003.

Do these factors mean the sharemarket is ready for a sustained rally? While we believe a market bottom is being formed and the worst is behind us, the chances of a strong and sustained rally are still doubtful. The US is already in a recession, the world economy is slowing and the Australian economy is about to feel the impact of several interest rate rises. As a consequence company earnings will be under pressure. In these circumstances we believe the market will trade in a range before moving higher in the second half of the calendar year.

DIVIDEND

On the 31st January the Directors declared an interim dividend of 3.00 cents a share fully franked payable on the 28 April 2008. The shares will trade ex dividend on 14 April 2008.

PORTFOLIO STRUCTURE

Investment Type	As at 29 February 2008		As at 31 March 2008	
	\$m	%	\$m	%
Listed Equities	102.93	77.60%	94.27	74.78%
Listed Hybrids	13.38	10.09%	13.07	10.36%
Fixed Interest and Cash	16.33	12.31%	18.73	14.86%
Total Assets	132.64	100.00%	126.07	100.00%
	No.		No.	
Total no. of ord shares on issue	121,433,399		121,433,399	

PORTFOLIO STRUCTURE (continued)

As at 31 March 2008 the listed equities and hybrids were as follows:

<u>Listed Debt Securities</u>	<u>Qty</u>	<u>Market Value</u> <u>\$</u>	<u>Food Beverage & Tobacco</u>	<u>Qty</u>	<u>Market Value</u> <u>\$</u>
ANZ Ltd 5.85% Conv Pref (ANZPA)	15,000	1,506,750	Cockatoo Ridge Wines Ltd (CKR)	8,108,328	891,916
Bank of Queensland Ltd Prefs (BOQPB)	70,000	6,720,000	Graincorp Ltd (GNC)	209,714	2,527,054
Brickworks Ltd Prefs (BKWPA)	8,000	792,000	Select Harvest Ltd (SHV)	343,241	2,213,904
Leighton Holdings Ltd Conv Notes (LEIGA)	8,000	803,200			5,632,874
Nylex Ltd Unsec Conv Note (NLXG)	17,304	30,472	<u>Pharmaceuticals & Biotechnology</u>		
Seven Network Ltd Non-red Prefs (SEVPC)	15,000	1,372,500	Sigma Pharmaceuticals Ltd (SIP)	884,120	1,105,150
Toll Holdings Ltd Reset Prefs (TOLPA)	5,000	716,650			1,105,150
Willmott Forests Ltd Prefs (WFLPA)	14,000	1,127,000	<u>Banks</u>		
		13,068,572	ANZ Ltd (ANZ)	66,000	1,488,300
<u>Capital Goods</u>			Bendigo Bank Ltd (BEN)	495,463	5,896,010
CSR Ltd (CSR)	500,000	1,600,000	Mortgage Choice Ltd (MOC)	519,715	774,375
Nylex Ltd (NLX)	117,543	85,219	National Aust Bank Ltd (NAB)	100,000	3,015,000
Nylex Ltd Options (NLXO)	54,384	7,614	Rock Building Society Ltd (ROK)	57,285	180,448
Reece Australia Ltd	15,711	361,353	Westpac Banking Corporation	120,000	2,850,000
		2,054,186	Wide Bay Australia Ltd (WBB)	381,760	3,474,016
<u>Commercial Services & Supplies</u>					17,678,149
Credit Corp Group Ltd (CCP)	959,082	882,355	<u>Health Care Equip & Services</u>		
McMillan Shakespeare Ltd (MMS)	750,000	2,437,500	Aevum Ltd (AVE)	1,326,839	2,501,092
SAI Global Ltd (SAI)	675,000	1,890,000	Primary Health Care Ltd (PRY)	780,497	4,722,007
		5,209,855	Pro Medicus Ltd (PME)	1,075,000	1,349,125
<u>Consumer Services</u>					8,572,224
Tabcorp Holdings Ltd (TAH)	200,000	2,830,000	<u>Diversified Financials</u>		
Tattersalls Ltd (TTS)	611,350	2,127,498	ASX Ltd (ASX)	302,000	11,294,800
		4,957,498	BT Investment Management Ltd app	1,041	3,175
<u>Media</u>			Clime Investment M'ment Ltd (CIW)	3,836,143	2,052,337
Photon Group Ltd (PGA)	1,033,000	3,822,100	CVC Ltd (CVC)	750,000	825,000
Prime Television Ltd (PRT)	381,291	1,315,454	Equity Trustees Ltd (EQT)	71,000	1,677,730
WA Newspapers Holdings Ltd (WAN)	124,000	1,361,520	IOOF Holdings Ltd (IFL)	327,000	1,942,380
		6,499,074	Mariner Financial Ltd (MFI)	2,560,000	409,600
<u>Retailing</u>			NSX Ltd (NSX)	1,085,000	379,750
AP Eagers Ltd (APE)	348,997	4,885,958	Perpetual Ltd (PPT)	40,000	2,154,000
ARB Corporation Ltd (ARP)	580,864	2,259,561	Treasury Group Ltd (TRG)	98,766	982,722
Signature Brands Ltd (SBL)	793,804	15,876			21,721,494
		7,161,395	<u>Insurance</u>		
<u>Food & Staples Retailing</u>			Calliden Group Ltd (CIX)	6,000,000	2,340,000
Metcash Ltd (MTS)	950,000	3,876,000	Tower Australia Group Ltd (TAL)	1,689,950	3,751,689
		3,876,000	Tower Ltd (TWR)	953,156	1,501,221
<u>Software & Services</u>					7,592,910
Ratton Holdings Ltd (RTN)	2,508,477	564,407	<u>Real Estate</u>		
		564,407	Challenger Wine Trust (CWT)	2,453,250	1,643,678
					1,643,678
			TOTAL PORTFOLIO VALUE		107,337,464

For further information please contact:

Mr Geoff Wilson on (02) 9247 6755 / 0412 242 712
 Mr Matthew Kidman on (02) 9258 4938 / 0417 069 578
 Website: www.wilsonassetmanagement.com.au

LEVEL ELEVEN
 139 MACQUARIE ST
 SYDNEY NSW 2000
 TEL (02) 9247 6755
 FAX (02) 9247 6855