



WILSON INVESTMENT FUND LTD (WIL)
ABN 15 100 504 541
INVESTMENT UPDATE & NTA – JULY 2010

WIL is a listed investment company that provides investors with the opportunity to invest in a medium to long term portfolio and gain access to a defined investment process.

The NTA before tax as at 31 July 2010 was 85.2 cents per share. The NTA after tax on realised gains and before tax on unrealised gains as at 31 July 2010 was 91.2 cents per share. This includes tax assets of 6.0 cents per share.

NTA before tax	85.2c[*]
NTA before tax payable and after tax assets	91.2c^{**}
NTA after tax and before tax on unrealised gains	91.2c^{**}
NTA after tax (including unrealised gains tax)	91.2c^{**}

The above figures are before the payment of the final 2.6 cents a share fully franked dividend to be paid on 29 October 2010.

* After the payment of 1.22 cents per share in tax during the month.

** These figures include tax assets of 6.0 cents per share.

MARKET OUTLOOK

The new financial year was ushered in with a stirring rally during July, with the benchmark S&P/ASX All Ordinaries Accumulation index jumping 4.2 per cent for the month. The lift in share prices was inspired by a better than expected profit reporting season in the United States and ongoing strong growth in China. The Chinese growth story continues to be a powerful driver of the resources market, which managed to outperform the broader market during July.

The robust profit reports from the United States was a pleasant surprise for investors who are fretting about the world's biggest economy dipping back into a second recession in three years. Currently the US growth has slowed with employment growth virtually stalling. This easing in growth is concerning for investors because they believe it will, in the medium term, make it increasingly difficult for companies to post decent profit growth in the months ahead.

Australian investors are now concentrating on the domestic profit reporting season that will unfold through the month of August. In recent months expectations of strong profit growth has been wound back due to a slowing domestic economy. We do not see the reporting season as a catalyst for the market and believe share prices will continue to struggle to move higher in the coming months.

DIVIDENDS

On 3 August 2010 the board announced a fully franked final dividend of 2.6 cents per share to be paid on 29 October 2010. The shares will trade ex dividend on 18 October 2010. This brings the full year dividend to 5.2 cents per share fully franked, an increase of 30% on the previous year. The final dividend is 100% LIC capital gain which will enable some shareholders to claim a tax deduction. Further details will be on shareholder dividend statements.

The board is committed to paying an increasing stream of fully franked dividends to shareholders provided the company has sufficient franking credits, and it is within prudent business practices. Dividends are paid on a six-monthly basis. Newly introduced government legislation now enables companies to pay dividends if the company is deemed solvent. Dividend payments will not be reliant on reported profit as it was previously. Rather, it will be with consideration to cash flow, cash holdings and available franking credits. This is a major change for Listed Investment Companies. The board is currently reviewing the impact these changes may have and how it best positions the company going forward.

The dividend re-investment plan will operate at the weighted average market price of shares sold on the record date and the three trading days prior to the record date. To participate in the dividend re-investment plan, please send your election to our share registrar no later than 22 October 2010. The current share price (\$0.69 being closing price 12 August 2010) is at a 19% discount to the 31 July 2010 pre-tax NTA.

SHARE BUY BACK

On 28 August 2009 the board announced a fourth on market share buy-back of 10% of issued capital, to commence on 14 September 2009. As at 31 May 2010 a total of 7,320,297 shares have been bought back for a total consideration of \$5,687,894. Since the announcement of the changes to the dividend legislation, the buy-back has been put on hold as the board is reviewing the most appropriate capital management strategy.

PORTFOLIO STRUCTURE

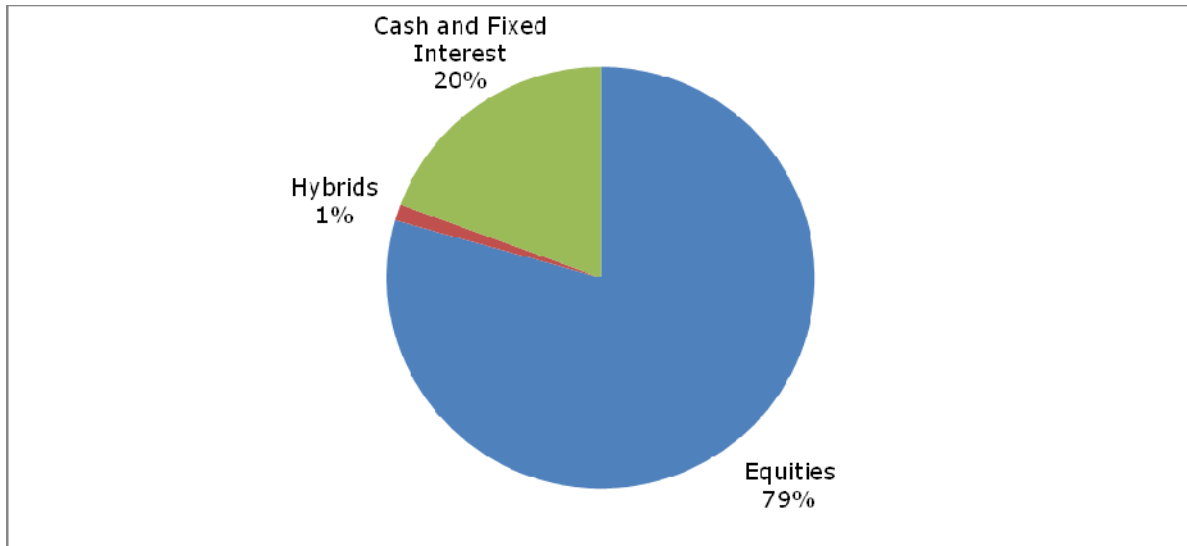
	As at 30 June 2010		As at 31 July 2010	
Investment Type	\$m	%	\$m	%
Listed Equities	79.68	80.9%	79.91	79.4%
Listed Hybrids	1.16	1.2%	1.26	1.2%
Fixed Interest and Cash	17.65	17.9%	19.51	19.4%
Total Assets	98.49	100.0%	100.68	100.0%
	No.		No.	
Total ordinary shares on issue	117,549,582		117,549,582	

PORTFOLIO STRUCTURE (continued)

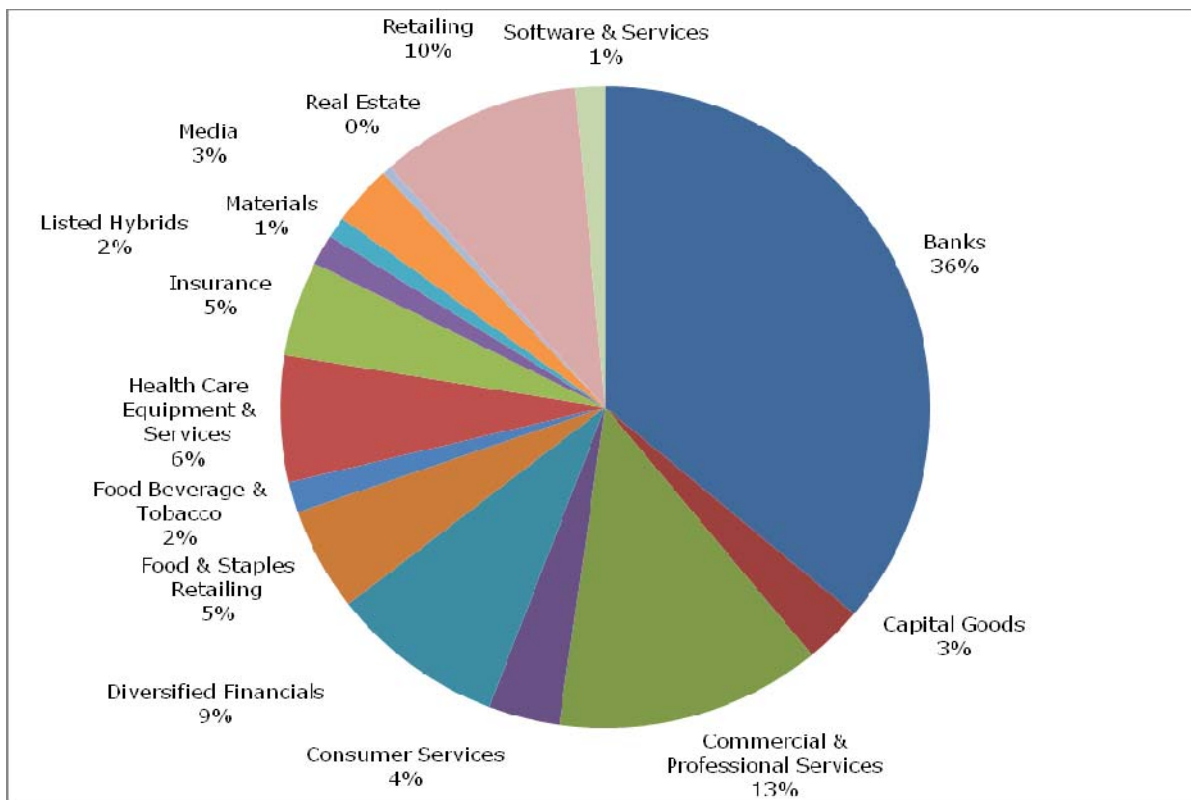
As at 31 July 2010 the top listed equities and hybrids (value over \$1 million) were as follows:

Code	Company	Market Value	Market Value as % of Gross Assets
NAB	National Australia Bank Ltd	5,779,900	5.7%
WBC	Westpac Banking Corporation	5,097,875	5.1%
MMS	McMillan Shakespeare Ltd	4,905,000	4.9%
BEN	Bendigo and Adelaide Bank Ltd	4,398,661	4.4%
APE	AP Eagers Ltd	4,365,952	4.3%
WBB	Wide Bay Australia Ltd	4,247,395	4.2%
MTS	Metcash Ltd	4,227,500	4.2%
CBA	Commonwealth Bank of Australia	4,041,864	4.0%
ARP	ARB Corporation Ltd	3,293,499	3.3%
SAI	SAI Global Ltd	3,067,313	3.0%
ANZ	Australia and New Zealand Banking Group Ltd	3,054,125	3.0%
PRY	Primary Health Care Ltd	2,817,594	2.8%
CCP	Credit Corp Group Ltd	2,752,565	2.7%
IFL	IOOF Holdings Ltd	2,128,770	2.1%
CIW	Clime Investment Management Ltd	1,649,541	1.6%
TAL	Tower Australia Group Ltd	1,635,759	1.6%
PGA	Photon Group Ltd	1,580,490	1.6%
TTS	Tattersall's Ltd	1,497,808	1.5%
TAH	Tabcorp Holdings Ltd	1,372,000	1.4%
AVE	Aevum Ltd	1,347,279	1.3%
CSR	CSR Ltd	1,263,125	1.3%
SVWPA	Seven Network Ltd preference shares	1,256,250	1.2%
SHV	Select Harvest Ltd	1,232,235	1.2%
IRE	IRESS Market Technology Ltd	1,192,191	1.2%
PPT	Perpetual Ltd	1,161,200	1.2%
CIX	Calliden Group Ltd	1,150,000	1.1%
TWR	Tower Ltd	1,108,333	1.1%
REH	Reece Australia Ltd	1,097,064	1.1%
EQT	Equity Trustees Ltd	1,054,350	1.0%

PORTFOLIO STRUCTURE - ASSET ALLOCATION



LONG PORTFOLIO STRUCTURE - SECTOR ALLOCATION



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