



WILSON INVESTMENT FUND LTD (WIL)
INVESTMENT UPDATE & NTA – SEPTEMBER 2009

The NTA before tax as at 30 September 2009 was 95.12 cents per share. The NTA after tax on realised gains and before tax on unrealised gains as at 30 September 2009 was 97.59 cents per share. WIL is a long-term investor and does not intend disposing of its total portfolio.

NTA before tax	95.12c
NTA before tax payable and after tax assets	97.59c*
NTA after tax and before tax on unrealised gains	97.59c*
NTA after tax (including unrealised gains tax)	97.59c*

* The above figures include tax assets of 2.5 cents per share and before the payment of the final 2.0 cents a share fully franked dividend payable on 30 October 2009.

MARKET OUTLOOK

The bulls tightened their grip on the Australian share market in September with the market rising for the seventh consecutive month. The All Ordinaries Accumulation index has now risen a remarkable 52 per cent since it hit the bottom of the bear market on March 6, 2009. All sectors of the market are participating in the rally as investors scramble to buy shares in the hope of not missing out on the rally completely. The rise in shares coincides with increasing confidence about the outlook in the medium to long term for the local economy.

In the August "Market Outlook" we mentioned that we were becoming increasingly cautious about the share market. This caution stemmed from an evaporation of companies trading at low valuations and the pending upward move in official interest rates. At the time we believed the Reserve Bank of Australian would start tightening rates in November this year or even February next year. However, the decision to move earlier has clearly revealed the RBA is intent on normalizing interest rates as soon as practicably possible. Normal rates is somewhere between 5 and 6 per cent. This means official rates will increase by around 2 per cent over the next 12 to 18 months. Historically equities do not perform well in rising interest rate markets and we believe this time will be no different. We do not believe the Australian share market will experience a collapse such as the one experienced in 2008, however, a gradual decline may occur in 2010 as countries in the northern hemisphere also begin to lift official interest rates.

PORTFOLIO STRUCTURE

Investment Type	As at 31 August 2009		As at 30 September 2009	
	\$m	%	\$m	%
Listed Equities	92.28	84%	101.08	86%
Listed Hybrids	2.35	2%	1.45	1%
Fixed Interest and Cash	15.68	14%	15.71	13%
Total Assets	110.31	100.0%	118.24	100.0%
	No.		No.	
Total ordinary shares on issue	123,702,689		123,702,689	

DIVIDENDS

The Board declared a final dividend for the year to 30 June 2009 of 2.0 cents a share fully franked, payable on 30 October 2009. The final dividend carries with it an attributable LIC capital gain of 0.2 cents per share which will enable some shareholders to claim a tax deduction. The shares will trade ex dividend on 20 October 2009. The full year ordinary dividends totals 4.0 cents per share fully franked.

The dividend re-investment plan will be operating at no discount. To participate in the dividend re-investment plan, please send your election to our share registrar no later than the 26 October 2009.

The Boards' policy is to deliver an increasing stream of fully franked dividends to investors over time. Dividends can only be paid if the Company has sufficient profits and franking credits.

SHARE BUY BACK

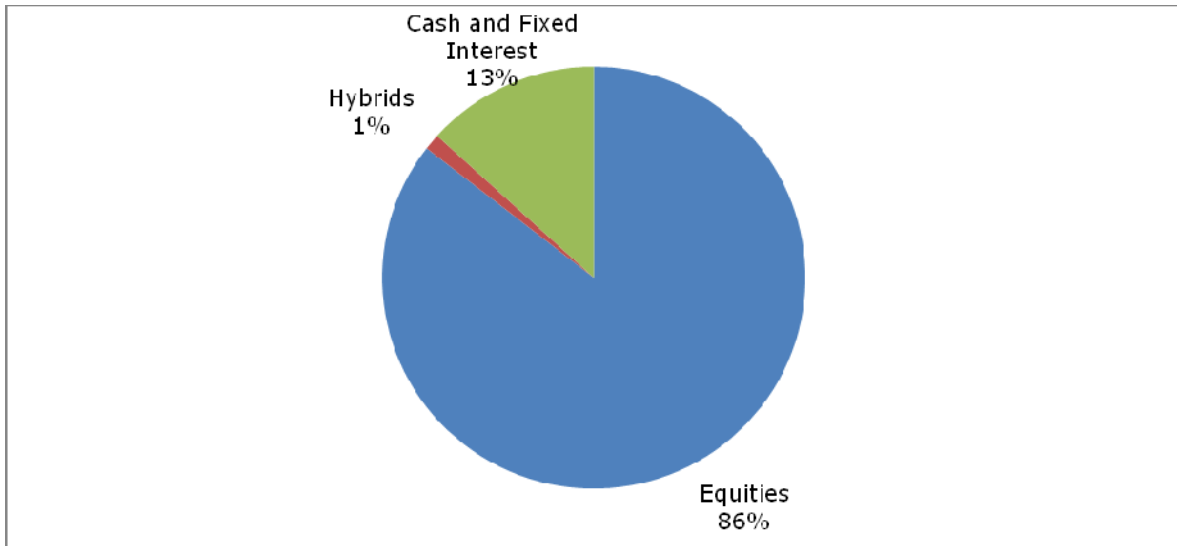
The Board announced a fourth share buy-back of 10% of issued capital which commenced on 14 September 2009.

PORTFOLIO STRUCTURE (continued)

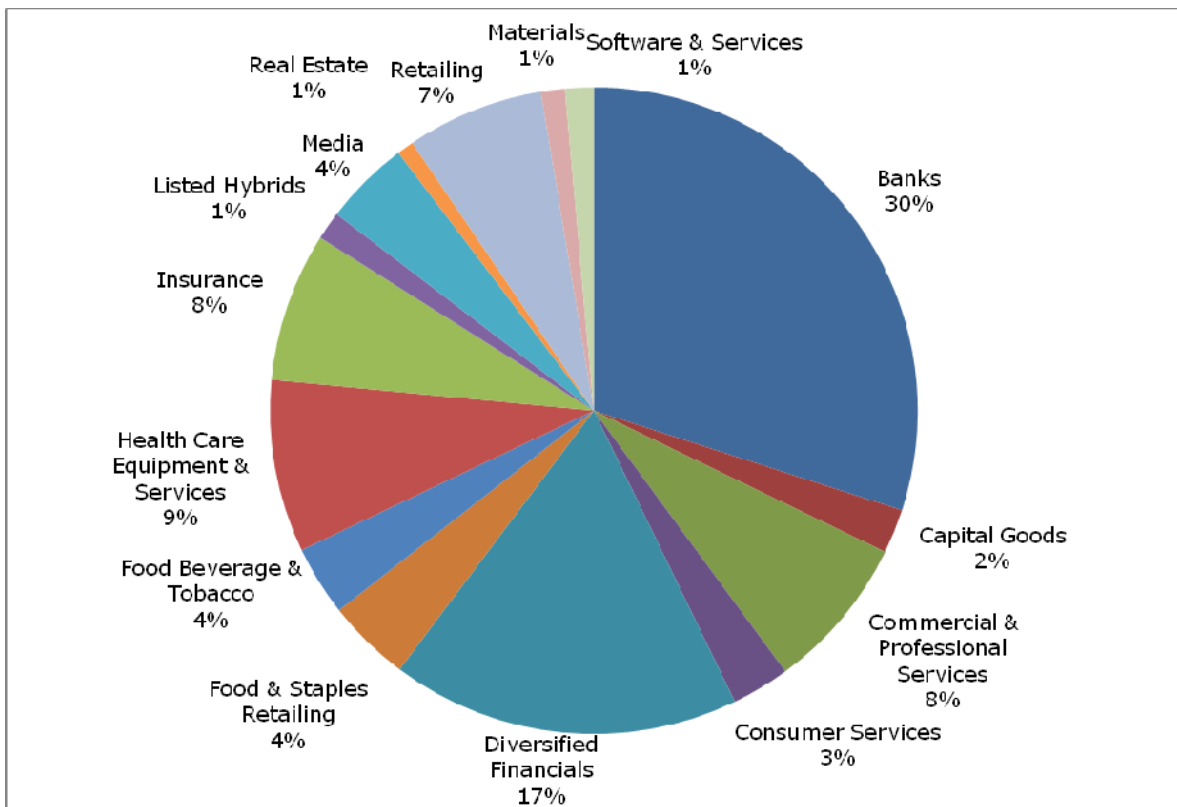
As at 30 September 2009 the listed equities and hybrids were as follows:

	<u>Qty</u>	<u>Market Value \$</u>	<u>%</u>		<u>Qty</u>	<u>Market Value \$</u>	<u>%</u>
<u>Listed Hybrids</u>				<u>Food Beverage & Tobacco</u>			
Seven Non-red Prefs (SEVPC)	15,000	1,450,500	1.4%	Cockatoo Ridge Wines Ltd (CKR)	8,108,328	40,542	0.0%
		1,450,500	1.4%	Graincorp Ltd (GNC)	209,714	1,893,717	1.8%
<u>Capital Goods</u>				Select Harvest Ltd (SHV)	343,241	1,647,557	1.6%
CSR Ltd (CSR)	625,000	1,175,000	1.1%			3,581,816	3.4%
Reece Australia Ltd (REH)	45,711	1,097,064	1.1%	<u>Banks</u>			
		2,272,064	2.2%	ANZ Ltd (ANZ)	132,500	3,231,675	3.2%
<u>Commercial Services & Supplies</u>				Bank of Queensland Ltd (BOQ)	94,816	1,131,155	1.1%
Credit Corp Group Ltd (CCP)	959,082	2,081,208	2.0%	Bendigo & Adelaide Bank Ltd (BEN)	537,077	5,048,524	4.9%
McMillan Shakespeare Ltd (MMS)	900,000	3,600,000	3.5%	Commonwealth Bank of Aust. (CBA)	76,900	3,979,575	3.9%
SAI Global Ltd (SAI)	675,000	2,234,250	2.2%	Mortgage Choice Ltd (MOC)	519,715	660,038	0.6%
		7,915,458	7.7%	National Aust Bank Ltd (NAB)	230,000	7,074,800	6.9%
<u>Consumer Services</u>				Rock Building Society Ltd (ROK)	57,285	140,921	0.1%
Tabcorp Holdings Ltd (TAH)	200,000	1,426,000	1.4%	Westpac Banking Corp (WBC)	212,500	5,578,125	5.4%
Tattersalls Ltd (TTS)	611,350	1,552,829	1.5%	Wide Bay Australia Ltd (WBB)	413,573	3,887,586	3.8%
		2,978,829	2.9%			30,732,399	29.9%
<u>Media</u>				<u>Health Care Equip & Services</u>			
Photon Group Ltd (PGA)	1,549,500	2,882,070	2.8%	Aevum Ltd (AVE)	1,326,839	1,884,111	1.8%
Prime Television Ltd (PRT)	925,993	583,376	0.6%	Primary Health Care Ltd (PRY)	780,497	4,846,886	4.7%
WA Newspapers Hld Ltd (WAN)	124,000	936,200	0.9%	Pro Medicus Ltd (PME)	1,075,000	838,500	0.8%
		4,401,646	4.3%	Sigma Pharmaceuticals Ltd (SIP)	1,178,826	1,255,450	1.2%
<u>Retailing</u>						8,824,947	8.5%
AP Eagers Ltd (APE)	348,997	3,629,569	3.5%	<u>Diversified Financials</u>			
ARB Corporation Ltd (ARP)	580,864	2,892,703	2.8%	ASX Ltd (ASX)	302,000	10,630,400	10.4%
Wotif.com Holdings Ltd (WTF)	93,000	512,430	0.5%	BT Invt M'ment Ltd (BTT)	1,041	3,019	0.0%
		7,034,702	6.8%	Clime Invt M'ment Ltd (CIW)	3,836,143	1,496,096	1.5%
<u>Food & Staples Retailing</u>				CVC Ltd (CVC)	750,000	431,250	0.4%
Metcash Ltd (MTS)	950,000	4,275,000	4.2%	Equity Trustees Ltd (EQT)	71,000	1,265,220	1.2%
		4,275,000	4.2%	IOOF Holdings Ltd (IFL)	327,000	1,664,430	1.6%
<u>Insurance</u>				Mariner Financial Ltd (MFI)	2,560,000	25,600	0.0%
Calliden Group Ltd (CIX)	6,000,000	1,830,000	1.8%	NSX Ltd (NSX)	1,085,000	227,850	0.2%
Tower Australia Group Ltd (TAL)	1,689,950	4,782,559	4.7%	Perpetual Ltd (PPT)	40,000	1,565,600	1.5%
Tower Ltd (TWR)	746,352	1,022,502	1.0%	Rattoon Holdings Ltd (RTN.NSX)	250,848	20,068	0.0%
		7,635,061	7.5%	Treasury Group Ltd (TRG)	98,766	548,151	0.5%
<u>Software & Services</u>						17,877,684	17.3%
IRESS Market Technology Ltd (IRE)	144,508	1,226,873	1.2%	<u>Real Estate</u>			
		1,226,873	1.2%	Challenger Wine Trust (CWT)	2,453,250	858,638	0.8%
<u>Materials</u>						858,638	0.8%
Willmott Forests Ltd (WFL)	2,735,040	1,463,408	1.4%				
		1,463,408	1.4%				
				TOTAL PORTFOLIO VALUE		\$102,529,023	

PORTFOLIO STRUCTURE - ASSET ALLOCATION



LONG PORTFOLIO STRUCTURE - SECTOR ALLOCATION



For further information please contact Mr Geoff Wilson or Mr Matthew Kidman on (02) 9247 6755

Level 11, 139 Macquarie Street, Sydney NSW 2000 | GPO Box 4658 Sydney NSW 2001 | ABN 15 100 504 541
Phone 02 9247 6755 | Fax 02 9247 6855 | info@wami.com.au | www.wilsonassetmanagement.com.au