

WILSON INVESTMENT FUND LIMITED
APPENDIX 4D
HALF YEAR REPORT
for the half year ended 31 December 2004

RESULTS FOR ANNOUNCEMENT TO THE MARKET
All comparisons to the half year ended 31 December 2003

	\$	up	% mvmt
Revenue from ordinary activities	4,330,000	803,037	22.8%
Profit from ordinary activities before tax attributable to members	3,307,618	529,986	19.1%
Profit from ordinary activities after tax attributable to members	2,629,760	566,464	27.5%
Net profit for the period attributable to members	2,629,760	566,464	27.5%
Dividend Information	Amt per share	Franked amount per share	Tax rate for franking
Interim dividend per share	2.0c	2.0c	30%
Interim dividend dates			
Ex dividend date			12 May 2005
Record date			18 May 2005
Payment date			26 May 2005
		31 Dec 04	31 Dec 03
Net tangible asset backing after tax		\$1.05	\$1.01
<p><i>This report is based on the Half Year Financial Report which has been subject to review by the Auditors. All the documents comprise the information required by Listing Rule 4.2A. This information should be read in conjunction with the 30 June 2004 Annual Financial Report.</i></p>			

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

FINANCIAL REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2004

COMPANY PARTICULARS

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

Wilson Investment Fund Limited is a Listed Investment Company. It is an investor in equities and similar securities on the stock market primarily in Australia.

DIRECTORS:

G. Wilson (Chairman)
M. Kidman
J. Gosse
J. Abernethy

SECRETARY:

J. Gosse

AUDITORS:

Moore Stephens WI

COUNTRY OF INCORPORATION:

Australia

REGISTERED OFFICE:

Level 11, 131 Macquarie Street
Sydney NSW 2000

CONTACT DETAILS:

Mail Address: Lv 11, 131 Macquarie St Sydney NSW 2000
Telephone: (02) 9247 6755
Fax: (02) 9247 6855
Email: info@wami.com.au

For enquiries regarding net asset backing (as advised each month to the Australian Stock Exchange) refer to www.asx.com.au or call (02) 9247 6755

SHARE REGISTRAR:

Registries Limited
Mail Address: PO Box R67 Royal Exchange
Sydney NSW 1223
Telephone: (02) 9290 9600
Fax: (02) 9279 0664

For all enquiries relating to shareholdings, dividends (including participation in the Dividend Reinvestment Plan) and related matters, please contact the share registrar.

STOCK EXCHANGE:

Australian Stock Exchange (ASX)
The home exchange is Sydney.
ASX code: WIL Ordinary shares
WILOA Expiring 17 June 2006

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

DIRECTORS' REPORT TO SHAREHOLDERS FOR THE HALF YEAR ENDED 31 DECEMBER 2004

The Directors present their report together with the financial report of Wilson Investment Fund Limited (the Company) for the half year ended 31 December 2004.

PRINCIPAL ACTIVITY

The principal activity of the Company is making medium to long term investments in listed and unlisted companies. No change in this activity took place during the period or is likely in the future.

REVIEW OF OPERATIONS AND OPERATING RESULTS

Investment operations over the half year resulted in an operating profit before tax of \$3,307,618 (2003: \$2,777,632) and operating profit after tax of \$2,629,760 (2003: \$2,063,296).

Investments are revalued continuously to market value. For the half year ended 31 December 2004, investments were revalued upwards by \$5,475,344 (2003: \$2,836,003), after an adjustment for deferred tax on unrealised gains, a net increment of \$3,865,653 (2003: \$1,985,202) was transferred to an Asset Revaluation Reserve.

Pre-tax asset backing at 31 December 2004 for each ordinary share was \$1.065 (2003: \$1.012). Asset backing for each ordinary share at 31 December 2004, calculated on market value less realisation costs and all applicable taxes and before provision for dividend, amounted to \$1.047 per share (2003: \$1.007). These figures are undiluted for the options on issue.

DIRECTORS

The names of the Directors in office at any time during or since the end of the period:-

Geoffrey Wilson – Chairman

Matthew Kidman – Non-Executive Director

Julian Gosse – Non-Executive Director and Secretary

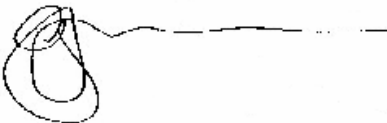
John Abernethy – Non-Executive Director

The Directors have been in office since the start of the financial period to the date of this report unless otherwise stated.

AUDITORS' INDEPENDENCE DECLARATION

A copy of the Auditors' Independence Declaration as required under Section 307C of the Corporations Act 2001 is set out on page 10.

Signed in accordance with a resolution of the Board of Directors.



G.J. WILSON, Chairman

Dated at Sydney this 16 February 2005

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

STATEMENT OF FINANCIAL PERFORMANCE FOR THE HALF YEAR ENDED 31 DECEMBER 2004

	Notes	December 2004 \$	December 2003 \$
Investment revenue	2	4,330,000	3,526,963
Management fee		(825,959)	(608,319)
Other expenses from ordinary activities		<u>(196,423)</u>	<u>(141,012)</u>
Profit from ordinary activities before sales of capital investments		3,307,618	2,777,632
Sales revenue from capital investments		261,263	-
Cost of sales		<u>(261,263)</u>	<u>-</u>
Profit from ordinary activities before related income tax expense		3,307,618	2,777,632
Income tax expense relating to ordinary activities		<u>(677,858)</u>	<u>(714,336)</u>
Net profit from ordinary activities after related income tax expense attributable to members of the Company		2,629,760	2,063,296
Changes in equity other than those resulting from transactions with owners as owners			
Decrease in capital profits reserve		(8,963)	-
Increase in asset revaluation reserve		<u>3,865,653</u>	<u>1,985,202</u>
Total changes in equity other than those resulting from transactions with owners as owners		<u>6,486,450</u>	<u>4,048,498</u>
Basic earnings per share		1.73 cents	1.68 cents
Diluted earnings per share		1.73 cents	1.68 cents

The accompanying notes form part of these financial statements.

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2004

	Notes	December 2004 \$	June 2004 \$
CURRENT ASSETS			
Cash assets		103,747,304	127,398,056
Receivables		102,025	132,887
Tax assets		43,209	40,146
TOTAL CURRENT ASSETS		103,892,538	127,571,089
NON-CURRENT ASSETS			
Investments		56,681,851	36,478,339
TOTAL NON-CURRENT ASSETS		56,681,851	36,478,339
TOTAL ASSETS		160,574,389	164,049,428
CURRENT LIABILITIES			
Payables		923,098	1,487,446
Current tax liabilities		1,880,904	1,659,499
TOTAL CURRENT LIABILITIES		2,804,002	3,146,945
NON-CURRENT LIABILITIES			
Deferred tax liabilities		2,586,195	967,542
TOTAL NON-CURRENT LIABILITIES		2,586,195	967,542
TOTAL LIABILITIES		5,390,197	4,114,487
NET ASSETS		155,184,192	159,934,941
EQUITY			
Contributed equity	4	145,854,638	154,875,174
Reserves		6,025,494	2,168,803
Retained profits		3,304,060	2,890,964
TOTAL EQUITY		155,184,192	159,934,941

The accompanying notes form part of these financial statements.

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 31 DECEMBER 2004

	December 2004 \$	December 2003 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Dividends received	746,511	106,600
Interest received	3,485,630	3,177,352
Other receipts in the course of operations	122,719	211,565
Payments to suppliers	(1,529,611)	(298,980)
Income tax paid	(495,309)	-
NET CASH PROVIDED BY OPERATING ACTIVITIES	2,329,940	3,196,537
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments	261,263	-
Payments for purchases of investments	(14,945,379)	(16,615,062)
NET CASH USED IN INVESTING ACTIVITIES	(14,684,116)	(16,615,062)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from initial public offering	-	161,250,000
Share issue transaction costs	-	(2,897,422)
Proceeds from options exercised	751,900	58,000
Dividends paid	(1,969,474)	-
Payments for shares bought back	(10,079,002)	-
NET CASH (USED IN)/PROVDED BY FINANCING ACTIVITIES	(11,296,576)	158,410,578
NET (DECREASE)/INCREASE IN CASH HELD	(23,650,752)	144,992,053
Cash at the beginning of the half year	127,398,056	1
CASH AT THE END OF HALF YEAR	103,747,304	144,992,054

The accompanying notes form part of these financial statements.

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2004

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

The half year financial statements are a general purpose financial report prepared in accordance with the requirements of the Corporations Act 2001, Accounting Standard AASB 1029: Interim Financial Reporting, Urgent Issues Group Consensus Views, other authoritative pronouncements of the Australian Accounting Standards Board.

It is recommended that the half year financial report be read in conjunction with the Annual Financial Report for the year ended June 2004 and any public announcements made by Wilson Investment Fund Limited during the half year in accordance with continuous disclosure requirements arising under the Corporations Act 2001.

The accounting policies have been consistently applied by the Company and are consistent with those applied in the 30 June 2004 Annual Financial Report.

The half year report does not include full disclosures of the type normally included in an annual financial report.

(b) Details of Reporting Period

The current reporting period is the half year ended 31 December 2004. For the Statement of Financial Performance and the Statement of Cash Flows, the previous corresponding period is the half year ended 31 December 2003. For the Statement of Financial Position, the previous corresponding date is 30 June 2004.

(c) Segment Reporting

The half year financial report is for the individual entity Wilson Investment Fund Limited. It is a publicly listed company limited by shares, incorporated and domiciled in Australia.

The Company is engaged in investment activities conducted predominantly in Australia and derives revenue and investment income from listed and unlisted securities and fixed interest securities.

	December 2004	December 2003
	\$	\$
2. OTHER REVENUE FROM ORDINARY ACTIVITIES		
Dividends received	689,711	106,600
Interest received	3,455,703	3,198,931
Underwriting fees received	-	211,565
Trust distributions received	184,586	9,867
	<u>4,330,000</u>	<u>3,526,963</u>

3. DIVIDENDS

Dividends paid fully franked at 30% tax rate:

Final dividend at 1.5 cent per ordinary share paid 29 November
2004 (2003: nil)

Total dividends paid by the Company

2,216,662	-
<u>2,216,662</u>	<u>-</u>

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2004

3. DIVIDENDS (CONTINUED)

Subsequent Event

Since the end of the half year, the Directors have declared an interim dividend of 2.0 cent fully franked at 30% payable 26 May 2005.

The interim dividend has not been brought to account in the financial statements for the half year ended 31 December 2004 but will be recognised in subsequent financial reports.

	December 2004 \$	June 2004 \$
4. CONTRIBUTED EQUITY		
(a) Issued and Paid-up Capital		
148,199,555 ordinary shares fully paid (June 2004: 157,616,347)	<u>145,854,638</u>	<u>154,875,174</u>
(b) Movement in Ordinary Share Capital		
At the beginning of the reporting period	154,875,174	1
- 150,000,000 ordinary shares issued on 19 August 2003 under a prospectus	-	150,000,000
- 11,250,000 ordinary shares issued on 22 August 2003 under a supplementary prospectus	-	11,250,000
- 419,400 ordinary shares issued from the exercise of options issued 19 August 2003, with an exercise price of \$1.00 per share	-	419,400
- 15,200 ordinary shares issued on 27 April 2004 under a dividend reinvestment plan	-	14,696
- 4,068,254 ordinary shares bought back at \$0.96 under an on-market buy back commencing 9 April 2004	-	(3,909,820)
- Transaction costs arising from the Initial Public Offering	-	(2,899,103)
- 751,900 ordinary shares issued from the exercise of options issued 19 August 2003, with an exercise price of \$1.00 per share	751,900	-
- 10,425,640 ordinary shares bought back at \$0.96 under an on-market buy back commencing 9 April 2004	(10,019,624)	-
- 256,949 ordinary shares issued on 29 November 2004 under a dividend reinvestment plan	247,188	-
At reporting date	<u>145,854,638</u>	<u>154,875,174</u>

5. EVENTS SUBSEQUENT TO REPORTING DATE

No matters have arisen since the end of the half year which significantly affected or may significantly affect the operations of the Company, the results of the operations, or the state of affairs of the Company in future financial years.

WILSON INVESTMENT FUND LIMITED

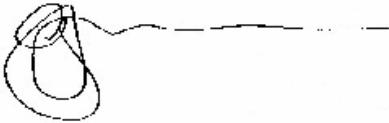
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DIRCTORS' DECLARATION

The Directors of Wilson Investment Fund Limited declare that:

1. The financial statements and notes, as set out on pages 2 to 6, are in accordance with the Corporations Act 2001, including:
 - (a) complying with Accounting Standard AASB 1029: Interim Financial Reporting, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (b) giving a true and fair view of the financial position of the Company as at 31 December 2004 and of its performance for the half year ended on that date; and
2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Board of Directors.

A handwritten signature in black ink, consisting of several loops and a long horizontal stroke extending to the right.

G.J. WILSON, Chairman

Dated at Sydney this 18 February 2005

**INDEPENDENT REVIEW REPORT
TO THE MEMBERS OF
WILSON INVESTMENT FUND LIMITED**

Scope

The financial report and directors' responsibility

The financial report comprises the statements of financial position, statements of financial performance, statement of cash flows, accompanying notes to the financial statements, and the directors' declaration for Wilson Investment Fund Limited for the half-year ended 31 December 2004.

The Directors of the Company are responsible for the preparation and true and fair presentation of the financial report in accordance with Accounting Standard AASB 1029 "Interim Financial Reporting", and the Corporations Act 2001. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Review approach

We conducted an independent review of the financial report in order to make a statement about it to the members of the Company, and in order for the Company to lodge the financial report with the Australian Stock Exchange and the Australian Securities and Investments Commission.

Our review was conducted in accordance with Australian Auditing Standards applicable to review engagements, in order to state whether, on the basis of the procedures described, anything has come to our attention that would indicate that the financial report is not presented fairly in accordance with the Corporations Act 2001, Accounting Standard AASB 1029 "Interim Financial Reporting" and other mandatory professional reporting requirements in Australia, so as to present a view which is consistent with our understanding of the Company's financial position, and of its performance as represented by the results of its operations and cash flows.

We formed our statement on the basis of the review procedures performed, which included:

- inquiries of Company personnel, and
- analytical procedures applied to financial data.

When this review report is included in a document containing information in addition to the financial report, our procedures include reading the other information to determine whether it contains any material inconsistencies with the financial report.

A review is limited primarily to inquiries of Company personnel and analytical procedures applied to the financial data. These procedures do not provide all the evidence that would be required in an audit, thus the level of assurance is less than given in an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our review was not designed to provide assurance on internal controls.

Our review did not involve an analysis of the prudence of business decisions made by directors or management.

Independence

We are independent of the Company, and have met the independence requirements of Australian professional ethical pronouncements and the *Corporations Act 2001*.

Statement

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the financial report of Wilson Investment Fund Limited is not in accordance with:

- a. the *Corporations Act 2001*, including:
 - i. giving a true and fair view of the financial position of the Company at 31 December 2004 and of its performance for the period ended on that date; and
 - ii. complying with Accounting Standard AASB 1029 "Interim Financial Reporting" and the *Corporations Regulations 2001*; and
- b. other mandatory financial reporting requirements in Australia.



S. M. WHIDDETT
Partner



MOORE STEPHENS WI
Sydney

Dated 16 February 2005

Auditors' Independence Declaration

As auditor for the review of Wilson Investment Fund Limited for the half year ended 31 December 2004, I declare that to the best of my knowledge and belief, there have been:

- a. no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b. no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Wilson Investment Fund Limited.



S.M. WHIDDETT
Partner

Dated in Sydney this day 16 February 2005

