

WILSON INVESTMENT FUND LIMITED
APPENDIX 4D
HALF YEAR REPORT
for the half year ended 31 December 2007

RESULTS FOR ANNOUNCEMENT TO THE MARKET
All comparisons to the half year ended 31 December 2006

	\$	up/down	% mvmt
Revenue from operating activities	3,708,937	down	1.2%
Profit from operating activities before tax attributable to members	2,663,792	up	47.4%
Profit from operating activities after tax attributable to members	2,754,800	up	34.9%
Net profit for the period attributable to members	4,221,824	up	15.4%
Dividend Information	Amt per share	Franked amount per share	Tax rate for franking
2007 Final dividend per share	2.75c	2.75c	30%
2008 Interim dividend per share	3.0c	3.0c	30%
Interim dividend dates			
Ex dividend date			14 April 2008
Record date			18 April 2008
Payment date			28 April 2008
Dividend Reinvestment Plan			
The Dividend Reinvestment Plan is in operation and the recommended Interim Dividend of 3.0 cents per share qualifies. Participating shareholders will be entitled to be allotted the number of shares (rounded to the nearest whole number) which the cash dividend would purchase at the relevant issue price. The relevant issue price will be at no discount to the price (calculated as the weighted average market price of Shares sold on the ASX on the books closing date for the relevant dividend and the 3 trading days preceding that date).			
		31 Dec 07	31 Dec 06
Net tangible asset backing after tax		\$1.21	\$1.22
<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 2007 Annual Financial Report.</i>			

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541



**FINANCIAL REPORT
FOR THE HALF YEAR ENDED
31 DECEMBER 2007**

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:	N. Cuffe
AUDITORS:	Moore Stephens Sydney
COUNTRY OF INCORPORATION:	Australia
REGISTERED OFFICE:	Level 11, 139 Macquarie Street Sydney NSW 2000
CONTACT DETAILS:	Mail Address: Level 11, 139 Macquarie Street Sydney NSW 2000 Telephone: (02) 9247 6755 Fax: (02) 9247 6855 Email: info@wami.com.au Website: www.wilsonassetmanagement.com.au
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 Securities Exchange (ASX) The home exchange is Sydney. ASX code: WIL Ordinary shares

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

DIRECTORS' REPORT TO SHAREHOLDERS FOR THE HALF YEAR ENDED 31 DECEMBER 2007

The Directors present their report together with the financial report of Wilson Investment Fund Limited (the Company) for the half year ended 31 December 2007.

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 \$2,663,792 (December 2006: \$1,807,048) and operating profit after tax of \$2,754,800 (December 2006: \$2,042,703). Total net profit after tax including realised gains was \$4,221,824 (December 2006: \$3,657,444).

Investments are revalued continuously to fair value. For the half year ended 31 December 2007, investments were revalued downwards by \$15,172,183 (December 2006: upwards \$19,414,931), after an adjustment for deferred tax on unrealised gains, a net decrement of \$10,620,528 (December 2006: increment \$13,590,452) was transferred to an Asset Revaluation Reserve.

Pre-tax asset backing at 31 December 2007 for each ordinary share was \$1.297 (December 2006: \$1.311). Asset backing for each ordinary share at 31 December 2007, calculated on fair value less realisation costs and all applicable taxes and before provision for dividend, amounted to \$1.214 per share (December 2006: \$1.222).

Dividends of 5.5 cents per share have been paid in the period from 31 December 2006 to 31 December 2007.

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

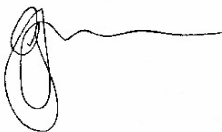
John Abernethy – Non-Executive Director

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 2.

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



G.J. WILSON, Chairman
Dated at Sydney this 31 January 2008

PARTNERS:

Howard Badger CA
Andrew Blackwell CA
Chris Chandran CA
Stephen Humphrys FCA
Garry Leysbon FCA
Allan Mortel CA
Wayne Morton FCA
Brett Sato CA
Joe Shannon CA
Robert Southwell CA
Spiro Tzannes FCA
Charlie Viola (Affiliate ICAA)
Scott Whiddett CA

CONSULTANTS:

Pat Bugden FCA
Anja Dorrell CA
Bob Webster FCA

Auditor's Independence Declaration to the Directors of Wilson Investment Fund Limited

As lead auditor for the review of Wilson Investment Fund Limited for the half year ended 31 December 2007, 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 during the period.



Moore Stephens Sydney
Chartered Accountants



S. M. Whiddett
Partner

Dated in Sydney this 31st day of January 2008.

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

INCOME STATEMENT FOR THE HALF YEAR ENDED 31 DECEMBER 2007

	Notes	December 2007 \$	December 2006 \$
Investment revenue	2	3,708,937	3,755,572
Management and performance fees		(845,580)	(1,771,187)
Other expenses		<u>(199,565)</u>	<u>(177,337)</u>
Profit before income tax expense and realised gains on investments		2,663,792	1,807,048
Income tax benefit		<u>91,008</u>	<u>235,655</u>
Profit from operating activities before realised gains on investment portfolio		2,754,800	2,042,703
Realised gain on investment portfolio before tax		2,095,748	2,306,773
Income tax expense on realised gains		<u>(628,724)</u>	<u>(692,032)</u>
Net realised gain on investment portfolio		<u>1,467,024</u>	<u>1,614,741</u>
Net profit attributable to members of the Company	5(d)	<u>4,221,824</u>	<u>3,657,444</u>
Basic earnings per share before realised gains		<u>2.24 cents</u>	<u>1.65 cents</u>
Basic earnings per share		<u>3.43 cents</u>	<u>2.96 cents</u>

The accompanying notes form part of these financial statements.

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

BALANCE SHEET AS AT 31 DECEMBER 2007

	Notes	December 2007 \$	June 2007 \$
CURRENT ASSETS			
Cash and cash equivalents		16,370,485	12,478,080
Trade and other receivables		<u>273,582</u>	<u>424,957</u>
TOTAL CURRENT ASSETS		<u>16,644,067</u>	<u>12,903,037</u>
NON-CURRENT ASSETS			
Financial assets		142,118,062	158,825,455
Deferred tax assets		<u>89,046</u>	<u>176,623</u>
TOTAL NON-CURRENT ASSETS		<u>142,207,108</u>	<u>159,002,078</u>
TOTAL ASSETS		<u>158,851,175</u>	<u>171,905,115</u>
CURRENT LIABILITIES			
Trade and other payables		695,277	199,171
Current tax liability		<u>444,465</u>	<u>193,821</u>
TOTAL CURRENT LIABILITIES		<u>1,139,742</u>	<u>392,992</u>
NON-CURRENT LIABILITIES			
Deferred tax liabilities		<u>9,741,201</u>	<u>14,355,598</u>
TOTAL NON-CURRENT LIABILITIES		<u>9,741,201</u>	<u>14,355,598</u>
TOTAL LIABILITIES		<u>10,880,943</u>	<u>14,748,590</u>
NET ASSETS		<u>147,970,232</u>	<u>157,156,525</u>
EQUITY			
Issued capital	4	121,675,310	121,136,622
Reserves	5(b),(c)	24,263,385	35,835,999
Retained earnings	5(d)	<u>2,031,537</u>	<u>183,904</u>
TOTAL EQUITY		<u>147,970,232</u>	<u>157,156,525</u>

The accompanying notes form part of these financial statements.

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 31 DECEMBER 2007

	Notes	December 2007 \$	December 2006 \$
Total equity as at 1 July 2007		<u>157,156,525</u>	<u>138,365,116</u>
Profit for the period attributable to members of the Company	5(d)	4,221,824	3,657,444
Shares bought back in the period	5(a)	-	(5,341,404)
Shares issued in the period	5(a)	538,688	493,116
		<u>161,917,037</u>	<u>137,174,272</u>
Dividends paid or provided for	3	(3,326,277)	(2,999,492)
Revaluation of investments	5(b)	(10,620,528)	13,590,452
Total equity as at 31 December 2007 attributable to members of the Company		<u><u>147,970,232</u></u>	<u><u>147,765,232</u></u>

The accompanying notes form part of these financial statements.

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 31 DECEMBER 2007

	December 2007 \$	December 2006 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Dividends received	3,110,270	2,721,954
Interest received	636,915	988,752
Other investment income received	113,242	124,544
Investment management fees	(434,095)	(671,523)
Payments for administration expenses	(115,059)	(122,869)
Income tax paid	(262,237)	(270,465)
NET CASH PROVIDED BY OPERATING ACTIVITIES	3,049,036	2,770,393
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments	9,726,319	5,585,596
Payments for purchases of investments	(6,095,361)	(9,482,344)
NET CASH PROVIDED BY/(USED IN) INVESTING ACTIVITIES	3,630,958	(3,896,748)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(2,787,589)	(2,506,376)
Payments for shares bought back	-	(5,827,147)
NET CASH USED IN FINANCING ACTIVITIES	(2,787,589)	(8,333,523)
NET INCREASE/(DECREASE) IN CASH HELD	3,892,405	(9,459,878)
Cash at the beginning of the half year	12,478,080	26,616,075
CASH AT THE END OF HALF YEAR	16,370,485	17,156,197

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 2007

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 134: Interim Financial Reporting, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

The financial report was authorised for issue on 31 January 2008 by the Board of Directors.

It is recommended that the half year financial report be read in conjunction with the Annual Financial Report for the year ended 30 June 2007 and any public announcements made by Wilson Investment Fund Limited ("the Company") 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 2007 Annual Financial Report.

The financial statements have been prepared on an accruals basis and are based on historical cost with the exception of "available for sale" financial assets and certain other financial assets and liabilities which have been measured at fair value.

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 2007. For the Income Statement, Statement of Changes in Equity and the Cash Flow Statement, the previous corresponding period is the half year ended 31 December 2006. For the Balance Sheet, the previous corresponding date is 30 June 2007.

(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 2007 \$	June 2007 \$
2. OTHER REVENUE FROM ORDINARY ACTIVITIES		
Dividends	2,984,796	2,648,454
Interest	609,304	982,329
Trust distributions	114,837	113,904
Other income	-	10,885
	<u>3,708,937</u>	<u>3,755,572</u>
3. DIVIDENDS		
Dividends paid fully franked at 30% tax rate:		
Final dividend at 2.75 cents per ordinary share paid 26 October 2007 (2006: 2.5 cents)	<u>3,326,277</u>	<u>2,999,492</u>

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2007

3. DIVIDENDS (Continued)

Subsequent Event

Since the end of the half year, the Directors have declared an interim dividend of 3.0 cents fully franked at 30% payable 28 April 2008.

The interim dividend has not been brought to account in the financial statements for the half year ended 31 December 2007 but will be recognised in subsequent financial reports.

	December 2007 \$	June 2007 \$
4. ISSUED CAPITAL		
Paid-up Capital		
121,433,399 ordinary shares fully paid (June 2007: 120,955,444)	<u>121,675,310</u>	<u>121,136,622</u>
	December 2007 \$	December 2006 \$
5. MOVEMENTS IN EQUITY		
(a) Movements in ordinary share capital		
Balance at the beginning of the reporting period	121,136,622	125,415,766
- 477,955 ordinary shares issued on 26 October 2007 under a dividend reinvestment plan	538,688	-
- 5,457,294 ordinary shares bought back under an on-market buy back commencing 13 April 2006	-	(5,341,404)
- 477,503 ordinary shares issued on 24 November 2006 under a dividend reinvestment plan	-	493,116
At reporting date	<u>121,675,310</u>	<u>120,567,478</u>
(b) Movements in asset revaluation reserve		
Balance at the beginning of the reporting period	33,225,867	11,342,350
Revaluation of investments	(10,620,528)	13,590,452
At reporting date	<u>22,605,339</u>	<u>24,932,802</u>
(c) Movements in capital profits reserve		
Balance at the beginning of the reporting period	2,610,132	596,690
Transfer from retained earnings	(952,085)	1,158,167
At reporting date	<u>1,658,047</u>	<u>1,754,857</u>
(d) Movements in retained earnings		
Balance at the beginning of the half year	183,905	1,010,310
Profit for the period attributable to members of the Company	4,221,824	3,657,444
Transfer to capital profits reserve	952,085	(1,158,167)
Dividends paid (refer Note 3)	(3,326,277)	(2,999,492)
At reporting date	<u>2,031,537</u>	<u>510,095</u>

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2007

6. 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

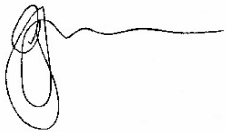
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DIRECTORS' DECLARATION

The Directors of Wilson Investment Fund Limited declare that:

1. The financial statements and notes, as set out on pages 3 to 9, are in accordance with the *Corporations Act 2001*, including:
 - (a) complying with Accounting Standard AASB 134 Interim Financial Reporting and the *Corporations Regulations 2001*; and
 - (b) giving a true and fair view of the financial position of the Company as at 31 December 2007 and of its performance for the half year ended on that date.
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 a large, stylized initial 'G' followed by a horizontal line extending to the right.

G.J. WILSON, Chairman

Dated at Sydney this 31 January 2008

PARTNERS:

Howard Badger CA
 Andrew Blackwell CA
 Chris Chandran CA
 Stephen Humphrys FCA
 Garry Leysdon FCA
 Allan Mortel CA
 Wayne Morton FCA
 Brett Sato CA
 Joe Shannon CA
 Robert Southwell CA
 Spiro Tzannes FCA
 Charlie Viola (Affiliate ICAA)
 Scott Whiddett CA

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF WILSON INVESTMENT FUND LIMITED

CONSULTANTS:

Pat Bugden FCA
 Anja Dorrell CA
 Bob Webster FCA

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Wilson Investment Fund Limited ("the company"), which comprises the balance sheet as at 31 December 2007, and the income statement, statement of changes in equity and cash flow statement for the half-year ended on that date, a statement of significant accounting policies, other selected explanatory notes and the directors' declaration of the company.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that it is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410: "Review of an Interim Financial Report Performed by the Independent Auditor of the Entity", in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporation Act 2001* including: giving a true and fair view of the company's financial position as at 31 December 2007 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134: "Interim Financial Reporting" and the *Corporations Regulations 2001*. As the auditor of Wilson Investment Fund Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of the half-year financial report consists of making enquiries, primarily of persons responsible for the financial and accounting matters, and applying analytical and other review procedures. It also includes reading the other information included with the financial report to determine whether it contains any material inconsistencies with the financial report. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. 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

In conducting our review, we have complied with the applicable independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Wilson Investment Fund Limited is not in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the company's financial position as at 31 December 2007 and of its performance for the half-year ended on that date; and
- (ii) complying with Accounting Standard AASB 134: "Interim Financial Reporting" and the *Corporations Regulations 2001*.



Moore Stephens Sydney
Chartered Accountants



S. M. Whiddett
Partner

Dated in Sydney, the 31st day of January 2008.