

**WILSON INVESTMENT FUND LIMITED**  
**APPENDIX 4D**  
**HALF YEAR REPORT**  
for the half year ended 31 December 2008

**RESULTS FOR ANNOUNCEMENT TO THE MARKET**  
*All comparisons to the half year ended 31 December 2007*

	\$	up/down	% mvmt
Revenue from operating activities	3,593,236	down	3.1%
Profit from operating activities before tax attributable to members	2,873,821	up	7.9%
Profit from operating activities after tax attributable to members	2,840,774	up	3.1%
Net profit for the period attributable to members	2,774,081	down	34.3%
<b>Dividend Information</b>	<b>Amt per share</b>	<b>Franked amount per share</b>	<b>Tax rate for franking</b>
2008 Final dividend per share	2.0c	2.0c	30%
2009 Interim dividend per share	2.0c	2.0c	30%
<b>Interim dividend dates</b>			
Ex dividend date			2 March 2009
Record date			6 March 2009
Payment date			13 March 2009
<b>Dividend Reinvestment Plan</b>			
The Dividend Reinvestment Plan is in operation and the recommended Interim Dividend of 2.0 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).			
		<b>31 Dec 08</b>	<b>31 Dec 07</b>
Net tangible asset backing after tax		\$0.85	\$1.21
<i>This report is based on the Half Year Financial Report which has been subject to independent review by the Auditors, Moore Stephens Sydney. All the documents comprise the information required by Listing Rule 4.2A. This information should be read in conjunction with the 30 June 2008 Annual Financial Report.</i>			

# **WILSON INVESTMENT FUND LIMITED**

A.B.N. 15 100 504 541



## **FINANCIAL REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2008**

## COMPANY PARTICULARS

### WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

Wilson Investment Fund Limited is a Listed Investment Company and is a reporting entity. 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:**

K. Thorley

**AUDITORS:**

Moore Stephens Sydney

**COUNTRY OF INCORPORATION:**

Australia

**REGISTERED OFFICE:**

Level 11, 139 Macquarie Street  
Sydney NSW 2000

**CONTACT DETAILS:**

Mail Address: GPO Box 4658  
Sydney NSW 2001  
Telephone: (02) 9247 6755  
Fax: (02) 9247 6855  
Email: [info@wami.com.au](mailto:info@wami.com.au)  
Website: [www.wilsonassetmanagement.com.au](http://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 2008

The Directors present their report together with the financial report of Wilson Investment Fund Limited (the Company) for the half year ended 31 December 2008.

### 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 \$2,873,821 (December 2007: \$2,663,792) and operating profit after tax of \$2,840,774 (December 2007: \$2,754,800). Total net profit after tax including realised gains and losses was \$2,774,081 (December 2007: \$4,221,824).

Investments are revalued continuously to fair value. For the half year ended 31 December 2008, investments were revalued downwards by \$16,034,954 (December 2007: downwards \$15,172,183), after an adjustment for deferred tax on unrealised gains, a net decrement of \$11,224,468 (December 2007: decrement \$10,620,528) was transferred to an Asset Revaluation Reserve.

Pre-tax asset backing at 31 December 2008 for each ordinary share was \$0.8491 (December 2007: \$1.297). Asset backing for each ordinary share at 31 December 2008, calculated on fair value less realisation costs and all applicable taxes and before provision for dividend, amounted to \$0.8491 per share (December 2007: \$1.214).

Dividends of 5.0 cents per share have been paid in the period from 31 December 2007 to 31 December 2008.

### DIRECTORS

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

Geoffrey Wilson – Chairman – Non-independent

Matthew Kidman – Non-Executive Director – Non-independent

Julian Gosse – Non-Executive Director – Independent

John Abernethy – Non-Executive Director – Independent

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 25<sup>th</sup> day of February 2009



# WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

## INCOME STATEMENT FOR THE HALF YEAR ENDED 31 DECEMBER 2008

	Notes	December 2008 \$	December 2007 \$
Investment revenue	2	3,593,236	3,708,937
Management fees		(528,433)	(845,580)
Other expenses		<u>(190,982)</u>	<u>(199,565)</u>
<b>Profit before income tax expense and realised gains on investments</b>		<b>2,873,821</b>	<b>2,663,792</b>
Income tax (expense)/benefit		<u>(33,047)</u>	<u>91,008</u>
<b>Profit from operating activities before realised gains on investment portfolio</b>		<b>2,840,774</b>	<b>2,754,800</b>
Realised (loss)/gain on investment portfolio before tax		(95,276)	2,095,748
Income tax benefit/(expense) on realised gains		<u>28,583</u>	<u>(628,724)</u>
<b>Net realised (loss)/gain on investment portfolio</b>		<b><u>(66,693)</u></b>	<b><u>1,467,024</u></b>
<b>Net profit attributable to members of the Company</b>	5(d)	<b><u>2,774,081</u></b>	<b><u>4,221,824</u></b>
<b>Basic earnings per share before realised (losses)/gains</b>		<b><u>2.32 cents</u></b>	<b><u>2.24 cents</u></b>
<b>Basic earnings per share</b>		<b><u>2.27 cents</u></b>	<b><u>3.43 cents</u></b>

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 2008

	Notes	December 2008 \$	June 2008 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		18,059,372	12,908,079
Trade and other receivables		508,501	554,974
Financial assets		-	10,432,450
<b>TOTAL CURRENT ASSETS</b>		<b>18,567,873</b>	<b>23,895,503</b>
<b>NON-CURRENT ASSETS</b>			
Financial assets		76,978,042	87,035,632
Deferred tax assets		9,227,507	4,678,720
<b>TOTAL NON-CURRENT ASSETS</b>		<b>86,205,549</b>	<b>91,714,352</b>
<b>TOTAL ASSETS</b>		<b>104,773,422</b>	<b>115,609,855</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		222,997	292,619
Current tax liability		-	247,379
<b>TOTAL CURRENT LIABILITIES</b>		<b>222,997</b>	<b>539,998</b>
<b>NON-CURRENT LIABILITIES</b>			
Deferred tax liabilities		-	9,857
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>-</b>	<b>9,857</b>
<b>TOTAL LIABILITIES</b>		<b>222,997</b>	<b>549,855</b>
<b>NET ASSETS</b>		<b>104,550,425</b>	<b>115,060,000</b>
<b>EQUITY</b>			
Issued capital	4	122,635,688	122,252,160
Reserves	5(b),(c)	(20,572,127)	(6,838,250)
Retained earnings/(Accumulated losses)	5(d)	2,486,864	(353,910)
<b>TOTAL EQUITY</b>		<b>104,550,425</b>	<b>115,060,000</b>

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 2008

	Notes	December 2008 \$	December 2007 \$
<b>Total equity as at 1 July 2008</b>		<u>115,060,000</u>	<u>157,156,525</u>
Profit for the period attributable to members of the Company	5(d)	2,774,081	4,221,824
Shares issued in the period	5(a)	<u>383,528</u>	<u>538,688</u>
		<b>118,217,609</b>	<b>161,917,037</b>
Dividends paid or provided for	3	(2,442,716)	(3,326,277)
Revaluation of investments	5(b)	(11,224,468)	(10,620,528)
<b>Total equity as at 31 December 2008 attributable to members of the Company</b>		<u><b>104,550,425</b></u>	<u><b>147,970,232</b></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 2008

	December 2008 \$	December 2007 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Dividends received	2,823,745	3,110,270
Interest received	676,441	636,915
Other investment income received	116,873	113,242
Investment management fees	(569,390)	(434,095)
Payments for administration expenses	(218,118)	(115,059)
Income tax paid	-	(262,237)
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b>2,829,551</b>	<b>3,049,036</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of investments	10,892,016	9,726,319
Payments for purchases of investments	(6,511,086)	(6,095,361)
<b>NET CASH PROVIDED BY/(USED IN) INVESTING ACTIVITIES</b>	<b>4,380,930</b>	<b>(3,630,958)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividends paid	(2,059,188)	(2,787,589)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(2,059,188)</b>	<b>(2,787,589)</b>
<b>NET INCREASE IN CASH HELD</b>	<b>5,151,293</b>	<b>3,892,405</b>
Cash at the beginning of the half year	12,908,079	12,478,080
<b>CASH AT THE END OF HALF YEAR</b>	<b>18,059,372</b>	<b>16,370,485</b>

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 2008

### 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 25 February 2009 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 2008 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 2008 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 2008. 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 2007. For the Balance Sheet, the previous corresponding date is 30 June 2008.

#### (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.

	<b>December 2008 \$</b>	<b>December 2007 \$</b>
<b>2. OTHER REVENUE FROM ORDINARY ACTIVITIES</b>		
Australian sourced dividends	2,759,708	2,970,224
Foreign sourced dividends	53,520	14,572
Interest	643,584	609,304
Trust distributions	115,303	114,837
Realised gain/(loss) on investments sold	21,121	-
	<b><u>3,593,236</u></b>	<b><u>3,708,937</u></b>
<b>3. DIVIDENDS</b>		
Dividends paid fully franked at 30% tax rate:		
Final dividend at 2.00 cents per ordinary share paid 24 October 2008 (2007: 2.75 cents)	<b><u>2,442,716</u></b>	<b><u>3,326,277</u></b>

# WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2008

### 3. DIVIDENDS (Continued)

#### Subsequent Event

Since the end of the half year, the Directors have declared an interim dividend of 2.0 cents fully franked at 30%, payable 13 March 2009.

The interim dividend has not been brought to account in the financial statements for the half year ended 31 December 2008 but will be recognised in subsequent financial reports.

	December 2008 \$	June 2008 \$
<b>4. ISSUED CAPITAL</b>		
<b>Paid-up Capital</b>		
122,774,083 ordinary shares fully paid (June 2008: 122,135,783)	<u>122,635,688</u>	<u>122,252,160</u>
	December 2008 \$	December 2007 \$
<b>5. MOVEMENTS IN EQUITY</b>		
<b>(a) Movements in Ordinary Share Capital</b>		
Balance at the beginning of the reporting period	122,252,160	121,136,622
- 638,300 ordinary shares issued on 24 October 2008 under a dividend reinvestment plan	383,528	-
- 477,955 ordinary shares issued on 26 October 2007 under a dividend reinvestment plan	-	538,688
<b>At reporting date</b>	<u>122,635,688</u>	<u>121,675,310</u>
<b>(b) Movements in Asset Revaluation Reserve</b>		
Balance at the beginning of the reporting period	(9,604,493)	33,225,867
Revaluation of investments	(11,224,468)	(10,620,528)
<b>At reporting date</b>	<u>(20,828,961)</u>	<u>22,605,339</u>
<b>(c) Movements in Capital Profits Reserve</b>		
Balance at the beginning of the reporting period	2,766,243	2,610,132
Dividends paid (refer Note 3)	(2,442,716)	-
Transfer from retained earnings	(66,693)	(952,085)
<b>At reporting date</b>	<u>256,834</u>	<u>1,658,047</u>
<b>(d) Movements in Retained Earnings/(Accumulated Losses)</b>		
Balance at the beginning of the half year	(353,910)	183,905
Profit for the period attributable to members of the Company	2,774,081	4,221,824
Transfer to capital profits reserve	66,693	952,085
Dividends paid (refer Note 3)	-	(3,326,277)
<b>At reporting date</b>	<u>2,486,864</u>	<u>2,031,537</u>

# **WILSON INVESTMENT FUND LIMITED**

A.B.N. 15 100 504 541

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2008**

### **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

A.B.N. 15 100 504 541

## 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 2008 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.



G.J. WILSON, Chairman

Dated at Sydney this 25<sup>th</sup> day of February 2009

