21 March 2014

Dear fellow shareholder

DRP discount 2.5% on 4.8c fully franked interim dividend

I would like to thank you for your continued support of WAM Active Limited and invite you to increase your holding in WAM Active at a discounted price by participating in the Dividend Reinvestment Plan ('DRP').

The DRP subscription price on the interim dividend will operate with a 2.5% discount.

If you would like to participate in the DRP, please complete the enclosed form and return it to our share registry Boardroom Pty Limited ('Boardroom') in the reply paid envelope by **17 April 2014**.

If you are a registered user, you can elect to participate in the DRP online through InvestorServe - a secure website operated by Boardroom that allows you to view and manage details relating to your shareholding. Please visit www.investorserve.com.au.

Dividend timetable

Dividend ex date	11 April 2014
Dividend record date	17 April 2014
Elect to participate in the DRP	no later than 17 April 2014
Dividend payment date	30 April 2014

Further information

Further information about the DRP can be found overleaf. To read the DRP rules, visit our website: www.wamfunds.com.au. If you have any further questions, please contact me on (02) 9247 6755.

Yours sincerely

K Thorley

Kate Thorley
Company Secretary

WAM Active Limited | ABN 49 126 420 719 | Level 11, 139 Macquarie Street, Sydney NSW 2000 | GPO Box 4658 Sydney NSW 2001
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DIVIDEND REINVESTMENT PLAN (DRP) INFORMATION

What is a DRP?

A Dividend Reinvestment Plan ('DRP') is the opportunity to invest all or part of your dividends in new shares in the Company. By participating in the DRP you will receive shares instead of a cash dividend without paying any brokerage. The Company's DRP is currently operating at a 2.5% discount. This means you have the opportunity to buy new shares in the Company at a discount to the market price without paying any brokerage.

How does the DRP work?

You can participate in the DRP and therefore elect to receive shares as part, or all, of your dividend. If you decide to participate fully in the DRP, the Company issues new shares to you in lieu of cash. These shares are newly issued shares which will contribute to an increase in the size of the Company.

What is the subscription price?

The price at which the DRP shares are issued is called the subscription price. The subscription price at which shares will be issued under the DRP is a 2.5% discount to the average price of the shares over the four trading days from the ex date. This average price incorporates the volume traded in the market over this period.

The subscription price is announced to the Australian Securities Exchange ('ASX') and included on our website on the record date.

How do I participate in the DRP?

To participate in the DRP, please complete and return the enclosed form in the reply paid envelope by the deadline to our share registry, Boardroom Pty Limited. Alternatively please login onto the InvestorServe website: www.investorserve.com.au.

What are the tax implications?

The Australian Taxation Office ('ATO') treats dividends the same whether a shareholder participates in the DRP or not. You will receive a dividend statement explaining the dividend and franked component to lodge with your annual tax return.

The shares acquired via the DRP are simply new shares purchased at the subscription price at the issue date.

Further information

For more information, please refer to the DRP rules by following the links on our website at: www.wamfunds.com.au. You can also contact the office on (02) 9247 6755 for a copy of the DRP rules.

Disclaimer

The information provided in this document is general only. It does not take into account the investment objectives, financial situation or particular needs of any person and may not be appropriate for your requirements. We strongly suggest that investors consult a financial adviser prior to making any investment decision.

All correspondence to:

BoardRoom
Smart Business Solutions

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Sydney NSW 2001
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Tel: +61 2 9290 9600 (outside Australia)
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www.boardroomlimited.com.au
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Dividend Reinvestment Plan (DRP) – Application

This form is to be completed where the securityholder wishes to have their payments reinvested under the rules of the Dividend Reinvestment Plan. DRP rules are available at www.wamfunds.com.au

Option 1 ☐

Full Participation in the DRP

All securities held will participate in DRP. No cash distribution will be issued

Option 2 ☐

Partial Participation in the DRP

Please write in the box the number of securities you would like to participate in the DRP. The distribution on the balance of your securities (if any) will be issued in cash.

Sign Here – This section must be signed for your instructions to be executed

I/We authorise you to act in accordance with my/our instructions set out above. I/We acknowledge that these instructions supersede and have priority over all previous instructions relating to payments of dividends/distributions to which I/we am/are entitled to be paid in cash and that these instructions do not override any previous Reinvestment Plan instructions unless I/we have so indicated by marking in the relevant box above.

Individual or Securityholder 1	Securityholder 2	Securityholder 3
Sole Director and Sole Company Secretary	Director	Director/Company Secretary

Day / Month / Year

Privacy Statement

The personal information in this form is collected by Boardroom Pty Limited ('Boardroom"), as registrar for the issuer of the securities you hold.
Boardroom Pty Limited's privacy policy can be viewed on our website (www.boardroomlimited.com.au).
Your personal information is required for administration of the register of securityholdings. Should some or all of the requested information not be provided correct administration of your securityholding may not be possible. Your personal information may be disclosed to the issuer of the securities you hold, its or our related bodies corporate, external service companies such as print or mail service providers or otherwise as permitted by law. If, in accordance with the provisions of the Corporations Act the issuer of the securities you hold approves, you may be sent marketing material in addition to general corporate communications. You may elect not to receive marketing material by contacting Boardroom Pty Limited.
You can obtain access to you personal information and (if required) advise of any incorrect, inaccurate or out of date data information held, by contacting Boardroom Pty Limited on 1300 737 760