WAM CAPITAL LIMITED

(ACN 086 587 395)

WAM CAPITAL OCTOBER 2003
INVESTMENT UPDATE & NTA

Since inception in August 1999 WAM Capital Ltd (WAM) has outperformed the overall sharemarket. WAM's portfolio (before all fees, costs, taxes and dividend) has increased by 198.9 %*compared to a 27.5% increase in the All Ordinaries Accumulation Index.
* Adjusted for options exercised over the period.

- In October WAM's portfolio (before all fees, costs and taxes) increased by 5.4% while the All Ordinaries Accumulation Index rose by 3.5%.
- The NTA before tax was 152.8c* a share, as at 31st October.
- The NTA after tax was 140.8c * a share, as at 31st October.

* Before the payment of a final dividend of 4c a share fully franked.

WAM is an investment company whose mission is to provide superior returns to its investors over the medium to long term. WAM is managed by Wilson Asset Management (International) Pty Limited.

MARKET OUTLOOK

The liquidity driven rally that has been in place since March seems to be in its last stages. The Reserve Bank of Australia has begun lifting official interest rates earlier than expected. This will see equity valuations reassessed in the coming months

PORTFOLIO STRUCTURE & STRATEGY

As at 31st October 2003 equities made up approximately 75.5% of the portfolio, while fixed interest, cash, and listed debt made up the remaining 24.5%. We continue to focus on companies with strong earnings per share growth, trading on attractive earnings multiples, that are well positioned in growth industries and have proven management. We continue to research heavily to find companies that meet this profile.

LEVEL ELEVEN
131 MACQUARIE ST
SYDNEY NSW 2000
TEL (02) 9247 6755
FAX (02) 9247 6855

The major securities held as at 31st October 2003 in the fund give exposure to:

OFM Investment Group Ltd	Beston Wine Industry Trust
Macquarie Bank Ltd	Timbercorp Ltd 9% (Conv. Pref.)
Select Harvest Ltd	Sirtex Medical Ltd
Reckon Ltd	Greens Foods Ltd
Australian Stock Exchange Ltd	Ten Network Holdings Ltd
RG Capital Radio Ltd	Equity Capital Markets Ltd
Roberts Ltd	AP Eagers Ltd
Loftus Capital Partners Ltd	Promina Group Ltd
OAMPS Ltd	Credit Corp. Group Ltd
Burns Philip Ltd 7.5 %(Conv. Pref.)	Wattyl Ltd
Pacific Strategic Investments Ltd	Alinta Ltd
PCH Group Limited	Oakton Ltd
Sydney Gas Ltd (12% Conv. Note)	McGuigan Simeon Wines Ltd
PowerTel Ltd	Austrim Nylex Ltd
Seven Network Ltd	Betcorp Ltd
Freedom Group Ltd	Prime TV

PERFORMANCE

	Aug 99	**Sep 99**	**Oct 99**	**Nov 99**	**Dec 99**	**Jan 00**
Gross Portfolio *	+1.4%	+5.1%	+4.1%	+11.0%	+4.9%	-2.0%
All Ordinaries Accum.	-1.9%	-1.7%	+0.5%	+5.9%	+3.7%	-1.8%
	Feb 00	**Mar 00**	**Apr 00**	**May 00**	**Jun 00**	**Jul 00**
Gross Portfolio *	+5.4%	+5.3%	-5.7%	-2.9%	+3.6%	+2.9%
All Ordinaries Accum.	+1.6%	+0.5%	-1.5%	-1.3%	+7.7%	-1.3%
	Aug 00	**Sep 00**	**Oct 00**	**Nov 00**	**Dec 00**	**Jan 01**
Gross Portfolio *	+5.2%	-0.7%	+2.5%	+1.9%	+0.1%	+1.7%
All Ordinaries Accum.	+1.7%	+0.2%	-1.1%	+1.1%	-2.0%	+4.4%
	Feb 01	**Mar 01**	**Apr 01**	**May 01**	**Jun 01**	**July 01**
Gross Portfolio *	-0.2%	- 3.7%	+3.9%	+6.7%	+6.9%	-1.0%
All Ordinaries Accum.	-0.2%	- 4.8%	+5.7%	+1.6%	+3.8%	-4.5%
	Aug 01	**Sep 01**	**Oct 01**	**Nov 01**	**Dec 01**	**Jan 02**
Gross Portfolio *	+4.6%	-2.9%	+8.6%	+3.8%	+3.3%	+7.0%
All Ordinaries Accum.	-1.3%	-6.7%	+6.8%	+3.4%	+2.7%	+1.3%
	Feb 02	**Mar 02**	**Apr 02**	**May 02**	**Jun 02**	**Jul 02**
Gross Portfolio *	+3.1%	+4.9%	-0.4%	+0.7%	-2.2%	-3.0%**
All Ordinaries Accum.	-1.1%	+0.8%	-1.8%	+0.9%	-4.4%	-4.1%
	Aug 02	**Sep 02**	**Oct 02**	**Nov 02**	**Dec 02**	**Jan 03**
Gross Portfolio *	+3.9%**	-1.1%**	+1.1%**	+1.6%**	+1.5%**	+1.3%
All Ordinaries Accum.	+1.8%	-4.1%	+2.6%	+1.5%	-1.5%	-1.3%
	Feb 03	**Mar 03**	**Apr 03**	**May 03**	**Jun 03**	**Jul 03**
Gross Portfolio *	-1.7%	-0.4%	+3.8%	+1.5%	+3.5%	+3.6%
All Ordinaries Accum.	-5.1%	+3.4%	+4.4%	+0.5%	+1.3%	+3.6%
	Aug 03	**Sept 03**	**Oct 03**	**Since Inception**		
Gross Portfolio *	+5.2%	+ 3.7%	+5.4%	+198.9%		
All Ordinaries Accum.	+3.5%	-0.1%	+3.5%	+27.5%		

*The change in the portfolio before all expenses, fees and taxes
** Adjusted for options exercised over the period.

NTA before tax	152.8c
NTA after tax and before tax on unrealised gains	150.3c
NTA after tax	140.8c

This is after the payment of an interim dividend of 4 cents a share fully franked, and before the payment of a final dividend of 4c a share fully franked.

For further information please visit our website **www.wamcapital.com.au** or contact;
Mr Geoff Wilson on (02) 9247 6755 / 0412 242 712
Mr Matthew Kidman on (02) 9247 6902 / 0417 069 578

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