

# WAM CAPITAL LIMITED

(ACN 086 587 395)



## **WAM CAPITAL NOVEMBER 2004 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 261.1% compared to a 65.1% increase in the All Ordinaries Accumulation Index.

- In November WAM's portfolio (before all fees, costs and taxes) increased by 3.3% while the All Ordinaries Accumulation Index increased by 4.6%.
- The NTA before tax was 160.31 cents\* a share, as at 30 November 2004.
- The NTA after tax was 147.14 cents\* a share, as at 30 November 2004.

\* The above figures are after the payment of 4.7 cents in tax for the 2004 financial year, and after the payment of a 5.0 cent fully franked final dividend.

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 Australian equity market looks set to rally higher over the Christmas/New Year period. In the medium-term, however, earnings will be the key to whether this rally can be sustained. We believe the market is factoring in strong earnings growth. Failure to deliver will result in a weaker market.

### **PORTFOLIO STRUCTURE & STRATEGY**

As at 30 November 2004 equities made up approximately 67% of the portfolio, while fixed interest, and cash made up the remaining 33%. 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.

At 30 November 2004 the major securities held in the portfolio were:

COMPANY	MARKET VALUE \$
Advanced Nano Tech Ltd (ADVNAV)	562,867
Antares Energy Unsec. Conv. Notes (AZZG)	600,000
AP Eagers Ltd (APE)	746,490
Australian Stock Exchange Ltd (ASX)	938,373
Austal Ltd (ASB)	760,500
Bank of Queensland Reset Prefs	2,013,000
Catalyst Recruitment Systems Ltd	844,737
Colorado Group Ltd (CDO)	685,920
Consolidated Minerals Ltd (CSM)	1,004,958
Contango Microcap Ltd (CTN)	859,646
Credit Corp Group Ltd (CCP)	1,360,974
Farsands Corporation Ltd (FCO)	786,314
Harvey World Travel Limited	920,163
Hastings Diversified (HDF)	900,096
Integrated Tree Cropping Ltd	609,000
Loftus Capital Partners Ltd	2,044,905
Mariner Retirement Ltd (MRT)	605,000
McGuigan Simeon Wines Ltd (MGW)	910,656
Medical Developments International Ltd (MVP)	1,507,796
Melbourne IT Ltd (MLB)	961,454
MMC Contrarian Ltd (MMA)	676,737
Monadelphous Group Ltd (MND)	873,948
News Corporation Class A Non-Voting Common Stock (NWSLV)	679,500
Oakton Ltd (OKN)	682,407
OAMPS Ltd (OMP)	1,791,903
OFM Investment Group Ltd (OFM)	1,892,833
Pacific Strategic Investments Ltd (PSI)	897,573
Photon Group Limited (PGA)	1,229,800
Rattoon Holdings (RTN)	705,600
Reckon Ltd (RKN)	2,907,541
Reef Casino Trust (RCT)	820,838
Reinsurance Australia Corporation Ltd (RAC)	1,026,000
Roberts Ltd (RBS)	2,649,098
Select Harvests Ltd (SHV)	1,707,292
Strathfield Group Ltd (SRA)	710,180
Sydney Gas Ltd (12% Conv. Note) (SGLGA)	1,520,794
Tassal Group Ltd (TGR)	1,076,506
Timbercorp Conv Pref (TIMPA)	824,554
Tower Ltd (TWR)	1,098,078
Trent Capital Ltd (TCP)	551,657
Winepros Ltd (WPO)	600,000
WMC Resources Ltd (WMR)	648,900
Zinifex Ltd (ZFX)	598,560

## **DIVIDENDS**

The final fully franked dividend of 5.0 cents a share went ex-dividend on 15 November 2004. The payment date was 29 November 2004.

NTA before tax (Before dividend)	165.31c
NTA before tax	160.31c*
NTA after tax and before tax on unrealised gains	156.44c*
NTA after tax	147.14c*

\* The above figures are after the payment of 4.7 cents in tax for the 2004 financial year, and after the payment of a 5.0 cent fully franked final dividend.

## PERFORMANCE TABLE

	<b>Aug 99</b>	<b>Sep 99</b>	<b>Oct 99</b>	<b>Nov 99</b>	<b>Dec 99</b>	<b>Jan 00</b>
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%
	<b>Feb 00</b>	<b>Mar 00</b>	<b>Apr 00</b>	<b>May 00</b>	<b>Jun 00</b>	<b>Jul 00</b>
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%
	<b>Aug 00</b>	<b>Sep 00</b>	<b>Oct 00</b>	<b>Nov 00</b>	<b>Dec 00</b>	<b>Jan 01</b>
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%
	<b>Feb 01</b>	<b>Mar 01</b>	<b>Apr 01</b>	<b>May 01</b>	<b>Jun 01</b>	<b>July 01</b>
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%
	<b>Aug 01</b>	<b>Sep 01</b>	<b>Oct 01</b>	<b>Nov 01</b>	<b>Dec 01</b>	<b>Jan 02</b>
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%
	<b>Feb 02</b>	<b>Mar 02</b>	<b>Apr 02</b>	<b>May 02</b>	<b>Jun 02</b>	<b>Jul 02</b>
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%
	<b>Aug 02</b>	<b>Sep 02</b>	<b>Oct 02</b>	<b>Nov 02</b>	<b>Dec 02</b>	<b>Jan 03</b>
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%
	<b>Feb 03</b>	<b>Mar 03</b>	<b>Apr 03</b>	<b>May 03</b>	<b>Jun 03</b>	<b>Jul 03</b>
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%
	<b>Aug 03</b>	<b>Sept 03</b>	<b>Oct 03</b>	<b>Nov 03</b>	<b>Dec 03</b>	<b>Jan 04</b>
Gross Portfolio *	+5.2%	+3.7%	+5.4%	-0.7%	+3.6%	+2.5%
All Ordinaries Accum.	+3.5%	-0.1%	+3.5%	-2.1%	+3.7%	-0.7%
	<b>Feb 04</b>	<b>Mar 04</b>	<b>Apr 04</b>	<b>May 04</b>	<b>Jun 04</b>	<b>Jul 04</b>
Gross Portfolio *	+2.7%	+0.1%	-1.3%	-0.8%	+1.0%	+2.4%
All Ordinaries Accum.	+3.1%	+2.0%	-0.1%	+1.6%	+2.7%	+0.6%
	<b>Aug 04</b>	<b>Sep 04</b>	<b>Oct 04</b>	<b>Nov 04</b>	<b>Since Inception</b>	
Gross Portfolio *	+1.2%	+2.5%	+2.9%	+3.3%	+261.1%	
All Ordinaries Accum.	+1.1%	+3.8%	+3.1%	+4.6%	+65.1%	

\*The change in the portfolio before all expenses, fees and taxes.

For further information please visit our website [www.wamcapital.com.au](http://www.wamcapital.com.au) or contact;  
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