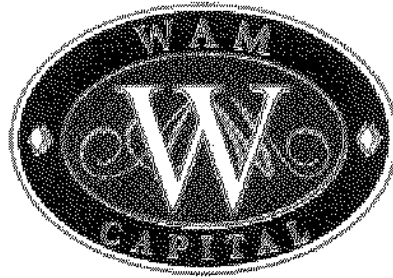


WAM CAPITAL LIMITED

(ACN 086,587,395)



WAM CAPITAL OCTOBER 2005 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 297.1% compared to a 92.6% increase in the All Ordinaries Accumulation Index.

- In October WAM's portfolio (before all fees, costs and taxes) increased by 0.1%, while the All Ordinaries Accumulation Index decreased by 3.8%.
- The NTA before tax was 154.44 cents a share, as at 31 October 2005.
- The NTA after tax was 146.36 cents a share, as at 31 October 2005.

The above figures are after the payment of a final dividend of 6.0 cents 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 sharemarket's downward movement in October was short-lived, with equity prices rising strongly in the first half of November. After almost 3 years, volatility has returned to the market as investors become more cautious. We remain cautious, but continue to seek out companies that are growing strongly, and that are priced reasonably.

DIVIDEND

The final dividend of 6.0 cents a share fully franked, brought the full year dividend to 12.0 cents a share. The shares traded ex dividend from 4 October 2005, with payment on 17 October 2005.

PORTFOLIO STRUCTURE & STRATEGY

As at 31 October 2005, equities made up approximately 74% of the portfolio, while fixed interest, and cash made up the remaining 26%. 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 31 October 2005 the major securities held in the portfolio were:

COMPANY	MARKET VALUE \$
ABB Grain Limited (ABB)	1,380,925
Alesc Corp (ALS)	1,190,000
Alphawest Ltd (ALW)	852,097
Apollo Life (AOP)	696,000
Austar United (AUN)	669,200
Austral Ltd (ASB)	1,102,150
Bank of Queensland Reset Prefs (BOQS1RPS)	2,005,000
Buka Minerals Ltd (BKA)	944,000
Burns Philp & Company CPD (BPCPA)	657,605
Calliden Group (CIX)	1,082,300
Catalyst Recruitment (CRU)	851,939
Coates Hire Ltd (COA)	893,696
Contango Microcap Ltd (CTN)	3,023,727
Credit Corp (CCP)	2,619,886
Customers Ltd (CUS)	1,271,556
Gropep Limited (GRO)	1,260,025
Hastie Group (HST)	819,776
Healthscope Ltd (HSP)	1,386,468
Incremental Pet (IPM)	1,449,000
Innovonics (INO)	1,232,388
Loftus Capital (LCP)	1,633,084
Macquarie Leisure Trust (MLE)	651,101
Mariner Financial (MFI)	772,800
McMillan Shakespear (MMS)	1,185,828
Medical Development (MVP)	751,267
Melbourne IT Limited (MLB)	817,085
Metcash Limited (MTS)	836,280
Mortgage Choice Limited (MOC)	858,040
Multimedia Ltd Apps (MULAPP)	1,050,000
Nylex Limited (NLX)	925,823
Oakton (OKN)	1,083,642
Oamps (OMP)	3,053,342
OFM Investment Group (OFM)	1,731,356
Pharmaxis Limited (PXS)	874,800
Photon Group Ltd (PGA)	1,901,307
Reckon Ltd (RKN)	2,594,436
Reckson NY Prop Trust (RNYCA)	919,425
Select Harvests Ltd (SHV)	3,988,351
Sigma Company (SIG)	1,256,850
Tassal Group Limited (TGR)	2,686,660
Telstra Corp (TLS)	2,105,000
Total Telecommunications (TCI)	844,301
Tower Ltd (TWR)	2,696,088
Wattyl Ltd (WYL)	1,057,500
Wentworth Mutual (WWM)	770,000

NTA before tax	154.44c**
NTA after tax and before tax on unrealised gains	153.19c*
NTA after tax	146.36c*

** After the payment of a final dividend of 6.0 cents a share fully franked, and the payment of a \$577,897 tax instalment.

* After the payment of a final dividend of 6.0 cents a share fully franked.

PERFORMANCE TABLE

	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	Nov 03	Dec 03	Jan 04
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%
	Feb 04	Mar 04	Apr 04	May 04	Jun 04	Jul 04
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%
	Aug 04	Sep 04	Oct 04	Nov 04	Dec 04	Jan 05
Gross Portfolio *	+1.2%	+2.5%	+2.9%	+3.3%	+0.7%	+2.7%
All Ordinaries Accum.	+1.1%	+3.8%	+3.1%	+4.6%	+3.0%	+1.3%
	Feb 05	Mar 05	Apr 05	May 05	Jun 05	Jul 05
Gross Portfolio *	-0.2%	-0.8%	-4.2%	+0.0%	+2.8%	+2.2%
All Ordinaries Accum.	1.8%	-0.7%	-3.8%	+3.4%	+4.5%	+2.8%
	Aug 05	Sep 05	Oct 05	Since Inception		
Gross Portfolio *	+3.9%	+2.6%	+0.1%	+297.1%		
All Ordinaries Accum.	+2.2%	+4.8%	-3.8%	+92.6%		

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

For further information please visit our website www.wilsonassetmanagement.com.au or contact:

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