

WAM CAPITAL LIMITED

(ACN 086 587 395)



PRESENTATION

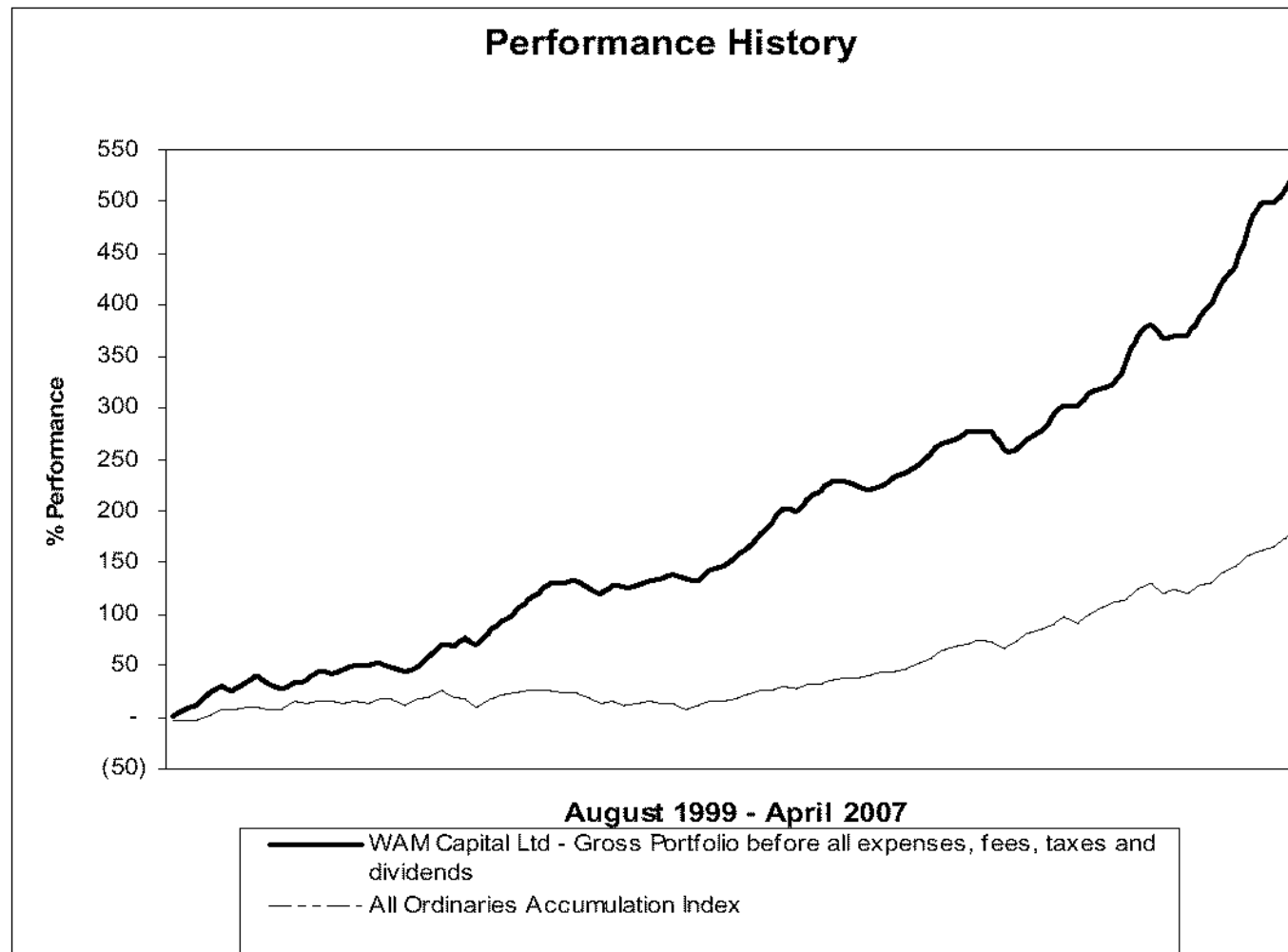
June 2007

WAM CAPITAL LTD

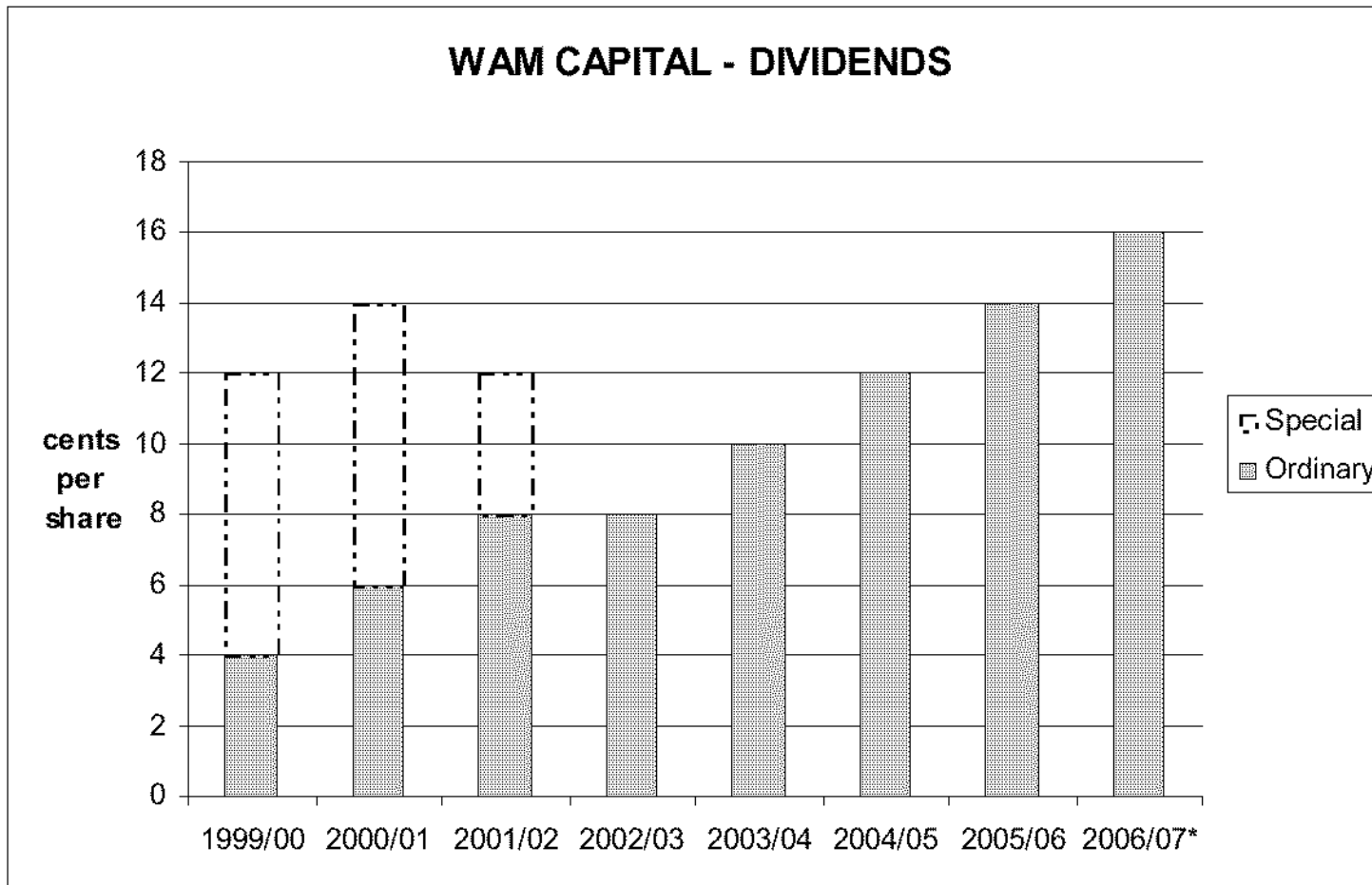
OBJECTIVES

- **High Real Rate of Return**
- **Preserve Capital**
- **Strong Dividend Flow**

PERFORMANCE HISTORY



DIVIDENDS



* Annualised interim dividend

CAPITAL MANAGEMENT

- **OPTION ISSUE**

Bonus 1 for 1 Issue at \$1.80

Exercisable anytime up to 17 Dec 2007

**Currently 17,748,619 (26%) options exercised
raising \$31.9m**

50,462,152 options remain unexercised

PORTFOLIO STRUCTURE

- **INVESTMENT PORTFOLIO**

- ▶ 79% of Gross Assets

Research Stocks	37%
Trading Stocks	42%

- **CASH & FIXED INTEREST**

- ▶ 21% of Gross Assets

RESEARCH RANKING PROCESS

- Each company is ranked on:
 - Management
 - Earnings Growth
 - Valuation
 - Industry Position
- Emphasis is also placed on a company's free cash flow and return on equity.
- Identify a catalyst or event.

TOP 5 TRADING STOCKS

– October 2006 –

	CODE	Company	Value	% Gross Assets	% Δ Cost
1	RTN	Rattoon (NSX) Hldgs	\$2,367,823	1.9%	14.8%
2	TIM	Timbercorp Ltd	\$2,350,600	1.9%	3.5%
3	OMP	Oamps Ltd	\$2,304,991	1.9%	90.0%
4	OXR	Oxiana Ltd	\$1,853,600	1.5%	7.1%
5	OFM	OFM Investments Ltd	\$1,278,491	1.1%	24.3%

TOP 5 TRADING STOCKS

– May 2007 –

	CODE	Company	Value	% Gross Assets	% Δ Cost
1	SEV	Seven Network Ltd	\$4,534,600	2.6%	1.4%
2	RTN	Rattoon Holdings Ltd	\$4,176,331	2.4%	49.1%
3	CIW	Clime Investment M'ment Ltd	\$2,962,072	1.7%	111.3%
4	SLV	Sylvania Resources Ltd	\$2,494,000	1.4%	79.9%
5	MFI	Mariner Financial Ltd	\$1,869,600	1.1%	9.4%

TOP 10 RESEARCH STOCKS

- October 2006 -

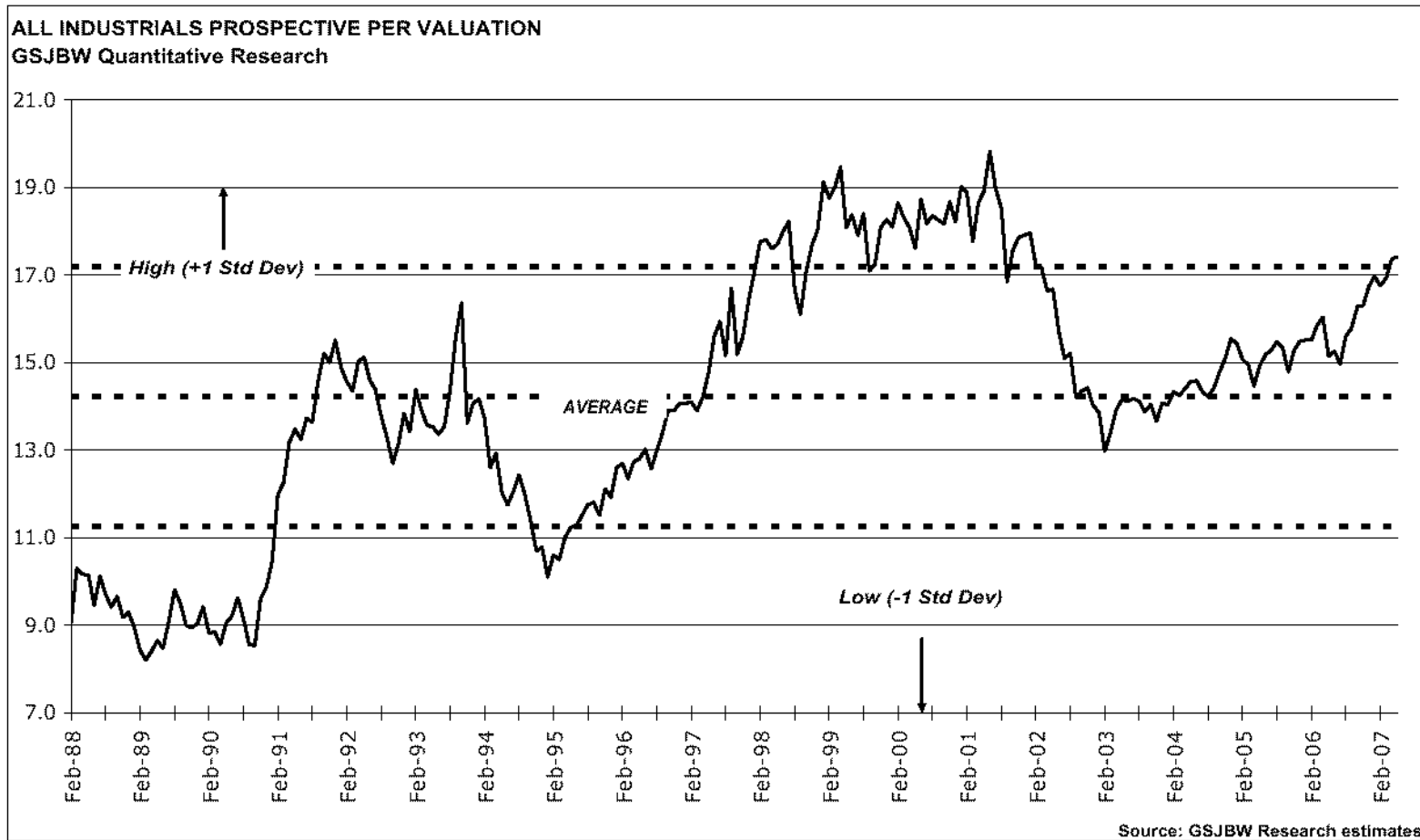
	CODE	Company	Value	% Gross Assets	% Δ Cost
1	CCP	Credit Corp Group Ltd	\$6,293,911	5.2%	177.4%
2	RKN	Reckon Ltd	\$4,202,664	3.5%	92.3%
3	PGA	Photon Group Ltd	\$4,021,284	3.3%	134.3%
4	SHV	Select Harvests Ltd	\$3,578,603	2.9%	66.7%
5	MMS	McMillan Shakespeare Ltd	\$2,989,392	2.5%	125.3%
6	MLB	Melbourne IT Ltd	\$2,732,120	2.2%	130.3%
7	TGR	Tassal Group Ltd	\$2,634,998	2.2%	51.8%
8	TWR	Tower Ltd	\$2,305,811	1.9%	59.4%
9	IWL	IWL Ltd	\$2,013,241	1.7%	14.4%
10	OKN	Oakton Ltd	\$1,866,155	1.5%	131.3%

TOP 10 RESEARCH STOCKS

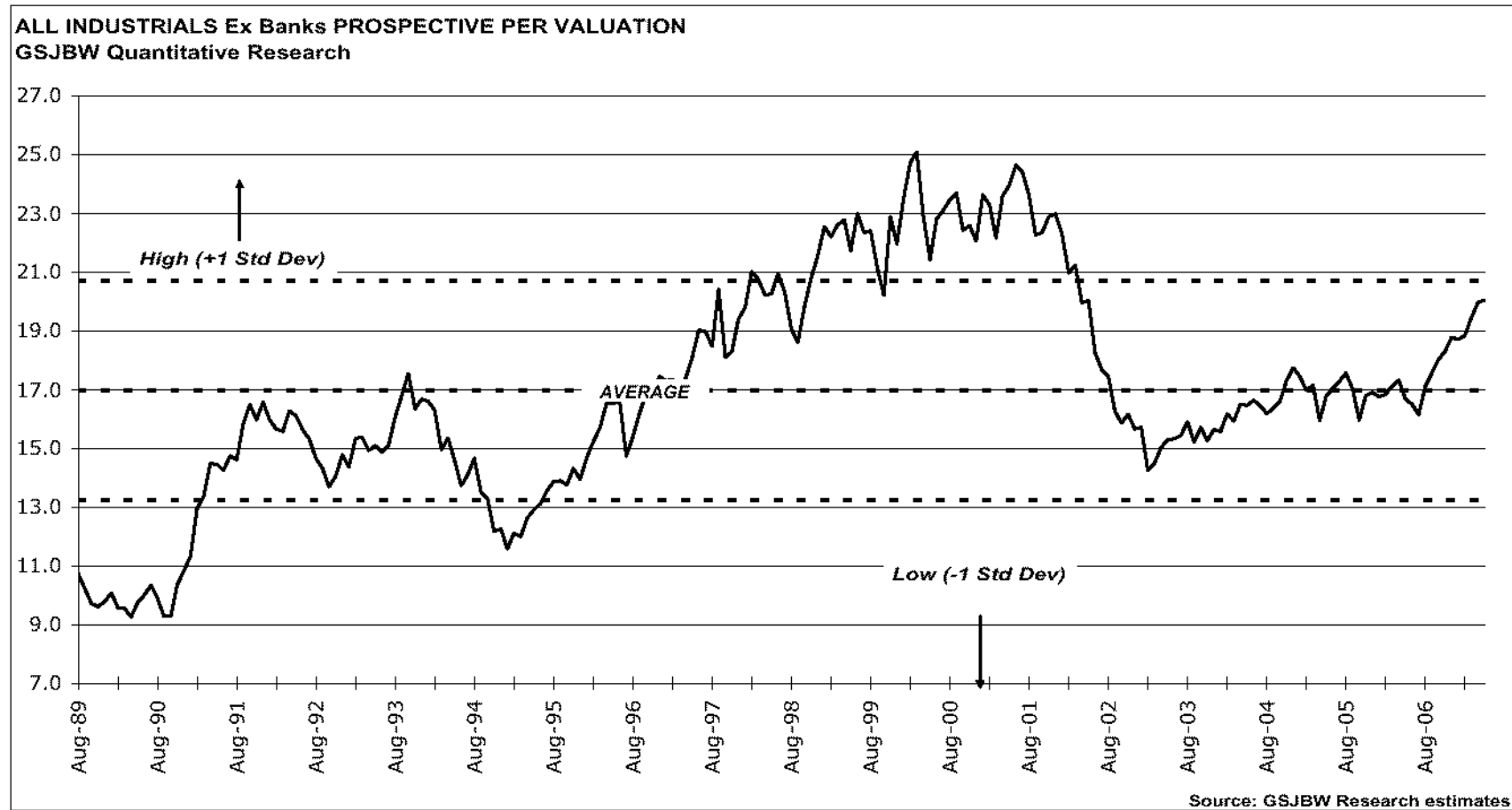
- May 2007 -

	CODE	Company	Value	% Gross Assets	% Δ Cost
1	CCP	Credit Corp Group Ltd	\$7,741,502	4.4%	226.3%
2	RKN	Reckon Ltd	\$4,966,572	2.8%	123.1%
3	MLB	Melbourne IT Ltd	\$4,386,978	2.5%	225.2%
4	REF	Reverse Corp Ltd	\$4,175,435	2.4%	59.4%
5	MMS	McMillan Shakespeare Ltd	\$4,123,459	2.3%	157.9%
6	HGI	Henderson Group Plc	\$4,089,720	2.3%	16.1%
7	PGA	Photon Group Ltd	\$4,031,997	2.3%	102.5
8	COF	Coffey Intern. Ltd	\$3,166,246	1.8%	17.2%
9	SSM	Service Stream Ltd	\$2,759,290	1.6%	106.4%
10	IWL	IWL Ltd	\$2,689,534	1.5%	5.6%

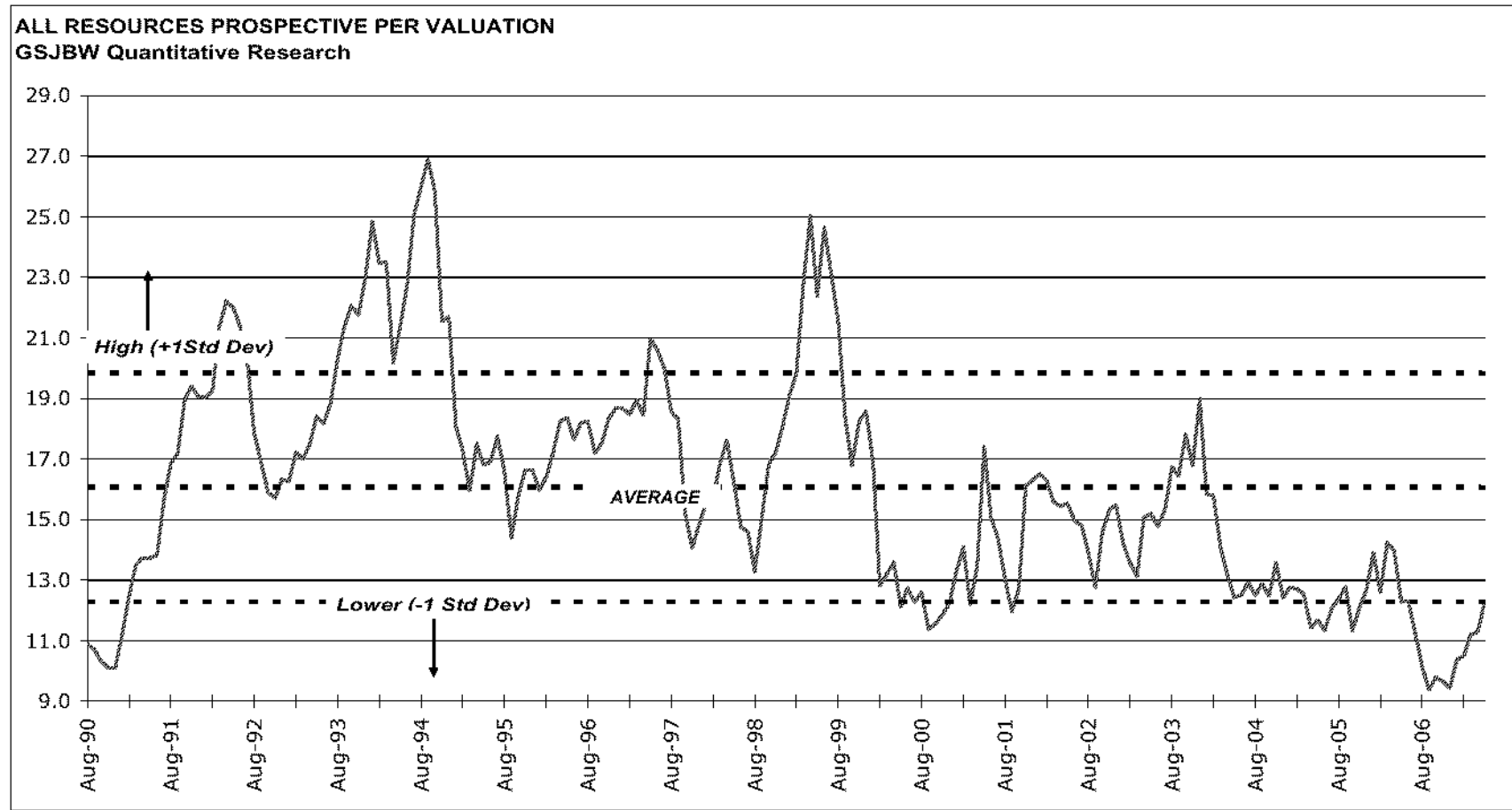
ARE INDUSTRIAL STOCKS EXPENSIVE OR CHEAP?



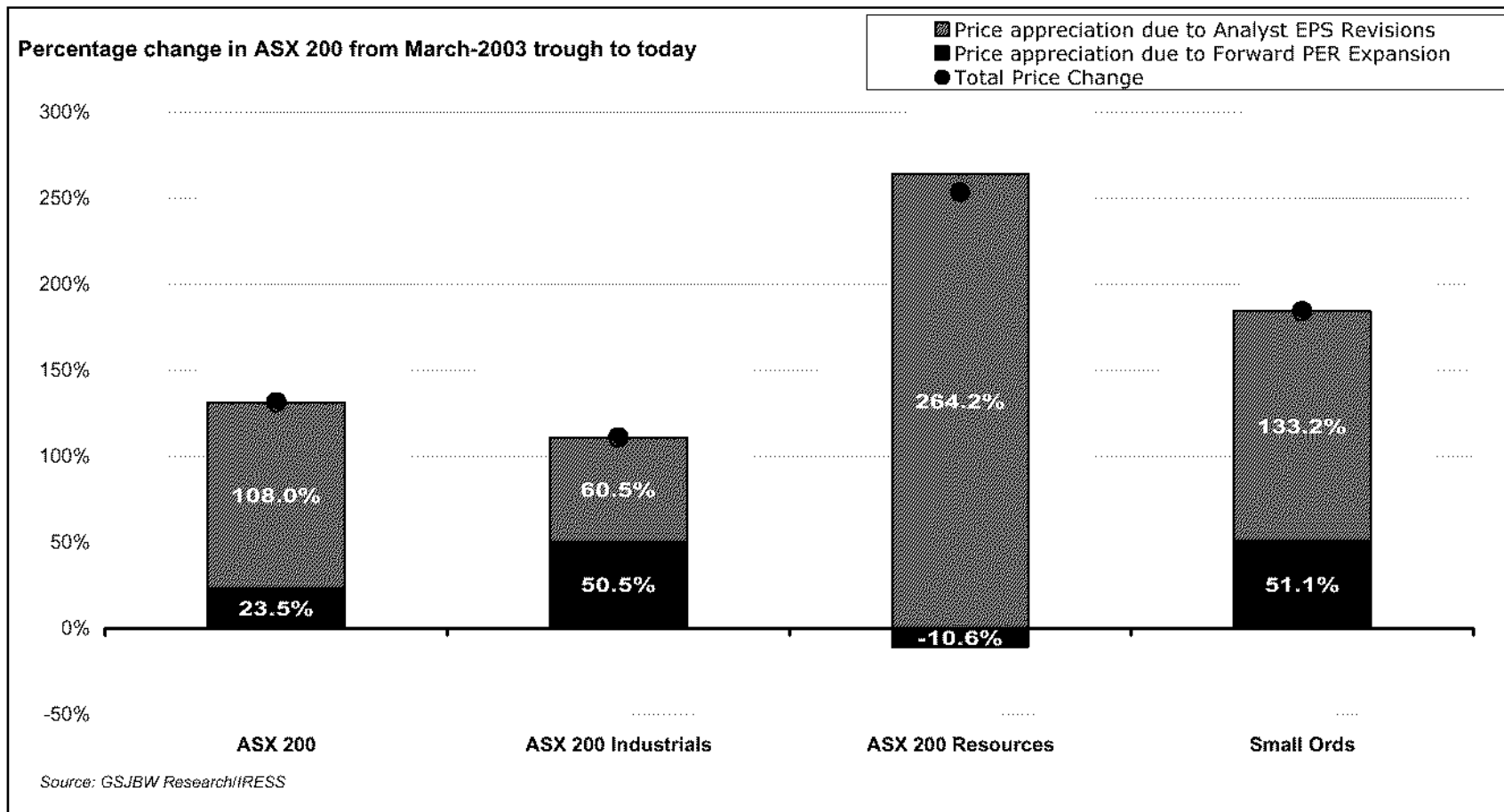
WHAT ABOUT THE BANKS?



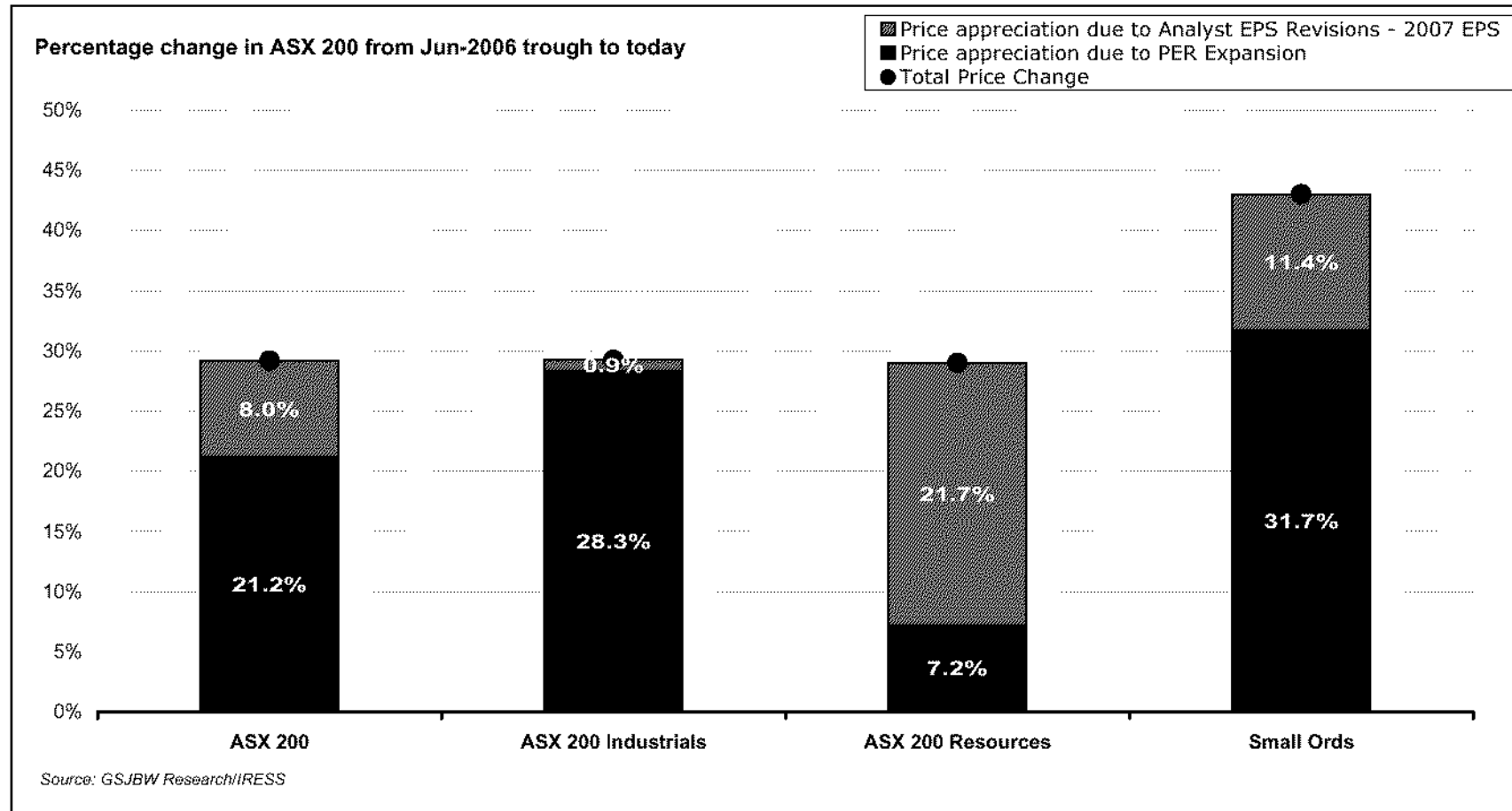
ARE RESOURCES EXPENSIVE OR CHEAP?



MARKET VALUATIONS



MARKET VALUATIONS



BHAGS



5 YEARS ON - 2011	
Market Capitalisation	\$360 million
Dividends	22.0 cents fully franked
NTA	\$2.58

QUESTIONS?