

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541



**ANNUAL REPORT
FOR THE YEAR ENDED
30 JUNE 2009**

COMPANY PARTICULARS

WILSON INVESTMENT FUND LIMITED A.B.N. 15 100 504 541

Wilson Investment Fund Limited is a Listed Investment Company and is a reporting entity. It is an investor in equities and similar securities on the stock market primarily in Australia.

DIRECTORS:	G. Wilson (Chairman) M. Kidman J. Gosse J. Abernethy
SECRETARY:	K. Thorley
MANAGER:	MAM Pty Limited Level 11, 139 Macquarie Street Sydney NSW 2000
AUDITORS:	Moore Stephens Sydney
COUNTRY OF INCORPORATION:	Australia
REGISTERED OFFICE:	Level 11, 139 Macquarie Street Sydney NSW 2000
CONTACT DETAILS:	Mail Address: GPO Box 4658 Sydney NSW 2001 Telephone: (02) 9247 6755 Fax: (02) 9247 6855 Email: info@wami.com.au Website: www.wilsonassetmanagement.com.au
SHARE REGISTRAR:	Registries Limited Level 7, 207 Kent Street Sydney NSW 2000 Telephone: (02) 9290 9600 Fax: (02) 9279 0664 For all enquiries relating to shareholdings, dividends (including participation in the Dividend Reinvestment Plan) and related matters, please contact the share registrar.
STOCK EXCHANGE:	Australian Securities Exchange (ASX) The home exchange is Sydney. ASX code for ordinary shares: WIL

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WILSON INVESTMENT FUND LIMITED

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CHAIRMAN'S LETTER

Dear shareholders,

Firstly I would like to thank you for your support over what has been another very volatile ride for Australian and global equities over the year.

Wilson Investment Fund Limited (WIL) is a listed investment company that invests in ASX listed securities over the medium to long term. WIL listed in August 2003 and is managed by MAM Pty Limited.

Investment Objectives and Process

Our investment objectives are to achieve a high real rate of return, comprising both income and capital growth (within risk parameters acceptable to the Directors), deliver investors a secure income stream in the form of fully franked dividends and preserve the capital of the Company.

Our investment process focuses on:

(a) Research Driven investing: where we undertake extensive fundamental research. We rate the company's management, earnings growth potential, valuation, industry position, generation of free cashflow. Initially we identify a catalyst that will change the valuation the market gives to the company, and

(b) Investment Driven investing: where the investee company has a sustainable business model, has a track record of profit making and dividends, generates positive free cashflow, acceptable financial strength and generates a sound return on equity.

We believe an area of the market that will deliver above market returns over time, at an acceptable risk, are small and medium sized industrial companies. This prognosis is based on those companies ability to grow at a higher rate (15 to 20% per annum) than the larger industrial companies.

Our investment team has continued to progressively develop and now comprises of Matthew Kidman and myself, the portfolio managers and Chris Stott, our senior research analyst who is responsible for the research driven side of our investing. We all spend as much time as possible meeting with the management of investee companies and during the year had over 700 meetings.

In an endeavour to find suitable investment opportunities the manager is continually meeting with the management of investee companies. Over time our goal is to deliver a total return of 15-20% per annum including an attractive fully franked dividend to shareholders. We are looking for a combination of high growth stocks and established businesses that have strong cash flows and pay fully franked dividends.

Performance

WIL announced on the 28 August 2009 an operating profit before tax (before realised gains on investments) for the year to 30 June 2009 of \$1.05 million, and, an after tax profit of \$2.14 million. This is after accounting for impairment losses of \$3.63m. These losses were taken on Mariner Financial Limited (MFI) and Cockatoo Ridge Wines Limited (CKR). The profit from ongoing investment activities, excluding impairment losses, equated to \$4.68 million a 9.9% decrease on the previous year. This reflects current market conditions with dividends received during the year from investee companies decreasing 12.7%.

The gross value of the WIL's portfolio fell 4.8% in the 12 months to 30 June 2009. This compares to a 22.2% decline in the All Ordinaries Accumulation Index for the same period. WIL benefitted from a large exposure to a well managed group of companies. WIL has a large exposure (approximately 45%) to the financial sector. The S&P/ASX Financial Accumulation Index for the same period fell 13.2% during the financial year. WIL has no exposure to the resources sector, which experienced a 32% decline for the year.

While the finance and industrial sectors have enjoyed a strong bounce since March 2009, we believe both areas represent reasonable value. The industrial market is trading on a price to earnings multiple of around 14.0 times 2010 earnings at a time of low interest rates and depressed earnings.

WILSON INVESTMENT FUND LIMITED

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CHAIRMAN'S LETTER

As at 30 June 2009, WIL has 81% of its assets invested in industrial companies, 17% of its portfolio in cash and term deposits and 2% in hybrids. The equity levels increased over the course of the year due to new investments in IRESS Market Technology Limited (IRE), Wotif.com Holdings Limited (WTF). Additional investments were made in Australia and New Zealand Banking Group Limited (ANZ), National Australia Bank Limited (NAB), Westpac Banking Corporation (WBC), Commonwealth Bank of Australia (CBA), Wide Bay Australia Limited (WBB), AP Eagers Limited (APE), Prime Media Group Limited (PRT) and Reece Australia Limited (REH).

During the period we sold our holdings in Bank of Queensland Limited (BOQ), Toll Holdings Limited (TOL) and Australia and New Zealand Banking Group Limited (ANZ) after the stock was received as a result of the conversion of preference shares. We received \$8.05 million in proceeds.

The pre-tax net tangible assets (NTA) backing, adjusted for the payment of 4.0 cents fully franked dividends (including a 2.00 cent LIC capital gain) moved from 89.80 cents a share to 86.60 cents per share. This figure included a tax asset of 6.6 cents per share.

Dividends

The Board's policy is to deliver an increasing stream of fully franked dividends to investors over time. This is dependent on WIL's profitability and retained earnings profile.

The final dividend declared for the year will be 2.0 cents a share fully franked, payable on 30 October 2009. The final dividend carries with it an attributable LIC capital gain of 0.2 cents per share which will enable some shareholders to claim a tax deduction. The shares will trade ex dividend on 20 October 2009. The full year ordinary dividend totals 4.0 cents per share.

Share buy-back

On the 28 August 2009, the Board announced a fourth share buy-back in WIL's history of 10% of issued capital, to commence on 14 September 2009. The Board is of the belief that WIL's current share price of \$0.76, an 18.3% discount to the after-tax value of its portfolio as at 31 August 2009, represents good value.

Outlook

The Australian sharemarket suffered a 22.2% fall for the year to 30 June 2009. Despite a resilient local economy investors sold shares, taking their lead from the US, where economic conditions are significantly worse. This decline is the first back to back decline over financial years in more than a decade.

Importantly, the markets around the globe started to rally on 6 March 2009. This rally has seen the Australian market spike 52% in just over 6 months. The WIL portfolio, which had a significant exposure to financial and the mid to small capitalisation industrial stocks, has benefitted from this upward movement.

It is important to understand that WIL is an investor for tax purposes. This means the portfolio will not vary significantly in the future. Therefore the future performance of the fund will largely depend on the companies already in the portfolio. Although financial and industrial stocks have enjoyed a major recovery since March this year, we do not believe they are overvalued. Interest rates are at historical lows and company earnings should recover strongly over 2010 and 2011.

The next major hurdle for local equities will be the inevitable increase in official interest rates. The Reserve Bank of Australia (RBA) will be eager to keep a lid on inflation. As the RBA begins its tightening cycle, investors will become concerned about how high interest rates will climb. Historically, sharemarkets struggle in periods of rising rates, and therefore, 2010 may prove a benign period for shares. We believe this could represent another buying opportunity.

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CHAIRMAN'S LETTER

Shareholder Communication

We take an active approach to keeping shareholders informed about the Company's activities and performance including monthly investment updates and NTA announcements, yearly and half yearly profit announcements, semi-annual shareholder briefings and access to all relevant information on our website. More recently, Matthew Kidman and I have been recording regular audio casts to discuss important market issues and address common questions. These audio casts are posted on our website:-

www.wilsonassetmanagement.com.au

During the year we continued the successful and well attended shareholder briefings, with seminars held in Sydney, Melbourne, Adelaide, Canberra and Brisbane. The team at Wilson Asset Management enjoy the opportunity to meet with you. We are committed that shareholder briefings remain a semi-annual event.

Shareholders have been sent the annual Investor report for 2008/09 with a bull and bear on the cover. We hope you enjoyed this report and would encourage feedback on how we can improve this report and our overall communication with our shareholders.

Thank you for your continuing support.

Geoff Wilson
Chairman

WILSON INVESTMENT FUND LIMITED

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CORPORATE GOVERNANCE STATEMENT

To ensure the Company operates effectively and in the best interests of shareholders, the Board has followed the principles and best practice recommendations established by the ASX Corporate Governance Council having regard to the nature of the Company's activities and its size. The Company has elected to adopt the revised Corporate Governance Principles and Recommendations and has applied them in reporting for the 2009 financial year.

ROLE OF THE BOARD

The Company has a Board but no full time employees. Subject at all times to any written guidelines issued by the Board of Directors of Wilson Investment Fund Limited, the day-to-day management and investment of funds is carried out by MAM Pty Limited (the Manager) pursuant to a management agreement.

The role of the Board is to set strategic direction, approve capital management initiatives and to be responsible for the overall corporate governance of the Company which includes:

- to oversee and monitor the performance of the Manager's compliance with the management agreement and to ensure that the Manager is monitoring the performance of other external service providers;
- ensuring adequate internal controls exist and are appropriately monitored for compliance;
- ensuring significant business risks are identified and appropriately managed;
- approving the interim and final financial statements and related reports and other communications to the ASX and shareholders; and
- setting appropriate business standards and code for ethical behaviour.

The Board aims to ensure that all Directors and the Manager act with the utmost integrity and objectivity and endeavour to enhance the reputation of the Company. The Board should act in a manner designed to create and build sustainable value for shareholders.

COMPOSITION OF THE BOARD

The skills, experience and expertise relevant to the position of each Director who is in office at the date of the Annual Report and their term in office are detailed in the directors' report.

The Board has two independent Directors and two non independent Directors. The names of the Directors considered to be independent are:

John Abernethy
Julian Gosse

Whilst the Company agrees with the benefits of a majority of independent Directors, it believes that it can better achieve the results of the Company with the current Boards' level of expertise and without burdening shareholders with the additional costs associated with adding further independent Directors.

The Chairman is not independent. The Company believes that an independent Chairman does not necessarily improve the function of the Board. The Company believes that when the Chairman is a significant driver behind the business and is a sizeable shareholder, it adds value to the Company.

Responsibility for managing and progressing the profitable operation and development of the Company is delegated to the Chairman who reports back to the rest of the Board.

Given the size of the Board a nomination committee has not been formed. The Board as a whole considers the composition of the Board and appointment of new Directors. The Board identifies suitable candidates to fill vacancies as they arise. The performance of each Director is reviewed by the Chairman periodically. At every annual general meeting one third of the Directors must retire from office and be eligible for re-election. Shareholder approval is required on the composition of the Board.

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CORPORATE GOVERNANCE STATEMENT

AUDIT & RISK COMMITTEE

The Company has formed an Audit & Risk Committee consisting of three non-executive Directors of whom two are independent as defined by the ASX Corporate Governance Council's principles. This is considered adequate given the size of the Board (4 members) and the nature of the Company. The members of the Audit & Risk Committee are:

John Abernethy	Chairman, independent
Matthew Kidman	Non-Executive Director, non-independent
Julian Gosse	Non-Executive Director, independent

The Committee's responsibilities are to:

- oversee the existence and maintenance of internal controls and procedures to ensure compliance with all applicable regulatory obligations;
- oversee the financial reporting process;
- review the annual and half-year financial reports and recommend them for approval by the Board of Directors;
- nominate external auditors; and
- review the existing external audit arrangements.

The Committee formally reports to the Board after each of its meetings.

The external audit firm partner responsible for the Company audit attends meetings of the Board and Audit & Risk Committee by invitation.

The Company's external audit is undertaken by Moore Stephens Sydney and the audit engagement partner is required to be changed at regular intervals. Joe Shannon, a partner of Moore Stephens Sydney, is the partner responsible for the external audit of the Company for the 2009 financial year.

RISK MANAGEMENT POLICY

The Board monitors the business risks and system of internal control and guides the affairs of the Company in the discharge of its stewardship responsibilities. The Board confirms that there is an ongoing process of identifying, evaluating and managing the risks faced by the Company. The risk framework and internal controls have been documented in the Risk Management Policy and are available on our website.

The Board has delegated responsibility for reviewing the risk profile and reporting on the operation of the internal control system to the Audit Committee. The Audit Committee requires the Manager to report annually on the operation of internal controls, reviews the external audit of internal controls and conducts any other investigations it requires in order to report to the Board on the effectiveness of the internal control system. In respect of the current financial year all necessary declarations have been submitted to the Board.

There are two main areas of risk that have been identified:

- market risk
- operational risk

Market Risk

The Board is primarily responsible for recognising and managing market related risk. By its nature, as a listed investment company that invests in tradeable securities, the Company will always be subject to market risk as it invests its capital in securities which are not risk free as the market price of these securities can fluctuate. However, the Company seeks to reduce and manage market risk by not being overly exposed to one investee company or one particular sector of the market. The Manager reviews the relative weightings of individual securities and the relevant market sectors regularly. The Company does not have set parameters as to a minimum or maximum amount of the portfolio that can be invested in a single company or sector.

MAM Pty Limited, the Manager is required to act in accordance with the Board approved investment management agreement and reports to the Board regularly on the Fund's performance and any material actions that have occurred in the period.

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CORPORATE GOVERNANCE STATEMENT

Operational Risk

The Board is primarily responsible for recognising and managing operational risk issues such as legal and regulatory risk, systems and process risk and third party risk. The company outsource its administrative functions to service providers, RBC Dexia Investor Services (custody) and MAM Pty Limited (investment management, accounting and compliance) and accordingly risk issues associated with these activities are handled in accordance with the service provider's policies and procedures. MAM Pty Limited is responsible for recognising and managing operational risks.

MAM Pty Limited, the Manager provides a declaration to the Board twice a year, to certify that the Company's financial statements and notes present a true and fair view, in all material respects, of the Company's financial condition and operational results and that they have been prepared and maintained in accordance with relevant Accounting Standards and the Corporations Act 2001.

REMUNERATION OF DIRECTORS

Given the number of Directors (4), a remuneration committee has not been formed as it is believed that such a committee would not serve to protect or enhance the interests of the shareholders. As such, the Board deals with the issue of remuneration as a whole.

The maximum total remuneration of the Directors of the Company has been set at \$80,000 per annum to be divided in such proportions as they agree. The scope of the Company's operations, and the frequency of Board meetings are principal determinants of the fee level. Further detail is provided in the Directors' Report.

Entities associated with the Chairman, Geoff Wilson, and Director, Matthew Kidman of Wilson Investment Fund Limited hold 80% and 20% respectively of the issued shares of the investment management company, MAM Pty Limited. Further detail is provided in the Directors' Report.

SHAREHOLDER COMMUNICATION

The Board aims to ensure that the shareholders are informed of all major developments affecting the Company's state of affairs.

Measures are in place to ensure all investors have equal and timely access to material information concerning the Company and that Company announcements are factual and presented in a clear and balanced way.

The Company Secretary is primarily responsible for coordinating the disclosure of information to shareholders and regulators under the direction of the Board.

Information is communicated to shareholders through the:

- website;
- ASX Company Announcements platform;
- Annual Report;
- monthly NTA releases; and
- other correspondence regarding matters impacting on shareholders as required.

Monthly NTA releases contain additional information concerning the underlying investment portfolio of the Company in an effort to give investors a better understanding of the Company.

The Board encourages full participation of shareholders at the Annual General Meeting to ensure a high level of accountability and identification with the Company's strategy and goals.

Shareholder information sessions are also held twice a year in May and November following the AGM. These provide an informal forum where shareholders are given the opportunity to raise questions and participate in general discussion about the Company.

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CORPORATE GOVERNANCE STATEMENT

The following charters and policies are available on request or can be found in the Corporate Governance section of the Company's internet site at www.wilsonassetmanagement.com.au:

- Board of Directors Charter
- Code of Conduct
- Securities Dealing Policy
- Continuous Disclosure Policy
- Communications Policy
- Audit & Risk Committee Charter
- Risk Management Policy

BOARD'S POLICY ON DEALING IN SHARES

Directors are not required to hold a minimum number of shares pursuant to the Company's Constitution. However, their current relevant interests in the Company's shares are shown in the Directors' Report.

Subject to them not being in possession of undisclosed price sensitive information, Directors may deal in shares of the Company whenever they wish. As Wilson Investment Fund Limited is an investment company announcing its results monthly, the Board believes the shareholders are generally fully informed.

INDEPENDENT PROFESSIONAL ADVICE AND ACCESS TO COMPANY INFORMATION

Each Director has the right to access all relevant information and subject to prior consultation with the Chairman, may seek independent professional advice at the entity's expense. A copy of advice received by the Director is made available to all other members of the Board.

CONFLICT OF INTEREST

In accordance with the Corporations Act 2001, the Directors must keep the Board advised, on an ongoing basis, of any interests that could potentially conflict with those of the Company. Where the Board believes that a significant conflict exists, the Director concerned does not receive the relevant Board papers and is not present at the meeting whilst the item is considered.

WILSON INVESTMENT FUND LIMITED

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DIRECTORS' REPORT TO SHAREHOLDERS FOR THE YEAR ENDED 30 JUNE 2009

The Directors present their report together with the financial report of Wilson Investment Fund Limited (the Company) for the financial year ended 30 June 2009.

PRINCIPAL ACTIVITY

The principal activity of the Company is making medium to long term investments in listed companies. No change in this activity took place during the year or is likely in the future.

OPERATING RESULTS

Investment operations over the year resulted in an operating profit before tax of \$1,054,909 (2008: \$3,345,707) and an operating profit after tax of \$2,138,370 (2008: \$4,012,356).

REVIEW OF OPERATIONS

Investments are valued continuously to market value. For the year ended 30 June 2009, investments were revalued downward by \$11,590,739 (2008: revalued downwards by \$61,186,229). After an adjustment for deferred tax on unrealised gains, a net decrease of \$5,575,388 (2008: net decrease \$42,830,360) was transferred to an Asset Revaluation Reserve and \$2,538,129 was transferred to an Impairment Revaluation Reserve (2008: nil).

Asset backing for each ordinary share as at 30 June 2009 (calculated on market value less realisation costs and all applicable taxes and before provision for dividend) amounted to 86.58 cents per share (2008: 93.89 cents per share). Asset backing after tax on realised gains but before tax on unrealised gains was 86.58 cents per share (2008: 93.89 cents per share). The equivalent asset backing before tax liabilities and after tax assets was 86.58 cents per share (2008: 94.09 cents per share).

Further information on the operating and financial review of the Company is contained in the Chairman's Letter on pages 1, 2 and 3 of the Annual Report.

FINANCIAL POSITION

The net asset value of the Company for the current financial year was \$107,437,918 (2008: \$115,060,000).

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

There were no significant changes in the state of affairs of the Company during the year ended 30 June 2009.

DIVIDENDS PAID OR RECOMMENDED

Dividends paid or declared are as follows:

\$

Fully franked 2008 final dividend of 2.0 cents per share was paid on the 24 October 2008	2,442,716
Fully franked 2009 interim dividend of 2.0 cents per share was paid on the 13 March 2009	2,455,482

The 2008 final dividend of 2.0 cents per share carried with it an attributable LIC capital gain of 2.0 cents per share.

Since year end the Directors have declared a fully franked final dividend of 2.0 cents to be paid on 30 October 2009. This final dividend of 2.0 cents per share carries with it an attributable LIC capital gain of 0.2 cents per share.

OPTIONS

No options were on issue nor were there any options that were previously issued that expired during the current financial year.

DIRECTORS

The following persons were Directors of the Company during the whole of the financial year and up to the date of this report:

G.J. Wilson

M.J. Kidman

J.J. Gosse

J.B. Abernethy

WILSON INVESTMENT FUND LIMITED

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DIRECTORS' REPORT TO SHAREHOLDERS FOR THE YEAR ENDED 30 JUNE 2009

INFORMATION ON DIRECTORS

Geoffrey Wilson (Chairman – Non-independent)

Experience and expertise

Geoffrey Wilson has had 29 years experience in the Australian and international securities industry. He holds a Bachelor of Science Degree and a Graduate Management Qualification. He is also a Fellow of the Institute of Company Directors and a Senior Fellow of the Financial Services Institute of Australasia.

Geoffrey Wilson has been Chairman of the Company since June 2003.

Other current directorships

Geoffrey Wilson is the Chairman of WAM Active Limited (appointed July 2007), WAM Capital Limited (appointed March 1999), Australian Stockbrokers Foundation and Ascham Foundation Limited. He is a Director of Australian Leaders Fund Limited (formerly known as Wilson Leaders Fund Limited) (appointed October 2003), Clime Capital Limited (appointed November 2003), Cadence Capital Limited (appointed February 2005), Vietnam Fund Limited (appointed October 2007), Incubator Capital Limited (appointed February 2000), Sporting Chance Cancer Foundation, Australian Fund Managers Foundation and Odyssey House McGrath Foundation. He is also a director of the investment management companies, Wilson Asset Management (International) Pty Limited, Boutique Asset Management Pty Limited and MAM Pty Limited.

Former directorships in the last 3 years

Geoffrey Wilson is a former Director of Mariner Wealth Management Limited (currently known as Keybridge Capital Limited) from September 1999 to October 2006.

Special responsibilities

Chairman of the Board.

Interests in shares and options of the Company

Details of Geoffrey Wilson's interests in shares and options of the Company are included later in this report.

Interests in contracts

Details of Geoffrey Wilson's interests in contracts of the Company are included later in this report.

Matthew Kidman (Non-Executive Director - Non-independent)

Experience and expertise

Matthew Kidman worked as a finance reporter for the Sydney Morning Herald between 1994 and 1998. In 1997 he was appointed Investment Editor of that newspaper and was charged with the responsibility of company coverage for the newspaper. He has degrees in Economics and Law and a Graduate Diploma in Applied Finance. He is a portfolio manager of Wilson Asset Management (International) Pty Limited and has been instrumental in establishing the Company's valuation methodology of rating companies.

Matthew Kidman has been a Director of the Company since May 2002.

Other current directorships

Matthew Kidman is a Director of WAM Active Limited (appointed July 2007), WAM Capital Limited (appointed March 1999), Australian Leaders Fund Limited (formerly known as Wilson Leaders Fund Limited) (appointed October 2003) and Incubator Capital Limited (appointed February 2000). He is also a Director of the investment management companies MAM Pty Limited and Boutique Asset Management Pty Limited.

Former directorships in the last 3 years

Matthew Kidman is a former Director of Mariner Wealth Management Limited (currently known as Keybridge Capital Limited) from June 1999 to November 2005.

Special responsibilities

Member of the Audit & Risk Committee.

Interests in shares and options of the Company

Details of Matthew Kidman's interests in shares and options of the Company are included later in this report.

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DIRECTORS' REPORT TO SHAREHOLDERS FOR THE YEAR ENDED 30 JUNE 2009

Interests in contracts

Details of Matthew Kidman's interests in contracts of the Company are included later in this report.

John Abernethy (Non-Executive Director – Independent)

Experience and expertise

John Abernethy has over 25 years experience in funds management and corporate advisory. He spent ten years at NRMA Investments as Head of Equities managing portfolios of approximately \$2 billion. In 1994 he joined Poynton Corporate Limited as an Executive Director before forming Clime Investment Management Limited (formerly known as Loftus Capital Partners) in 1996.

John Abernethy has been a Director of the Company since May 2002.

Other current directorships

John Abernethy is the Managing Director of Clime Investment Management Limited (formerly known as Loftus Capital Partners Limited) (appointed July 2005). He is a Director of WAM Active Limited (appointed November 2007), Australian Leaders Fund Limited (formerly known as Wilson Leaders Limited) (appointed November 2003) and Jasco Holdings Limited.

Former directorships in the last 3 years

John Abernethy is a former Director of Schaffer Corporation Limited from October 1998 to October 2003 and HomeLeisure Limited from February 2001 to May 2007.

Special responsibilities

Chairman of the Audit & Risk Committee.

Interests in shares and options of the Company

Details of John Abernethy's interests in shares and options of the Company are included later in this report.

Interests in contracts

John Abernethy has no interests in contracts of the Company.

Julian Gosse (Non-Executive Director – Independent)

Experience and expertise

Julian Gosse has extensive experience in banking and broking both in Australia and overseas having worked in London for Rowe and Pitman, in the United States for Janney Montgomery and Scott and in Canada for Wood Gundy. He has been involved in the establishment, operation and ownership of several small businesses.

Julian Gosse has been a Director of the Company since June 2003.

Other current directorships

Julian Gosse is a Chairman of Iron Road Limited (appointed May 2009), Director of ITL Limited (appointed September 2003) of which he became Chairman in January 2005 and he is also a Director of Australian Leaders Fund Limited (formerly known as Wilson Leaders Limited) (appointed October 2003) and Clime Capital Limited (appointed November 2003).

Former directorships in the last 3 years

Julian Gosse is a former Director of Mariner Wealth Management Limited (currently known as Keybridge Capital Limited) from September 1999 to October 2006 and Northern Crest Investments Limited (formerly known as Blue Chip Financial Solutions Limited) from March 2006 to August 2007.

Special responsibilities

Member of the Audit & Risk Committee.

Interests in shares and options of the Company

Details of Julian Gosse's interests in shares and options of the Company are included later in this report.

Interests in contracts

Julian Gosse has no interests in contracts of the Company.

WILSON INVESTMENT FUND LIMITED

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DIRECTORS' REPORT TO SHAREHOLDERS FOR THE YEAR ENDED 30 JUNE 2009

COMPANY SECRETARY

The following person held the position of company secretary as at the end of the financial year:

Katherine Thorley – Bachelor of Commerce, CPA and CSA Certificate in Governance Practice and Administration. Katherine has worked in the funds management industry the past 4 ½ years with the Wilson Asset Management group initially as a Financial Accountant and more recently as Finance Manager. Katherine Thorley was appointed Company Secretary on 30 October 2008.

REMUNERATION REPORT

This report details the nature and amount of remuneration for each director of Wilson Investment Fund Limited.

(a) Remuneration of Directors

The Board from time to time determines remuneration of Non-executive Directors within the maximum amount approved by the shareholders. Non-executive Directors are not entitled to any other remuneration.

Fees and payments to Non-executive Directors reflect the demands that are made on and the responsibilities of the Directors and are reviewed annually by the Board.

Directors' base fees are presently set at a maximum of \$80,000 per annum. Non-executive Directors do not receive bonuses nor are they issued options on securities as part of their remuneration. Directors' fees cover all main Board activities and membership of committees.

The following are the Directors' remuneration received for the year ended 30 June 2009:

Director	Position	Salary and Fees \$	Post-employment Superannuation \$	Total \$
G.J. Wilson	Chairman	9,174	826	10,000
M.J. Kidman	Non-Executive Director	9,174	826	10,000
J.B. Abernethy	Non-Executive Director	26,365	1,135	27,500
J.J. Gosse	Non-Executive Director	27,500	-	27,500
		72,213	2,787	75,000

The following table compares the Company performance and non-executive directors' remuneration since listing:

	2009	2008	2007	2006	2005
Operating profit after tax (\$)	2,138,370	4,012,356	5,029,084	4,728,698	4,641,591
Dividends (cents per share)	4.0	5.0	5.5	5.0	4.0
Net tangible asset (\$ per share)	0.87	0.94	1.29	1.10	1.03
Total Directors' remuneration (\$)	75,000	75,000	75,000	64,000	62,000

(b) Director Related Entity Remuneration

All transactions with related entities were made on normal commercial terms and conditions.

Geoff Wilson and Matthew Kidman are Directors of MAM Pty Limited, the entity appointed to manage the investment portfolio of Wilson Investment Fund Limited. Entities associated with Geoff Wilson and Matthew Kidman hold 80% and 20% respectively of the issued shares of MAM Pty Limited. In its capacity as Manager, MAM Pty Limited was paid a management fee of 1% p.a. (plus GST) of gross assets amounting to \$1,072,510 inclusive of GST (2008: \$1,602,496). As at 30 June 2009, the balance payable to the Manager was \$91,138 inclusive of GST (2008: \$215,059).

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DIRECTORS' REPORT TO SHAREHOLDERS FOR THE YEAR ENDED 30 JUNE 2009

In addition, MAM Pty Limited is to be paid, annually in arrears, a performance fee being 20% of:

- where the level of the All Ordinaries Accumulation Index has increased over that period, the amount by which the value of the portfolio exceeds this increase; or
- where the All Ordinaries Accumulation Index has decreased over that period, the amount of the increase in the value of the portfolio.

No performance fee is payable in respect of any performance period where the portfolio has decreased in value over that period. As at 30 June 2009, no performance fee was paid or payable to MAM Pty Limited (2008:\$nil).

These amounts are in addition to the above Directors remuneration.

Since the end of the previous financial year, no Director has received or become entitled to receive a benefit (other than those detailed above) by reason of a contract made by the Company or a related Company with the Director or with a firm of which he is a member or with a Company in which he has substantial financial interest.

(c) Remuneration of Executives

There are no executives that are paid by the Company. MAM Pty Limited, the Manager of the Company provides the day to day management of the Company and is remunerated as outlined above.

(d) Equity Instruments Disclosure of Directors and Related Parties

As at the date of this report, the Company's Directors and their related parties held the following interests in the Company:

Directors	Ordinary Shares
G.J. Wilson	5,152,597
M.J. Kidman	175,409
J.B. Abernethy	60,000
J.J. Gosse	-

Directors and Director related parties disposed of and acquired ordinary shares and options over ordinary shares in the Company on the same terms and conditions available to other shareholders.

The Directors have not during or since the end financial year been granted options over unissued shares or interests in shares of the Company as part of their remuneration.

DIRECTORS' MEETINGS

Director	No. eligible to attend	Attended
G.J. Wilson	6	6
M.J. Kidman	6	6
J.J. Gosse	6	6
J.B. Abernethy	6	6

AUDIT & RISK COMMITTEE MEETINGS

The main responsibilities of the Audit & Risk Committee are set out in the Corporate Governance section on pages 4, 5 and 6 of this Annual Report.

Director	No. eligible to attend	Attended
J.B. Abernethy	2	2
M.J. Kidman	2	2
J.J. Gosse	2	2

AFTER BALANCE DATE EVENTS

Since year end the Directors have declared a fully franked final dividend of 2.0 cents to be paid on 30 October 2009. The Board also announced a fourth share buy-back of 10% of issued capital, commencing on 14 September 2009.

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

DIRECTORS' REPORT TO SHAREHOLDERS FOR THE YEAR ENDED 30 JUNE 2009

AFTER BALANCE DATE EVENTS (CONTINUED)

No other matters or circumstances have arisen since the end of the financial year which significantly affect or may significantly affect the operations of the economic entity, the results of those operations, or the state of affairs of the economic entity in subsequent financial years.

FUTURE DEVELOPMENTS

The Company will continue to pursue its policy of investment during the next financial year, investing its current fixed interest and cash holdings into the equity market as opportunities arise.

ENVIRONMENTAL ISSUES

The Company's operations are not regulated by any environmental regulation under a law of the Commonwealth or of a State or Territory.

INDEMNIFICATION AND INSURANCE OF OFFICERS OR AUDITORS

During the financial year the Company paid a premium in respect of a contract insuring the Directors of the Company, the Company Secretary and any related body corporate against liability incurred as such by a Director or Secretary to the extent permitted by the *Corporations Act 2001*. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

No indemnities have been given or insurance premiums paid during or since the end of the financial year for any person who is or has been an auditor of the Company.

PROCEEDINGS ON BEHALF OF COMPANY

No person has applied for leave of any Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

The Company was not a party to any such proceedings during the period.

NON AUDIT SERVICES

During the year Moore Stephens Sydney, the Company's auditor, did not perform any other services in addition to their statutory duties for the Company. Moore Stephens Sydney Pty Limited, a related party of the Company's auditor, performed taxation services for the Company. Details of the amounts paid to the auditors and their related parties are disclosed in Note 5 to the financial statements.

The Board of Directors, in accordance with advice from the Audit and Risk Committee, is satisfied that the provisions of non-audit services during the year is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*. The Directors are satisfied that the services disclosed in Note 5 did not compromise the external auditor's independence for the following reasons:

- all non-audit services are reviewed and approved by the Audit & Risk Committee prior to commencement to ensure they do not adversely affect the integrity and objectivity of the auditor; and
- the nature of the services provided do not compromise the general principles relating to auditor independence in accordance with APES 110: Code of Ethics for Professional Accountants set by the Accounting Professional and Ethical Standards Board.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the Auditor's Independence Declaration as required under Section 307C of the *Corporations Act 2001* is set out on page 14 of this Annual Report.

Signed in accordance with a resolution of the Board of Directors.



M.J. KIDMAN, Director

Dated at Sydney this 29th day of September 2009

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF WILSON INVESTMENT FUND LIMITED**

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the audit of Wilson Investment Fund Limited for the year ended 30 June 2009, I declare that, to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.



Moore Stephens Sydney
Chartered Accountants



Martin J. (Joe) Shannon
Partner

Dated in Sydney, this 29th day of September 2009

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

	Notes	2009 \$	2008 \$
Investment revenue	2	6,043,380	7,038,681
Impairment losses		(3,625,899)	(1,850,888)
Management fees		(999,384)	(1,493,235)
Directors fees		(72,188)	(71,250)
Other expenses from ordinary activities		(291,000)	(277,601)
Profit before income tax expense and realised gains on investments		1,054,909	3,345,707
Income tax benefit	3(a)	1,083,461	666,649
Profit from operating activities before realised gains on investment portfolio		2,138,370	4,012,356
Realised (loss)/gain on investment portfolio before tax		(95,276)	3,678,885
Income tax benefit/(expense) on realised (loss)/gain		28,583	(1,103,666)
Net realised (loss)/gain on investment portfolio		(66,693)	2,575,219
 Profit attributable to members of the Company	 11	 <u><u>2,071,677</u></u>	 <u><u>6,587,575</u></u>
 Basic earnings per share before realised (loss)/gains	 14	 <u><u>1.67 cents</u></u>	 <u><u>3.23 cents</u></u>
 Basic earnings per share	 14	 <u><u>1.61 cents</u></u>	 <u><u>5.31 cents</u></u>
 Diluted earnings per share	 14	 <u><u>1.61 cents</u></u>	 <u><u>5.31 cents</u></u>

The accompanying notes form part of these financial statements

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

BALANCE SHEET AS AT 30 JUNE 2009

	Notes	2009 \$	2008 \$
CURRENT ASSETS			
Cash and cash equivalents	12	15,859,506	12,908,079
Trade and other receivables	6	603,563	554,974
Available for sale financial assets	7	2,303,015	10,432,450
TOTAL CURRENT ASSETS		18,766,084	23,895,503
NON-CURRENT ASSETS			
Available for sale financial assets	7	80,679,078	87,035,632
Deferred tax assets	3(b)	8,200,952	4,678,720
TOTAL NON-CURRENT ASSETS		88,880,030	91,714,352
TOTAL ASSETS		107,646,114	115,609,855
CURRENT LIABILITIES			
Trade and other payables	8	177,605	292,619
Current tax liabilities	3(c)	-	247,379
TOTAL CURRENT LIABILITIES		177,605	539,998
NON-CURRENT LIABILITIES			
Deferred tax liabilities	3(d)	30,591	9,857
TOTAL NON-CURRENT LIABILITIES		30,591	9,857
TOTAL LIABILITIES		208,196	549,855
NET ASSETS		107,437,918	115,060,000
EQUITY			
Issued capital	9	123,031,986	122,252,160
Reserves	10	(17,461,176)	(6,838,250)
Retained earnings	11	1,867,108	(353,910)
TOTAL EQUITY		107,437,918	115,060,000

The accompanying notes form part of these financial statements

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2009

	Notes	2009 \$	2008 \$
Total equity as at 1 July 2008		115,060,000	157,156,525
Profit for the year attributable to members of the Company	11	2,071,677	6,587,575
Shares issued in the year	9(b)	<u>779,826</u>	<u>1,115,538</u>
		117,911,503	164,859,638
Dividends paid	4	(4,898,197)	(6,969,278)
Revaluation of investments	10(b)	<u>(5,575,388)</u>	<u>(42,830,360)</u>
Total equity as at 30 June 2009 attributable to members of the Company		<u>107,437,918</u>	<u>115,060,000</u>

The accompanying notes form part of these financial statements

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

	Notes	2009 \$	2008 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Dividends received		4,967,313	5,393,102
Interest received		981,426	1,303,479
Other investment income received		28,556	228,667
Investment management fees		(1,114,857)	(1,544,819)
Payments for administration expenses		(366,354)	(192,597)
Income tax paid	3(c)	(247,379)	(875,428)
NET CASH PROVIDED BY OPERATING ACTIVITIES	13	4,248,705	4,312,404
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of investments		10,892,016	13,613,496
Payments for purchase of investments		(8,070,923)	(11,642,160)
NET CASH PROVIDED BY INVESTING ACTIVITIES		2,821,093	1,971,336
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends paid		(4,118,371)	(5,853,741)
NET CASH USED IN FINANCING ACTIVITIES		(4,118,371)	(5,853,741)
NET INCREASE IN CASH AND CASH EQUIVALENTS HELD		2,951,427	429,999
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR		12,908,079	12,478,080
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	12	15,859,506	12,908,079

The accompanying notes form part of these financial statements

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

The financial report was authorised for issue on 29 September 2009 by the Board of Directors.

Wilson Investment Fund Limited is a publicly listed company, incorporated and domiciled in Australia.

Australian Accounting Standards set out accounting policies that the Australian Accounting Standards Board has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs with the exception of "available-for-sale" financial assets and certain other financial assets and liabilities which have been measured at fair value.

Accounting Policies

(a) Financial Instruments

i) Recognition and Initial Measurement

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the entity becomes a party to the contractual provisions of the instrument. Trade date accounting is adopted for financial assets that are delivered within timeframes established by marketplace convention. For financial assets this is equivalent to the date that the company commits itself to either the purchase or sale of the asset.

Financial instruments are initially measured at fair value plus transactions costs where the instrument is not classified at fair value through profit or loss. Financial instruments are classified and measured as set out below.

ii) Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in the Income Statement.

iii) Classification and Subsequent Measurement

Investments consist of shares in publicly listed companies and investments in fixed interest securities.

It is considered that the information needs of shareholders in a company of this type are better met by stating investments at fair value rather than historical cost.

iv) Held-to-Maturity Financial Assets

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the Company's intention to hold these investments to maturity. They are subsequently measured at amortised cost. The fixed interest securities are not classified under this category because the Company does not intend to hold these investments to maturity. The fixed interest securities are classified as cash and cash equivalents.

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounting Policies

(a) Financial Instruments (Continued)

v) Available-for-Sale Financial Assets

Available-for-sale financial assets are non-derivative financial assets that are either designated as such or that are not classified in any of the other categories. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

vi) Asset Revaluation Reserve, Capital Profits Reserve and Impairment Revaluation Reserve

Investments, including shares and securities, are valued continuously. Revaluations are credited directly to the Asset Revaluation Reserve. If in the Directors' opinion an asset is impaired, the value of the impairment is expensed in the Income Statement and subsequently transferred to the Impairment Revaluation Reserve.

When shares, securities and other investments are disposed of, the Company will recognise realised gains or losses and associated tax in the Income Statement. These will then be transferred from Retained Earnings to the Capital Profits Reserve

(vii) Fair Value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, include recent arm's length transactions and reference to similar instruments.

(b) Income Tax

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the Balance Sheet. Current tax liabilities (assets) are measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the Income Statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where a legally enforceable right of set-off exists, the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

(c) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, at call deposits with banks or financial institutions and fixed interest securities maturing within three months.

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(d) Revenue and Other Income

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets, is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established. All revenue is stated net of the amount of goods and services tax (GST).

(e) Trade and Other Receivables

Trade and other receivables are non-derivative financial assets and are stated at their amortised cost less impairment losses, (refer Note 1 (g)).

(f) Trade and Other Payables

Trade and other payables are non-derivative financial liabilities and are stated at their amortised cost.

(g) Impairment of Assets

At each reporting date, the Company reviews the carrying values of its tangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the Income Statement.

(h) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of the GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Receivables and payables are stated inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included as an asset or liability in the Balance Sheet.

Cash flows are presented in the Cash Flow Statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(i) Segment Reporting

The Company is engaged in investment activities conducted in Australia and derives revenue and investment income from listed, unlisted and fixed interest securities.

(j) Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(k) Critical Accounting Estimates and Judgements

The Directors evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data.

The Directors assess impairment at each reporting date by evaluating conditions specific to the Company that may lead to the impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. This recoverable amount is a matter requiring judgement. Refer to note 1 (l) for the approach relating to this.

There are no estimates that have a material impact on the financial results of the Company for the year ended 30 June 2009.

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(I) Profit Excluding Impairment

The accounts include an impairment charge of \$3,625,899 for the year. This charge is based on an interpretation of AASB 139 – *Financial Instruments: Recognition and Measurement* that states a financial asset is impaired if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event (or events) has an impact on the estimated future cash flows of the financial asset that can be reliably estimated.

The Company is a listed investment company that takes a long-term view of investments, and does not believe that share prices in a cyclical downturn (or indeed upturn) necessarily reflect the long-term fair value of the underlying businesses and assets that it invests in.

If, in the Directors' opinion, there has been a significant change that diminishes the long term value of a particular holding, that investment is divested from the Portfolio. Any loss on financial instrument would therefore be reflected in the net gains or losses on investments in the Income Statement.

The Directors believe that the application of the standard and the resulting impairment of financial instruments does not reflect the long-term value of the Company's portfolio.

There is no current intention to sell any of the assets in the investment portfolio, and the Directors do not consider that there is sufficient or reliable evidence to indicate that at some point in the medium to long term, any investments currently held will not recover their cost. Therefore, in the Directors' view, to take an impairment loss on an investment that the Directors have no current intention of selling does not accurately reflect the performance of the Company during the financial year.

It should be noted that any impairment charge that is taken on equity investments held by the Company cannot, under current Accounting Standards, be reversed back through the Income Statement when the market price recovers, but must be revalued through the Balance Sheet. The impairment charge is thus permanent until such time as the asset is sold.

Shareholders should note that all investments are continuously marked-to-market. Any impairment charge taken on investments that are not disposed of by the Company therefore has no impact on the Net Tangible Assets or shareholders' equity.

The Directors have presented below an alternative summary presentation of the Company's performance which, in their view, more clearly presents the actual performance of the Company:

	2009	2008
	\$	\$
Profit before income tax expense, realised gains on investments and impairment charges	4,680,808	5,196,595
Income tax (expense)/benefit	(4,309)	111,383
Profit from operating activities before realised gains on investment portfolio	4,676,499	5,307,978
Net realised (loss)/gain on investment portfolio	(66,693)	2,575,219
 Profit attributable to members of the Company	 4,609,806	 7,883,197

Directors note that the International Accounting Standard 39/AASB 139 upon which this definition of impairment is based is being revised with effect from before the end of the current calendar year. This may lead to changes in the way that fair value movements on the Company's investments are recorded. The Company will monitor developments and make the necessary announcements once the new standard is finalised.

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(m) New Standards and Interpretations Not Yet Adopted

There are no impending new accounting standards that will result in any material change in relation to amounts recognised in the financial statements.

	2009	2008
	\$	\$
2. INVESTMENT REVENUE		
Australian sourced dividends	4,775,668	5,473,068
Interest	1,027,936	1,284,496
Trust distributions	174,181	230,605
Foreign sourced dividends	44,474	78,318
Realised gains/(loss) on investments sold	21,121	(27,806)
	6,043,380	7,038,681

3. TAXATION

(a) Income Tax Benefit

The prima facie tax on profit from ordinary activities before income tax is reconciled to the income tax benefit as follows:

Prima facie tax payable on profit from ordinary activities before income tax at 30% (2008: 30%)	316,473	1,003,713
Imputation credit gross up	599,405	659,702
Franking credit offset	(1,998,018)	(2,187,758)
Foreign tax credit offset	-	(11,249)
Non-assessable income	(1,321)	(131,057)
	(1,083,461)	(666,649)

Total income tax benefit results in a:

Current tax liability	-	(192,214)
Deferred tax liability	20,734	(89,267)
Deferred tax asset	(1,104,195)	(385,168)
	(1,083,461)	(666,649)

(b) Deferred Tax Assets

Tax losses	8,191,145	4,671,478
Provisions	8,019	6,045
Capitalised costs	1,788	1,197
	8,200,952	4,678,720

Movement in deferred tax assets		
Balance at the beginning of the year	4,678,720	176,623
Transfer tax losses from Deferred Tax Liabilities	-	4,116,211
Deferred tax benefit on unrealised losses on investments	2,418,037	-
Under provision in prior year	-	718
Charged to the Income Statement	1,104,195	385,168
At reporting date	8,200,952	4,678,720

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	2009 \$	2008 \$
3. TAXATION (CONTINUED)		
(c) Current Tax Liabilities		
Movement in current tax liabilities		
Balance at the beginning of the year	247,379	193,821
Current year income tax benefit on operating profit	-	(192,214)
Income tax expense on realised gains on investments	-	1,103,666
Income tax paid	(247,379)	(875,428)
Under provision in prior year	-	17,534
At reporting date	<u>-</u>	<u>247,379</u>
(d) Deferred Tax Liabilities		
Fair value adjustments	-	-
Income provisions	<u>30,591</u>	<u>9,857</u>
	<u>30,591</u>	<u>9,857</u>
Movement in deferred tax liabilities		
Balance at the beginning of the year	9,857	14,355,598
Charged to the Income Statement	20,734	(89,267)
Deferred income tax expense on unrealised gains on investments	-	(18,389,502)
Over provision prior year	-	16,817
Transfer tax losses to Deferred Tax Assets	-	4,116,211
At reporting date	<u>30,591</u>	<u>9,857</u>
4. DIVIDENDS		
(a) Ordinary Dividends Recognised in the Current Year		
Dividends paid by the Company	<u>4,898,197</u>	<u>6,969,278</u>
Final dividend for the year ended 30 June 2008 of 2.0 cents fully franked at 30% tax rate paid 24 October 2008 (Final dividend 2007: 2.75 cents fully franked at 30% tax rate paid 26 October 2007)	2,442,716	3,326,276
Interim dividend for the year ended 30 June 2009 of 2.0 cents fully franked at 30% tax rate paid 13 March 2009 (Interim dividend 2008: 3.0 cents fully franked at 30% tax rate paid 28 April 2008)	<u>2,455,481</u>	<u>3,643,002</u>
Dividends paid by the Company	<u>4,898,197</u>	<u>6,969,278</u>
The final dividend for 30 June 2008 was a 2.0 cents per share LIC capital gain dividend (\$2,442,716) paid from capital profits reserve (2007: \$2,419,108). Refer note 10(a).		
(b) Dividends Not Recognised at Year End		
In addition to the above dividends, since the end of the year, the Directors have declared the following dividend which have not been recognised as a liability at the end of the financial year:-		
Since the end of the year, the Directors have declared the payment of 2.0 cents per share fully franked at 30% payable 30 October 2009 (last year 2.0 cents fully franked at 30% tax rate payable 24 October 2008)		
	<u>2,474,054</u>	<u>2,442,716</u>

WILSON INVESTMENT FUND LIMITED

A.B.N. 15 100 504 541

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	2009 \$	2008 \$
4. DIVIDENDS (CONTINUED)		
(c) Dividend Franking Account		
Balance of franking account at year end adjusted for franking credits, arising from payment of provision for income tax and dividends recognised as receivables and franking credits that may be prevented from distribution in subsequent financial years.	1,225,825	729,321
Subsequent to year end, the franking account would be reduced by the proposed dividend disclosed in (b) above as follows:	(1,060,309)	-
	165,516	729,321

The comparative figure for June 2008 has been changed from \$185,304 to \$729,321 due to a tax adjustment not updated in the franking account.

The balance of the franking account does not include the tax to be paid on unrealised investment gains and accrued income currently recognised as a deferred income tax liability of \$30,591 (2008: \$9,857).

5. AUDITOR'S REMUNERATION

Remuneration of the auditor of the Company for:

Auditing or reviewing the financial report	34,928	22,594
Non-audit services	-	-
Other services provided by a related practice of the auditor:		
Taxation services	9,845	7,150
	44,773	29,744

The Company's Audit & Risk Committee oversees the relationship with the Company's External Auditors. The Audit & Risk Committee reviews the scope of the audit and the proposed fee. It also reviews the cost and scope of other tax compliance services provided by the audit firm, to ensure that they do not compromise independence.

6. TRADE AND OTHER RECEIVABLES

Income receivable	572,672	527,708
Prepayments	8,761	-
GST receivable	22,130	27,266
	603,563	554,974

Income receivable relates to accrued income and are non-interest bearing and unsecured.

7. AVAILABLE FOR SALE FINANCIAL ASSETS

Current

Listed investments	2,303,015	10,432,450
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Non-current

Listed investments	80,679,078	87,035,632
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There are no interest bearing preference shares and convertible notes held at year end (2008: weighted average interest rate of 8.60%, weighted average term to maturity of 3.5 months). The market values of individual investments as at 30 June 2009 are disclosed on pages 36 and 37 of the Annual Report.

WILSON INVESTMENT FUND LIMITED

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	2009	2008
	\$	\$
8. TRADE AND OTHER PAYABLES		
Management fees payable	91,138	215,059
Sundry creditors	86,467	77,560
	<u>177,605</u>	<u>292,619</u>

These require settlement within three (3) days of the date of the transaction. Sundry creditors are settled within the terms of payment offered. No interest is applicable on these accounts.

9. ISSUED CAPITAL

(a) Paid-up Capital

123,702,689 ordinary shares fully paid (2008: 122,135,783)	<u>123,031,986</u>	<u>122,252,160</u>
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Holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at shareholder meetings, otherwise each member present at a meeting or by proxy has one vote on a show of hands. In the event of the winding up of the Company, ordinary shareholders rank after creditors and share in any proceeds on winding up in proportion to the number of shares held.

(b) Movement in Ordinary Share Capital

Balance at the beginning of the year	122,252,160	121,136,622
- 638,300 ordinary shares issued on 24 October 2008 under a dividend reinvestment plan	383,528	-
- 928,606 ordinary shares issued on 13 March 2009 under a dividend reinvestment plan	396,298	-
- 477,955 ordinary shares issued on 26 October 2007 under a dividend reinvestment plan	-	538,688
- 702,384 ordinary shares issued on 28 April 2008 under a dividend reinvestment plan	-	576,850
At reporting date	<u>123,031,986</u>	<u>122,252,160</u>

(c) Capital Management

The Board effectively manages the Company's capital by assessing the Company's financial risks and adjusting its capital structure in response to changes in these risks and in the market. At the core of this management is the belief that shareholder value should be preserved at all costs. Shareholder value will be preserved through the management of the level of distributions to shareholders, share and options to buy shares issues as well as the use of share buy-backs. These capital management initiatives will be used when deemed appropriate by the Board.

10. RESERVES

Capital Profits Reserve	256,834	2,766,243
Asset Revaluation Reserve	(15,179,881)	(9,604,493)
Impairment Revaluation Reserve	(2,538,129)	-
	<u>(17,461,176)</u>	<u>(6,838,250)</u>

These reserves are used to record increments and decrements on the revaluation of the investments as described in accounting policy Note 1 (a) (vi).

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	2009 \$	2008 \$
10. RESERVES (CONTINUED)		
(a) Movement in Capital Profits Reserve		
Balance at the beginning of the year	2,766,243	2,610,132
Dividends paid (refer note 4)	(2,442,716)	(2,419,108)
Transfer (to)/from retained earnings	(66,693)	2,575,219
At reporting date	<u>256,834</u>	<u>2,766,243</u>
(b) Movement in Asset Revaluation Reserve		
Balance at the beginning of the year	(9,604,493)	33,225,867
Revaluation of investments	(5,575,388)	(42,830,360)
At reporting date	<u>(15,179,881)</u>	<u>(9,604,493)</u>
(c) Movement in Impairment Revaluation Reserve		
Balance at the beginning of the year	-	-
Transfer from retained earnings	(2,538,129)	-
At reporting date	<u>(2,538,129)</u>	<u>-</u>

This reserve relates to the AASB 139 "impairment" revaluation charge that the Company has been required to take through the Income Statement. Refer accounting policy Note 1(l).

11. RETAINED EARNINGS

Balance at the beginning of the year	(353,910)	183,904
Profit for the year attributable to members of the Company	2,071,677	6,587,575
Transfer from/(to) capital profits reserve	66,693	(2,575,219)
Transfer to impairment revaluation reserve	2,538,129	-
Dividends paid (refer note 4)	(2,455,481)	(4,550,170)
	<u>1,867,108</u>	<u>(353,910)</u>

This reserve relates to past profits and may be distributed as dividends at the discretion of the Board. The amount of the retained earnings of \$1.86m is after the transfer out of the AASB 139 "impairment" revaluation charge which has been required under the Accounting Standards to be charged to the Income Statement. Before this transfer, the amount of retained earnings would have been a loss of \$671k. Refer accounting policy Note 1(l).

12. CASH AND CASH EQUIVALENTS

Cash as at the end of the financial year as shown in the Cash Flow Statement is reconciled to the related items in the Balance Sheet as follows:

Cash at bank and on hand	2,603,705	3,738,517
Fixed interest securities	13,255,801	9,169,562
	<u>15,859,506</u>	<u>12,908,079</u>

The weighted average interest rate for cash and fixed interest securities as at 30 June 2009 is 3.89% (2008: 7.63%). The fixed interest securities had an average maturity of 36 days (2008: 34 days). The fixed interest securities are all rated A1+ by Standard & Poor's.

WILSON INVESTMENT FUND LIMITED

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	2009 \$	2008 \$
13. CASH FLOW INFORMATION		
Reconciliation of Operating Profit after Income Tax		
Operating profit after income tax	2,138,370	4,012,356
Add back/(less) items classified as investing activities:		
Realised (loss)/gains on investments	(21,120)	27,807
Impairment loss on investments	3,625,899	1,850,888
Changes in assets and liabilities during the financial year:		
Increase in receivables	(48,589)	(130,017)
Increase/(decrease) in deferred tax assets	(1,104,195)	169,380
Increase/(decrease) in deferred tax liabilities	20,734	(106,084)
(Decrease)/Increase in payables	(115,015)	93,448
Decrease in current tax liabilities	(247,379)	(1,605,374)
Net cash provided by Operating Activities	<u>4,248,705</u>	<u>4,312,404</u>
14. EARNINGS PER SHARE		
Net profit after income tax before realised gains/(loss) used in the calculation of basic earnings per share before realised gains/(loss)	<u>2,138,370</u>	<u>4,012,356</u>
Net profit after income tax used in the calculation of basic earnings per share	<u>2,071,677</u>	<u>6,587,575</u>
	No.	No.
Weighted average number of ordinary shares outstanding during the year used in the calculation of basic and diluted earnings per share	<u>128,336,484</u>	<u>124,035,784</u>

15. FINANCIAL RISK MANAGEMENT

The Company's financial instruments consist mainly of local money market instruments, short term investments, accounts receivable and accounts payable.

The terms and conditions including interest rate risk of each class of financial asset, financial liability and equity instrument, both recognised and unrecognised at balance date, are included under the appropriate note for that instrument.

Under delegation from the Board, the Manager has the responsibility for assessing and monitoring the financial and market risk of the Company.

(a) Credit Risk

Credit risk represents the loss that would be recognised if counterparties failed to perform as contracted.

The maximum exposure to credit risk on financial assets, excluding investments, of the Company which have been recognised on the Balance Sheet, is the carrying amount net of any provision for impairment of those assets.

The Manager is responsible for ensuring there is appropriate diversification across counter parties and that they are of a sufficient quality rating. The Manager is satisfied that the Company is currently sufficiently diversified so as to reduce exposure to any individual credit risk.

WILSON INVESTMENT FUND LIMITED

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

15. FINANCIAL RISK MANAGEMENT (CONTINUED)

(b) Liquidity Risk

Liquidity risk represents the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

The Company's major cash outflows are the purchase of securities and dividends paid to shareholders, the levels of which are managed by the Board and the management company.

The Company's inward cash flows depend upon the level of sales of securities, dividends and interest received and any exercise of Company options that may be on issue from time to time.

The Manager monitors the Company's cash-flow requirements daily by reference to known sales and purchases of securities, dividends and interest to be paid or received. The Company holds a portion of its portfolio in cash and fixed interest securities sufficient to ensure that it has cash available to meet all payments. Alternatively, the Company can increase its level of sales of the readily tradeable securities it holds to increase cash inflows.

(c) Market Risk

Market risk represents the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

By its nature, as a listed investment company that invests in tradeable securities, the Company will always be subject to market risk as it invests its capital in securities which are not risk free as the market price of these securities can fluctuate.

Investments represent 83% (2008: 88%) of total assets. A 5% movement in the market value of each of the companies and trusts within the portfolio would result in a 4.2% (2008: 4.4%) movement in the net assets after tax. The net asset backing after tax would move by 3.6 cents per share at 30 June 2009 (2008: 4.0 cents).

The Manager seeks to reduce and manage market risk of the Company by not being overly exposed to one investee company or one particular sector of the market. The manager reviews the relative weightings of individual securities and the relevant market sectors on a weekly basis. The Company does not have set parameters as to a minimum or maximum amount of the portfolio that can be invested in a single company or sector.

(d) Net Fair Values

The carrying amounts of financial instruments on the Balance Sheet approximate their net fair values.

16. EVENTS AFTER THE BALANCE SHEET DATE

Since year end the Directors have declared a fully franked final dividend of 2.0 cents to be paid on 30 October 2009. The Board also announced a third share buy-back of 10% of issued capital, commencing on 14 September 2009.

No other matters or circumstances have arisen since the end of the financial year which significantly affect or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in subsequent financial years.

17. INVESTMENT TRANSACTIONS

The total number of contract notes that were issued for transactions in securities during the financial year was 42 (2008: 22). Each contract note could involve multiple transactions. The total brokerage paid on these contract notes was \$34,245 (2008: \$84,427).

WILSON INVESTMENT FUND LIMITED

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

18. KEY MANAGEMENT PERSONNEL COMPENSATION

Names and position held of the Company's key management personnel (including Directors) in office at any time during the financial year are:

G.J. Wilson	Chairman
M.J. Kidman	Non-Executive Director
J.B. Abernethy	Non-Executive Director
J.J. Gosse	Non-Executive Director

a) Remuneration

There are no executives that are paid by the Company. MAM Pty Limited, the Manager of the Company, remunerates Geoff Wilson and Matthew Kidman as employees and/or directors of MAM Pty Limited. The Manager is also contracted to provide the day to day management of the Company and is remunerated as outlined in the Directors' Report.

Individual directors' remuneration disclosures are provided in the Remuneration Report of the Directors' Report on pages 11 and 12, as permitted by Corporations Regulation 2M.3.03 and 2M.6.04.

	Directors' Fees \$	Post-employment Superannuation \$	Total \$
Total Directors remuneration paid by the Company for the year ended 30 June 2009	72,213	2,787	75,000
Total Directors remuneration paid by the Company for the year ended 30 June 2008	73,348	1,652	75,000

b) Shareholdings

As at 30 June 2009 the Company's key management personnel held the following interests in the Company:
Ordinary Shares held

Directors	Balance at 30 June 2008	Acquisitions	Disposals	Balance at 30 June 2009
G.J. Wilson	5,152,597	-	-	5,152,597
M.J. Kidman	164,424	10,985	-	175,409
J.B. Abernethy	60,000	-	-	60,000
J.J. Gosse	-	-	-	-
	5,377,021	10,985	-	5,388,006

As at 30 June 2008 the Company's key management personnel held the following interests in the Company:
Ordinary Shares held

Directors	Balance at 30 June 2007	Acquisitions	Disposals	Balance at 30 June 2008
G.J. Wilson	3,924,397	1,228,200	-	5,152,597
M.J. Kidman	126,597	37,827	-	164,424
J.B. Abernethy	60,000	-	-	60,000
J.J. Gosse	-	-	-	-
	4,110,994	1,266,027	-	5,377,021

c) Options

No options have been issued to, or are currently held or have been exercised by key management personnel during or since the end of the financial year (2008: nil).

WILSON INVESTMENT FUND LIMITED

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

19. RELATED PARTY TRANSACTIONS

All transactions with related entities were made on normal commercial terms and conditions.

Geoff Wilson and Matthew Kidman are Directors of MAM Pty Limited, the entity appointed to manage the investment portfolio of Wilson Investment Fund Limited and manage the day to day operations of the Company. Entities associated with Geoff Wilson and Matthew Kidman hold 80% and 20% respectively of the issued shares of MAM Pty Limited. In its capacity as Manager, MAM Pty Limited was paid a management fee of 1%p.a (plus GST) of gross assets amounting to \$1,072,510 inclusive of GST (2008: \$1,602,496). As at 30 June 2009, the balance payable to the Manager was \$91,138 inclusive of GST (2008: \$215,059).

In addition, MAM Pty Limited is to be paid, annually in arrears, a performance fee being 20% of:

- where the level of the All Ordinaries Accumulation Index has increased over that period, the amount by which the value of the portfolio exceeds this increase; or
- where the All Ordinaries Accumulation Index has decreased over that period, the amount of the increase in the value of the portfolio.

No performance fee is payable in respect of any performance period where the portfolio has decreased in value over that period. As at 30 June 2009, no performance fee was paid or payable to MAM Pty Limited (2008:\$nil).

Since the end of the previous financial year, no Director has received or become entitled to receive a benefit (other than those detailed above) by reason of a contract made by the Company or a related Company with the Director or with a firm of which he is a member or with a Company in which he has substantial financial interest.

20. CONTINGENT LIABILITIES AND COMMITMENTS

As at 30 June 2009 there were no contingent liabilities or commitments (2008: nil).

WILSON INVESTMENT FUND LIMITED

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DIRECTORS' DECLARATION

The Directors of Wilson Investment Fund Limited declare that:

1. The financial report as set out in pages 15 to 31 and the additional disclosures included in the Directors' Report designated as "Remuneration Report", as set out on pages 11 and 12, are in accordance with the *Corporations Act 2001*, including:
 - a) complying with Accounting Standards in Australia and the *Corporations Regulations 2001*; and
 - b) giving a true and fair view of the financial position of the Company as at 30 June 2009 and of its performance, as represented by the results of the operations and the cashflows, for the year ended on that date;
2. The directors of the Manager, MAM Pty Limited have declared that:
 - a) the financial records of the company for the financial year have been properly maintained in accordance with section 286 of the *Corporation Act 2001*;
 - b) the financial statements and notes for the financial year comply with the Accounting Standards; and
 - c) the financial statements and notes for the financial year give a true and fair view.
3. At the date of this declaration, in the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Board of Directors.



M.J. KIDMAN, Director

Dated at Sydney this 29th day of September 2009

INDEPENDENT AUDITOR'S REPORT**TO THE MEMBERS OF WILSON INVESTMENT FUND LIMITED**

We have audited the accompanying financial report of Wilson Investment Fund Limited (Wilson), which comprises the balance sheet as at 30 June 2009, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of Wilson are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

Our procedures include reading the other information in the Annual Report to determine whether it contains any material inconsistencies with the financial report.

Our audit did not involve an analysis of the prudence of business decisions made by directors or management.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

Auditor's Opinion

In our opinion the financial report of Wilson Investment Fund Limited is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of Wilson's financial position as at 30 June 2009 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*.

Report on the Remuneration Report

We have audited the Remuneration Report included in pages 11 and 12 of the directors' report for the year ended 30 June 2009. The directors of Wilson are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Auditor's Opinion

In our opinion the Remuneration Report of Wilson Investment Fund Limited for the year ended 30 June 2009, complies with section 300A of the *Corporations Act 2001*.



Moore Stephens Sydney
Chartered Accountants



Martin J. (Joe) Shannon
Partner

Dated in Sydney this 29th day of September 2009

WILSON INVESTMENT FUND LIMITED

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ASX ADDITIONAL INFORMATION

Additional information required by the Australian Securities Exchange Limited Listing Rules and not disclosed elsewhere in this report.

SHAREHOLDINGS

Substantial shareholders (as at 31 August 2009)

There are currently no substantial shareholders of Wilson Investment Fund Limited.

Distribution of shareholders (as at 31 August 2009)

Category	No. of holders Ordinary Shares	No. of holders Options
1 – 1,000	232	-
1,001 – 5,000	1,309	-
5,001 – 10,000	1,164	-
10,001 – 100,000	2,182	-
100,001 and over	130	-
	5,017	-

The number of shareholdings held in less than marketable parcels is 150.

Twenty largest shareholders - Ordinary shares (as at 31 August 2009)

Name	Number of ordinary shares held	Percentage of issued capital held
Citicorp Nominees Pty Limited	5,430,301	4.4
Companies Associated with Geoffrey Wilson	5,142,597	4.1
Huoncan Super Pty Limited (Huoncan Super Fund A/C)	2,283,645	1.8
Mr Victor John Plummer	1,773,000	1.4
Aust Executor Trustees Limited (LIC Fund A/C)	1,374,807	1.1
RBC Dexia Investor Serv. Aust. Nom. Pty Limited (MLCI A/C)	1,261,411	1.0
Mr Erich Gustav Brosell	1,150,000	0.9
Mrs Thelma Joan Martin-Weber	1,000,000	0.8
National Nominees Limited	992,714	0.8
Castle Farms Pty Limited	982,687	0.8
Kingsbrook Pty Limited (SCT A/C)	960,000	0.8
Anchorfield Pty Limited (Brazil Family FNDN A/C)	890,000	0.7
Somoke Pty Limited (Pulman Super Fund A/C)	747,236	0.6
Mr Ross Ian Thompson (Thompson Family A/C)	627,586	0.5
R B & S J Baxter Pty Limited (Super Fund A/C)	550,000	0.4
UBS Nominees Pty Limited	546,944	0.4
Mrs Jean Plummer	500,000	0.4
Viking Management Services Pty Ltd (VHK Super Fund A/C)	500,000	0.4
Huon Canning Co Pty Limited	450,360	0.4
	27,163,288	21.7

On-market buy back

On the 28 August 2009, the Board announced a fourth share buy-back of 10% of issued capital. The buy-back will be in place for 12 months commencing on 14 September 2009. To date no shares had been bought back.

SECURITIES EXCHANGE LISTING

Quotation has been granted for all of the ordinary shares and options of the Company on all Member Exchanges of the ASX Limited.

WILSON INVESTMENT FUND LIMITED

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INVESTMENTS AT MARKET VALUE AS AT 30 JUNE 2009

	Units	Market Value \$	%
Consumer Services			
Tabcorp Holdings Limited (TAH)	200,000	1,432,000	1.7%
Tattersall's Limited (TTS)	611,350	1,558,942	1.9%
		2,990,942	3.6%
Banks			
Australia and New Zealand Banking Group Limited (ANZ)	132,500	2,184,925	2.6%
Bendigo and Adelaide Bank Limited (BEN)	495,763	3,445,553	4.2%
Bank of Queensland Limited (BOQ)	79,013	717,438	0.9%
Commonwealth Bank of Australia (CBA)	76,900	2,999,100	3.6%
Mortgage Choice Limited (MOC)	519,715	514,518	0.6%
National Australia Bank Limited (NAB)	220,000	4,936,800	5.9%
Rock Building Society Limited (ROK)	57,285	135,193	0.2%
Wide Bay Australia Limited (WBB)	413,573	2,853,654	3.4%
Westpac Banking Corporation (WBC)	212,500	4,303,125	5.2%
		22,090,306	26.6%
Diversified Financials			
Australian Stock Exchange Limited (ASX)	302,000	11,170,980	13.5%
BT Investment Management Limited (BTT)	1,041	2,186	0.0%
Clime Investment Management Limited (CIW)	3,836,143	1,265,927	1.5%
CVC Limited (CVC)	750,000	393,750	0.5%
Equity Trustees Limited (EQT)	71,000	1,029,500	1.3%
IOOF Holdings Limited (IFL)	327,000	1,363,590	1.6%
Mariner Financial Limited (MFI)	2,560,000	25,600	0.0%
NSX Limited (NSX)	1,085,000	227,850	0.3%
Perpetual Limited (PPT)	40,000	1,142,000	1.4%
Ratton Holdings Limited (RTN)	2,508,477	275,932	0.3%
Treasury Group Limited TRG)	98,766	405,928	0.5%
		17,303,243	20.9%
Capital Goods			
CSR Limited (CSR)	625,000	1,062,500	1.3%
Reece Australia Limited (REH)	45,711	822,798	1.0%
		1,885,298	2.3%
Commercial Services & Supplies			
Credit Corp Group Limited (CCP)	959,082	1,155,694	1.4%
McMillan Shakespeare Limited (MMS)	900,000	2,628,000	3.2%
SAI Global Limited (SAI)	675,000	1,923,750	2.3%
		5,707,444	6.9%
Health Care Equipment & Services			
Aevum Limited (AVE)	1,326,839	1,194,155	1.5%
Pro Medicus Limited (PME)	1,075,000	741,750	0.9%
Primary Health Care Limited (PRY)	780,497	4,097,609	4.9%
Sigma Pharmaceuticals Limited (SIP)	884,120	1,078,626	1.3%
		7,112,140	8.6%

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INVESTMENTS AT MARKET VALUE (Continued) AS AT 30 JUNE 2009

	Units	Market Value \$	%
Insurance			
Calliden Group Limited (CIX)	6,000,000	1,920,000	2.3%
Tower Australia Group Limited (TAL)	1,689,950	4,731,860	5.7%
Tower Limited (TWR)	568,649	821,698	1.0%
		7,473,558	9.0%
Food Beverage & Tobacco			
Cockatoo Ridge Wines Limited (CKR)	8,108,328	32,433	0.0%
Graincorp Limited (GNC)	209,714	1,516,232	1.8%
Select Harvest Limited (SHV)	343,241	741,401	0.9%
		2,290,066	2.7%
Listed Hybrids			
Seven Network Limited Non-redeem Prefs (SEVPC)	15,000	1,323,015	1.6%
Willmott Forests Limited Prefs (WFLPA)	14,000	980,000	1.2%
		2,303,015	2.8%
Media			
Photon Group Limited (PGA)	1,033,000	1,694,120	2.0%
Prime Media Group Limited (PRT)	925,993	453,737	0.5%
West Australian Newspapers Holdings Limited (WAN)	124,000	540,640	0.7%
		2,688,497	3.2%
Food & Staples Retailing			
Metcash Limited	950,000	4,094,500	4.9%
		4,094,500	4.9%
Retailing			
AP Eagers Limited (APE)	348,997	2,833,856	3.4%
ARB Corporation Limited (ARP)	580,864	2,062,067	2.5%
Wotif.com Holdings Limited (WTF)	93,000	437,100	0.5%
		5,333,023	6.4%
Software & Services			
IRESS Market Technology Limited (IRE)	144,508	1,047,683	1.3%
		1,047,683	1.3%
Real Estate			
Challenger Wine Trust (CWT)	2,453,250	662,378	0.8%
		662,378	0.8%
Total Portfolio Value		\$82,982,093	100%