

# Investment Update & Net Tangible Assets Report

AS AT 31 MAY 2016



## Net Tangible Assets (NTA) figures

NTA before tax	108.25c
NTA after tax and before tax on unrealised gains	108.76c
NTA after tax	108.88c

WAM Leaders Limited shares (ASX: WLE) and options (ASX: WLEO) listed on the ASX on 30 May 2016 following a \$394 million capital raising. WLE shares closed at \$1.08 and options at \$0.0424 on Friday 10 June, bringing the total package to \$1.122. As at 14 June 2016 the investment portfolio is 39.5% equities and 60.5% cash.

The investment portfolio is currently comprised of 22 listed companies:

- One in the top 20 category
- Nine in the 21-100 category
- Eight in the 101-200 category
- Four outside the top 200.

## Market overview

The S&P/ASX 200 Accumulation Index gained 3.1% in May.

Global equity markets fell early in the month but rallied following commentary from the US Federal Reserve, which indicated a possible rate hike in June. The comments spurred the domestic market, which was also boosted by a rate cut and dovish inflation outlook from the Reserve Bank of Australia (RBA).

Australia's major banks reported interim results or trading updates, which showed structural and cyclical headwinds still remain in the sector. The bank sector outperformed on the back of the rate cut, lifting the overall index during the month.

We remain cautious on the short-term performance of the Australian equity market. We currently hold above-average cash levels, which ensure we are well positioned to find opportunities in the market as they arise.

## Portfolio structure

Investment type	10 June 2016	
	\$m	%
Listed equities	153.1	39.5
Fixed interest and cash	234.9	60.5
Gross assets	388.0	100
Total ordinary shares on issue	358,463,578	

## Company news

WAM Leaders was recently profiled in Morgans' LIC update and rated by Zenith Investment Partners. You can download both reports on our website.

### WAM Leaders

ASX Code	WLE
Listed	May 2016
Gross assets	\$388.9m
Market cap	\$385.3m
Share price	\$1.075
Net assets per share (pre tax)	\$1.083
Option price	\$0.044
Shares on issue	358,463,578
Options on issue	358,463,578

### Investment objectives

- Deliver investors a rising stream of fully franked dividends
- Provide capital growth
- Preserve capital

### Company overview

WAM Leaders Limited (ASX: WLE) is a listed investment company managed by Wilson Asset Management. Listed in 2016, WAM Leaders provides investors with exposure to a portfolio of S&P/ASX 200 Index listed companies using Wilson Asset Management's absolute bias, bottom-up, index unaware, fundamental investment methodology.

### Investment & Management Team

**Geoff Wilson**  
Chairman/Portfolio Manager

**Kate Thorley**  
Chief Executive Officer

**Chris Stott**  
Chief Investment Officer/  
Portfolio Manager

**Matthew Haupt**  
Portfolio Manager

**Martin Hickson**  
Senior Equity Analyst/Dealer

**Tobias Yao**  
Senior Equity Analyst

**John Ayoub**  
Senior Equity Analyst

**Oscar Oberg**  
Equity Analyst

**Linda Vo**  
Company Secretary