

Investment update

As at 30 April 2018



wilsonassetmanagement.com.au

ABN 49 126 420 719

Snapshot

Pre-tax net tangible assets

\$1.08

Fully franked
dividend yield

5.1%

Gross assets

\$46.1m

Performance
(p.a. since January 2008)

12.9%

WAM Active Limited

ASX code	WAA
Date of listing	Jan 2008
Gross assets	\$46.1m
Market cap	\$46.1m
Share price (WAA)	\$1.11
Option price (WAAO)	\$0.006
NTA before tax	\$1.08
Shares on issue	41,575,290
Options on issue	29,312,744
Annualised fully franked interim dividend (FY2018)	5.7c
Fully franked dividend yield	5.1%

Investment objectives

- Deliver shareholders a regular income stream via fully franked dividends
- Provide a positive return with low volatility, after fees, over most periods of time
- Preserve capital

Wilson Asset Management investment & management team

Geoff Wilson AO	Chairman & Portfolio Manager
Kate Thorley	Chief Executive Officer
Chris Stott	Chief Investment Officer & Portfolio Manager
Matthew Haupt	Portfolio Manager
Catriona Burns	Portfolio Manager
Martin Hickson	Portfolio Manager
Oscar Oberg	Portfolio Manager
Tobias Yao	Senior Equity Analyst
John Ayoub	Senior Equity Analyst
Cooper Rogers	Assistant Dealer

Company overview

WAM Active Limited (ASX: WAA) is a listed investment company managed by Wilson Asset Management. Listed in January 2008, WAM Active provides investors with exposure to an active trading style with the aim of achieving a sound return with a low correlation to traditional markets.

Shareholder Presentations

Hobart & Launceston	11 May
Canberra	14 May
Sydney	15 May
Brisbane	16 May
Toowoomba	17 May
Perth	21 May
Adelaide	22 May
Melbourne	24 May

RESERVE YOUR PLACE NOW

WAM Global initial public offering

WAM Global launched its initial public offering (IPO) on 2 May and exceeded the minimum offer proceeds on the same day. The general and priority offers are open and expected to close on 8 June. WAM Active shareholders are eligible to take part in the \$165 million priority allocation to the Wilson Asset Management Family.

Visit www.wilsonassetmanagement.com.au/global to participate in the IPO.

May 2018 Shareholder Presentations

This month, we will be travelling across the country to meet with investors about our LICs, including WAM Global. We will also discuss investment themes, trends and opportunities we are seeing across Australian and global equity markets. Lunch will be served following the presentations, so we encourage you to stay and talk to the team. **Register now!**

Market overview

The S&P/ASX All Ordinaries Accumulation Index gained 3.5% in April led by an increase in commodity prices following robust Chinese economic growth data, and an abatement in geopolitical risks, particularly surrounding 'trade wars'. The International Monetary Fund maintained its positive outlook on global economic growth, forecast to be 3.9% in 2018, the best annual growth rate since 2011.

Net tangible asset (NTA) figures

The following NTA figures are **after** the 2.85 cents per share fully franked interim dividend paid on 27 April 2018. Since inception, WAM Active has paid 60.0 cents per share in fully franked dividends to shareholders.

NTA before tax	108.03c
NTA after tax and before tax on unrealised gains	106.86c
NTA after tax	106.84c

The above figures are not adjusted for the 29,312,744 options on issue with an exercise price of \$1.14.

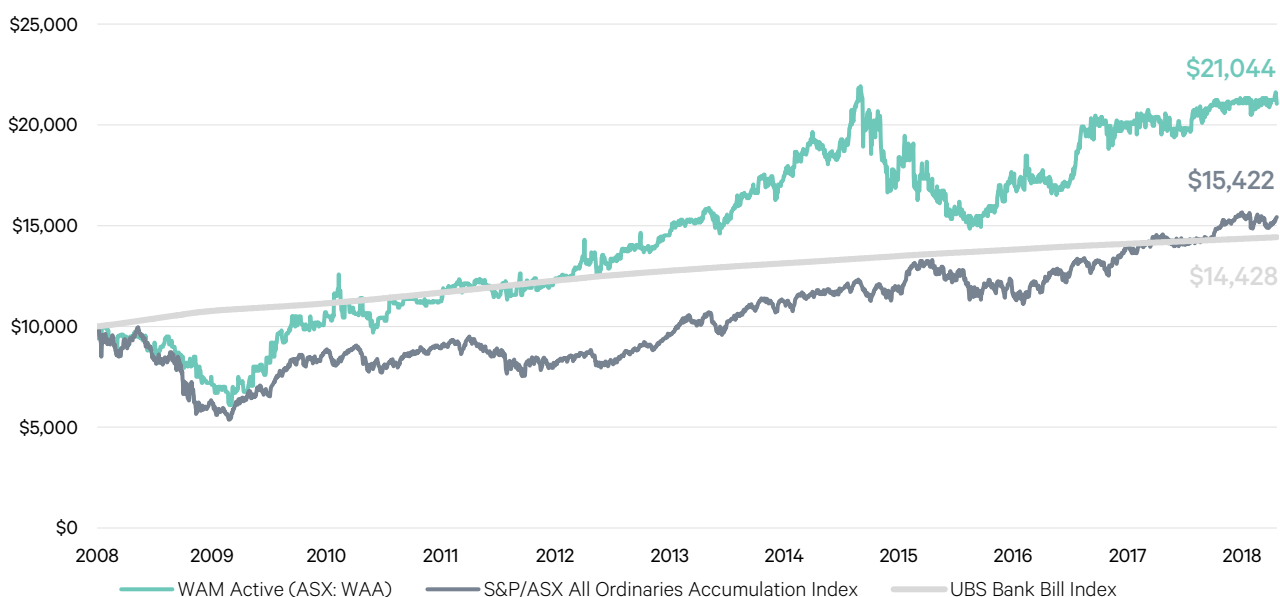
Performance

Performance at 30 April 2018	1 mth	6 mths	Fin YTD	1 yr	3 yrs %pa	5 yrs %pa	10 yrs %pa	Since inception %pa (Jan-08)
WAA Investment Portfolio*	1.3%	5.1%	12.9%	14.5%	13.9%	12.4%	12.9%	12.9%
S&P/ASX All Ordinaries Accumulation Index	3.5%	3.6%	8.9%	6.4%	6.2%	7.8%	5.2%	3.8%
Outperformance	-2.2%	+1.5%	+4.0%	+8.1%	+7.7%	+4.6%	+7.7%	+9.1%
UBS Bank Bill Index (Cash)	0.2%	0.9%	1.5%	1.8%	2.0%	2.3%	3.4%	1.5%
Outperformance	+1.1%	+4.2%	+11.4%	+12.7%	+11.9%	+10.1%	+9.5%	+11.4%

*Investment performance and Index returns are before expenses, fees and taxes.

Growth of \$10,000 investment since inception

WAM Active versus the Index and Cash



Notes:

1. The above graph reflects the period from inception in January 2008 to 30 April 2018.
2. WAM Active's performance is calculated using the closing daily share price in Australian dollars and assumes all dividends are reinvested.
3. The S&P/ASX All Ordinaries Accumulation Index and the UBS Bank Bill Index have been chosen for comparison purposes only. The graph is not intended to be an indication of future performance of any asset class, index or the WAM Active portfolio.

Diversified portfolio

Investment type	March 2018		April 2018	
	\$m	%	\$m	%
Listed equities	28.5	62.5	31.2	67.6
Short portfolio	(0.6)	(1.4)	(0.2)	(0.5)
Fixed interest & cash	17.7	38.9	15.1	32.9
Gross assets	\$45.6	100.0	\$46.1*	100.0
Total shares on issue	40,591,888		41,575,290**	

*This figure is after the 2.85 cents per share fully franked interim dividend paid during the month.

**During the month, 775,846 options were exercised and allotted, and 207,556 shares were issued under the Dividend Reinvestment Plan (DRP) for the interim dividend.

WAM Active options

Your WAM Active options enable you to acquire new shares without paying brokerage fees at the price of \$1.14 per share at any time on or before 17 September 2018. The options are currently trading on the ASX under the code WAAO where you have the opportunity to sell or purchase additional options. WAM Active options closed at 0.6 cents on 10 May 2018.

The bonus option issue is an effective way to grow the Company and will deliver benefits to shareholders. As the Company's size increases, on-market liquidity for the shares is expected to increase. It will also increase the Company's relevance in the market, improve the prospect of broker and research coverage, and gain interest from financial planners. If you have any questions regarding your WAM Active options, please refer to the [factsheet](#) or call Alexandra Hopper on (02) 9247 6755 or email info@wilsonassetmanagement.com.au.

Top 20 holdings

Code	Company	Code	Company
APO	APN Outdoor Group Limited	PIA	Pengana International Equities Limited
ARB	ARB Corporation Limited	QBE	QBE Insurance Group Limited
ALL	Aristocrat Leisure Limited	REA	REA Group Limited
ASB	Austal Limited	SCG	Scentre Group
AOG	Aveo Group	SVW	Seven Group Holdings Limited
BGA	Bega Cheese Limited	SRX	Sirtex Medical Limited
CSL	CSL Limited	TGG	Templeton Global Growth Fund Limited
JHX	James Hardie Industries Plc	TGP	360 Capital Group Limited
MTR	Mantra Group Limited	WDE	Wealth Defender Equities Limited
PPC	Peet Limited	WBC	Westpac Banking Corporation

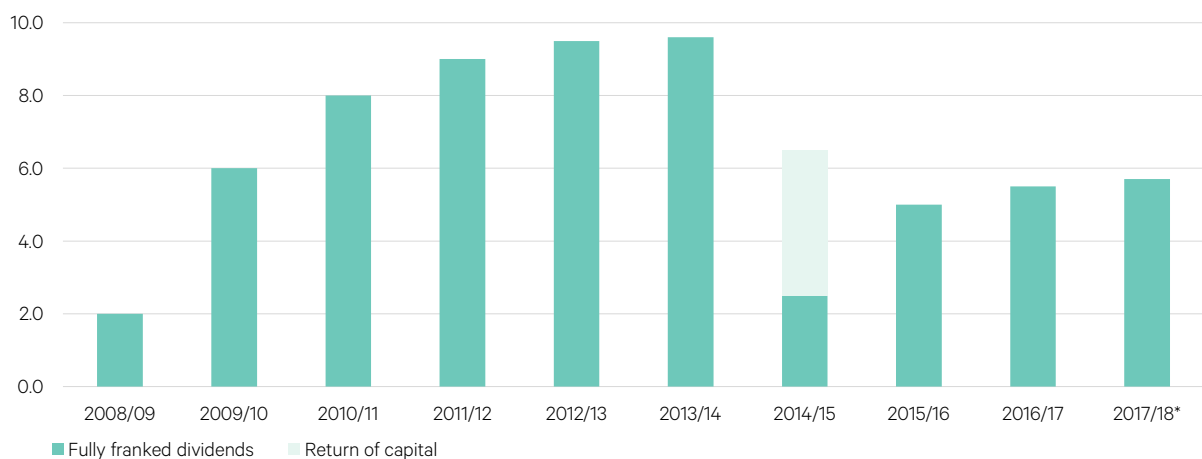
The top 20 holdings are presented in alphabetical order.

Fully franked dividends

On 27 April 2018, the Company paid a fully franked interim dividend of 2.85 cents per share, an increase on the previous year. The Board is committed to paying an increasing stream of fully franked dividends to shareholders, provided the Company has sufficient profit reserves and franking credits and it is within prudent business practices. The Company's ability to generate franking credits is dependent upon the receipt of franked dividends from investments and the payment of tax.

Fully franked dividends since inception

Cents per share



*Annualised interim dividend