



**WILSON INVESTMENT FUND LTD (WIL)**  
**ABN 15 100 504 541**  
**INVESTMENT UPDATE & NTA – JUNE 2010**

WIL is a listed investment company that provides investors with the opportunity to invest in a medium to long term Portfolio and gain access to a defined investment process and the management experience of the Manager.

The NTA before tax as at 30 June 2010 was 83.4 cents per share. The NTA after tax on realised gains and before tax on unrealised gains as at 30 June 2010 was 89.0 cents per share. WIL is a long-term investor and does not intend disposing of its total portfolio.

<b>NTA before tax</b>	<b>83.4c</b>
<b>NTA before tax payable and after tax assets</b>	<b>90.6c*</b>
<b>NTA after tax and before tax on unrealised gains</b>	<b>89.0c*</b>
<b>NTA after tax (including unrealised gains tax)</b>	<b>89.0c*</b>

The above figures are after the payment of the interim 2.6 cents a share fully franked dividend paid on 12 March 2010.

\* These figures include tax assets of 5.6 cents per share.

**MARKET OUTLOOK**

The Australian share market staged a strong rally during the first 3 weeks of June, following the sharp sell-off in May. This was only short lived though with the benchmark S&P/ASX All Ordinaries Index ending the month of June down 2.6 per cent. Sentiment around the globe turned decidedly bearish in late June with investors becoming increasingly concerned about the sustainability of the economic recovery in the USA. The softer economic data from the world's largest economy came hot on the heels of the sovereign debt problems that emerged in Europe back in April. To make matters worse signs have also emerged that China is attempting to reign in growth in a bid to restrain price inflation, especially among residential property.

As stated in last month's announcement we do not believe that we are simply experiencing a correction in a new bull market that began in March 2009. Instead, we believe that we are in a much longer bear market that will provide some excellent buying opportunities in the months and years to come.

With the S&P/ASX All Ordinaries Index currently trading at around 4,200 points and the overall market trading on a historically low price to earnings multiple of around 11 times we believe a buying opportunity may present itself in the coming months.

**DIVIDENDS**

On 12 March 2010 the Directors paid an interim fully franked dividend of 2.6 cents a share.

The board's policy is to deliver an increasing stream of fully franked dividends to investors over time. Newly introduced government legislation now enables companies to pay fully franked dividends if the company has sufficient franking credits and is deemed solvent by the Directors. Dividend payments will not be reliant on profit as it was previously.

### **SHARE BUY BACK**

The Board commenced a fourth share buy-back of up to 10% of issued capital being equivalent to 12,370,268 shares on 14 September 2009. As at 12 July 2010 a total of 7,320,297 shares have been bought back for a total consideration of \$5,687,894.

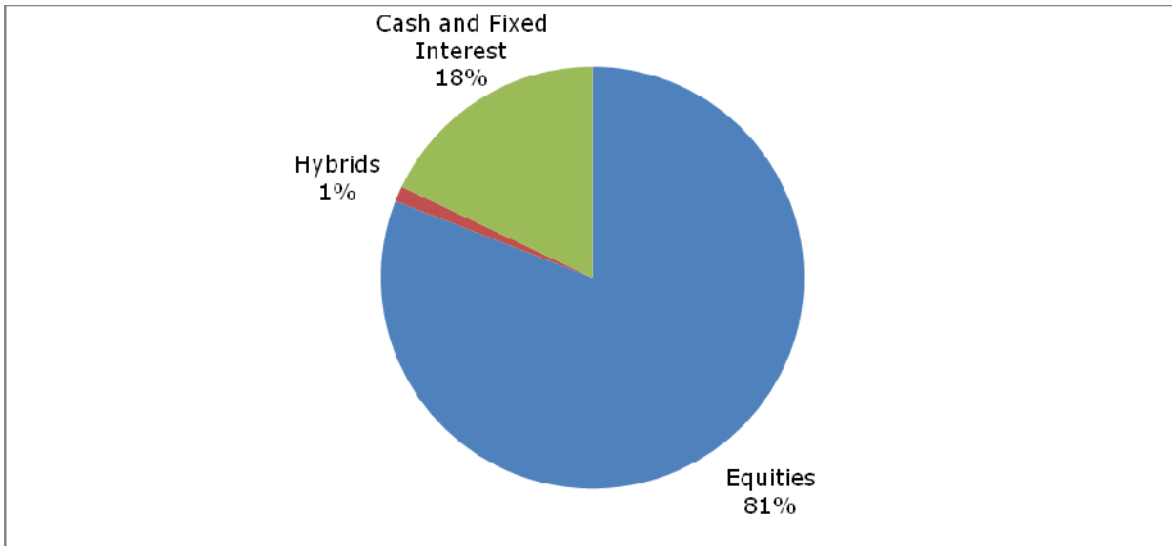
### **PORTFOLIO STRUCTURE**

<b>Investment Type</b>	<b>As at 31 May 2010</b>		<b>As at 30 June 2010</b>	
	<b>\$m</b>	<b>%</b>	<b>\$m</b>	<b>%</b>
Listed Equities	86.78	86.1%	79.68	80.9%
Listed Hybrids	1.19	1.2%	1.16	1.2%
Fixed Interest and Cash	12.76	12.7%	17.65	17.9%
<b>Total Assets</b>	<b>100.73</b>	<b>100.0%</b>	<b>98.49</b>	<b>100.0%</b>
	<b>No.</b>		<b>No.</b>	
<b>Total ordinary shares on issue</b>	117,549,582		117,549,582	

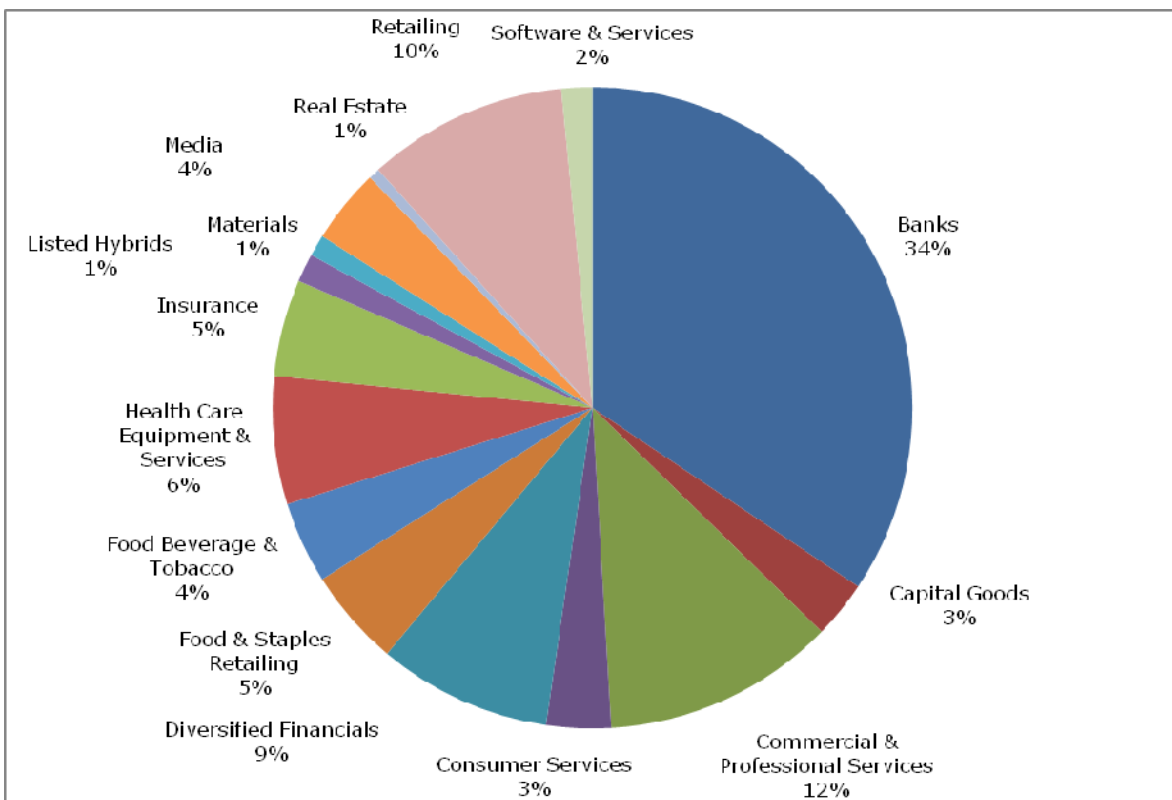
As at 30 June 2010 the top listed equities and hybrids (value over \$1 million) were as follows:

<b>CODE</b>	<b>COMPANY</b>	<b>MARKET VALUE \$</b>	<b>MARKET VALUE as % of Gross Assets</b>	<b>MARKET VALUE as % of Long Portfolio</b>
NAB	National Australia Bank Ltd	5,354,400	5.4%	6.6%
WBC	Westpac Banking Corporation	4,511,375	4.6%	5.6%
BEN	Bendigo and Adelaide Bank Ltd	4,393,290	4.5%	5.4%
APE	AP Eagers Ltd	4,362,463	4.4%	5.4%
MMS	McMillan Shakespeare Ltd	4,221,000	4.3%	5.2%
WBB	Wide Bay Australia Ltd	4,218,445	4.3%	5.2%
MTS	Metcash Ltd	3,980,500	4.0%	4.9%
CBA	Commonwealth Bank of Australia	3,740,416	3.8%	4.6%
ARP	ARB Corporation Ltd	3,310,925	3.4%	4.1%
ANZ	ANZ Banking Group Ltd	2,863,325	2.9%	3.5%
PRY	Primary Health Care Ltd	2,778,569	2.8%	3.4%
SAI	SAI Global Ltd	2,713,500	2.8%	3.4%
CCP	Credit Corp Group Ltd	2,560,749	2.6%	3.2%
GNC	Graincorp Ltd	2,123,776	2.2%	2.6%
IFL	IOOF Holdings Ltd	1,958,730	2.0%	2.4%
PGA	Photon Group Ltd	1,580,490	1.6%	2.0%
CIW	Clime Investment Management Ltd	1,572,819	1.6%	1.9%
TAL	Tower Australia Group Ltd	1,516,252	1.5%	1.9%
AVE	Aevum Ltd	1,459,523	1.5%	1.8%
TTS	Tattersall's Ltd	1,369,424	1.4%	1.7%
CIX	Calliden Group Ltd	1,350,000	1.4%	1.7%
TAH	Tabcorp Holdings Ltd	1,266,000	1.3%	1.6%
IRE	IRESS Market Technology Ltd	1,255,775	1.3%	1.6%
CSR	CSR Ltd	1,233,750	1.3%	1.5%
SHV	Select Harvest Ltd	1,187,614	1.2%	1.5%
SVWPA	Seven Network Ltd preference shares	1,158,750	1.2%	1.4%
PPT	Perpetual Ltd	1,130,400	1.1%	1.4%
REH	Reece Australia Ltd	1,106,206	1.1%	1.4%
TWR	Tower Ltd	1,085,942	1.1%	1.3%
EQT	Equity Trustees Ltd	1,079,200	1.1%	1.3%
MYS	MyState Ltd	1,019,959	1.0%	1.3%

## PORTFOLIO STRUCTURE - ASSET ALLOCATION



## LONG PORTFOLIO STRUCTURE - SECTOR ALLOCATION



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