

W | A | M *Strategic Value*

Thursday 13 May 2021
3:30pm (Sydney time)

Dial in: 1800 590 693
Passcode: 716502

Discounted asset opportunities

Discounted asset opportunities

WAM Strategic Value (ASX: WAR) will provide exposure to Wilson Asset Management's **proven market-driven investment process** focused on identifying and capitalising on **share price discounts** to underlying asset values of listed companies, primarily LICs and LITs.

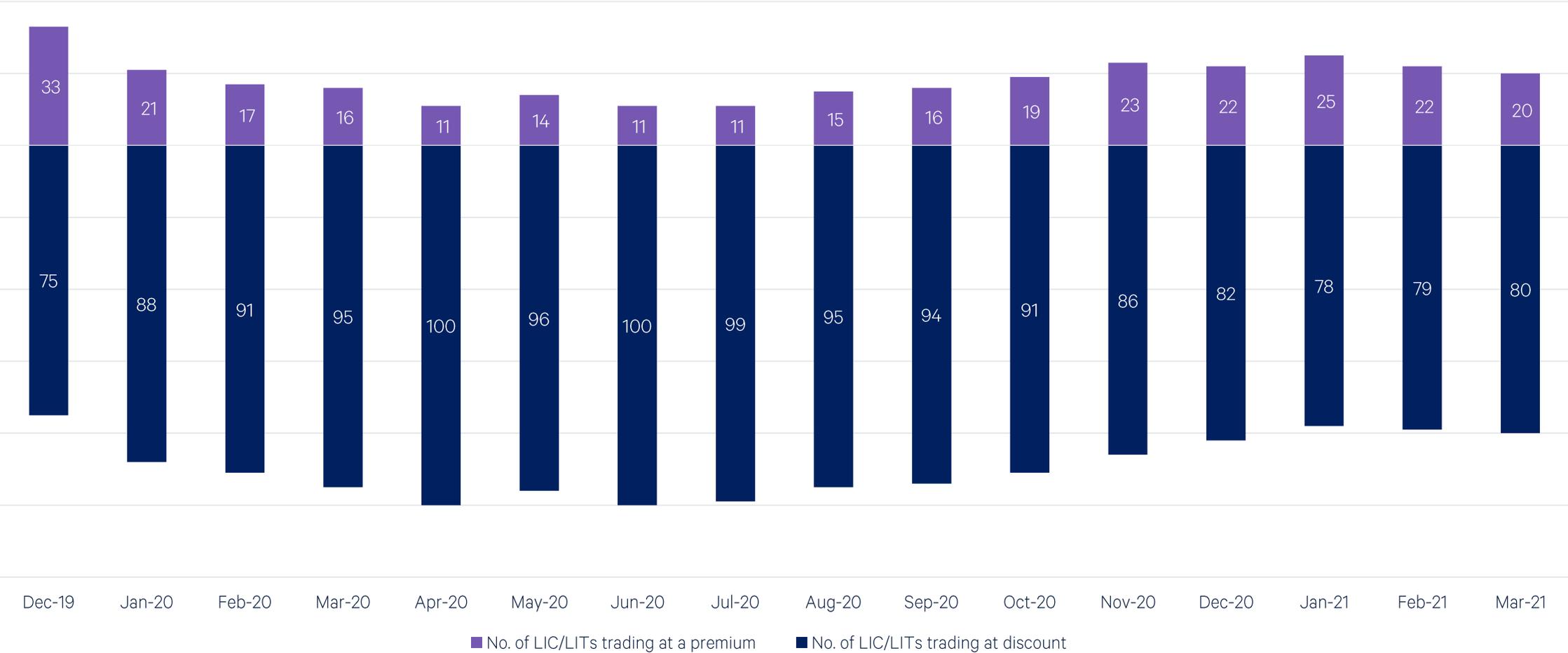
The Company is seeking to raise up to **\$225m** at an issue price of **\$1.25** per share. The Priority Allocation to the Wilson Asset Management Family is **\$125m**.
No oversubscriptions will be accepted.

Offer expected to open on **24 May 2021**.

WAM Strategic Value aims to provide:

- A highly **experienced and active** Investment Manager with global and Australian equity market and alternative asset expertise.
- Exposure to Wilson Asset Management's **proven market-driven investment process** focused on identifying and capitalising on **share price discounts** to underlying asset values, primarily LICs and LITs.
- A **diversified equities portfolio**, predominately comprised of LICs and LITs, purchased at a discount to their underlying asset values that the Investment Manager believes will close over time.
- The **benefits of the LIC structure**, which provides investors with a closed pool of capital, strong corporate governance and the ability to pay fully franked dividends.
- Access to a **Board of Directors and an Investment Manager** with significant experience in funds management, global and Australian listed equities, alternative assets and corporate governance.

Opportunities presented by cyclicality



Discounted asset opportunities

Existing discounted LICs and LITs

as at 30 April 2021

Number of existing positions	16
Combined value	\$147.1 million
Average dividend yield	3.6%
Average discount	12.7%

Notes:

1. The table contains a snapshot of discounted asset opportunities held as at 30 April 2021 and provides examples of the types of Portfolio positions that the Investment Strategy's focused application of the market-driven investment process could establish for the Company. The WAM entities have each continued to actively trade in securities since 30 April 2021 and will continue to do so during the Offer period. The above table does not reflect the WAM entities actual exposure to discounted asset opportunities as at the date of this presentation nor does it reflect the likely positions, value or weightings that will form part of the Company's Portfolio. **It is provided as an example only – it is not to be taken as an example of the optimal portfolio allocation, now or in the future for the Company.**
2. The combined value is based on the closing price on 30 April 2021 as published by IRESS. The value of these positions has changed since this date and will continue to do based on changes in individual trading prices and the size of the positions held.
3. Share price discount to NTA is an average calculated by reference to each position's published pre-tax net tangible asset value as at 30 April 2021.
4. The dividend yield is an average calculated by reference to the dividend paid in the 12 months ending 30 April 2021. The dividend yield is not indicative of returns that have been achieved over that 12 month period, nor is it indicative of likely future returns. Past performance is not indicative of future performance.

Select opportunities



WESTOZ

Contango. | Income Generator

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Antipodes

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CONCENTRATED
LEADERS FUND

IRONBARK
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PM Capital

OZGROWTH
LIMITED

QV
Equities Ltd.

CENTURY
AUSTRALIA
INVESTMENTS LIMITED

AMP

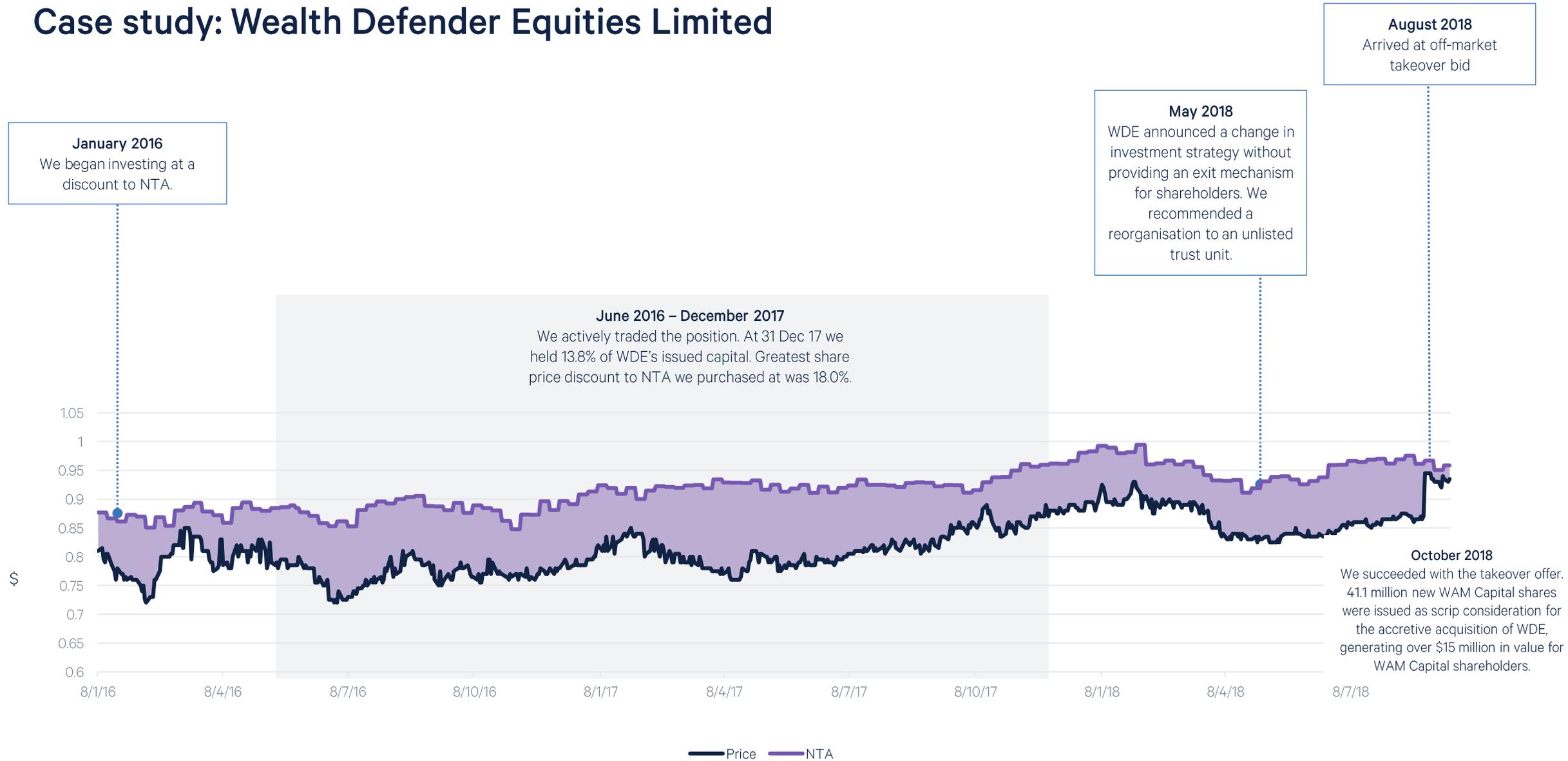
VGI
PARTNERS
Global Investments

THORNEY OPPORTUNITIES LTD

Wealth
Defender
Equities

The above is a snapshot of the discounted asset opportunities held as at 30 April 2021 only. The WAM entities have each continued to actively trade in securities since 30 April 2021 and will continue to do so during the Offer period. This does not reflect the likely positions that will form part of the Company's Portfolio. **It is provided as an example only – it is not to be taken as an example of the optimal portfolio allocation, now or in the future for the Company.**

Case study: Wealth Defender Equities Limited



January 2016
We began investing at a discount to NTA.

June 2016 – December 2017
We actively traded the position. At 31 Dec 17 we held 13.8% of WDE's issued capital. Greatest share price discount to NTA we purchased at was 18.0%.

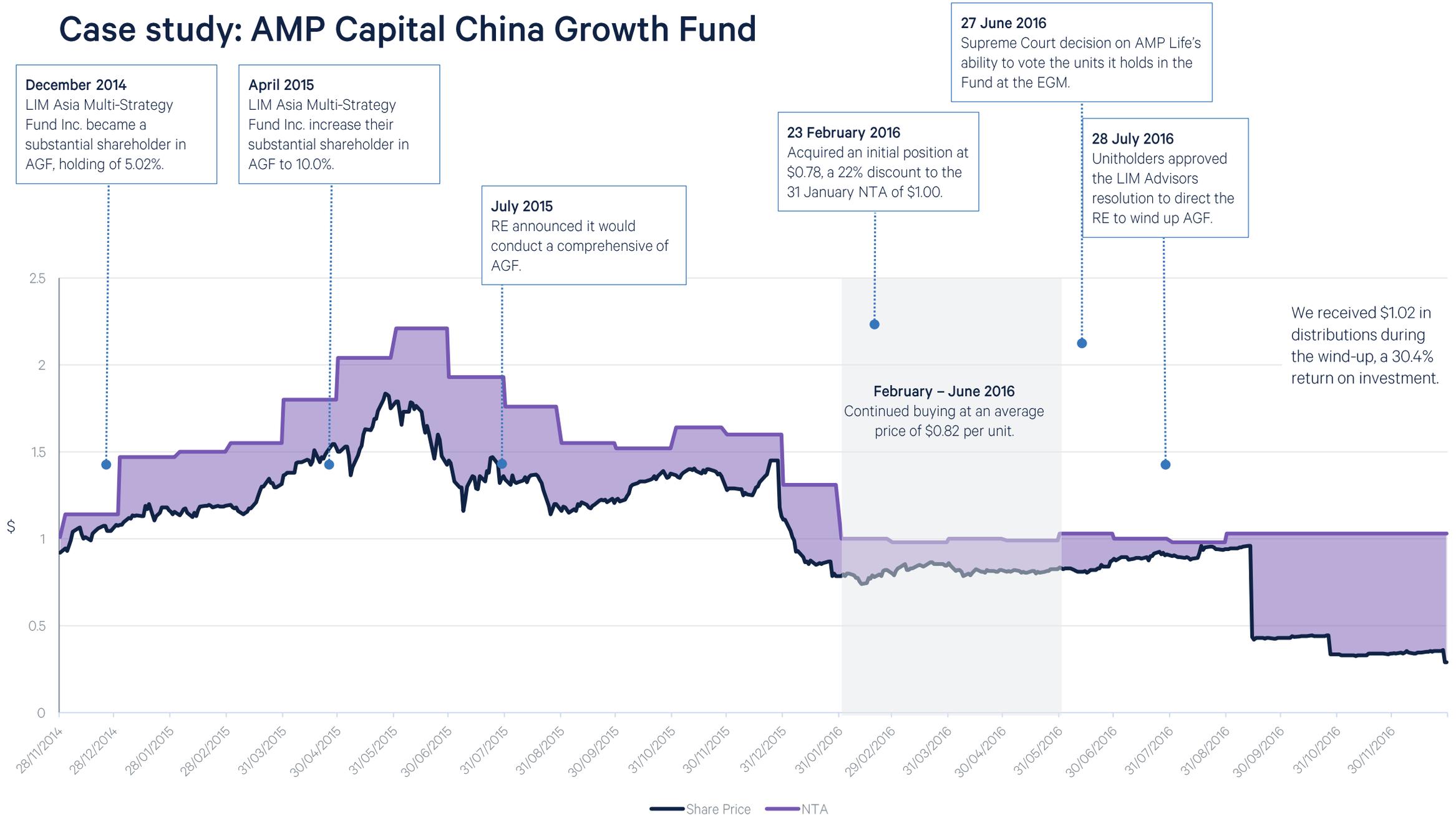
May 2018
WDE announced a change in investment strategy without providing an exit mechanism for shareholders. We recommended a reorganisation to an unlisted trust unit.

August 2018
Arrived at off-market takeover bid

October 2018
We succeeded with the takeover offer. 41.1 million new WAM Capital shares were issued as scrip consideration for the accretive acquisition of WDE, generating over \$15 million in value for WAM Capital shareholders.

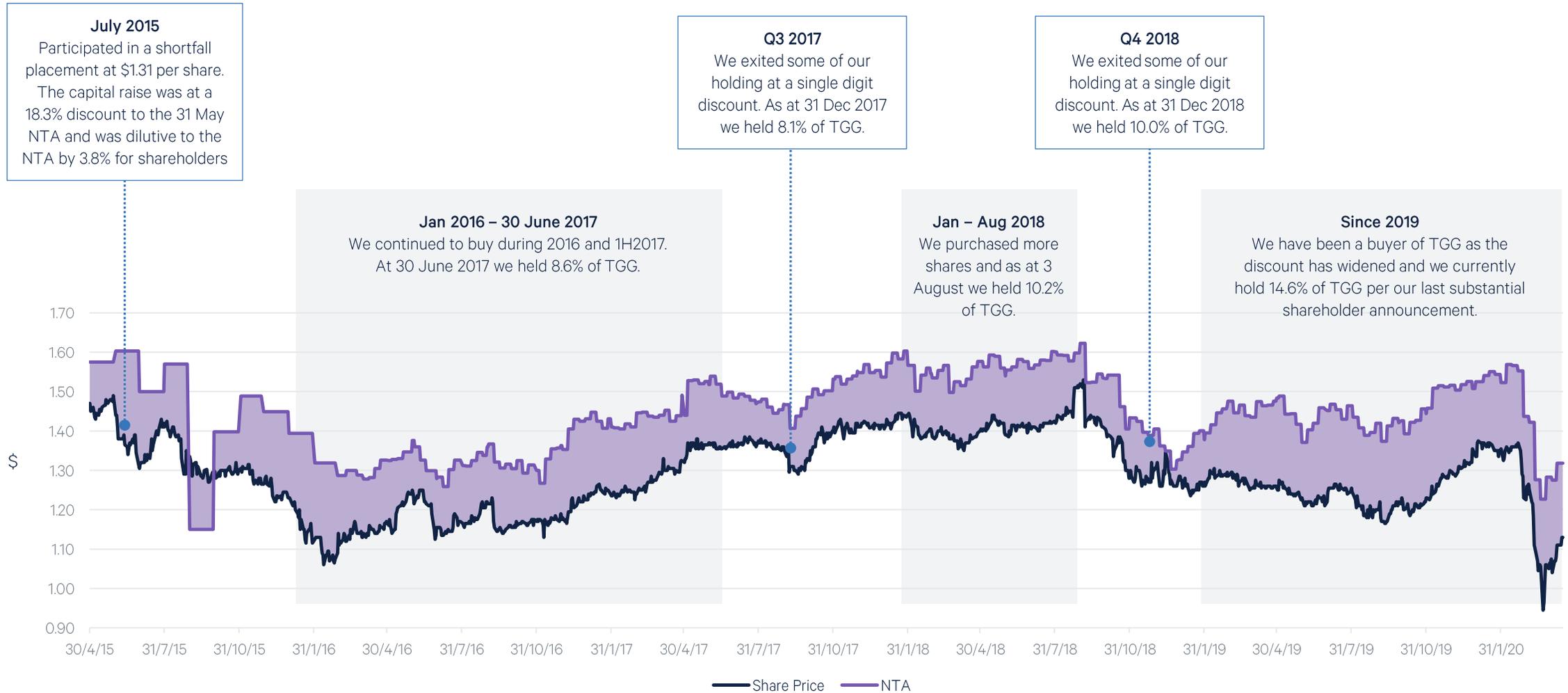
This example highlights Wilson Asset Management's application of the market-driven investment process focused on discounted asset opportunities on behalf of the respective WAM Entities. These are worked examples only. There can be no certainty the performance of the Company will follow that of the examples provided. The performance of the Company could be significantly different to the example returns and performance. Past performance is not an indicator of future performance.

Case study: AMP Capital China Growth Fund



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Case study: Templeton Global Growth Fund



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Key offer details and dates

Key offer details

Company name	WAM Strategic Value Limited
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ASX code	ASX: WAR
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Application price per Share	\$1.25
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Pro forma Net Asset Value (NAV) backing per Share*	\$1.25
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Offer size	\$225 million
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Priority allocations to members of the WAM Family	\$125 million
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Joint Lead Managers	Taylor Collison and Morgans Financial
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Co-Managers	Bell Potter, Canaccord Genuity, Ord Minnett and Shaw and Partners
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*The pro-forma statement of NAV backing per Share has been prepared on the basis that expenses will be paid by the Company will be repaid in fully by the Investment Manager in accordance with the Prospectus.

Key dates

Prospectus lodged with ASIC

7 May 2021

Broker Firm and General Offer Opens

24 May 2021

Broker firm offer expected to close

4 June 2021

Priority and general offers expected to close

10 June 2021

Shares expected to commence trading on the ASX

25 June 2021

Wilson Asset Management

Making a difference

Investing over \$4 billion on behalf of more than 100,000 shareholders

*Highly active
Flexible mandates*

*Diversification
within and across
our seven LICs*

Proven investment approach that has delivered solid returns for over

**20
years**

14 investment professionals with combined investment experience of more than 190 years

Creator and lead supporter of:

**Future
Generation**
INVESTMENT & SOCIAL RETURNS

Committed to philanthropic and advocacy initiatives

**PLEDGE
1%**

Lead Portfolio Manager



Geoff Wilson AO

BSc GMQ FFINSIA FAICD

41+ years' market
experience

Geoff has over four decades' direct experience in investment markets having held a variety of senior investment roles in Australia, the UK and the US. Geoff founded Wilson Asset Management in 1997 and has significant experience and expertise in managing and investing in listed investment companies. Geoff created Australia's first listed philanthropic wealth creation vehicles, Future Generation Australia and Future Generation Global.

Geoff is Founder, Chairman and Chief Investment Officer of WAM Capital, WAM Leaders, WAM Global, WAM Research, WAM Active and WAM Microcap. Geoff holds a number of additional directorships with investment companies including WAM Alternative Assets and non-profit organisations.

Wilson Asset Management is the investment manager for seven of Australia's leading listed investment companies and is responsible for over \$4 billion of shareholder capital for more than 100,000 investors. Geoff will be supported by the broader investment and management team. The team has significant experience and expertise in managing and investing in LICs/LITs and a unique methodology to identify and execute these mispricing opportunities.



Investment and management team

Wilson Asset Management



Geoff Wilson AO
BSc GMQ FFINSIA FAICD
Chairman and
Chief Investment
Officer



Kate Thorley
BCom CA GAICD
Chief Executive
Officer



Catriona Burns
BCom MAppFin FFINSIA CFA
Lead Portfolio
Manager



Matthew Haupt
BCom GradDipAppFin CFA
Lead Portfolio
Manager



Oscar Oberg
LLB BBus CFA
Lead Portfolio
Manager



Dania Zinurova
MSc (Real Estate Investment)
MEB State Dip Banking and
Finance
Portfolio Manager



Tobias Yao
BCom CFA
Portfolio Manager



John Ayoub
LLB BA GradCertAppFin
Portfolio Manager



Nick Healy
BEng (Hons) MBA
Portfolio Manager



Shaun Weick
BBus (Fin) CA
Equity Analyst



Sam Koch
BBus CFA
Equity Analyst



William Liu
BCom MFin
Equity Analyst



Anna Milne
BCom BFA
Equity Analyst



Cooper Rogers
BCom GradDipAppFin
Senior Equities
Dealer



William Thompson
BCom
Equities Dealer



Jesse Hamilton
BCom CA
Chief Financial
Officer



James McNamara
BJourn MComn GradDipFin
Head of Corporate
Affairs



Martyn McCathie
Head of Operations and
Key Account Manager

Superiority of the listed investment company structure



Closed-end structure –
no applications or redemptions



The ability to make **longer term**
investment decisions



Trades on the ASX which
provides intra-day **liquidity**



Public companies provide
stringent **corporate governance**
and accountability of Directors



Provide a stream of
fully franked **dividends**



Provide **opportunities** –
can trade at a premium/
discount to assets

Critical elements of a successful LIC

- **Performance** – investment portfolio performance
- **Dividends** – fully franked dividend yield
- **Fairness** – treat shareholders equitably
- **Engagement** – comprehensive shareholder acknowledgement, engagement, communication and education strategy

Engagement with shareholders



Good morning,

I am pleased to provide you with an update on your Company, WAM Alternative Assets Limited (ASX: WMA), as we work to reposition the investment portfolio and return the share price to a premium to net tangible assets (NTA).



Dear Shareholder,

Yesterday, our November 2019 Shareholder Presentations came to a close. We thoroughly enjoy our trips across Australia to meet with you and our 41st roadshow was no different. We especially had fun with our "buy, hold or sell" segment and our panel discussion highlighting your top five investment concerns. If you missed us this time, you can watch the [video](#) and read [LiveWire's coverage](#). We would love to hear your [feedback](#) and hope to see you all again in May 2020.



Good morning,

We are excited to share [WAM Vault](#) with you all. For the first time in 20 years, we are unable to take to the road and meet with our shareholders across the country and we miss the opportunity to catch up over a cup of tea. We hope you enjoy watching, reading or listening to our first "virtual" Shareholder Presentation. We provided our shareholders with early access to WAM Vault last night and the website briefly crashed due to the surge in traffic and we have resolved the issue now. We hope you enjoy the conversations and please feel free to share it with friends and family. Let us know your thoughts by completing this [brief survey](#). We look forward to hearing from you. Thank you for your support.



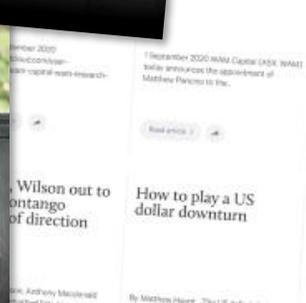
Published May 21, 2020

We asked our shareholders what they wanted to hear in a series of discussions with Chairman and Chief Investment Officer, Kate Thorley and Lead Portfolio Managers, Catriona Burns and Nick Healy, during the roadshow. We heard your feedback on investment opportunities in emerging markets, investment opportunities in infrastructure, and investment opportunities in technology. We will be addressing these topics in our first "virtual" Shareholder Presentation.



We remain focused on protecting shareholder capital while providing superior performance over the long term. Against this investment landscape, a portfolio of our listed investment companies (LICs) have delivered solid performance over the calendar year to 31 October 2019:

- WAM Global (ASX: WGB) up 23.3%
- WAM Leaders (ASX: WLE) up 23.9%
- WAM Capital (ASX: WAM) up 21.4%
- WAM Research (ASX: WAX) up 18.1%
- WAM Infrastructure (ASX: WAI) up 15.2%



Engagement with stockbrokers, financial planners and wealth managers

- Internal macroeconomic notes
- Quarterly calls with Q&A
- Semi-annual meetings

The grid contains the following logos:

- Row 1: ORD MINNETT PRIVATE WEALTH MANAGEMENT, ShawandPartners an EFG company, BELL POTTER, GAMMA WEALTH GROUP, morgans
- Row 2: TAYLOR COLLISON, JBWere, E&P, Hartleys, Knightsbridge
- Row 3: vested, nab, HLB Mann Judd, WILSONS
- Row 4: Dornbusch Partners Pty Ltd, HILL CAPITAL ASSET MANAGEMENT, PPT, hendersons dream • plan • grow
- Row 5: MACQUARIE, crestone., HOODSWEENEY join the journey, AccuVest Australian Financial Services Licence No. 247104
- Row 6: VESTED FINANCIAL PLANNING, Funds FOCUS, cg/Canaccord Genuity, MASON STEVENS



Q&A



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Initial Public Offering