

W | A | M Research

ASX: WAX

The most compelling undervalued growth opportunities in the Australian market.



	NTA (cum-dividend)	NTA (ex-dividend)	Dividend paid
October 2024	112.18c	107.18c	5.0c
September 2024	111.45c		

Net Tangible Assets (NTA) per share before tax

The October NTA (ex-dividend) is **after** the final dividend of 5.0 cents per share, partially franked at 60%, that was paid on 25 October 2024. The shares traded ex-dividend on 11 October 2024.

The net current and deferred tax asset/(liability) position of the Company for October 2024 is 1.37 cents per share. This includes 5.43 cents per share of income tax losses available to the Company in future periods.

Dividend highlights

<div>10.0c</div> <div>Full year dividend, 60% franked (per share)</div>	<div>154.0c</div> <div>Dividends paid since inception (per share)</div>	<div>217.4c</div> <div>Dividends paid since inception, when including the value of franking credits (per share)</div>
<div>9.0%</div> <div>Dividend yield*</div>	<div>11.3%</div> <div>Grossed-up dividend yield*</div>	<div>45.6c</div> <div>Profits reserve (per share)</div>

<div>Assets</div> <div>\$229.8m</div>	<div>Investment portfolio performance[^] (pa since change in investment strategy July 2010)</div> <div>15.3%</div> <div>S&P/ASX All Ordinaries Accumulation Index: 9.1%</div>	<div>Month-end share price (at 31 October 2024)</div> <div>\$1.115</div>
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^{*}Based on the 31 October 2024 share price and the FY24 full year dividend of 10.0 cents per share, partially franked at 60%. Grossed-up dividend yield includes the benefits of franking credits and is based on a tax rate of 30%.

[^]Investment portfolio performance is before expenses, fees and taxes to compare to the relevant index which is also before expenses, fees and taxes.

WAM Research Limited (ASX: WAX)

ABN: 15 100 504 541

Our latest 'Talking Stocks' episode with the small to mid-cap team

Oscar Oberg in The Australian on Myer

The WAM Research (ASX: WAX) investment portfolio increased during the month, outperforming the S&P/ASX All Ordinaries Accumulation Index. Asset manager HMC Capital (ASX: HMC) and department store Myer Holdings (ASX: MYR) were contributors to the investment portfolio outperformance.



ASX-listed alternative asset manager HMC Capital completed a \$300 million institutional capital raise to invest in the \$1.9 billion purchase of Sydney data centre owner Global Switch Australia. The data centre will be a seed asset for its new Global DigiCo Platform. There is currently strong demand from investors seeking exposure to high quality digital infrastructure assets and as a result, the placement was oversubscribed. Global Switch has significant growth opportunities with a large-scale development pipeline to expand its existing IT capacity. We believe this acquisition provides solid exposure to the burgeoning data centre market. HMC Capital's management team is also looking at further data centre opportunities in the US and we expect these acquisitions, along with Global Switch, to drive earnings and valuation growth over the coming years.



Myer Holdings announced its \$864 million plan to purchase Premier Investments (ASX: PMV) apparel business in October which will add 719 stores to Myer's 56 department stores. It will also add a portfolio of labels that range from Just Jeans, Portmans and Dotti which cater for younger girls to Jacqui E which caters for older women. We believe that Myer Holdings' new Executive Chair Olivia Wirth's growth strategy is a great outcome for both Myer Holdings and Premier Investments shareholders. For Myer and the apparel brands, we see conservative synergies of \$30 million and a growth strategy led by its customer loyalty program Myer One, with the merger being done in a very tough environment for retail. For Premier Investments, the market can now finally see the quality of the Smiggle and Peter Alexander businesses and the offshore growth strategy which can drive a higher valuation over time.

Dividends since inception

The Board declared a final dividend of 5.0 cents per share, partially franked at 60%, paid on 25 October 2024. The Company's ability to continue paying franked dividends at the current level is dependent on generating additional profits reserves, through positive investment portfolio performance in FY2025, and franking credits. The ability to generate additional franking credits is reliant on the receipt of franked dividends from investee companies and the payment of tax on realised profits.





Our proven investment process

Research Driven Process

Diligent and deep research on undervalued growth companies that focuses on:

- Free cash flow
- Return on equity
- Meeting management
- The quality of a company

Catalyst

A major event that alters the market's perception of a company or its earnings momentum which will lead to a rerating of the investee company's share price.

Portfolio composition by market capitalisation

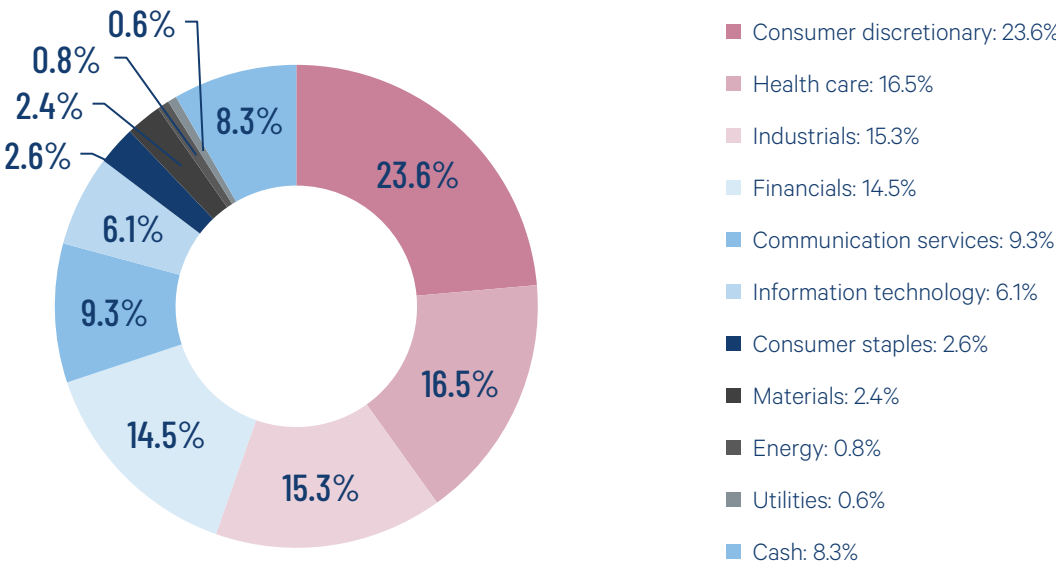
As at 31 October 2024	WAM Research [^]	S&P/ASX All Ordinaries Index	S&P/ASX Small Ordinaries Index
ASX Top 20	0.0%	56.1%	0.0%
ASX 21-50	2.5%	15.7%	0.0%
ASX 51-100	3.1%	13.0%	0.0%
ASX 101-300	56.7%	12.3%	100.0%
Ex ASX 300	29.4%	2.9%	0.0%

[^]The investment portfolio held 8.3% in cash.

Top 20 holdings
(in alphabetical order)

Code	Company Name
ACL	Australian Clinical Labs
BGA	Bega Cheese
CAJ	Capitol Health
GDG	Generation Development Group
GEM	G8 Education
GTK	Gentrack Group
HMC	HMC Capital
JDO	Judo Capital Holdings
LOV	Lovisa Holdings
MGH	Maas Group Holdings
MYR	Myer Holdings
REG	Regis Healthcare
SEK	SEEK
SGF	SG Fleet Group
SIG	Sigma Healthcare
SNL	Supply Network
SSM	Service Stream
SUM NZ	Summerset Group Holdings
TPW	Temple & Webster Group
TUA	Tuas

Diversified investment portfolio by sector



About the Investment Manager



Wilson Asset Management has a track record of making a difference for shareholders and the community for over 25 years.

As the investment manager for eight leading listed investment companies (LICs), Wilson Asset Management has a diversified offering of Australian and global listed equities and alternative assets.

Wilson Asset Management created and is the lead supporter of the first LICs to deliver both investment and social returns: Future Generation Australia (ASX: FGX) and Future Generation Global (ASX: FGG).

>\$5 billion	in funds under management
130,000	retail investors
>200 years	combined investment experience
10	investment products

Listed Investment Companies

- W | A | M Capital
- W | A | M Leaders
- W | A | M Global
- W | A | M Microcap
- W | A | M Alternative Assets
- W | A | M Strategic Value
- W | A | M Research
- W | A | M Active

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