

Investment Update & Net Tangible Assets Report

AS AT 31 DECEMBER 2015



Performance

Performance at 31 December 2015	1 Mth	Fin YTD	1 Yr	3 Yrs %pa	5 Yrs %pa	Since Inception %pa (Jan-08)
WAA Investment Portfolio*	1.3%	14.4%	19.3%	14.7%	11.8%	13.2%
S&P/ASX All Ordinaries Accumulation Index	2.6%	0.4%	3.8%	9.3%	6.5%	2.1%
Outperformance	-1.3%	+14.0%	+15.5%	+5.4%	+5.3%	+11.1%
UBS Bank Bill Index	0.2%	1.1%	2.3%	2.6%	3.4%	4.1%
Outperformance	+1.1%	+13.3%	+17.0%	+12.1%	+8.4%	+9.1%

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

Net Tangible Assets (NTA) figures

NTA before tax	104.53c
NTA after tax and before tax on unrealised gains	104.88c*
NTA after tax	104.84c**

These figures are after the payment of \$412k (1.2 cents per share) in tax during the month.

*Includes tax assets of 0.35 cents per share.

**Includes the net effect of 0.35 cents of tax assets and 0.04 cents of tax liabilities per share.

Market overview

In December 2015 the S&P/ASX All Ordinaries Accumulation Index climbed 2.6% to close the calendar year up a lacklustre 3.8%. The index was in negative territory for the first half of the month as global equity and commodity prices collapsed and the market factored in expectations of a United States rate increase, which came to fruition on 16 December. After early signs of strong Christmas spending, the market rallied in the final two weeks of the month rising almost 8%.

Australian employment data released in December was very strong, pointing to an increase of 71,000 jobs in November – one of the largest rises on record. However, the Federal Government released a downbeat mid-year economic and fiscal outlook (MYEFO), which saw Federal deficit projections downgraded by \$26 billion to \$108 billion over the next four years.

The Australian equities market has experienced a negative start to 2016 driven by renewed concerns around global growth, in particular out of China.

Our conservative cash weighting enables us to preserve capital in times of heightened volatility and provide the flexibility to pursue opportunities that arise.

WAM Active Limited

ASX Code	WAA
Listed	Jan 2008
Gross assets	\$37.7m
Market cap	\$37.4m
Share price	\$1.07
NTA before tax	\$1.05
Shares on issue	34,909,728
Fully franked final dividend (FY2015)	2.5c

Investment objectives

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

Company overview

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

Investment & Management Team

Geoff Wilson
Chairman/Portfolio Manager

Kate Thorley
Chief Executive Officer/
Company Secretary

Chris Stott
Chief Investment Officer/
Portfolio Manager

Matthew Haupt
Portfolio Manager

Martin Hickson
Senior Equity Analyst/Dealer

Tobias Yao
Equity Analyst

James McNamara
Communications Manager

Investment Update & Net Tangible Assets Report

AS AT 31 DECEMBER 2015



Diversified portfolio

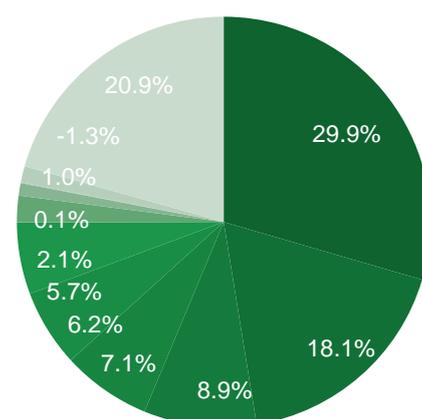
Investment Type	November 2015		December 2015	
	\$m	%	\$m	%
Listed Equities	32.3	85.3	30.2	79.1
Fixed Interest & Cash	5.6	14.7	8.0	20.9
Long Portfolio	37.9	100.0	38.2	100.0
Short Portfolio	(0.3)	(0.9)	(0.5)	(1.3)
Gross Assets	\$37.6m		\$37.7m*	
Total shares on issue	34,909,728		34,909,728	

*This figure is after the payment of \$412k (1.2 cents per share) in tax during the month.

Top holdings

Code	Company	Market Value \$	Market Value as % Gross Assets
HHV	Hunter Hall Global Value Limited	2,610,573	6.9%
CYA	Century Australia Investments Limited	1,494,762	4.0%
MYR	Myer Holdings Limited	1,253,294	3.3%
TWE	Treasury Wine Estates Limited	1,207,384	3.2%
MYX	Mayne Pharma Group Limited	1,140,274	3.0%
AOG	Aveo Group	1,056,044	2.8%
SGF	SG Fleet Group Limited	1,009,004	2.7%
BGA	Bega Cheese Limited	876,663	2.3%
DMP	Domino's Pizza Enterprises Limited	858,165	2.3%
IPP	iProperty Group Limited	814,980	2.2%
NUF	Nufarm Limited	809,867	2.2%
JBH	JB Hi-Fi Limited	808,675	2.1%
SUL	Super Retail Group Limited	802,842	2.1%
NAB	National Australia Bank Limited	793,596	2.1%
ALL	Aristocrat Leisure Limited	791,857	2.1%
PPT	Perpetual Limited	760,068	2.0%
VED	Veda Group Limited	729,772	1.9%
GJT	Galileo Japan Trust	706,418	1.9%
TGG	Templeton Global Growth Fund Limited	617,747	1.6%
HGG	Henderson Group PLC	600,172	1.6%

Sector allocation



- Financials 29.9%
- Consumer Discretionary 18.1%
- Consumer Staples 8.9%
- Industrials 7.1%
- Information Technology 6.2%
- Health Care 5.7%
- Materials 2.1%
- Energy 1.0%
- Telecommunication Services 0.1%
- Short Stock -1.3%
- Cash and Fixed Interest 20.9%

Investment Update & Net Tangible Assets Report

AS AT 31 DECEMBER 2015



Dividends

On 30 October 2015, the Company paid a fully franked final dividend for FY15 of 2.5 cents per share. The Directors intend to pay an interim dividend in FY2016, which will be announced with the release of WAA's half year results in February 2016, 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. Dividends are usually paid on a six-monthly basis and the dividend reinvestment plan is available to shareholders for both the interim and final dividend.

WAM Active dividends since inception

