



28 August 2009

MEDIA RELEASE

**WILSON INVESTMENT FUND LTD
RESULTS SUMMARY
FOR THE YEAR ENDED 30 JUNE 2009**

- Operating profit* before tax was \$1.05m
- Operating profit* after tax was \$2.14m
- Pre tax net tangible assets was 86.58c** a share
- After tax net tangible assets was 86.58c** a share
- Fully franked final dividend of 2.0 cents a share payable on 30 October 2009
- Full year dividends declared in 2008/09 total 4.0 cents per share fully franked
- On market share buy-back equivalent to 10% of issued capital commencing 14 September 2009

* After impairment and before realised gains/losses on investments

** This figure include tax assets of 6.6 cents per share

For further information please contact Mr Geoff Wilson or Mr Matthew Kidman on (02) 9247 6755

Level 11, 139 Macquarie Street, Sydney NSW 2000 | GPO Box 4658 Sydney NSW 2001 | ABN 15 100 504 541
Phone 02 9247 6755 | Fax 02 9247 6855 | info@wami.com.au | www.wilsonassetmanagement.com.au

WILSON INVESTMENT FUND LIMITED

Wilson Investment Fund Limited (WIL) today announced an operating profit before tax (before realised gains on investments) for the year to 30 June 2009 of \$1.05 million, and, with a tax credit of \$1.08m, an after tax profit of \$2.14 million. This is after accounting for impairment losses of \$3.63m. These losses were taken on Mariner Financial Limited (MFI) and Cockatoo Ridge Wines Limited (CKR). The profit from ongoing investment activities, excluding impairment losses, equated to \$4.68 million a 9.9% decrease on the previous year. This reflects current market conditions with dividends received during the year from investee companies decreasing 12.7%.

The gross value of the WIL's portfolio fell 4.8% in the 12 months to June 30, 2009. This compares to a 22.2% decline in the All Ordinaries Accumulation Index for the same period. WIL benefitted from a large exposure (approximately 45%) to the financial sector. The S&P/ASX Financial Accumulation Index for the same period fell 13.2% during the financial year. WIL has no exposure to the resources sector, which experienced a 32% fall for the year.

In the space of just 5 months investor sentiment has gone from an all time low to verging on euphoric. This tidal swing in enthusiasm to buy shares has gained significant momentum since the Australian share market bottomed on March 6, this year. The end result has been a staggering 44 per cent gain in the All Ordinaries Index. The rally is stronger than any other experienced in Australia when rebounding out of a bear market.

This rally has seen price to earnings multiples for 2010 jump from just under 10 times to 14 times. While this is around the historical average for industrial companies, it means shares in this sector are no longer cheap. The price to earnings multiple expansion is quite normal in preparation for an economic recovery. However, with the prospect of rising interest rates through 2010, we are becoming increasingly cautious. Share prices have historically not responded well to a rising interest rate environment. History also tells us that when markets hit multi year highs, as was the case in 2007, it takes between 5 and 8 years to surpass that old high.

As at June 30, WIL has 81% of its assets invested in industrial companies, 17% of its portfolio in cash and term deposits and 2% in hybrids. The equity portion increased over the course of the year with investments in IRESS Market Technology Limited (IRE), Wotif.com Holdings Limited (WTF), Australia and New Zealand Banking Group Limited (ANZ), National Australia Bank Limited (NAB), Westpac Banking Corporation (WBC), Commonwealth Bank of Australia (CBA), Wide Bay Australia Limited (WBB), AP Eagers Limited (APE), Prime Media Group Limited (PRT) and Reece Australia Limited (REH).

During the period we sold our holdings in Bank of Queensland Limited (BOQ), Toll Holdings Limited (TOL) and Australia and New Zealand Banking Group Limited (ANZ) after the stock was received as a result of the conversion of preference shares. We received \$8.05 million in proceeds.

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Net Asset Backing

The net tangible assets (NTA) on listing in August 2003 were 98.0 cents a share.

Below is a table of the Company's position as at 30 June 2009. This is after the payment of 24.00 cents a share in fully franked dividends since listing.

NTA before tax payable and after tax assets	86.58c
NTA after tax and before tax on unrealised gains	86.58c
NTA after tax (including unrealised gains tax)	86.58c

The above figures include tax assets of 6.6 cents per share and before the provision of the fully franked dividend of 2.0 cents per share payable on 30 October 2009.

Dividends

The Board declared a final dividend for the year of 2.0 cents a share fully franked, payable on 30 October 2009. The final dividend carries with it an attributable LIC capital gain of 0.2 cents per share which will enable some shareholders to claim a tax deduction. The shares will trade ex dividend on 20 October 2009. The full year ordinary dividends totals 4.0 cents per share fully franked.

The dividend re-investment plan will be operating at no discount. To participate in the dividend re-investment plan, please send your election to our share registrar no later than the 26 October 2009.

The Boards' policy is to deliver an increasing stream of fully franked dividends to investors over time. Dividends can only be paid if the Company has sufficient profits and franking credits.

Share Buy Back

The Board announced a fourth share buy-back of 10% of issued capital, to commence on 14 September 2009. The Board is of the belief that WIL's current share price of \$0.72, a 20.0% discount to the after-tax value of its portfolio as at 31 July 2009, represents excellent value.

Portfolio Structure

Investment Type	As at 30 June 2008		As at 30 June 2009	
	\$m	%	\$m	%
Listed Equities	84.53	76.2%	80.68	81.0%
Listed Hybrids	12.94	11.7%	2.30	2.0%
Fixed Interest and Cash	13.43	12.1%	16.44	17.0%
Total Assets	110.90	100.0%	99.42	100.0%
Total no. of ord shares on issue		122,135,783		123,702,689

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Portfolio

The major securities held as at 30 June 2009:

Australian Stock Exchange Ltd (ASX)	Tattersall's Ltd (TTS)
National Australia Bank Ltd (NAB)	Graincorp Ltd (GNC)
Tower Australia Group Ltd (TAL)	Tabcorp Holdings Ltd (TAH)
Westpac Banking Corporation (WBC)	IOOF Holdings Ltd (IFL)
Primary Health Care Ltd (PRY)	Seven Network Ltd Prefs (SEVPC)
Metcash Ltd (MTS)	Clime Investment Management Ltd (CIW)
Bendigo and Adelaide Bank Ltd (BEN)	Aevum Ltd (AVE)
Commonwealth Bank of Australia (CBA)	Credit Corp Group Ltd (CCP)
Wide Bay Australia Ltd (WBB)	Perpetual Ltd (PPT)
AP Eagers Ltd (APE)	Sigma Pharmaceuticals Ltd (SIP)
McMillan Shakespeare Ltd (MMS)	CSR Limited (CSR)
ANZ Banking Group Ltd (ANZ)	IRESS Market Technology Limited (IRE)
ARB Corporation Ltd (ARP)	Equity Trustees Ltd (EQT)
SAI Global Ltd (SAI)	Willmott Forests Ltd Prefs (WFLPA)
Calliden Group Ltd (CIX)	Reece Australia Ltd (REH)
Photon Group Ltd (PGA)	Tower Ltd (TWR)

We would like to thank our investors for their continued support throughout the last 12 months which has been a very volatile time for the equity markets. We look forward to seeing you at our shareholder presentation in November where we will give you a further update on the Company's performance and the broader markets.

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