



13 August 2014

Dear fellow shareholder

Shareholder Update

I would like to thank you for your continued support of WAM Active Limited and provide you with an overview of the Company's recent results. Please also see below an update on various matters including upcoming shareholder presentations and the Dividend Reinvestment Plan ('DRP').

WAM Active FY2014 Financial Results

The Company was pleased to recently announce a full year before tax profit of \$4.1 million, an increase of 129.4%, and a fully franked final dividend of 4.8 cents per share. In 2014 WAM Active's investment portfolio increased 19.4% and the total shareholder return was 35.1%. Full details of the Company's FY2014 results are enclosed.

Dividend Reinvestment Plan – discount 5.0%

The DRP subscription price on the final dividend will operate with a 5.0% discount. Please find further details about the DRP enclosed.

If you would like to participate in the DRP, please complete the enclosed form and return it to our share registry Boardroom Pty Limited in the reply paid envelope by 16 October 2014. If you are a registered user, you can elect to participate in the DRP online via InvestorServe – a secure website operated by Boardroom that allows you to view and manage details relating to your shareholding. See www.investorserve.com.au

Dividend Timetable – 4.8 cent dividend per share

Dividend ex date	13 October 2014
Dividend record date	15 October 2014
Elect to participate in the DRP	(no later than) 16 October 2014
Dividend payment date	24 October 2014

DRP Rules Updated

The WAM Active DRP Rules were recently amended to reflect changes to the ASX Listing Rules requiring companies shorten the ex period on dividends. Under the new DRP Rules, the subscription price for shares allotted under the DRP will be the volume weighted average market price (VWAP) of shares sold on the ASX on the ex date for the relevant dividend and the three trading days following that date, less any discount (i.e. a 4 day VWAP ex dividend share price). Previously, the subscription price was calculated using the VWAP for the three days *preceding* the record date (i.e. a 4 day VWAP ex dividend share price)

The updated DRP Rules are available on our website www.wamfunds.com.au or alternatively, if you would like to receive a copy please contact the office – details below.

Weekly Investor Update – gain valuable market insights

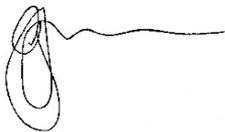
Every week we share our investment team's market insights with our shareholders in a Weekly Investor Update. The email by our Chief Investment Officer Chris Stott includes topical market news, our current market outlook, latest news on companies in the investment portfolio, recent articles we've written and upcoming media appearances. If you would like to subscribe to our complimentary Weekly Investor Update, you can subscribe through the 'subscribe here' button on our website www.wamfunds.com.au or please contact the office – details below.

Upcoming Investor Presentations

Our upcoming Investor Presentations will provide shareholders with the opportunity to meet our investment team and gain a deeper insight into our investment approach and current views on the equity market. Investor Presentations will be held in November and December in capital cities around the country. You will receive a formal invitation in October, however, presentation dates and details are provided below so you can mark your diaries now.

If we can help you with any information, please contact our office on (02) 9247 6755.

Yours sincerely



Geoff Wilson
Chairman

Investor Presentation Details

Perth

Thursday, 20 November 2014
10.00am – 12.00pm
Rydges
Cnr King & Hays St
Perth

Sydney

Friday, 28 November 2014
9.30am – 10.00am (AGM)
11.30am – 12.30pm (Presentation)
Wesley Conference Centre
220 Pitt Street
Sydney

Adelaide

Monday 1 December 2014
10.00am – 12.00pm
National Wine Centre of Australia
Cnr Botanic & Hackney Rd
Adelaide

Melbourne

Tuesday 2 December 2014
10.00am – 12.00pm
Rydges
180 Exhibition St
Melbourne

Brisbane

Wednesday 3 December 2014
10.00am – 12.00pm
Brisbane Convention & Exhibition Centre
Cnr Merivale & Glenelg St
South Bank

Canberra

Thursday 4 December 2014
10.00am – 12.00pm
Belconnen Premier Inn
110 Benjamin Way
Belconnen



ABN 49 126 420 719

All correspondence to:

BoardRoom
Smart Business Solutions

Boardroom Pty Limited
ABN 14 003 209 836

GPO Box 3993
Sydney NSW 2001

Tel: 1300 737 760 (within Australia)
Tel: +61 2 9290 9600 (outside Australia)
Fax: +61 2 9279 0664

www.boardroomlimited.com.au
enquiries@boardroomlimited.com.au

Dividend Reinvestment Plan (DRP) – Application

This form is to be completed where the securityholder wishes to have their payments reinvested under the rules of the Dividend Reinvestment Plan. DRP rules are available at www.wamfunds.com.au

Option 1 Full Participation in the DRP

All securities held will participate in DRP. No cash distribution will be issued

Option 2 Partial Participation in the DRP

Please write in the box the number of securities you would like to participate in the DRP. The distribution on the balance of your securities (if any) will be issued in cash.

Sign Here – This section must be signed for your instructions to be executed

I/We authorise you to act in accordance with my/our instructions set out above. I/We acknowledge that these instructions supersede and have priority over all previous instructions relating to payments of dividends/distributions to which I/we am/are entitled to be paid in cash and that these instructions do not override any previous Reinvestment Plan instructions unless I/we have so indicated by marking in the relevant box above.

Individual or Securityholder 1

Sole Director and
Sole Company Secretary

Securityholder 2

Director

Securityholder 3

Director/Company Secretary

Day		Month		Year		
<input type="text"/>						

Privacy Statement

The personal information in this form is collected by Boardroom Pty Limited ("Boardroom"), as registrar for the issuer of the securities you hold.

Boardroom Pty Limited's privacy policy can be viewed on our website (www.boardroomlimited.com.au).

Your personal information is required for administration of the register of securityholdings. Should some or all of the requested information not be provided correct administration of your securityholding may not be possible. Your personal information may be disclosed to the issuer of the securities you hold, its or our related bodies corporate, external service companies such as print or mail service providers or otherwise as permitted by law. If, in accordance with the provisions of the Corporations Act the issuer of the securities you hold approves, you may be sent marketing material in addition to general corporate communications. You may elect not to receive marketing material by contacting Boardroom Pty Limited.

You can obtain access to your personal information and (if required) advise of any incorrect, inaccurate or out of date data information held, by contacting Boardroom Pty Limited on 1300 737 760

DIVIDEND REINVESTMENT PLAN (DRP) INFORMATION

What is a DRP?

A Dividend Reinvestment Plan ('DRP') is the opportunity to invest all or part of your dividends in new shares in the Company. By participating in the DRP you will receive shares instead of a cash dividend without paying any brokerage. The Company's DRP is currently operating at a 5% discount. This means you have the opportunity to buy new shares in the Company at a discount to the market price without paying any brokerage.

How does the DRP work?

You can participate in the DRP and therefore elect to receive shares as part, or all, of your dividend. If you decide to participate fully in the DRP, the Company issues new shares to you in lieu of cash. These shares are newly issued shares which will contribute to an increase in the size of the Company.

What is the subscription price?

The price at which the DRP shares are issued is called the subscription price. The subscription price at which shares will be issued under the DRP is a 5% discount to the average price of the shares over the four trading days from the ex date. This average price incorporates the volume traded in the market over this period.

The subscription price is announced to the Australian Securities Exchange ('ASX') and included on our website on the record date.

How do I participate in the DRP?

To participate in the DRP, please complete and return the enclosed form in the reply paid envelope by the deadline to our share register, Boardroom Pty Limited.

What are the tax implications?

The Australian Taxation Office ('ATO') treats dividends the same whether a shareholder participates in the DRP or not. You will receive a dividend statement explaining the dividend and franked component to lodge with your annual tax return.

The shares acquired via the DRP are simply new shares purchased at the subscription price at the issue date.

Further information

For more information, please refer to the DRP Rules by following the links on our website: www.wamfunds.com.au. You can also contact the office on (02) 9247 6755 for a copy of the DRP Rules.

Disclaimer

The information provided in this document is general only. It does not take into account the investment objectives, financial situation or particular needs of any person and may not be appropriate for your requirements. We strongly suggest that investors consult a financial adviser prior to making any investment decision.

WAM Active Limited (WAA)

ASX Announcement/Media Release

5 August 2014



WAM Active full year profit up 129.4% Fully franked full year dividend of 9.6 cents per share

Highlights

- Operating profit before tax of \$4.1m, up 129.4%
- Total shareholder return 35.1%
- Fully franked full year dividend of 9.6 cents per share

WAM Active Limited (ASX: WAA) ('WAM Active' or the 'Company') today announces an increase of 129.4% in operating profit before tax to \$4.1 million and an increase of 111.5% in operating profit after tax to \$3.2 million for the year to 30 June 2014. The investment portfolio returned 19.4% for FY2014 and shareholders equity grew to \$36.4 million, up 31.6% on the prior year.

The increase in the Company's profit reflects the change in the value and size of the investment portfolio, which outperformed the S&P/ASX All Ordinaries Accumulation Index over the period.

The Company announces a fully franked final dividend of 4.8 cents per share, bringing the total dividend for FY2014 to 9.6 cents per share.

WAM Active Chairman Geoff Wilson said: "WAM Active has continued to deliver a strong result for shareholders. Since listing in 2008, the Company has effectively applied an investment approach which provides investors with exposure to active trading strategies."

Chief Executive Officer, Kate Thorley, said: "The Company has continued to grow through performance and the exercise of options. Gross assets increased 33.0% to 37.8 million and shareholders equity increased 31.6% to \$36.4 million."

Performance at 30 June 2014	1 Yr	3 Yrs %pa	5 Yrs %pa	Since inception %pa (Jan-08)
WAA Investment Portfolio*	19.4%	13.3%	14.7%	13.1%
S&P/ASX All Ordinaries Accumulation Index	17.6%	9.7%	11.0%	1.6%
Outperformance	+1.8%	+3.6%	+3.7%	+11.5%
UBS Bank Bill Index (Cash)	2.7%	3.6%	3.9%	4.4%
Outperformance	+16.7%	+9.7%	+10.8%	+8.7%

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

Investment portfolio performance

As WAM Active is an absolute return fund, it is not benchmarked against an equity index. The above table provides the performance of the investment portfolio against the S&P/ASX All Ordinaries Accumulation Index and the UBS Bank Bill Index as points of reference.

WAM Active Limited (WAA)

ASX Announcement/Media Release

5 August 2014



WAM Active's investment portfolio increased 19.4% for the 12 months to 30 June 2014. The portfolio's top performing stocks were: Aveo Group (AOG), Hills Limited (HIL), and Macquarie Atlas Roads Group (MQA).

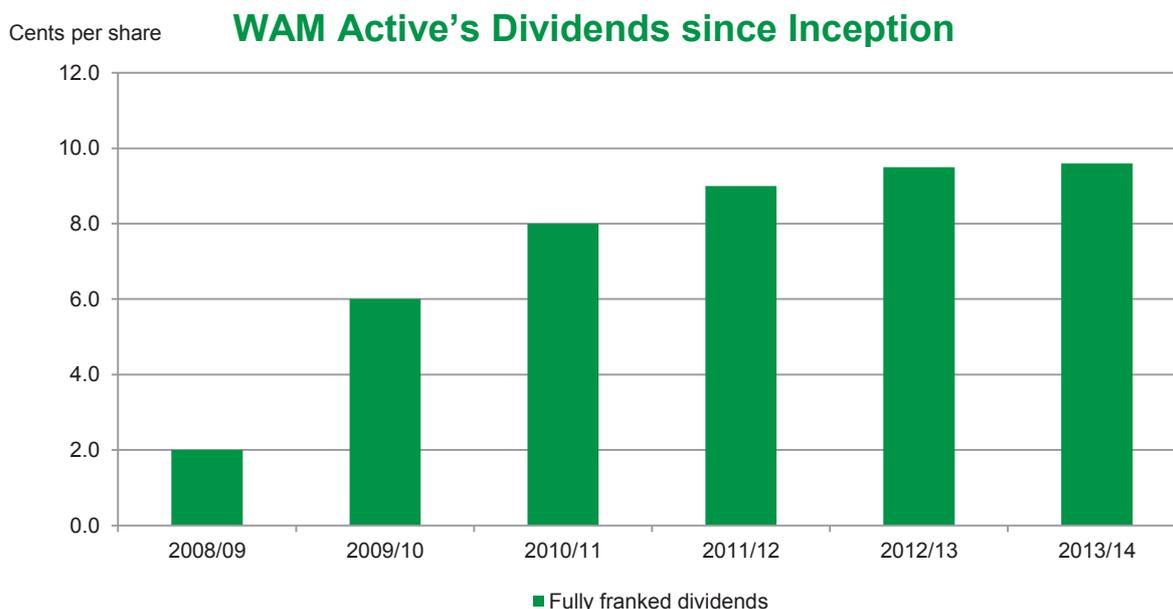
Chief Investment Officer, Chris Stott, said: "The Company's investment portfolio delivered a solid result in FY2014 due to its flexible investment approach, which allows us the ability to take advantage of various trading strategies. A heightened level of corporate activity created further investment opportunities during the year."

Fully franked dividends

The Board has resolved to pay a fully franked final dividend of 4.8 cents per share, bringing the total dividend for the year to 9.6 cents per share. The final dividend will be paid on 24 October 2014 and will trade ex on 13 October 2014.

The dividend reinvestment plan will operate at a 5.0% discount for the final dividend.

The Board is committed to paying an increasing stream of fully franked dividends to shareholders, provided the Company has sufficient profit reserves, franking credits and it is within prudent business practices.



Equity market outlook

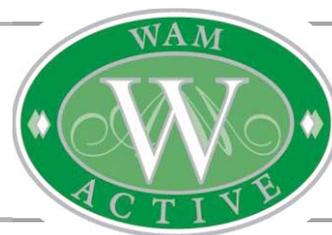
Domestically, we expect interest rates to remain low in the short to medium term, and this will eventually have a positive impact on Australia's economic growth. The May Federal Budget has thwarted recent growth with consumer confidence dipping below GFC levels.

Globally, the US economy remains in recovery mode six years post recession, with the housing market very strong and the US share-market continuing to hit record highs. The economic recovery will continue to improve but much will depend on how the US market reacts to interest rate increases in 2015.

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The outlook for European economies remains mixed. Continuing high unemployment in several regions, including Spain and Greece, is likely to result in Europe's economic growth remaining well below trend for many years.

Chinese authorities have forecast 7.5% economic growth for the 2014 calendar year which restores the country's growth to a more sustainable level.

"Low interest rates, strong company balance sheets and subdued domestic growth is expected to lead to accelerated mergers and acquisitions activity over the coming year," said Mr Stott.

Company outlook

With a cash weighting of 46.5% as at 30 June 2014, no debt and a flexible and proven investment approach, WAM Active is well positioned to capitalise on opportunities in the market as they arise. The investment team are confident current market conditions will provide opportunities to deploy a range of active investment strategies including takeover arbitrage, initial public offerings and placements.

Top holdings (as at 30 June 2014)

Code	Company	Market Value as % Gross Assets
CBAPA	CBA Perpetual Exc Resale Listed Sec - PERLS V	4.3%
CYA	Century Australia Investments Limited	4.3%
MQA	Macquarie Atlas Roads Group	4.0%
WIC	Westoz Investment Company Limited	3.5%
IPE	IPE Limited	3.3%
HIL	Hills Limited	3.3%
CGF	Challenger Limited	3.2%
CYG	Coventry Group Limited	2.2%
CCP	Credit Corp Group Limited	2.2%
MYR	Myer Holdings Limited	2.1%
GMA	Genworth Mortgage Insurance Australia Limited	2.1%
HHV	Hunter Hall Global Value Limited	2.0%
IBC	Ironbark Capital Limited	1.8%
WBCPB	WBC Stapled Preferred Security II	1.7%
TWE	Treasury Wine Estates Limited	1.4%
SDG	Sunland Group Limited	1.4%
IVC	Invocare Limited	1.2%
CTN	Contango Microcap Limited	1.2%
CCL	Coca-Cola Amatil Limited	1.1%
GJT	Galileo Japan Trust	1.0%

Ends

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5 August 2014



About WAM Active

WAM Active Limited (ASX: WAA) is a Listed Investment Company managed by MAM Pty Limited. 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. WAA's investment objectives are to: deliver a regular income stream via fully franked dividends; provide a positive return with low volatility, after fees, over most periods of time; and to preserve capital.

For more information visit www.wamfunds.com.au

For further information, please contact:

Geoff Wilson

Chairman/ Portfolio Manager

02 9247 6755

0412 242 712

Judith Buchan

Head of Corporate Affairs

02 9258 4909

0411 597 326