

WAM Microcap Share Purchase Plan and Placement pricing update

18 April 2024
ASX announcement
and media release

In light of market conditions, the WAM Microcap Limited (ASX: WMI) Board of Directors has decided it is in the best interests of shareholders to reprice the Share Purchase Plan (SPP) and Placement to the estimated pre-tax net tangible assets (NTA) of the Company as at close of business on 22 April 2024.

Chairman Geoff Wilson AO said: "Thank you to all shareholders who have applied for additional shares in the SPP to date. We believe that it is fair and equitable to reprice the SPP and Placement at the live NTA of the Company," he said.

The final SPP Price will be announced on the morning of 23 April 2024. The SPP Price will be the lower of the 22 April 2024 estimated pre-tax NTA or the previously announced price of \$1.455 per share, being the 31 March 2024 pre-tax NTA. Those shareholders who have already made applications will receive the adjusted amount of shares equivalent to the final SPP Price and their application amount.

Shareholders can apply for the SPP via an [online acceptance facility](#). The SPP will close on **Monday, 22 April 2024**. Full details including access to the dedicated website and application instructions are available in the [SPP booklet](#).

The Company is looking to raise a total of \$75.0 million between the SPP and Placement, with the offer being made to shareholders¹ of WAM Microcap who were on the register as of 28 March 2024 (the Record Date), who have supported the Company since its inception in 2017. WAM Microcap has the capacity to raise \$138.9 million through the SPP and Placement, however, is only seeking to raise \$75.0 million, ensuring the capital is deployed into the most compelling opportunities.

The SPP provides the opportunity to acquire up to \$30,000 of fully paid ordinary shares in WAM Microcap, without incurring brokerage fees. Shareholders who participate in the SPP and Placement will be entitled to the fully franked interim dividend² of 5.25 cents per share.

Pleasingly, the WAM Microcap investment portfolio has outperformed the S&P/ASX Small Ordinaries Accumulation Index by 2.2% in the month to date. Through the Company's continued focus on undervalued micro-cap growth companies with a catalyst, the investment portfolio has increased 16.4%³ per annum since inception in June 2017, outperforming the Index by 9.4% per annum. Since inception in June 2017, WAM Microcap has delivered total shareholder return (TSR) including the value of franking credits of 12.7% per annum, well above the return of the S&P/ASX Small Ordinaries Accumulation Index of 7.0% per annum over the same period.

Shareholders who participate in the SPP and Placement will be entitled to receive the fully franked interim dividend² of 5.25 cents per share. The fully franked interim dividend of 5.25 cents per share represents an annualised FY2024 fully franked dividend yield of 7.2%⁴ and an annualised grossed-up dividend yield of 10.3%⁵ on the 31 March 2024 pre-tax NTA.

¹Subject to clause 1(c) to 1(i) of the SPP Terms and Conditions, all persons registered as holders of fully paid ordinary shares in WAM Microcap as at 7:00pm (Sydney time) on 28 March 2024 with a registered address in Australia or New Zealand.

²Assumes shareholders continue to hold shares issued under the SPP and Placement at the dividend record date on 20 May 2024.

³Investment portfolio performance is before expenses, fees and taxes to compare to the relevant index which is also before expenses, fees and taxes.

⁴Based on an annualised FY2024 fully franked interim dividend of 10.5 cents per share and the 31 March 2024 pre-tax NTA of \$1.455 per share.

⁵Grossed-up dividend yield includes the benefit of franking credits and is based on a tax rate of 30.0%.

SPP and Placement

The Placement is currently expected to occur following the close of the SPP next week, to existing, long-term WAM Microcap professional and sophisticated investors⁶ at the same price and under the same terms as the SPP. Further information on the Placement can be found [here](#).

If you would like to participate in the Placement, please call Hamish Nairn from Taylor Collison or contact Philip Lee from Morgans.

Hamish Nairn
Taylor Collison
(08) 8217 3908
hnairn@taylorcollison.com.au

Philip Lee
Morgans
(07) 3334 4864
philip.lee@morgans.com.au

If you have any questions in relation to the SPP, please contact Wilson Asset Management Chief Financial Officer Jesse Hamilton or Olivia Harris. Alternatively, you can consult your financial advisor or stockbroker.

Chairman & Chief Investment Officer
Geoff Wilson AO
X: [@GeoffWilsonWAM](#)
(02) 9247 6755
info@wilsonassetmanagement.com.au

Chief Financial Officer & Company Secretary
Jesse Hamilton
0401 944 807
jesse@wilsonassetmanagement.com.au

Corporate Affairs
Olivia Harris
(02) 9247 6755
olivia@wilsonassetmanagement.com.au

⁶These terms are defined in the Corporations Act and refer to individuals with net assets greater than \$2.5 million, or those who earn gross income of \$250,000, or a superannuation fund with net assets of at least \$10 million.

About WAM Microcap

WAM Microcap Limited (ASX: WMI) provides investors access to a portfolio of undervalued micro-cap growth companies with a market capitalisation of less than \$300 million at the time of acquisition. WAM Microcap also provides exposure to relative value arbitrage and market mispricing opportunities. WAM Microcap's investment objectives are to deliver a stream of fully franked dividends, provide capital growth over the medium-to-long term and preserve capital.

All major platforms provide access to WAM Microcap, including Asgard eWRAP Investment, BT Panorama, BT Wrap, Colonial First State FirstWrap, Hub24, IOOF Pursuit Select Investment Service, Macquarie Investment Manager / Consolidator, MLC Wrap IDPS and SMS, Netwealth Wrap and North Investment.

Listed
June 2017



WAM Microcap receives coverage from the following independent investment research providers:



BELL POTTER



ORD MINNETT

This announcement has been authorised by the Board of WAM Microcap Limited.

About Wilson Asset Management

Wilson Asset Management has a track record of making a difference for shareholders and the community for 25 years and is the investment manager for eight LICs – WAM Capital (ASX: WAM), WAM Leaders (ASX: WLE), WAM Global (ASX: WGB), WAM Microcap (ASX: WMI), WAM Alternative Assets (ASX: WMA), WAM Strategic Value (ASX: WAR), WAM Research (ASX: WAX), WAM Active (ASX: WAA) – and the Wilson Asset Management Leaders Fund. Wilson Asset Management invests over \$5 billion on behalf of more than 130,000 retail investors.

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). Wilson Asset Management advocates and acts for retail investors, is a member of the global philanthropic Pledge 1% movement, is a significant funder of many Australian charities and provides all team members with \$10,000 each year to donate to charities of their choice. All philanthropic investments are made by the Investment Manager.



5 billion
in funds under management

>200 Years
combined investment
experience

+25 Years
making a difference for
shareholders

10
investment products

For more information visit www.wilsonassetmanagement.com.au or contact:

Geoff Wilson AO
Chairman &
Chief Investment Officer
(02) 9247 6755

Kate Thorley
Chief Executive Officer
(02) 9247 6755
0405 115 644

Jesse Hamilton
Chief Financial Officer
(02) 9247 6755
0401 944 807

Samantha Philp
Head of Corporate Affairs
& Marketing
(02) 9247 6755
0410 696 730