



WAM Leaders (ASX: WLE)

FY2016 update

17 August 2016

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WAM Leaders (ASX: WLE)

- Research Driven
- Active
- Index and sector unaware
- Focused on opportunities in the S&P/ASX 200 Index



Investment objectives:

- 1 Deliver a stream of fully franked dividends
- 2 Provide capital growth
- 3 Preserve capital

As at 16 August 2016

Share price: \$1.17

Option price: \$0.065

Package: \$1.235

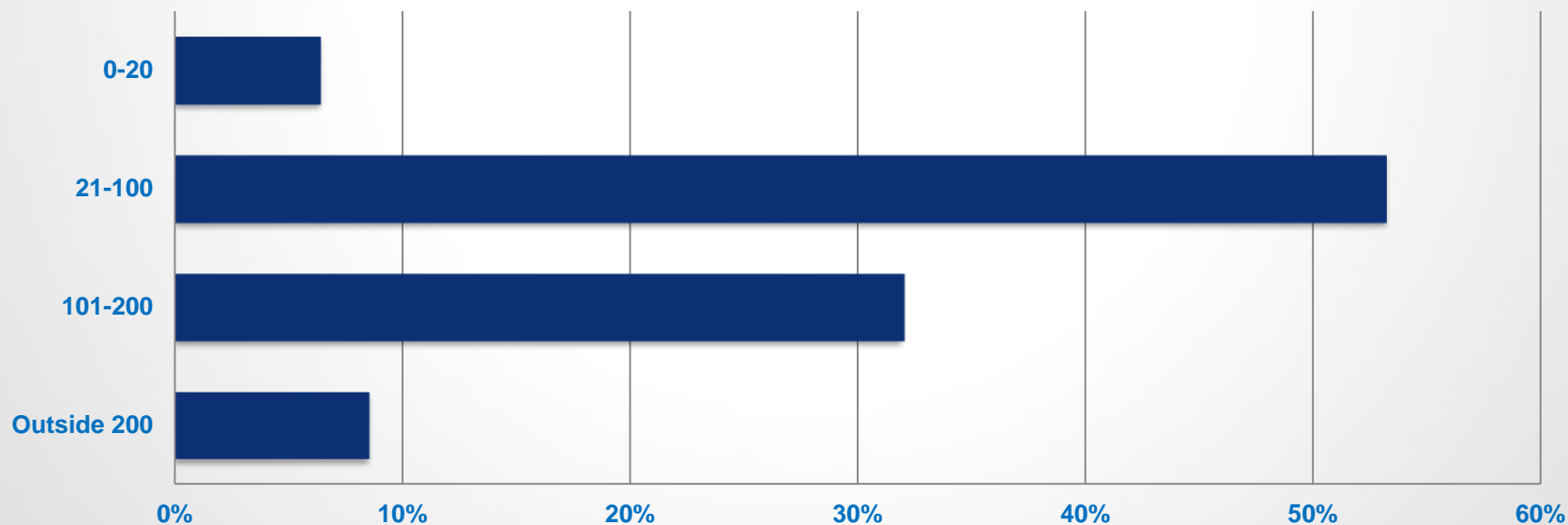
WAM Leaders (ASX: WLE)

Portfolio structure

15 August 2016

Investment type	\$m	%
Listed equities	313.6	78.2
Short Portfolio	(17.0)	(4.2)
Fixed interest and cash	104.6	26.0
Gross assets	\$401.2	100.0
Total ordinary shares on issue		358,755,160

Portfolio composition by market capitalisation



Top holdings (as at 15 August 2016)

Code	Company	Market Value \$	Market Value as % Gross Assets
ORA	Orora Limited	18,675,805	4.8%
ALQ	ALS Limited	16,916,338	4.2%
CCP	Credit Corp Group Limited	16,578,998	4.1%
ALL	Aristocrat Leisure Limited	15,907,962	4.0%
RWC	Reliance Worldwide Corporation Pty Limited	13,223,258	3.3%
JHX	James Hardie Industries	12,398,100	3.1%
TPM	TPG Telecom Limited	12,364,924	3.1%
RCG	RCG Corporation Limited	11,400,345	2.8%
AAD	Ardent Leisure Group	10,883,635	2.7%
ECX	Eclix Group Limited	10,221,937	2.6%

Global market overview and outlook

1 Post Brexit vote, it appeared that market volatility would increase and it was a perfect chance for the market to sell off.

2 Initial uncertainty in the days following saw global yields fall off, which then became the catalyst for the market to rally.

3 Despite the potential global growth environment having deteriorated and risks increased, equities rallied off the back of flatter yield curves.

4 Concern remains around the Italian bank situation – a bail out package will likely need to be arranged in the next few weeks.

5 Economic data out of UK remains a risk, as evidenced by recent PMI figures.

6 Despite risks to underlying economic conditions, central banks across the world are likely to provide support.

7 We expect ECB, BOE, RBA, and BOJ all to implement easier policies over the next months.

Australian market overview and outlook



1 Domestically, economic data remains relatively strong.

2 Unemployment rates are holding but underemployment is increasing.

3 Growth is at steady levels.

4 The RBA cut the cash rate to 1.5% in August, a record low, with potential for further cuts

5 Reporting season will be a test to the markets' current valuations versus the current and expected earnings growth of the market

What we like – Research Driven



Reliance Worldwide Corporation (ASX: RWC)

MARKET CAP
\$1.7bn

FY17 PE
27x

EPS GROWTH
27%

Designer and manufacturer of water flow and control products for “behind the wall” plumbing

WHY WE LIKE IT:

- Current product suite demonstrates growth in repair and renovate market.
- Key product - “Sharkbite”, utilises ‘Push To Connect’ brass fittings to provide more efficient plumbing solutions for plumbers and DIY trades.
- Pending launch of patent-protected ‘EvoPEX’ later this year presents new market opportunity.

What we like – Research Driven



Orora Ltd
(ASX: ORA)

MARKET CAP
\$3.8bn

FY17 PE
21x

EPS GROWTH
16%

Orora is a leading packaging company with operations in Australia and America.

WHY WE LIKE IT:

- We like the defensive nature of the business with its exposure to beverage and food consumption
- Potential for growth opportunities through further acquisitions: Recent acquisition of IntegraColor in the US provides a platform for growth
- Continued utilisation improvements and cost out initiatives to drive margin improvement.

What we like – Research Driven



Credit Corp Group

**Credit Corp
Group Ltd**

(ASX: CCP)

MARKET CAP

\$793m

FY17 PE

14x

EPS GROWTH

20%

CCP is a receivable management company which provides debt purchase and collection services in Australia, NZ and the USA.

WHY WE LIKE IT:

- CCP has a market leading offering with a strong and experienced management team
- Well positioned to capitalise on new market opportunities in the US
- Market still underappreciated growth trajectory of earnings outlook

What we like – Market Driven



Aristocrat Leisure Ltd

(ASX: ALL)

MARKET CAP

\$10bn

FY17 PE

22x

EPS GROWTH

20%

Aristocrat is a developer, manufacturer and distributor of gaming content/platforms/systems around the world.

WHY WE LIKE IT:

- Strong market position: ALL continues to grow its market share in the Australian poker machine industry
- New products such as Lighting Links and Buffalo Grand continue to provide platform for growth in US market in both recurring revenue and outright sales categories
- Digital platform revenue and profit continue to produce exceptional results

Investor communication



Weekly emails
including market
updates



Half yearly
national investor
presentations



Monthly NTA
announcement
& investment update



Half & full year
financial results



Website
wamfunds.com.au



Media



Industry
conferences



Independent
research

Investor presentations – November 2016

Adelaide	Perth	Canberra
Wednesday 16 November	Thursday 17 November	Monday 21 November
The Playford 120 North Terrace Adelaide SA 5000	The Duxton 1 St Georges Terrace Perth WA 6000	Belconnen Premier Inn 110 Benjamin Way Belconnen ACT 2616
Presentation: 10.00am – 12.00pm	Presentation: 10.00am – 12.00pm	Presentation: 10.00am – 12.00pm
Sydney	Melbourne	Brisbane
Wednesday 23 November	Thursday 24 November	Friday 25 November
The Hilton 488 George St Sydney 2000	Melbourne Convention Centre 1 Convention Centre Place South Wharf VIC 3006	Brisbane Exhibition & Convention Centre Cnr Merivale & Glenelg St Southbank QLD 4101
Presentation: 11.00am – 1.00pm	Presentation: 10.00am – 12.00pm	Presentation: 10.00am – 12.00pm

Contact us

Email: info@wamfunds.com.au

Phone: (02) 9247 6755

Fax: (02) 9247 6855

Website: www.wamfunds.com.au

Twitter: @WilsonAssetMgmt

LinkedIn: Wilson Asset Management