

WILSON LEADERS LIMITED

A.B.N. 64 106 845 970



WILSON LEADERS LIMITED (WLS) – JUNE 2006 INVESTMENT UPDATE & NTA

Wilson Leaders Limited (WLS) listed on the Australian Stock Exchange on the 10th February 2004 after raising \$44.2 million. Wilson Leaders is a Listed Investment Company that invests in a portfolio of Australia's leading public companies.

As at 30 June 2006:

NTA before tax	127.74c*
NTA after tax and before tax on unrealised gains	126.39c*
NTA after tax	120.56c*

* After the payment of an interim dividend of 3.0 cents a share fully franked, paid 28 April 2006.

MARKET OUTLOOK

The Australian Economy:

The Australian economy is well supported in the medium term with global growth driven by our key trading partners. Most importantly, Japan, Australia's largest trading partner, is experiencing growing confidence in the sustainability of this recovery following many false starts. The resource and infrastructure segments of the economy have been the major beneficiaries of the growth in Asia. The multiplier effects through the economy are significant and should not be underestimated.

While business investment has been particularly strong more recently, household spending has been soft largely in response to higher rates and a weaker housing market. We would expect to see some acceleration in household spending in the medium term as employment conditions continue to be very supportive and the fiscal stimulus from the last budget starts to flow through from July.

While we expect to see some modest further tightening in financial conditions, we are approaching the end of this tightening cycle. We would expect to see some modest acceleration in the domestic economy as we move through the year.

Equity Markets:

Given our favorable outlook for the economy we would expect corporate Australia to deliver solid results as we move into the reporting season in August. There was a discrete absence of profit warnings in the fourth quarter of the financial year when companies that are struggling to make results come clean in the "confession season".

The correction in May has seen the market off 10% from the high reached earlier in that month. Volatility and risk spreads have increased reflecting the uncertainty around inflation and interest rates, this has provided some excellent opportunities which we have taken advantage of.

With valuations now at more reasonable levels we are confident the market will deliver solid returns through the balance of the year.

DIVIDEND

The interim dividend of 3.0 cents a share fully franked was paid on 28 April 2006.

SHARE BUY BACK

The board is focussed on maximising returns to shareholders and this will from time to time involve active capital management. The board views the introduction of an on market share buy back as being in line with this aim as it will add value to the remaining shares on issue and increase NTA per share.

A buy back of 10% of the issued capital of WLS commenced on 29 June 2005. The buy back was completed on 27 June 2006 with a total of 5,223,163 shares being bought back for total consideration of \$5,002,610.

PORTFOLIO PERFORMANCE

Gross Performance	1 month	3 month	6 month	Financial YTD
Wilson Leaders Ltd	1.3%	3.0%	13.9%	30.8%
All Ords Accum	1.9%	-0.2%	9.2%	24.2%
Relative Performance	-0.6%	3.2%	4.8%	6.6%

PORTFOLIO STRUCTURE

Investment Type	As at 31 May 2006		As at 30 June 2006	
	\$m	% of net assets	\$m	% of net assets
Listed Securities	91.35	136.1%	93.22	138.5%
Fixed Interest and Cash	(9.24)	-13.8%	(8.84)	-13.1%
Gross Assets	82.11	122.4%	84.38	125.4%
Short positions	(15.01)	-22.4%	(17.07)	-25.4%
Net Assets	67.10	100.0%	67.31	100.0%

The listed securities portfolio is detailed on the following page.

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As at 30 June the equity portfolio gave exposure to:

	Market Value \$	% of Portfolio		Market Value \$	% of Portfolio
Commercial Services & Supplies			Banks		
Brambles Industries Ltd (BIL)	2,200,000	2.36%	ANZ Banking Corp (ANZ)	5,980,091	6.42%
Credit Corp Ltd (CCP)	3,417,834	3.67%	St George Bank Ltd (SGB)	4,751,460	5.10%
	5,617,834	6.03%	Westpac Banking Corporation (WBC)	4,796,588	5.15%
Consumer Services				15,528,139	16.66%
ABC Learning Ltd (ABS)	4,435,347	4.76%	Insurance		
Aristocrat Leisure Ltd (ALL)	2,179,773	2.34%	AMP Ltd (AMP)	913,000	0.98%
Tabcorp Ltd (TAH)	1,778,400	1.91%	QBE Insurance Group Ltd (QBE)	2,767,500	2.97%
	8,393,520	9.00%	Tower Ltd (TWR)	1,584,648	1.70%
Transportation				5,265,148	5.65%
Patrick Corporation Ltd (PRK)	801,000	0.86%	Software & Services		
	801,000	0.86%	Computershare Ltd (CPU)	1,727,000	1.85%
Media			Jumbuck Entertainment Ltd (JMB)	1,613,003	1.73%
Fairfax (John) Holdings Ltd (FXJ)	1,687,500	1.81%	Melbourne IT Ltd (MLB)	1,296,275	1.39%
News Corp Class B (NWS)	2,284,800	2.45%	Reckon Ltd (RKN)	2,118,619	2.27%
Publishing & Broadcasting Ltd (PBL)	1,274,700	1.37%	Redflex Holdings Ltd (RDF)	497,815	0.53%
Sth Cross Broadcasting (Aust) Ltd (SBC)	1,050,000	1.13%		7,252,712	7.78%
	6,297,000	6.75%	Food & Staples Retailing		
Energy			AWB Ltd (AWB)	643,546	0.69%
Beach Petroleum Ltd (BPT)	544,250	0.58%	Metcash Ltd (MTS)	3,665,200	3.93%
Oil Search Ltd (OSH)	3,403,000	3.65%		4,308,746	4.62%
Woodside Petroleum Ltd (WPL)	1,610,400	1.73%	Telecommunication Services		
	5,557,650	5.96%	B Digital Ltd (BBB)	1,133,308	1.22%
Materials			SP Telemedia Ltd (SOT)	624,000	0.67%
BHP Billiton Ltd (BHP)	7,359,330	7.89%	Telecom Corporation of NZ Ltd (TEL)	3,674,000	3.94%
Gunns Ltd (GNS)	609,551	0.65%		5,431,308	5.83%
James Hardie Industries (JHX)	3,118,500	3.35%	Utilities		
Newcrest Mining Ltd (NCM)	843,200	0.90%	Australian Gas Light Company (AGL)	1,575,900	1.69%
Rinker Group Ltd (RIN)	1,229,250	1.32%		1,575,900	1.69%
Rio Tinto Ltd (RIO)	5,379,870	5.77%	Food Beverage & Tobacco		
	18,539,701	19.89%	Select Harvests Ltd (SHV)	684,045	0.73%
Pharmaceuticals & Biotechnology				684,045	0.73%
Sigma Pharmaceuticals Ltd (SIP)	1,378,000	1.48%			
	1,378,000	1.48%	TOTAL PORTFOLIO VALUE	93,220,102	100.00%
Real Estate					
Lend Lease Corporation Ltd (LLC)	2,937,900	3.15%			
	2,937,900	3.15%	SHORT POSITIONS	(17,073,056)	
Diversified Financials			Amcor Ltd (AMC)		
Henderson Group (HGI)	752,000	0.81%	Fosters Group Ltd (FGL)		
Macquarie Bank Ltd (MBL)	690,000	0.74%	Futuris Corporation Ltd (FCL)		
	1,442,000	1.55%	Goodman Fielder Ltd (GFF)		
Healthcare Equipment & Services			JB Hi-Fi Ltd (JBH)		
AtCor Medical Ltd (ACG)	117,000	0.13%	Harvey Norman Holdings Ltd (HVN)		
DCA Group Ltd (DVC)	2,092,500	2.24%	Leighton Holdings Ltd (LEI)		
	2,209,500	2.37%	Pacific Brands Ltd (PBG)		
			Paperlink Ltd (PPX)		
			Symbion Health Ltd (SYB)		
			Telstra Corporation Ltd (TLS)		
			West Australian Newspapers (WAN)		
			Wesfarmers Ltd (WES)		