

WILSON LEADERS LIMITED
A.B.N. 64 106 845 970



WILSON LEADERS LIMITED (WLS) – MAY 2007
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 31 May 2007

NTA before tax	142.00c*
NTA after tax and before tax on unrealised gains	138.72c*
NTA after tax	132.27c*

*after the payment of an interim dividend of 4.0 cents a share fully franked, paid on 27 April 2007.

MARKET OUTLOOK

International Equities moved up strongly again in May as it became clear the US economy was not likely to fall into recession as many prophesised last year. The market has been further supported by a surge in corporate activity with a number of large deals announced.

Australian Equities moved higher in concert with international markets. Resources in particular benefited from the stronger growth outlook, the funds sizable investment in Rio Tinto made a significant contribution to performance following takeover speculation.

Domestic cyclicals such as Leighton, Sims Group and One Steel moved higher as economic indicators and a stimulatory budget signalled a recovery in domestic activity. The Australian dollar also rose in response to the stronger data increasing the prospect of higher interest rates later in the year.

Portfolio investments in Service Stream, Consolidated Minerals and One Steel all performed well.

Weakness in the shares of NewsCorp, ANZ and Sigma Pharmaceuticals held back overall performance for the month.

The sharp sell off in global treasuries in June has revealed just how expensive some of the so called "defensive" parts of the market have become, with Listed Property

Trusts and Infrastructure falling with bond prices, the fund is short a number of the names in these sectors.

With equity valuations looking stretched, particularly in light of the correction in bond prices, the market is likely to consolidate around current levels until we get a clearer direction on corporate profits when companies report their full year results in August.

DIVIDEND

The interim dividend of 4.0 cents a share fully franked was paid on the 27 April 2007.

OPTIONS ISSUE

On 11th August 2006, the Directors of Wilson Leaders Limited announced a 1 for 2 bonus issue of options to its shareholders. The options were allotted to shareholders on 8th September 2006 and have been issued at no cost to shareholders. The options have an exercise price of \$1.08 per option and can be exercised any time up until the expiry date of 31 October 2007.

As at the 14th June 7,983,240 options have been exercised for a total consideration of \$8,621,899 with a remaining balance of outstanding options being 18,170,373.

The Board is focused on creating shareholder value. The Board believes that this bonus option issue will promote this endeavour and will reward shareholders for their loyalty and support for the Company.

PORTFOLIO PERFORMANCE

Gross Performance	1 month	3 month	6 month	Financial YTD
Wilson Leaders Ltd	+2.8%	+8.1%	+12.3%	+29.0%
All Ords Accum	+3.2%	+9.9%	+18.0%	+30.4%
Relative Performance	-0.4%	-1.8%	-5.7%	-1.4%

PORTFOLIO STRUCTURE

Investment Type	As at 30 April 2007		As at 31 May 2007	
	\$m	% of net assets	\$m	% of net assets
Listed Securities	105.99	124.3%	105.75	120.8%
Fixed interest and Cash	9.35	11.0%	8.85	10.1%
Gross Assets	115.34	135.3%	114.60	130.9%
Short positions	-30.09	-35.3%	-27.06	-30.9%
Net Assets	85.25	100.0%	87.54	100.0%

The listed securities portfolio is detailed on the following page.

As at 31 May 2007 the equity portfolio gave exposure to:

	Market Value \$	% of Portfolio		Market Value \$	% of Portfolio
Energy			Health Care		
Oil Search Ltd (OSH)	3,278,500	3.10%	Pharmaxis Limited (PXS)	1,598,551	1.51%
Woodside Petrol (WPL)	3,938,800	3.72%	Primary Health Care Limited (PRY)	867,049	0.82%
Straits Resources Limited (SRL)	689,500	0.65%	Sigma Pharmaceuticals Ltd (SIP)	2,270,681	2.15%
	7,906,800	7.47%	Resmed Inc (RMD)	2,322,000	2.20%
Materials				7,058,281	6.68%
Alumina Limited (AWC)	1,162,500	1.10%	Financials		
BHP Billiton (BHP)	9,262,568	8.76%	ANZ Banking Corp (ANZ)	10,091,116	9.54%
Consolidated Minerals Ltd (CSM)	1,977,981	1.87%	AMP Limited (AMP)	1,516,500	1.43%
Fletcher Building Ltd (FBU)	573,500	0.54%	Cadence Capital Ltd (CDM)	1,012,931	0.96%
Onesteel Ltd (OST)	1,320,000	1.25%	Credit Corp Ltd (CCP)	2,574,264	2.43%
Rio Tinto Ltd (RIO)	6,791,979	6.42%	Henderson Group PLC (HGI)	3,152,000	2.98%
	21,088,528	19.94%	IWL Limited (IWL)	741,000	0.70%
Industrials			QBE Insurance Group Ltd (QBE)	3,122,000	2.95%
Service Stream Limited (SSM)	2,240,252	2.12%	St George Bank Ltd (SGB)	2,501,890	2.37%
SAI Global Ltd (SAI)	1,799,699	1.70%	Tower Australia Group Limited (TAL)	1,840,000	1.74%
Walter Diversified Services (WDS)	2,057,040	1.95%	Westpac Banking Corp (WBC)	6,542,076	6.19%
	6,096,991	5.77%		33,093,777	31.29%
Consumer Staples			Information Technology		
Woolworths Limited (WOW)	1,375,500	1.30%	Computershare Limited (CPU)	1,124,000	1.06%
Metcash Limited (MTS)	2,740,100	2.59%	Epay Asia Limited (EPY)	481,950	0.46%
Select Harvests Ltd (SHV)	2,363,947	2.24%	Melbourne It Limited (MLB)	1,818,629	1.72%
	6,479,547	6.13%	Reckon Limited (RKN)	1,416,884	1.34%
Telecommunication Services				4,841,463	4.58%
Singapore Telecommunications (SGT)	2,641,000	2.50%	Utilities		
	2,641,000	2.50%	AGL Energy Limited (AGK)	2,310,000	2.18%
Consumer Discretionary				2,310,000	2.18%
ABC Learning (ABS)	3,863,976	3.65%	TOTAL PORTFOLIO VALUE	105,753,027	100.00%
News Corp Class B (NWS)	5,481,000	5.19%			
Seven Network Limited (SEV)	2,870,000	2.71%	SHORT POSITIONS	(27,058,680)	
Village Roadshow Ltd Prefs (VRLPA)	2,021,664	1.91%			
	14,236,640	13.46%			