

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



WILSON LEADERS LIMITED (WLS) – OCTOBER 2007
INVESTMENT UPDATE & NTA

As at 31 October 2007

NTA before tax	145.67*c
NTA after tax and before tax on unrealised gains	141.11*c
NTA after tax	137.21c*

*After the dilution as a result of the exercise of 8,894,692 Options at \$1.08 (cum dividend)

The above figures are before the payment of the final dividend of 6.0 cents a share fully franked, payable on the 16 November 2007.

MONTH IN REVIEW

The market continued to rally into October, lead higher by significant moves amongst the diversified resource companies. These companies continue to benefit from the rotation of funds out of US dollars into hard commodities with resource shares, gold and the Australian dollar all seen as a good hedge against a weaker US dollar.

The fund was defensively positioned through most of the month with inflows from the conversion of options retained in cash. Also in September the funds heavy weighting in RIO Tinto which we felt was more attractively priced then BHP detracted from performance. The subsequent announcement made by BHP Billiton of a proposing merger of the two companies has seen a sharp reversal of this underperformance so far in November.

Equity prices in our assessment have moved to extremes centred around a handful of macroeconomic themes: A weaker US dollar and the implications for Australian companies translating the profits of International operations; the strong domestic economy supporting domestic cyclicals, most notably the retailers; and the continued interest in companies exposed to China.

These trends have left a number of sectors mispriced when adopting a longer term view. On this basis we have started adding to the portfolios holdings in a number of companies with significant international operations such as Computershare and News Corporation. We have also started accumulating positions in Australian building materials companies with exposure to the US housing market. - James Hardie Industries and Boral. The shares in these securities seem to be capturing a worst case scenario and with unsold housing inventories and new housing starts approaching record levels we sense this is the time to start accumulating a position.

We have also added to positions in the investment banks and Macquarie Bank in particular. The domestic investment banks have no meaningful exposure to the

losses incurred by their international peers in debt markets. Macquarie's business model centered around advice and origination of infrastructure based assets sold to pension funds continues to perform extremely well. Macquarie has been tainted with the same brush as other investment banks presenting an opportunity to buy the shares cheaply.

DIVIDEND

The final dividend declared for the 2007 year is 4.0 cents a share fully franked and a special dividend of 2.0 cents a share fully franked, payable on 16 November 2007. The shares will trade ex dividend on 2 November 2007.

The dividend re-investment plan will be operating at no discount. To participate in the dividend re-investment plan, please send your election to our share registrar no later than the 2 November 2007.

PORTFOLIO PERFORMANCE

Gross Performance	1 month	3 month	6 month	Financial YTD 07
Wilson Leaders Ltd	1.1%	8.6%	12.9%	7.5%
All Ords Accum	3.1%	10.9%	12.1%	8.7%
Relative Performance	-2.0%	-2.3%	0.8%	-1.2%

PORTFOLIO STRUCTURE

Investment Type	As at 30 September 2007		As at 31 October 2007	
	\$m	% of net assets	\$m	% of net assets
Listed Securities	120.13	125.8%	112.68	99.9%
Fixed interest and Cash	6.50	6.8%	24.52	21.7%
Gross Assets	126.63	132.6%	137.20	121.6%
Short positions	-31.10	-32.6%	-24.36	-21.6%
Net Assets	95.53	100.0%	112.84	100.0%

The listed securities portfolio is detailed on the following page.

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

Consumer Discretionary				Health Care		
A.B.C. Learning Centres Ltd.	1,839,600	1.63%		Pharmaxis Ltd.	2,546,222	2.26%
Amalgamated Holdings Ltd.	1,432,018	1.27%		ResMed Inc. (CDI-10CDI/1SHS)	2,790,000	2.48%
Aristocrat Leisure Ltd.	520,000	0.46%			5,336,222	4.74%
Austar United Communications Ltd.	1,010,600	0.90%		Industrials		
Mitchell Communication Group Ltd.	1,997,500	1.78%		ConnectEast Group	1,755,000	1.56%
News Corp.	5,181,750	4.60%		Macquarie Infrastructure Group	1,738,000	1.54%
Tattersall's Ltd.	3,352,000	2.97%			3,493,000	3.10%
Village Roadshow Ltd Prf A	3,001,144	2.66%		Information Technology		
Webjet Ltd.	3,261,888	2.90%		Computershare Ltd.	3,334,500	2.96%
	21,596,500	19.17%		Reckon Ltd.	1,262,480	1.12%
Consumer Staples					4,596,980	4.08%
ABB Grain Ltd.	1,867,440	1.66%		Materials		
AWB Ltd.	3,576,000	3.17%		Alumina Ltd.	2,201,100	1.95%
Select Harvests Ltd.	2,368,370	2.10%		BHP Billiton Ltd.	5,532,000	4.91%
	7,811,810	6.93%		Gunns Ltd.	1,504,000	1.33%
Energy				Rio Tinto Ltd.	6,057,810	5.38%
Oil Search Ltd.	3,102,500	2.75%			15,294,910	13.57%
Roc Oil Co. Ltd.	1,324,000	1.18%		Telecommunication Services		
	4,426,500	3.93%		iiNET Ltd.	1,801,189	1.60%
Financials				PIPE Networks Ltd.	1,097,276	0.97%
Australia & New Zealand Banking Group Ltd.	3,458,490	3.07%		Reverse Corp. Ltd.	3,406,571	3.03%
Babcock & Brown Ltd.	1,433,500	1.27%		SP Telemedia Ltd.	521,688	0.46%
Henderson Group PLC	2,932,300	2.60%			6,826,724	6.06%
Lend Lease Corp. Ltd.	3,208,000	2.85%		Utilities		
Macquarie Group Ltd.	3,530,100	3.13%		AGL Energy Ltd.	2,169,000	1.92%
National Australia Bank Ltd.	9,395,800	8.34%		Babcock & Brown Power Ltd.	2,445,000	2.17%
QBE Insurance Group Ltd.	3,900,000	3.46%			4,614,000	4.09%
Westpac Banking Corp.	6,903,231	6.13%				
Westfield Group Australia	3,924,000	3.48%		Long	112,682,067	100.00%
	38,685,421	34.33%		Short	(24,355,592)	