

# Wilson Investments Taurine Fund Limited

## Managing Director's Quarterly Report



MARCH 2005

### Total Net Market Value of Assets

\$20,259,240 or 145.0c per share

### Investment Performance

(These figures are unaudited)

	Quarter	One Year
Portfolio return over the period*	4.7%	33.3%
Change in All Ords. over Period	1.2%	20.0%
Total return over the period (NAV & div)	3.6%	28.9%
Change in Bank Bill Index over the Period	1.3%	5.6%

\* This return is before all fees, costs, taxes and dividends while the NAV return is after fees, costs and taxes paid.

### Asset Allocation

Financials	37.2%
Consumer Discretionary	16.7%
Materials	14.2%
Industrials	9.4%
Cash	8.3%
Consumer Staples	5.7%
Other	8.6%

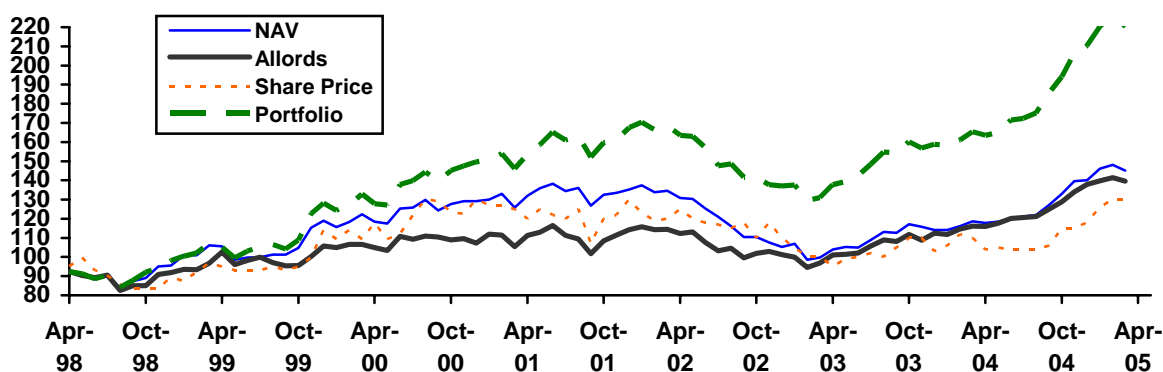
### Five major investments

(As a % of the portfolio)

	Mar-05	Dec-04
Macquarie Bank	6.8%	6.8%
Perpetual Trustees	6.4%	7.3%
Rio Tinto	6.4%	5.8%
ANZ	5.8%	5.3%
Woolworths	5.7%	5.5%
<b>Total</b>	<b>31.1%</b>	<b>30.7%</b>

### Relative Performance History

(After adjusting for the rights issue)



### Portfolio Performance

- The portfolio return (as shown in the chart and table is before all fees, costs, taxes and dividends) was 4.7% over the quarter and 33.3% for the twelve months to the end of March 2005. The return since April 1998 was 120.2%.
- At the end of the quarter the All Ordinaries Index was up 1.2% and 20.0% over the twelve-months to the end of March 2005. The All Ordinaries Index was up 51.2% since April 1998.
- The NAV per share of the portfolio has increased since April 1998 by 56.9%, while the total return including dividends is 86.5%.
- At the current market value, the investments in the portfolio have a dividend yield of 3.1% substantially fully franked.

### Investment Activity

- During the quarter under review, we increased our exposure to Billabong, JB Hi-Fi and SFE Corporation in the portfolio. We sold our holding in Breakfree and Fosters Group and reduced our exposure to NAB and Nick Scali.
- Amongst the best performing investment over the quarter were Billabong, Cochlear and Rio Tinto. The worst performing investments were Fantastic Holdings and Count Financial.

### Market facts

- The Australian market as measured by the All Ordinaries Index increased by 1.2% over the quarter from a level of 4053.1 at the end of December 2004 to a level of 4100.6 at the end of March 2005.
- By Comparison, the S&P 500 decreased in US\$ by 2.6% during the quarter and increased by 4.8% over the twelve months to the end of March 2005.