W | A | M Capital

Final dividend maintained, partially franked at 60% and FY2027 dividend update

28 August 2026
ASX announcement
and media release

$1.485 per share	$1.22 per share	15.5 cents per share	8.0 cents per share
Share price at 30 June 2026	Pre-tax net tangible assets (NTA) at 30 June 2026	FY2026 full year dividend, partially franked at 60%	FY2027 full year dividend target, partially franked at 60%

The WAM Capital Limited (ASX: WAM) Board of Directors has declared a final dividend of 7.75 cents per share, partially franked at 60%, bringing the FY2026 full year dividend to 15.5 cents per share, partially franked at 60%. The listed investment company structure, together with WAM Capital's accumulated profits reserve, has enabled the Board to maintain the FY2026 full year dividend.

FY2027 Dividend Update

Since FY2020, the WAM Capital investment team has navigated a challenging investment environment that has included the COVID-19 pandemic, two periods of elevated inflation and rapidly rising interest rates, multiple global conflicts and the continued relative weakness in small-cap industrial companies. Throughout this period, the Board has prioritised maintaining a consistent rate of dividends where the profits reserve of the Company allowed, higher than the average dividend yield of the market. When dividends paid to shareholders exceed profits generated, the Company must draw on historical profits reserves that are part of its capital base, reducing the NTA of the Company over time. From FY2020 to FY2026, WAM Capital shareholders received more than $1.48 per share in dividends, including franking credits.

Following payment of the FY2026 final dividend, the profits reserve will stand at 5.6 cents per share, which is less than the 7.75 cents per share required to pay the FY2027 interim dividend at the current level. The Board has therefore announced an FY2027 full year dividend target of 8.0 cents per share, comprising an interim dividend of 4.0 cents per share and a final dividend of 4.0 cents per share. In determining this target dividend, the Board has sought to balance shareholders income expectations with preserving the Company's ability to deliver long-term value through both future income and capital growth.

Chairman Geoff Wilson AO said: "Since FY2020, the Board has maintained WAM Capital's full year dividend at 15.5 cents per share. Over that period, the dividends paid by the Board exceeded the profits generated, drawing down the Company's accumulated profits reserve. Maintaining the dividend at 15.5 cents per share is no longer sustainable with the profits reserve available.

"We recognise the impact a reduction in the FY2027 full year dividend target to 8.0 cents per share will have on shareholders. The FY2027 target is intended to rebuild the profits reserve, preserve the Company's capital base and place WAM Capital in a stronger position to deliver sustainable income and capital growth for shareholders."

In order for the Board to declare both the FY2027 interim and final dividends in line with the intended target, WAM Capital will need to generate additional profits through positive investment portfolio performance in FY2027. Based on the investment portfolio performance to 27 August 2026, the profits reserve is currently expected to increase by approximately 1.3 cents per share which would provide approximately 6.9 cents per share for future dividend payments. The FY2027 dividend target is not a forecast or commitment of future dividends and is provided to give shareholders greater visibility regarding the Company's expected future dividend profile.

The level of franking attached to future dividends will depend on franking credits generated through tax paid on realised profits and franked dividends received from investee companies. Should the FY2027 full year dividend target of 8.0 cents per share be achieved, the WAM Capital Board of Directors expects it will continue to be partially franked at 60%. This would represent a dividend yield of 6.6% and a grossed-up dividend yield of 8.3% (partially franked at 60%), based on the 31 July 2026 pre-tax NTA of $1.2117 per share.

For the year ending 30 June 2026, WAM Capital reported an operating loss before tax of $186.7 million (FY2025: operating profit before tax of $304.0 million) and an operating loss after tax of $125.9 million (FY2025: operating profit after tax of $219.6 million) in the 12 months to 30 June 2026.

WAM Capital Results & Dividend Q&A Webinar

Wednesday 2 September 2026 at 2:00pm (Sydney time)

Register to hear Chairman and Chief Investment Officer Geoff Wilson AO and Lead Portfolio Manager Oscar Oberg discuss the FY2027 dividend target and answer shareholder questions.

Register *now*

Investment Portfolio Performance Update

The WAM Capital investment portfolio declined 10.5%* in FY2026, underperforming the S&P/ASX All Ordinaries Accumulation Index and the S&P/ASX Small Ordinaries Accumulation Index, which increased 5.7% and 8.1%, respectively. The drivers of underperformance included a mix of sector positioning, stock selection and the broader macroeconomic backdrop. Consumer Discretionary holdings weighed on returns as higher-than-expected interest rates pressured the sector. At the same time, investor capital increasingly concentrated in artificial intelligence beneficiaries and liquid large-cap companies, contributing to valuation multiple compression across many small and mid-cap technology, software and service companies held in the portfolio.

Lead Portfolio Manager Oscar Oberg said: “The past year was one of the most challenging periods for the WAM Capital investment portfolio since the Global Financial Crisis. Investor preference for larger companies and resource-related exposures created a significant headwind for undervalued small-cap industrial companies, while several investment portfolio holdings were impacted by company-specific events. This included Corporate Travel Management (ASX: CTD), which was negatively impacted by uncertainty surrounding delayed financial reporting, and Tuas (ASX: TUA), whose proposed acquisition of M1 Limited was impacted by a regulatory setback in Singapore, both of which detracted from investment portfolio performance.

“We have experienced periods of underperformance before and have consistently responded by adapting the investment portfolio and returning to market outperformance. Following the investment portfolio decreasing 18.8% in FY2022, WAM Capital delivered an increase of 18.2% in FY2023, 26.4% in FY2024 and 22.2% in FY2025. As we did in FY2022, the investment team has been decisive in repositioning the investment portfolio and taking advantage of the opportunities that challenging markets offer.

“Historically, turning points in the interest rate cycle have been an important catalyst for smaller companies. With the Reserve Bank of Australia nearing the end of its tightening cycle, alongside improving geopolitical conditions and increasing levels of corporate activity, we believe the foundations are being established for positive performance in FY2027.

“The outlook for undervalued small-cap industrial companies is improving, and we believe the investment portfolio is well positioned for a strong rebound. Many of our holdings are trading at attractive valuations and continue to deliver strong operational performance.”

Since inception in August 1999, the investment portfolio has delivered 14.5% per annum, outperforming the S&P/ASX All Ordinaries Accumulation Index by 6.0% per annum and the S&P/ASX Small Ordinaries Accumulation Index by 9.0% per annum.

Investment portfolio performance since inception

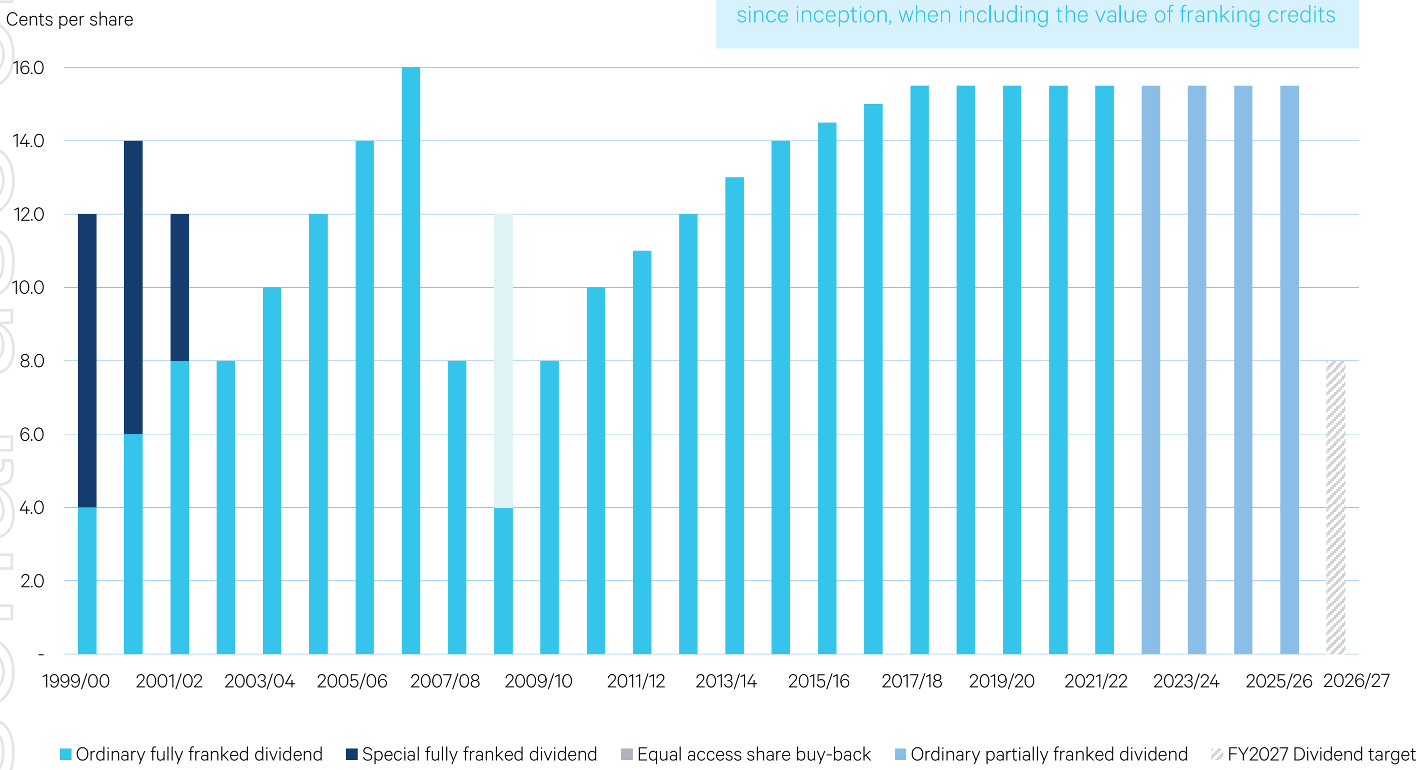
Investment portfolio performance at 30 June 2026	1 yr	3 yrs %pa	5 yrs %pa	7 yrs %pa	10 yrs %pa	Since inception %pa (Aug-99)
WAM Capital Investment Portfolio*	-10.5%	11.4%	5.8%	8.5%	8.8%	14.5%
S&P/ASX All Ordinaries Accumulation Index	5.7%	10.4%	7.4%	8.1%	9.5%	8.5%
Outperformance	**-16.2%**	**+1.0%**	**-1.6%**	**+0.4%**	**-0.7%**	**+6.0%**
S&P/ASX Small Ordinaries Accumulation Index	8.1%	9.9%	3.0%	5.5%	7.0%	5.5%
Outperformance	**-18.6%**	**+1.5%**	**+2.8%**	**+3.0%**	**+1.8%**	**+9.0%**
S&P/ASX Small Industrials Accumulation Index	-0.9%	6.8%	0.2%	3.2%	5.4%	5.2%
Outperformance	**-9.6%**	**+4.6%**	**+5.6%**	**+5.3%**	**+3.4%**	**+9.3%**

*Investment portfolio performance is before expenses, fees, taxes and the impact of capital management initiatives to compare to the relevant indices which are before expenses, fees and taxes.

Dividends since inception

The Board declared a final dividend of 7.75 cents per share, partially franked at 60%, payable on 21 October 2026. The Board has determined that a target FY2027 full year dividend of 8.0 cents per share, comprising an interim dividend of 4.0 cents per share and a final dividend of 4.0 cents per share, would provide shareholders with a more sustainable balance between income and capital growth.

478.0 cps dividends paid
since inception, when including the value of franking credits



Key dividend dates

Ex-dividend date	**8 October 2026**
Dividend record date (7:00pm Sydney time)	**9 October 2026**
Last election date for DRP	**13 October 2026**
Payment date	**21 October 2026**

The Dividend Reinvestment Plan (DRP) is in operation and the recommended partially franked final dividend of 7.75 cents per share qualifies. Participating shareholders will be entitled to be allotted the number of shares (rounded down to the nearest whole number) which the cash dividend would purchase at the relevant issue price. The relevant issue price will be at a 2.5% discount to the price, calculated as the volume weighted average market price (VWAP) of shares sold on the ASX over the four trading days commencing on the ex-dividend date for the relevant dividend.

Top holdings with portfolio weightings
at 30 June 2026

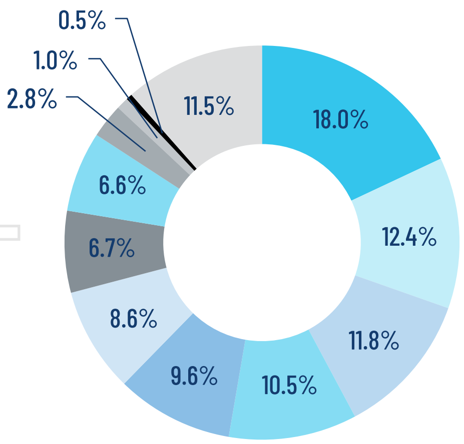
Research-driven holdings

Code	Company name	%
AYA	Artrya Limited	2.5%
GLF	GemLife Communities Group	2.2%
ABB	Aussie Broadband Limited	2.2%
MGH	Maas Group Holdings Limited	2.2%
CWP	Cedar Woods Properties Limited	2.0%
EVT	EVT Limited	2.0%
IDX	Integral Diagnostics Limited	1.9%
REG	Regis Healthcare Limited	1.9%
EOL	Energy One Limited	1.8%
SSM	Service Stream Limited	1.6%

Market-driven holdings

Code	Company name	%
n/a	Firmus Technologies Pty Limited	2.4%
ALQ	ALS Limited	2.1%
APZ	Aspen Group	1.6%
CNI	Centuria Capital Group	1.6%
ORI	Orica Limited	1.6%
APE	Eagers Automotive Limited	1.6%
REA	REA Group Limited	1.6%
DGT	DigiCo Infrastructure REIT	1.5%
CDA	Codan Limited	1.5%
ZIP	Zip Co Limited	1.4%

Diversified investment portfolio by sector
at 30 June 2026



- Industrials: 18.0%
- Information technology: 12.4%
- Financials: 11.8%
- Consumer discretionary: 10.5%
- Real estate: 9.6%
- Health care: 8.6%
- Communication services: 6.7%
- Materials: 6.6%
- Consumer staples: 2.8%
- Utilities: 1.0%
- Energy: 0.5%
- Cash: 11.5%

Portfolio composition by market capitalisation
at 30 June 2026

	WAM Capital^	S&P/ASX All Ordinaries Index	S&P/ASX Small Ordinaries Index
ASX Top 20	0.0%	57.1%	0.0%
ASX 21-50	3.7%	15.3%	0.0%
ASX 51-100	9.3%	12.4%	0.0%
ASX 101-300	46.1%	12.2%	100.0%
Ex ASX 300	29.4%	3.0%	0.0%

^The investment portfolio held 11.5% in cash.

About WAM Capital

WAM Capital Limited (ASX: WAM) is a listed investment company (LIC) managed by Wilson Asset Management. Listed in August 1999, WAM Capital provides investors with exposure to an actively managed, diversified portfolio of undervalued growth companies listed on the ASX, with a focus on small-to-medium sized businesses. WAM Capital also provides exposure to relative value arbitrage and market mispricing opportunities. The Company's investment objectives are to deliver a stream of fully franked dividends, provide capital growth and preserve capital.

All major platforms provide access to WAM Capital, including Asgard, BT Panorama, Colonial First State Edge, HUB24, Insignia Expand IDPS, Macquarie Wrap and Netwealth.

Listed August 1999

ASX

WAM Capital receives coverage from the following independent investment research providers:

Zenith Investment Partners, Bell Potter, Lonsec, Independent Investment Research, Ord Minnett

This announcement has been authorised by the Board of WAM Capital Limited.

About Wilson Asset Management

Wilson Asset Management has a track record of making a difference for more than 130,000 investors and the Australian community for 29 years. As the investment manager for nine leading LICs: WAM Capital (ASX: WAM), WAM Leaders (ASX: WLE), WAM Global (ASX: WGB), WAM Microcap (ASX: WMI), WAM Income Maximiser (ASX: WMX), WAM Alternative Assets (ASX: WMA), WAM Strategic Value (ASX: WAR), WAM Research (ASX: WAX) and WAM Active (ASX: WAA); and four unlisted funds: Wilson Asset Management Leaders Fund, Wilson Asset Management Founders Fund, Wilson Asset Management Real Assets Fund and Wilson Asset Management Equity Fund, Wilson Asset Management invests $6.0 billion on behalf of more than 130,000 retail and wholesale investors.

Wilson Asset Management created and is the lead supporter of the first LICs to deliver both investment and social returns: Future Generation Australia (ASX: FGX) and Future Generation Global (ASX: FGG), as well as Future Generation Women. Wilson Asset Management advocates and acts on behalf of retail investors, is a member of the global philanthropic Pledge 1% movement, is a significant funder of many Australian charities and provides all team members with $10,000 each year to donate to charities of their choice. All philanthropic investments are made by Wilson Asset Management and not the LIC.

Wilson Asset Management

$6.0 billion
in funds under management

>250 years
combined investment experience

29 years
making a difference for shareholders

13
investment products

For more information visit www.wilsonassetmanagement.com.au or contact:

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