

Wilson HTM Priority Growth Fund Performance Update

31 December 2011



Wilson HTM
WHTM CAPITAL MANAGEMENT LIMITED

Market Update

The volatility that characterized financial markets in the second half of the year continued in December. The benchmark S&P/ASX Small Ordinaries Accumulation Index fell by 4.30% over the month while the Wilson HTM Priority Growth Fund declined by 1.58% to record outperformance of 2.72% for the month. For the current financial year the benchmark has recorded a decline of 12.32% while the fund has fallen by 10.12% outperforming by 2.20% over the period.

Investors' main focus was on the European debt situation which continued to remain unresolved as leaders in the region struggled to reach a satisfactory consensus as to a course of action that placates the financial markets concerns. There was some mixed economic data from China that also added to financial markets concern. In contrast, the economic news from the United States continued its pattern of the past six months or so of steady improvement while exceeding most commentators' forecasts. Domestically, the Reserve Bank chose to lower interest rates by another 25 basis points in an effort to ensure consumer confidence remained at reasonable levels.

There were a number of small changes made to the portfolio over the month. Holdings in Dampier Gold, Runge, Acrux and G.U.D. Holdings were sold while the positions in Titan Energy, Stanmore Coal, and Super Retail were increased.

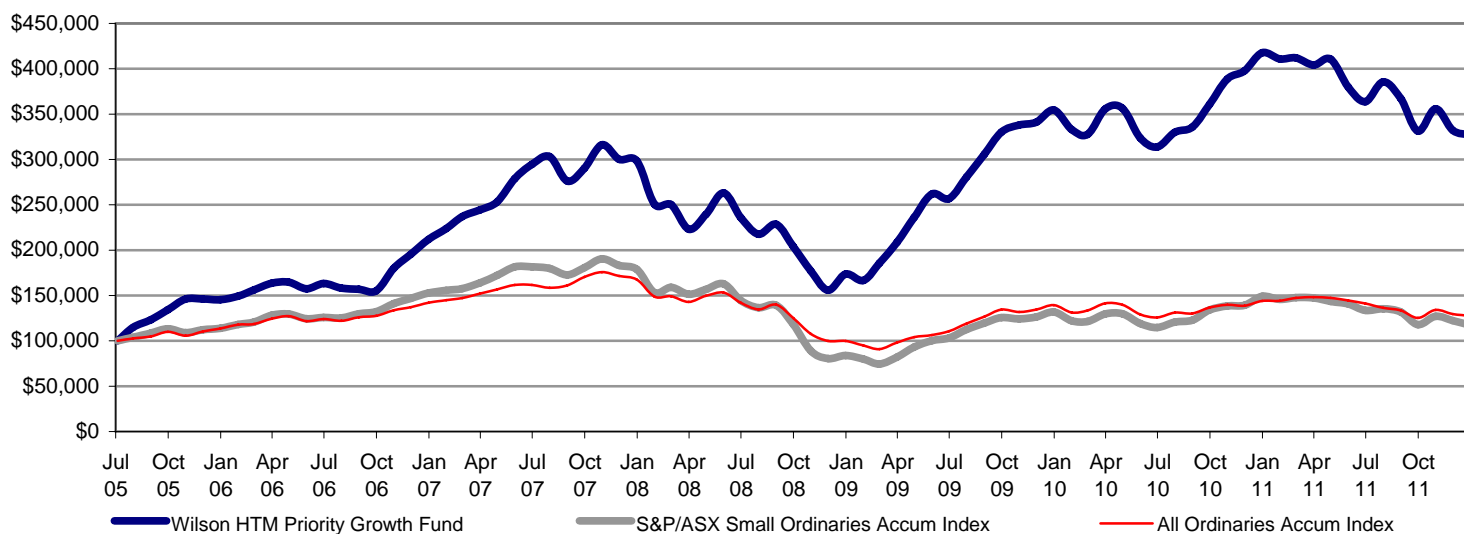
We remain confident about the economic recovery in the United States however investor sentiment pertaining to the European and Chinese economic situations is holding back equity market performance. We believe that equity market valuations remain particularly cheap and have discounted the large amount of bad news and that equity markets will show handsome returns over the medium term. The fund remains close to fully invested with a low level of cash exposure.

Net Returns to 31 December 2011*

| | 1 Month % | 3 Month % | 1 Year % | 2 Year % p.a. | 3 Year % p.a. | 4 Year % p.a. | 5 Year % p.a. | Since Inception* % p.a. |
|---|--------------|--------------|-------------|------------------|------------------|------------------|------------------|----------------------------|
| Wilson HTM Priority Growth Fund | -1.58 | -1.32 | -21.76 | -3.98 | 23.48 | 2.30 | 9.05 | 20.00 |
| S&P/ASX Small Ords Accum Index | -4.30 | -0.60 | -21.43 | -5.75 | 11.83 | -10.04 | -5.18 | 2.46 |
| Excess Return | 2.72 | -0.72 | -0.33 | 1.77 | 11.65 | 12.34 | 14.23 | 17.54 |

Past performance is not a reliable indicator of future performance.

Growth of \$100,000 invested since inception*



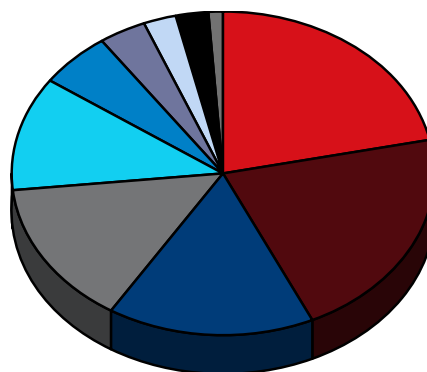
* Past performance is not a reliable indicator of future performance. The Wilson HTM Priority Growth Fund ARSN 117 083 762 ('Fund') inception date is 4/7/2005. Fund returns are to 31 December 2011 and are net of management fees of 1.25% p.a. and any performance fees of 20% and assume distributions are reinvested. Returns do not include tax or entry fees of 0-2% or ongoing adviser service fees of 0-1% p.a. as these fees are not charged unless an investor agrees to pay them to an adviser. The S&P/ASX Small Ordinaries Accumulation Index and the All Ordinaries Accumulation Index assume 100% reinvestments of dividends.

Fund Facts

| | |
|---------------------------------|--|
| Investments | A diversified portfolio of primarily small and mid cap Australian growth companies |
| Inception Date | 4 July 2005 |
| Benchmark | S&P/ASX Small Ordinaries Accumulation Index |
| Minimum Investment | \$40,000 and \$5,000 thereafter |
| Distribution Frequency | Half Yearly |
| Fund Size | \$111.97 million |
| Investment Timeframe | 5 years or more recommended |
| Risk Profile | High growth |
| End of Month Exit Price | \$2.3386 per unit - ex-distribution |
| Morningstar Rating [#] | 5 Stars |

Portfolio Holdings by Sector as at 31 December 2011**

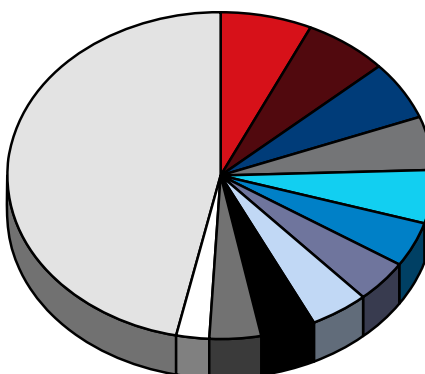
| Sector | Fund Weight |
|-----------------------------|-------------|
| Industrials | 21.1% |
| Consumer Discretionary | 21.0% |
| Energy | 15.4% |
| Materials | 14.1% |
| Health Care | 11.1% |
| Telecommunication Services | 5.3% |
| Consumer Staples | 3.7% |
| Information Technology | 2.5% |
| Financials - Ex Prop Trusts | 2.3% |
| Utilities | 1.1% |
| Property | 0.0% |



- Industrials
- Consumer Discretionary
- Energy
- Materials
- Health Care
- Telecommunication Services
- Consumer Staples
- Information Technology
- Financials - Ex Prop Trusts
- Utilities
- Property

Portfolio Holdings by Security as at 31 December 2011

| Top 10 Holdings | Fund Weight |
|----------------------------|-------------|
| Atlas Iron Limited | 7.2% |
| QR National Limited | 6.4% |
| Mastermyne Group Limited | 6.0% |
| Universal Biosensors Inc. | 5.5% |
| Nextdc Limited | 5.3% |
| Sedgman Limited | 4.5% |
| Drillsearch Energy Limited | 4.5% |
| Ruralco Holdings Limited | 4.3% |
| Whitehaven Coal Limited | 4.2% |
| Retail Food Group Limited | 4.2% |
| Cash & Cash Equivalents | 2.4% |



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- Sedgman Limited
- Drillsearch Energy Limited
- Ruralco Holdings Limited
- Whitehaven Coal Limited
- Retail Food Group Limited
- Cash & Cash Equivalents
- Other

More Information

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The Wilson HTM Priority Growth Fund ARSN 117 083 762 ('Fund') is actively managed with a High Growth risk/return profile, and invests in Australian equities and cash. Australian equity investments are made in companies recommended by Wilson HTM Research and/or Wilson HTM Corporate Finance. Consequently, the Fund may be concentrated in particular stocks and sectors. All investments involve risk. This update has been prepared without taking into account your investment objectives, financial situation or needs. Interests in the Fund are issued by WHTM Capital Management Limited, ABN 29 082 494 362, AFSL 238371. Various products and services are provided by different entities of Wilson HTM Investment Group Ltd ('Group'). Different entities of the Group are not responsible for or liable in respect of products or services provided by other entities of the Group. WHTM Capital Management Limited believes the information contained in this communication is reliable, however no warranty is given as to its accuracy. Persons relying on this information do so at their own risk. Please read the Fund's Product Disclosure Statement before making an investment decision. Source: Wilson HTM Investment Group Ltd, GBST Holdings Ltd.

The Fund's overall 5 Star Morningstar rating is based on 3 & 5 year risk-adjusted returns to 31 December 2011 for the Australian mid/small growth funds category. The Morningstar rating is an assessment of a fund's past performance based on both return and risk which shows how similar investments compare with their competitors. A high rating alone is insufficient basis for an investment decision. © 2010 Morningstar, Inc. All rights reserved. Neither Morningstar nor its affiliates nor their content providers guarantee the above data or content to be accurate, complete or timely nor will they have any liability for its use or distribution. Any general advice has been prepared by Morningstar Australasia Pty Ltd ABN 95 090 665 544, AFSL 240892 a subsidiary of Morningstar, Inc. and the information provided is without reference to your objectives, financial situation or needs. Refer to the Financial Services Guide for more information at www.morningstar.com.au/fsg.pdf, and read the Fund's Product Disclosure Statement (PDS) available at www.wilsonhtm.com.au/funds or by calling 1300 651 577 before making a decision.

**Excludes Cash and Cash Equivalents.