

## Monthly net tangible asset (NTA) backing per share and top 25 investments as at 31 January 2018

	Before Tax*	After Tax*
31 January 2018 Cum Div	\$6.13	\$5.23
31 December 2017 Cum Div	\$6.15	\$5.24

\* The January 2018 and December 2017 figures are before provision for the 10 cent interim dividend. The before and after tax numbers relate to the provision for deferred tax on the unrealised gains in the Company's investment portfolio. The Company is a long term investor and does not intend disposing of its total long term investment portfolio. Under current Accounting Standards, the Company is required to provide for tax on any gains that may arise on such a theoretical disposal, after the utilisation of brought forward losses.

### Key facts

**Investment objectives:** AFIC aims to provide shareholders with attractive investment returns through access to a growing stream of fully franked dividends and enhancement of capital invested over the medium to long term.

**Benchmark:** S&P/ASX 200 Accumulation Index.

**Size of portfolio:** \$7.2 billion at 31 January 2018.

**Management cost:** 0.14 per cent, no performance fees.

**Investment style:** Long-term, fundamental, bottom-up.

**Suggested investment period:** Five years to 10 years or longer.

**Net asset backing:** released every month with top 25 investments.

**Listed on ASX and NZX:** code AFI.

### Key benefits

**Diversified portfolio** primarily of ASX-listed Australian equities.

**Tax-effective income** via fully franked dividends.

**Consistent after tax paid investment returns** achieved over the long term.

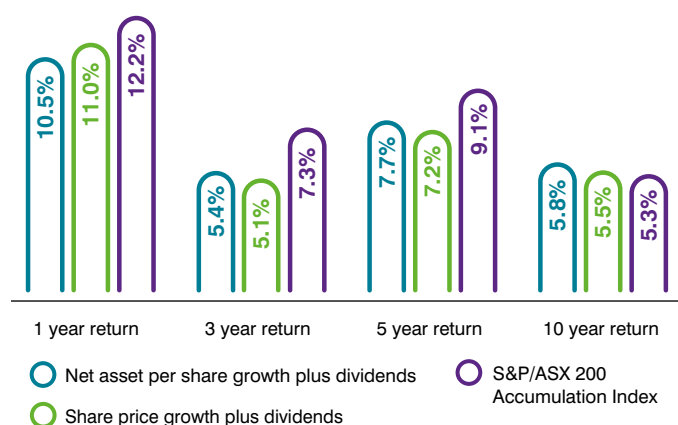
**Professional** management and an experienced Board, investment and management team.

**Low-cost** investing.

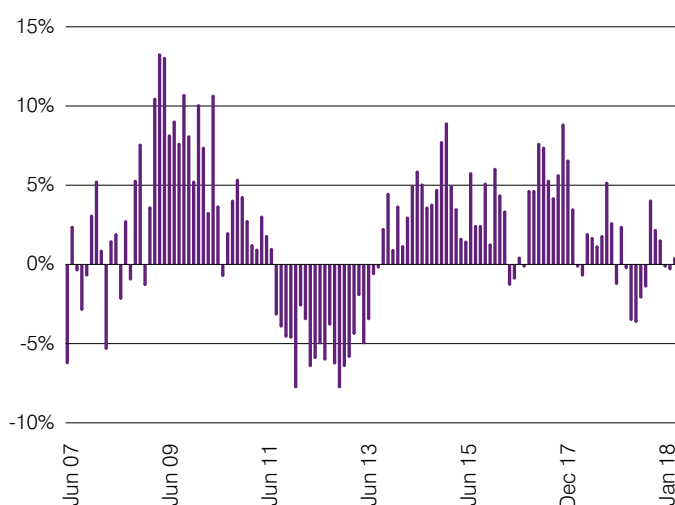
**Ease of investing**, transparent ASX pricing, good liquidity in shares.

**Shareholder meetings** on a regular basis.

### Portfolio performance percentage per annum-periods ending 31 January 2018



### Share price premium/discount to NTA



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## Market commentary

The Australian share market was slightly lower (down 0.5 per cent) over January despite the ongoing strength in the US market.

Healthcare was the best performing sector in January, finishing 3.2 per cent higher. Information technology was the next best increasing 2.0 per cent of the period. Other sectors to produce positive returns were telecommunication services, up 0.8 per cent and materials, up 0.5 per cent.

All other sectors displayed negative returns with utilities the worst performing sector over the month, down 4.5 per cent, with concerns about future increases in interest rates impacting valuations.

Moving into February, the focus for investors will be largely on the first half 2018 company reporting season with outlook comments the key in justifying many of the high valuations that currently exist in the market.

For more information visit our website: [afi.com.au](http://afi.com.au)

## Portfolio facts

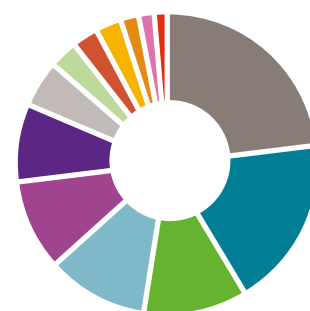
### Top 25 investments valued at closing prices at 31 January 2018

	Total Value \$ Million	% of Portfolio
1 Commonwealth Bank of Australia	623.1	8.7
2 Westpac Banking Corporation	481.3	6.7
3 BHP*	431.0	6.0
4 Wesfarmers	294.5	4.1
5 National Australia Bank*	290.3	4.1
6 CSL*	275.3	3.9
7 Rio Tinto	265.7	3.7
8 Australia and New Zealand Banking Group	242.6	3.4
9 Transurban Group	238.3	3.3
10 Telstra Corporation	192.5	2.7
11 Amcor	179.1	2.5
12 Woolworths Group*	142.7	2.0
13 Brambles	133.1	1.9
14 Oil Search	124.8	1.7
15 Treasury Wine Estates*	114.8	1.6
16 Macquarie Group*	112.1	1.6
17 Woodside Petroleum	108.7	1.5
18 AMP	105.5	1.5
19 AGL Energy	100.9	1.4
20 Ramsay Health Care	96.7	1.4
21 Qube Holdings	89.9	1.3
22 James Hardie Industries*	78.7	1.1
23 Computershare	77.8	1.1
24 Westfield Corporation*	72.7	1.0
25 Origin Energy*	71.0	1.0
<b>Total</b>	<b>4,942.9</b>	

As percentage of total portfolio value (excludes cash) 69.2%

\* Indicates that options were outstanding against part of the holding.

### Investment by sector at 31 January 2018



Banks	23.3%
Materials	18.3%
Industrials	11.2%
Other Financials	10.8%
Healthcare	9.7%
Consumer Staples	8.5%
Energy	4.9%
Telecom Services	3.1%
Information Technology	2.9%
Property Trusts	2.5%
Utilities	2.0%
Consumer Discretionary	1.8%
Cash	1.2%

### Important Information

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