



APPENDIX 4D STATEMENT FOR THE HALF-YEAR ENDING 31 DECEMBER 2019

Contents

- Results for Announcement to the Market
- Media Release
- Appendix 4D Accounts
- Independent Auditors' Review Report

This half-year report is presented under listing rule 4.2A and should be read in conjunction with the Company's 2019 Annual Report.

This announcement was authorised for release by the Board of AMCIL Limited.

AMCIL Limited ABN 57 073 990 735



AMCIL

RESULTS FOR ANNOUNCEMENT TO THE MARKET

The reporting period is the half-year ended 31 December 2019 with the previous corresponding period being the half-year ended 31 December 2018. The results have been reviewed by the Company's auditors.

Results for announcement to the market

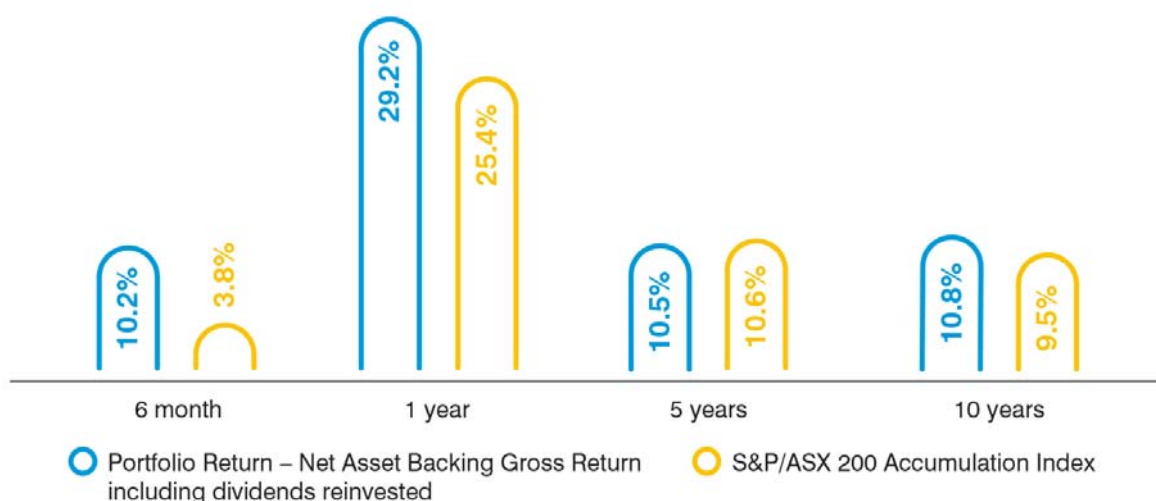
- Profit for the half-year, which was \$3.8 million, was up 4.4% from the previous corresponding period. This was primarily due to an improved result from the trading portfolio this year.
- Revenue from investments was \$4.4 million, down 2.3% from \$4.5 million in the previous corresponding period. This excludes capital gains on investments.
- No interim dividend was declared.
- Last year, due to special circumstances, the Board declared an interim dividend of 2 cents and a special dividend of 1.5 cents, both fully franked.
- Net tangible asset backing per share before any provision for tax on unrealised gains at 31 December 2019 was 102 cents per share (2018 : 88 cents before any provision for the interim and special dividends).
- A final dividend of 3.5 cents per share (fully franked) in respect of the financial year ended 30 June 2019 was paid on 23 August 2019.
- Management expense ratio of 0.59% (2018:0.66%)



Half Year Report to 31 December 2019

- AMCIL's investment approach is to have a focused portfolio in which large, mid and small companies can have an equally important impact on portfolio returns.
- Half Year Profit of \$3.8 million, was marginally ahead of \$3.7 million in the previous corresponding period. An improved contribution from the options and trading portfolios offset the fall in investment income, which was down slightly from \$4.5 million to \$4.4 million.
- AMCIL's normal practice is to pay a dividend once a year with the full year result to distribute the franking credits that are available at financial year end from its investment activities during the year. In line with this practice no interim dividend was declared.
- The focus of investing in quality businesses for the long term, as well as having less exposure to some parts of the market that have significantly underperformed, has strongly assisted the relative performance of the portfolio.
- The six-month portfolio return, including franking, was 10.2% versus the S&P/ASX 200 Accumulation Index, including franking, which was up 3.8% over this period.
- The 12-month portfolio return, including franking, was 29.2%. The return for the S&P/ASX 200 Accumulation Index over this period, including franking, was 25.4%.
- AMCIL's performance numbers are after expenses. The management expense ratio for AMCIL is 0.59% (annualised), with no performance fees.

Portfolio Performance (including the full benefit of franking) – to 31 December 2019



Per annum returns other than for 6 months. AMCIL's performance figures are after costs.

Portfolio Performance

The market continued to generate positive returns in the six months to 31 December 2019, following on from the strong momentum built in the first half of the calendar year. Most key sectors, other than the banks which were down 6.4% over the six months to 31 December 2019, delivered good growth.

AMCIL's total portfolio return, including franking, over the half year was 10.2 % and 29.2% over the 12 months (franking credits are included in the total return figures as AMCIL's dividend policy seeks to maximise the distribution of franking credits, including those arising from taxable realised gains). In contrast, the S&P/ASX 200 Accumulation Index, including franking, was up 3.8% over six months and 25.4% over 12 months to 31 December 2019.

The performance of the portfolio can be attributed to the healthy exposure of the portfolio to large companies such as CSL, Macquarie Group, James Hardie Industries and Wesfarmers. Smaller companies that also contributed strongly to performance were Carsales.com, Objective Corporation, Wellcom Group (which was taken over) and Xero. AMCIL's relative performance was also assisted by its small exposure to the major banks and the limited exposure to the real estate sector, which was flat over the six-month period.

The long-term performance of the portfolio, which is more in line with the Company's investment timeframes, was 10.8% per annum for the 10 years to 31 December 2019, ahead of the Index return of 9.5% per annum (these returns include the full benefit of franking).

Adjustments to the Portfolio

Over the past 18 months there has been a focus on reducing the number of holdings in the portfolio (down from 46 holdings to the current position of 36) with the view of strengthening existing positions in quality holdings, exiting positions where there was less conviction about the investment thesis and adding new holdings that better fitted the emphasis on quality companies with strong industry positions.

In this context, major sales for the six months included positions in Westpac and National Australia Bank (predominantly from the exercise of call options at higher than current prices) early in the half year, AUB Group, Lifestyle Communities and a reduction in the holding in BHP Group. Wellcom Group was also exited as a result of a takeover.

The proceeds from these sales were redeployed across a range of existing holdings, including companies such as Ramsay Health Care, CSL and Macquarie Group. Funds were also utilised to add new companies to the portfolio, the largest of these purchases being in Goodman Group, Macquarie Telecom, Cleanaway Waste Management and Lendlease Group. Each of these companies has market-leading positions in their respective core business segments and in sectors that are expected to deliver solid growth into the future.

Outlook

With the Australian equity market trading at high levels, driven more by the expansion of valuation multiples rather than earnings growth, further significant growth in the market is likely to be more challenging. From AMCIL's perspective we are pleased with the profile of the portfolio in an environment where economic conditions are subdued and the geopolitical risks are elevated. AMCIL will continue to focus on investing in higher quality companies, selectively adding to investments should value opportunities present themselves, rather than trying to capture returns in the more speculative parts of the market.

Please direct any enquiries to:

Mark Freeman
Managing Director
(03) 9225 2122

Geoff Driver
General Manager
(03) 9225 2102

21 January 2020

MAJOR TRANSACTIONS IN THE INVESTMENT PORTFOLIO

Acquisitions	Cost \$'000
--------------	----------------

Goodman Group	8,178
Wesfarmers	5,956
Macquarie Telecom	5,373
Cleanaway Waste Management	4,695
Lendlease Group	3,733

Disposals	Proceeds \$'000
-----------	--------------------

Westpac #	10,335
Wellcom Group (takeover by Innocean Worldwide) #	7,605
AUB Group #	4,726
Lifestyle Communities #	4,561
BHP Group	4,436
National Australia Bank	4,097

Complete disposals from the portfolio

New Companies Added to the Portfolio

Goodman Group	Lend Lease Group
Macquarie Telecom	APA Group
Cleanaway Waste Management	ResMed

TOP INVESTMENTS AS AT 31 DECEMBER 2019

Includes investments held in both the Investment and Trading Portfolios.

Valued at closing prices at 31 December 2019

		Total Value \$ million	% of the Portfolio
1	CSL	24.5	8.9%
2	Macquarie Group	14.0	5.1%
3	Mainfreight	13.9	5.0%
4	Wesfarmers	12.3	4.4%
5	Transurban Group	11.4	4.1%
6	James Hardie Industries	10.3	3.7%
7	National Australia Bank	9.6	3.5%
8	Sydney Airport	9.6	3.5%
9	Objective Corporation	9.2	3.3%
10	* BHP Group	8.9	3.2%
11	Ramsay Health Care	8.6	3.1%
12	Carsales.com	8.4	3.0%
13	EQT Holdings	8.1	2.9%
14	Qube Holdings	7.9	2.9%
15	Goodman Group	7.6	2.8%
16	Reece	7.2	2.6%
17	ARB Corporation	7.2	2.6%
18	* Commonwealth Bank of Australia	7.2	2.6%
19	IRESS	7.1	2.6%
20	* Woodside Petroleum	7.1	2.6%
		200.0	

As % of Total Portfolio Value
(excludes Cash)

72.3%

* Indicates that options were outstanding against part of the holding

Cash position at 31 December 2019 - \$10.3 million



PORTFOLIO PERFORMANCE TO 31 DECEMBER 2019

PERFORMANCE MEASURES AT 31 DECEMBER 2019	6 MONTHS	1 YEAR	5 YEARS %PA	10 YEARS %PA
<i>PORTFOLIO RETURN – NET ASSET BACKING RETURN INCLUDING DIVIDENDS REINVESTED</i>	8.6%	25.2%	8.4%	8.5%
S&P/ASX 200 ACCUMULATION INDEX	3.1%	23.4%	9.0%	7.9%
<i>PORTFOLIO RETURN – NET ASSET BACKING GROSS RETURN INCLUDING DIVIDENDS REINVESTED*</i>	10.2%	29.2%	10.5%	10.8%
S&P/ASX 200 ACCUMULATION INDEX *	3.8%	25.4%	10.6%	9.5%

Note: AMCIL's net asset per share growth plus dividend series is calculated after management expenses, income tax and capital gains tax on realised sales of investments. It should also be noted that Index returns for the market do not include the impact of management expenses and tax on their performance.

* Incorporates the benefit of franking credits for those who can fully utilise them.



AMCIL LIMITED

ABN 57 073 990 735

HALF-YEAR REPORT 31 DECEMBER 2019

COMPANY PARTICULARS

AMCIL Limited (“AMH”)

ABN 57 073 990 735

AMCIL is a Listed Investment Company. It is an investor in equities and similar securities on the stock market primarily in Australia.

Directors: Bruce Teele, Chairman
Ross Barker
Roger Brown
Michael Hirst
Siobhan McKenna
Rupert Myer AO
Jonathan Webster
Mark Freeman, Managing Director

Company Secretaries: Matthew Rowe
Andrew Porter

Auditor: PricewaterhouseCoopers, Chartered Accountants

Country of incorporation: Australia

Registered office: Level 21
101 Collins Street
Melbourne, Victoria 3000

Contact Details: Mail Address: Level 21, 101 Collins St., Melbourne, Victoria 3000
Telephone: (03) 9650 9911
Facsimile: (03) 9650 9100
Email: invest@amcil.com.au
Internet address: www.amcil.com.au

For enquiries regarding net asset backing (as advised each month to the Australian Securities Exchange):

Telephone: 1800 780 784 (toll free)

Share Registrar: Computershare Investor Services Pty Limited
Mail Address: GPO Box 2975, Melbourne, Victoria 3001
Yarra Falls, 452 Johnston Street, Abbotsford, Victoria 3067

AMH Shareholder enquiry line: 1300 653 916
+613 9415 4224 (from overseas)

Facsimile: (03) 9473 2500
Internet: www.investorcentre.com/contact

For all enquiries relating to shareholdings, dividends and related matters, please contact the share registrar as above.

Securities Exchange Code:

AMH Ordinary shares

DIRECTORS' REPORT

This report in relation to the half-year to 31 December 2019 is presented by the Directors of AMCIL Limited ('the Company') in accordance with a resolution of Directors.

Directors

The following persons were directors of the Company during the half-year and up to the date of this report:

B.B. Teele (appointed December 2003)
R.E. Barker (appointed May 1996)
R.G. Brown (appointed February 2014)
M.J. Hirst (appointed January 2019)
S.L. McKenna (appointed March 2016)
R.H. Myer AO (appointed January 2000)
J.J. Webster (appointed November 2016)
R.M. Freeman (appointed January 2018)

Company operations and results

Overview

AMCIL is a Listed Investment Company which invests primarily in securities listed on the Australian Securities Exchange.

Performance Indicators and Outcomes

Profit for the half-year, which was \$3.8 million, was up 4.4% from the previous corresponding period. This was primarily due to an improved performance from the trading portfolio this year.

The net profit for the six months was equivalent to 1.38 cents per share (2018 : 1.38 cents per share). Due to the increase in the number of shares, the net profit per share remained constant, despite the increase in profit.

Dividends and distributions from investments amounted to \$4.4 million for the half-year, of which \$2.6 million was from fully franked dividends. This was down in the previous corresponding period, where the income from franked dividends was \$3.4 million. This explains, in part, the higher taxation figure for this half as less income received carried a franking credit with it, and consequently tax was borne by AMCIL.

The portfolio return for the six months to December 2019 delivered a return of 8.6% compared to the broader S&P/ASX200 return of 3.1%. AMCIL's portfolio return is after costs and tax paid (including tax on realised capital gains which can be returned to shareholders via franking credits).

There was no interim dividend declared, in accordance with usual practice. Last year, due to special circumstances, the Board declared an interim dividend of 2 cents and a special dividend of 1.5 cents, both fully franked.

Auditors' independence declaration

A copy of the auditors' independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 12.

Rounding of amounts

The Company is of a kind referred to in the ASIC Corporations' (Rounding in Financial/Directors' Reports) Instrument 2016/191, relating to the "rounding off" of amounts in the directors' report and financial report. Unless specifically stated otherwise, amounts in the directors' report and financial report have been rounded off to the nearest thousand dollars in accordance with that Instrument.

This report is made in accordance with a resolution of the directors.

A handwritten signature in black ink, appearing to read 'BB Teele', with a long horizontal flourish extending to the right.

BB Teele
Chairman
Melbourne
21 January 2020



Auditor's Independence Declaration

As lead auditor for the review of AMCIL Limited for the half-year ended 31 December 2019, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (b) no contraventions of any applicable code of professional conduct in relation to the review.

A handwritten signature in black ink, appearing to read 'Nadia Carlin', written over a horizontal line.

Nadia Carlin
Partner
PricewaterhouseCoopers

Melbourne
21 January 2020

PricewaterhouseCoopers, ABN 52 780 433 757
2 Riverside Quay, SOUTHBANK VIC 3006, GPO Box 1331, MELBOURNE VIC 3001
T: 61 3 8603 1000, F: 61 3 8603 1999, www.pwc.com.au

Liability limited by a scheme approved under Professional Standards Legislation.

INCOME STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

	Note	Half-year 2019 \$'000	Half-year 2018 \$'000
Dividends and distributions		4,352	4,484
Revenue from deposits and bank bills		69	41
Total revenue		4,421	4,525
Net gains/(losses) on trading and options portfolios		727	108
Other income		-	10
Income from operating activities	3	5,148	4,643
Finance costs		(48)	(38)
Administration expenses		(810)	(852)
Profit before income tax expense		4,290	3,753
Income tax (expense)/credit		(468)	(91)
Profit for the half-year		3,822	3,662
		Cents	Cents
Basic earnings per share	8	1.38	1.38

This Income Statement should be read in conjunction with the accompanying notes.

STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

	Half-Year to 31 December 2019			Half-Year to 31 December 2018		
	Revenue \$'000	Capital \$'000	Total \$'000	Revenue \$'000	Capital \$'000	Total \$'000
Profit for the half-year	3,822	-	3,822	3,662	-	3,662
Other Comprehensive Income						
Gains/(losses) for the period on equity securities in the investment portfolio	-	20,733	20,733	-	(27,663)	(27,663)
Deferred tax on above	-	(6,270)	(6,270)	-	8,696	8,696
Total Other Comprehensive Income¹	-	14,463	14,463	-	(18,967)	(18,967)
Total comprehensive income ²	3,822	14,463	18,285	3,662	(18,967)	(15,305)

¹ These are the net capital gains/(losses) not accounted for through the Income Statement.

² This is the company's Net Return for the half-year, which includes the Net Profit plus the net realised and unrealised gains or losses on the Company's investment portfolio.

Note that none of the items included in Other Comprehensive Income will be recycled through the Income Statement.

This Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

BALANCE SHEET AS AT 31 DECEMBER 2019

	Note	31 Dec 2019 \$'000	30 June 2019 \$'000
Current assets			
Cash		10,342	13,988
Receivables		639	2,993
Total current assets		10,981	16,981
Non-current assets			
Investment portfolio		276,823	253,395
Deferred tax assets		25	137
Total non-current assets		276,848	253,532
Total assets		287,829	270,513
Current liabilities			
Payables		753	173
Options written portfolio	4	172	1,217
Tax payable		1,930	851
Total current liabilities		2,855	2,241
Non-current liabilities			
Deferred tax liabilities - investment portfolio	5	25,333	20,718
Total non-current liabilities		25,333	20,718
Total liabilities		28,188	22,959
Net Assets		259,641	247,554
Shareholders' equity			
Share Capital	6	189,581	186,168
Revaluation Reserve		46,273	36,784
Realised Capital Gains Reserve		16,374	19,637
Retained Profits		7,413	4,965
Total shareholders' equity		259,641	247,554

This Balance Sheet should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

Half-Year to 31 December 2019

	Note	Share Capital \$'000	Revaluation Reserve \$'000	Realised Capital Gains \$'000	Retained Profits \$'000	Total \$'000
Total equity at the beginning of the half-year		186,168	36,784	19,637	4,965	247,554
Dividends paid	7	-	-	(8,237)	(1,374)	(9,611)
Shares issued – Dividend Reinvestment Plan	6	3,426	-	-	-	3,426
Share Issue Transaction Costs	6	(13)	-	-	-	(13)
Total transactions with shareholders		3,413	-	(8,237)	(1,374)	(6,198)
Profit for the half-year		-	-	-	3,822	3,822
<i>Other Comprehensive Income for the half-year</i>						
Net gains for the period on equity securities in the investment portfolio		-	14,463	-	-	14,463
Other Comprehensive Income for the half-year		-	14,463	-	-	14,463
Transfer to Realised Capital Gains Reserve of realised gains on investments sold		-	(4,974)	4,974	-	-
Total equity at the end of the half-year		189,581	46,273	16,374	7,413	259,641

This Statement of Changes in Equity should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2019 (CONT.)

Half-Year to 31 December 2018	Note	Share Capital \$'000	Revaluation Reserve \$'000	Realised Capital Gains \$'000	Retained Profits \$'000	Total \$'000
Total equity at the beginning of the half-year		174,748	39,285	20,721	10,604	245,358
Dividends paid	7	-	-	(5,230)	(5,884)	(11,114)
Shares issued – Dividend Reinvestment Plan		3,899	-	-	-	3,899
- Share Purchase Plan		4,319	-	-	-	4,319
Share Issue Transaction Costs		(37)	-	-	-	(37)
Total transactions with shareholders		8,181	-	(5,230)	(5,884)	(2,933)
Profit for the half-year		-	-	-	3,662	3,662
<i>Other Comprehensive Income for the half-year</i>						
Net losses for the period on equity securities in the investment portfolio		-	(18,967)	-	-	(18,967)
Other Comprehensive Income for the half-year		-	(18,967)	-	-	(18,967)
Transfer to Realised Capital Gains Reserve of realised gains on investments sold		-	(4,818)	4,818	-	-
Total equity at the end of the half-year		182,929	15,500	20,309	8,382	227,120

This Statement of Changes in Equity should be read in conjunction with the accompanying notes.

CASH FLOW STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

	Half-year 2019 \$'000 INFLOWS/ (OUTFLOWS)	Half-year 2018 \$'000 INFLOWS/ (OUTFLOWS)
Cash flows from operating activities		
Sales from trading portfolio	827	2,275
Purchases for trading portfolio	(448)	(9,606)
Interest received	69	41
Proceeds from entering into options in options written portfolio	817	710
Payment to close out options in options written portfolio	(1,144)	(536)
Dividends and distributions received	4,097	4,781
	<u>4,218</u>	<u>(2,335)</u>
Administration expenses (incl. retirement allowances)	(793)	(921)
Finance costs paid	(48)	(40)
Taxes paid	-	-
Other receipts	-	10
Net cash inflow/(outflow) from operating activities	<u>3,377</u>	<u>(3,286)</u>
Cash flows from investing activities		
Sales from investment portfolio	63,928	43,221
Purchases for investment portfolio	(63,818)	(30,076)
Taxes paid on capital gains	(935)	(1,655)
Net cash inflow/(outflow) from investing activities	<u>(825)</u>	<u>11,490</u>
Cash flows from financing activities		
Share issues	3,426	4,319
Share issues transaction costs	(13)	(37)
Repayment of borrowings	-	(1,000)
Dividends paid	(9,611)	(7,215)
Net cash inflow/(outflow) from financing activities	<u>(6,198)</u>	<u>(3,933)</u>
Net increase/(decrease) in cash held	(3,646)	4,271
Cash at the beginning of the half-year	13,988	2,150
Cash at the end of the half-year	<u>10,342</u>	<u>6,421</u>

This Cash Flow Statement should be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

1. Basis of preparation of half-year financial report

This general purpose half-year financial report has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This interim financial report does not include all the notes of the type normally included in an annual financial report. This report should be read in conjunction with the 2019 Annual Report and public announcements made by the Company during the half-year, in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

In the interests of transparency in its reporting, the Company uses the phrase “market value” in place of the AASB terminology “fair value for actively traded securities.”

2. Financial reporting by segments

The Company operates as a Listed Investment Company in Australia. It has no reportable business or geographic segments.

(a) Segment information provided to the Board

The internal reporting provided to the Board for the Company’s assets, liabilities and performance is prepared on a consistent basis with the measurement and recognition principles of Australian Accounting Standards, except that net assets are reviewed both before and after the effects of unrealised capital gains tax on investments (as reported in the Company’s Net Tangible Asset announcements to the ASX).

The relevant amounts as at 31 December 2019 and 31 December 2018 were as follows:

Net tangible asset backing per share	2019	2018
	cents	cents
Before Tax	102	88
After Tax	93	84

(b) Other segment information

(i) Segment Revenue

Revenues from external parties are derived from the receipt of dividend, distribution and interest income, whilst income arises from gains or losses on the trading portfolio and the options portfolio.

The Company is domiciled in Australia and the Company’s income is derived predominantly from Australian entities or entities that have a listing on the Australian Securities Exchange. The Company has a diversified portfolio of investments, with one investment comprising more than 10% of the Company’s income, including contribution from the trading portfolio and income from the options written portfolio : National Australia Bank 10.8% (2018 : 2 - Westpac 12.3% and BHP 11.1%).

3. Income from operating activities	Half-year 2019 \$'000	Half-year 2018 \$'000
Income from operating activities is comprised of the following:		
Dividends & distributions		
• securities held in investment portfolio	4,352	4,369
• securities held in trading portfolio	-	115
	<u>4,352</u>	<u>4,484</u>
Interest income		
• deposits and income from bank bills	69	41
	<u>69</u>	<u>41</u>
Net gains/(losses)		
• net gains from trading portfolio sales	10	80
• unrealised losses in trading portfolio	-	(883)
• realised gains/(losses) on options written portfolio	634	758
• unrealised gains/(losses) on options written portfolio	83	153
	<u>727</u>	<u>108</u>
Other income	-	10
Income from operating activities	<u>5,148</u>	<u>4,643</u>

4. Current liabilities – options written portfolio

As at balance date there were call options outstanding which potentially required the Company, if they were all exercised, to deliver securities to the value of \$18.1 million (30 June 2019: \$23.4 million). If all the put options were exercised, this would require the Company to purchase \$0.4 million of stock (30 June 2019 : \$0.5 million).

5. Deferred tax liabilities – investment portfolio

In accordance with AASB 112 *Income Taxes*, deferred tax liabilities have been recognised for Capital Gains Tax on the unrealised gains in the investment portfolio at current tax rates totalling \$25.3 million (30 June 2019 : \$20.7 million). As the Directors do not intend to dispose of the portfolio, this tax liability may not be crystallised at this amount.

6. Shareholders' equity – share capital

Movements in Share Capital of the Company during the half-year were as follows:

Date	Details	Notes	Number of shares '000	Issue price \$	Paid-up Capital \$'000
01/07/2019	Opening Balance		274,586		186,168
23/08/2019	Dividend Reinvestment Plan	(i)	3,938	0.87	3,426
Various	Share Issue Costs		-		(13)
31/12/2019	Balance		<u>278,524</u>		<u>189,581</u>

- (i) The Company's Dividend Reinvestment Plan was in place for the 2019 final dividend. Shares were issued at a price equivalent to the 5-day VWAP calculated from when the shares traded ex-dividend.

7. Dividends	Half-year 2019 \$'000	Half-year 2018 \$'000
Dividends (fully franked) paid during the period	9,611 (3.5 cents per share)	11,114 (4.25 cents per share)

No interim dividend has been declared.

8. Earnings per Share	Half-year 2019 Number	Half-year 2018 Number
Weighted average number of ordinary shares used as the denominator	277,368,414	265,977,585
Basic earnings per share		
	\$'000	\$'000
Profit for the half-year	3,822	3,662
	Cents	Cents
Basic earnings per share	1.38	1.38

Dilution

As there are no options, convertible notes or other dilutive instruments on issue, diluted net profit per share is the same as basic net profit per share.

9. Events subsequent to balance date

Since 31 December 2019 to the date of this report there has been no event of which the Directors are aware which has had a material effect on the Company or its financial position.

10. Contingencies

At balance date Directors are not aware of any material contingent liabilities or contingent assets other than those already disclosed elsewhere in the financial report.

DIRECTORS' DECLARATION

In the Directors' opinion:

- (a) the financial statements and notes set out on pages 13 to 21 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the Company's financial position as at 31 December 2019 and of its performance, as represented by the results of the operations, changes in equity and cash flows, for the half-year ended on that date; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.

A handwritten signature in black ink, appearing to read 'BB Teele', with a long horizontal flourish extending to the right.

BB Teele
Chairman
Melbourne
21 January 2020



Independent auditor's review report to the members of AMCIL Limited

Report on the half-year financial report

We have reviewed the accompanying half-year financial report of AMCIL Limited (the Company) which comprises the balance sheet as at 31 December 2019, the income statement, statement of comprehensive income, statement of changes in equity and cash flow statement for the half-year ended on that date, the notes to the financial statements and the directors' declaration.

Directors' responsibility for the half-year financial report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Australian Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Company's financial position as at 31 December 2019 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of AMCIL Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

PricewaterhouseCoopers, ABN 52 780 433 757
2 Riverside Quay, SOUTHBANK VIC 3006, GPO Box 1331, MELBOURNE VIC 3001
T: 61 3 8603 1000, F: 61 3 8603 1999, www.pwc.com.au

Liability limited by a scheme approved under Professional Standards Legislation.



Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of AMCIL Limited is not in accordance with the *Corporations Act 2001* including:

1. giving a true and fair view of the Company's financial position as at 31 December 2019 and of its performance for the half-year ended on that date;
2. complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A stylized, handwritten signature in dark ink, consisting of a series of connected loops and strokes.

PricewaterhouseCoopers

A stylized, handwritten signature in dark ink, consisting of a series of connected loops and strokes.

Nadia Carlin
Partner

Melbourne
21 January 2020