



A Focused Portfolio
of Australian Equities

Appendix 4D Statement for the Half-Year ending 31 December 2021

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This half-year report is presented under listing rule 4.2A and should be read in conjunction with the Company's 2021 Annual Report.

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

AMCIL Limited ABN 57 073 990 735

RESULTS FOR ANNOUNCEMENT TO THE MARKET

The reporting period is the half-year ended 31 December 2021 with the previous corresponding period being the half-year ended 31 December 2020. The results have been reviewed by the Company's auditors.

Results for announcement to the market

- Profit for the half-year, which was \$3.6 million, was up 85.7% from the previous corresponding period.
- Revenue from investments was \$4.6 million, up 78.8% from \$2.6 million in the previous corresponding period.
- An interim dividend of 1.0 cent per share fully franked (at 30%) will be paid on 24 February 2022 to ordinary shareholders on the register on 8 February 2022. There is no conduit foreign income component of the dividend. No interim dividend was paid last year.
- All of the interim dividend is sourced from capital gains, on which the Company has paid or will pay tax. The amount of the pre-tax attributable gain, known as an "LIC capital gain", attached to this dividend is 1.43 cents (1.0 cent grossed up for tax). This enables some shareholders to claim a tax deduction in their tax return. Further details will be on the dividend statements.
- A Dividend Reinvestment Plan (DRP) and Dividend Substitution Share Plan (DSSP) are available, the price for which will be set at a **2.5% discount** to the Volume Weighted Average Price of the Company's shares traded on the ASX and Chi-X automated trading systems over the five trading days from when the shares trade ex-dividend. The last date for the receipt of an election notice for participation in the DRP & DSSP is 5.00 pm (Melbourne time) on 9 February 2022.
- Net tangible asset backing per share before any provision for tax on unrealised gains at 31 December 2021 was \$1.34 per share (2020 : \$1.15).
- A final dividend of 2.5 cents per share and a special dividend of 2.0 cents per share (both fully franked) in respect of the financial year ended 30 June 2021 were paid on 26 August 2021.
- Management expense ratio of 0.46% (2020:0.53%)
- A Share Purchase Plan ("SPP") has also been announced. Details will be sent to all eligible shareholders.

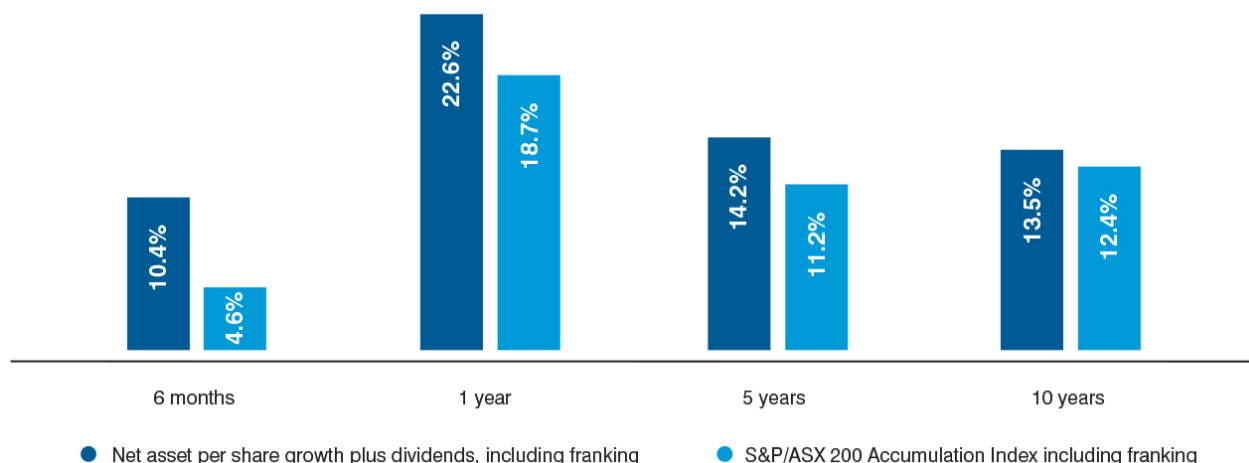


AMCIL Declares an Interim Dividend

Half Year Report to 31 December 2021

- AMCIL manages a focused portfolio of high-quality companies that is expected to deliver above-market growth over the long term. Within this concentrated portfolio, large, mid and small companies can have an equally important impact on portfolio returns.
- New COVID-19 variants, resultant mobility restrictions and disrupted supply chains have made the environment challenging for many businesses. Given these uncertainties, our focus on investing in quality businesses for the long term has benefited the portfolio and places us in a relatively good position.
- The total portfolio return during this period including dividends and franking was 10.4% versus the S&P/ASX 200 Accumulation Index including franking which was up 4.6% over this period.
- The 12-month portfolio return including dividends and franking was 22.6%. The return for the S&P/ASX 200 Accumulation Index over this period including franking was 18.7%.
- Half Year Profit of \$3.6 million was up from \$1.9 million in the previous corresponding period. Revenue from investments increased from \$2.6 million to \$4.6 million, as companies increased or reinstated dividend payments because of improved trading conditions despite ongoing disruptions from the COVID-19 pandemic.
- The Board has declared an interim dividend of 1 cent per share fully franked.
- With the full year result for the financial year ending 2021 the Board announced a change in dividend policy. In summary, the change meant that AMCIL will no longer be paying out all available franking credits at the end of each financial year, as was the case under the previous policy. The change in policy provides greater flexibility in paying an interim dividend. It is expected, subject to financial performance at the time, the Company will continue to provide an interim dividend to shareholders.

Portfolio performance (including the full benefit of franking) – to 31 December 2021



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

Market and Portfolio Performance

Market conditions have continued to be volatile through the first half of the 2022 financial year. However, we believe our long term investment perspective has enabled us to focus on the lasting impacts of these events, an approach particularly suited to such uncertain times.

As buoyant economic demand has intersected with the supply chain challenges to create a significant bout of inflation, our positioning in quality companies has seen us well placed to navigate what is potentially a challenging outlook. The ability for a business to pass on cost pressures in its pricing is growing in importance, as is the calibre of executives managing the challenges faced by businesses in their supply chains and accessing labour.

The other market implication of the inflationary outbreak has been increased interest rate expectations. We have been factoring increased rates into our valuation considerations but continue to rank investment opportunities based on our conviction in their long term outlook, rather than seeking to identify short term beneficiaries of the likely market rotation that will occur with rising interest rates.

AMCIL's total portfolio return including franking over the six months to 31 December 2021 was 10.4 %. In contrast, the S&P/ASX 200 Accumulation Index, including franking, was up 4.6% over this period.

The most significant contributors to portfolio performance over the six months to 31 December 2021 have come from our holdings in Mainfreight, Macquarie Group, Macquarie Telecom, Sydney Airport, Goodman Group, ARB Corporation and James Hardie Industries. There was little in the way of large offsetting poor performers over the half year, other than Westpac and BHP, which enabled us to capture full value from these strong performing holdings and deliver short term portfolio outperformance.

Over 12 months to 31 December 2021 AMCIL's total portfolio return including franking was 22.6%, whereas the S&P/ASX 200 Accumulation Index including franking was up 18.7%.

Adjustments to the Portfolio

Our investment activity has been relatively subdued, reflecting consistent delivery on profit expectations by portfolio holdings in recent times. Positions exited or trimmed were done due to the investment risk of high valuations in a rising interest rate environment.

NEXTDC and Seek were exited on this basis, while positions in Sydney Airport, ARB Corporation, Macquarie Telecom, Objective Corporation and Xero were reduced throughout the period.

A setback in the share prices of both Netwealth Group and Domino's Pizza Enterprises allowed us to initiate positions in these companies that we rank highly for the strength of their market sectors, their long term growth prospects and the quality of their owner/driver management teams.

We also identified some attractive opportunities in the emerging part of the portfolio. Lark Distilling Co. is a new holding in the portfolio. We see the company as well placed to build a premium global brand to capture the growing interest in Tasmanian whisky. Beamtree was a small holding that we increased in the period. It is building a very interesting health data offering to assist hospitals and pathology operators with billing and health outcome data, driving financial and clinical benefits.

Our most material transaction was to switch our bank holdings, replacing National Australia Bank with Westpac. This was done with a medium term view of value while recognising the significant work ahead of Westpac to capture this potential uplift.

Outlook

The recent fall in share prices of some companies in the portfolio with heightened valuations has the potential to provide short term headwinds to performance. However, we believe that from a long term perspective, the portfolio is suitably placed to navigate volatile market conditions that are likely to prevail as interest rates are expected to rise following on from a post COVID-19 economic recovery in the US and elsewhere. AMCIL remains focused on long term opportunities in high-quality companies and we are confident that with patience, future market volatility will provide additional opportunities to invest. At the end of December 2021, AMCIL was close to fully invested and has therefore announced a Share Purchase Plan with this result to provide additional funds for the portfolio.

Please direct any enquiries to:

Mark Freeman
Managing Director
(03) 9225 2122

Geoff Driver
General Manager
(03) 9225 2102

25 January 2022

TOP 5 TRANSACTIONS IN THE INVESTMENT PORTFOLIO

Acquisitions	Cost \$'000
Westpac	14,047
Lark Distilling Co.	6,000
Santos (as a result of the merger with Oil Search)	4,848
Domino's Pizza Enterprises	4,028
Netwealth Group	3,981

Disposals	Proceeds \$'000
National Australia Bank [#]	14,722
NEXTDC [#]	7,211
Sydney Airport	5,977
Seek [#]	5,687
Oil Search [#] (as a result of merger with Santos)	4,848

[#] Complete disposals from the portfolio.

New Companies Added to the Portfolio

Westpac
Lark Distilling Co.
Santos (as a result of the merger with Oil Search)
Domino's Pizza Enterprises
Netwealth Group
Marketplacer (unlisted placement)

TOP INVESTMENTS AS AT 31 DECEMBER 2021

Includes investments held in both the Investment and Trading Portfolios.

Valued at closing prices at 31 December 2021

		Total value \$ million	% of portfolio
1	CSL	33.4	8.2%
2	Mainfreight	30.1	7.3%
3	BHP	22.2	5.4%
4	Macquarie Group	21.9	5.4%
5	Wesfarmers	21.1	5.1%
6	Transurban Group	17.5	4.3%
7	Goodman Group	16.1	3.9%
8	James Hardie Industries	14.7	3.6%
9	IRESS	14.6	3.6%
10	Woolworths Group	14.4	3.5%
11	Macquarie Telecom Group	13.5	3.3%
12	ARB Corporation	12.3	3.0%
13	FINEOS Corporation	11.9	2.9%
14	Westpac Banking Corporation	11.5	2.8%
15	ASX	10.5	2.6%
16	ResMed	10.4	2.5%
17	Reece	9.8	2.4%
18	Carsales.com	9.3	2.3%
19	PEXA Group	9.0	2.2%
20	Commonwealth Bank of Australia	8.9	2.2%
	Total	313.0	
	As % of Total Portfolio Value (excludes Cash)	76.5%	



PORTFOLIO PERFORMANCE TO 31 DECEMBER 2021

PERFORMANCE MEASURES AT 31 DECEMBER 2021	6 MONTHS	1 YEAR	5 YEARS %PA	10 YEARS %PA
<i>PORTFOLIO RETURN – NET ASSET BACKING RETURN INCLUDING DIVIDENDS REINVESTED</i>	8.9%	20.9%	12.2%	11.3%
S&P/ASX 200 ACCUMULATION INDEX	3.8%	17.2%	9.8%	10.8%
<i>PORTFOLIO RETURN – NET ASSET BACKING GROSS RETURN INCLUDING DIVIDENDS REINVESTED*</i>	10.4%	22.6%	14.2%	13.5%
S&P/ASX 200 ACCUMULATION INDEX*	4.6%	18.7%	11.2%	12.4%

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

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.

Past performance is not indicative of future performance.



AMCIL LIMITED

ABN 57 073 990 735

HALF-YEAR REPORT 31 DECEMBER 2021

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: Rupert Myer AO, Chairman
Jodie Auster
Roger Brown
Michael Hirst
Siobhan McKenna
Jonathan Webster AM
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: Address: Level 21, 101 Collins St., Melbourne, Victoria 3000
Telephone: (03) 9650 9911
Facsimile: (03) 9650 9100
Email: invest@amcil.com.au
Internet address: 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
Address: 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 2021 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:

R.H. Myer AO (appointed January 2000)
J. Auster (appointed February 2021)
R.G. Brown (appointed February 2014)
M.J. Hirst (appointed January 2019)
S.L. McKenna (appointed March 2016)
J.J. Webster AM (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 \$3.6 million, was up 86% from the previous corresponding period.

The net profit for the six months was equivalent to 1.20 cents per share (2020 : 0.69 cents per share).

Dividends and distributions from investments amounted to \$4.6 million for the half-year.

The portfolio return for the six months to December 2021 delivered a return of 8.9% compared to the broader S&P/ASX200 return of 3.8%. 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).

An interim dividend of 1 cent per share, fully franked, was declared.

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 blue ink, appearing to read 'R.H. Myer', with a stylized flourish at the end.

R.H. Myer AO
Chairman
Melbourne
25 January 2022



Auditor's Independence Declaration

As lead auditor for the review of AMCIL Limited for the half-year ended 31 December 2021, 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 that reads 'Nadia Carlin'.

Nadia Carlin
Partner
PricewaterhouseCoopers

Melbourne
25 January 2022

PricewaterhouseCoopers, ABN 52 780 433 757
2 Riverside Quay, SOUTHBANK VIC 3006, GPO Box 1331, MELBOURNE VIC 3001
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Liability limited by a scheme approved under Professional Standards Legislation.

INCOME STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

	Note	Half-year 2021 \$'000	Half-year 2020 \$'000
Dividends and distributions		4,592	2,565
Revenue from deposits and bank bills		-	3
Total revenue		4,592	2,568
Net gains/(losses) on trading and options portfolios		(3)	96
Other income		-	51
Income from operating activities	3	4,589	2,715
Finance costs		(59)	(49)
Administration expenses		(935)	(810)
Profit before income tax expense		3,595	1,856
Income tax (expense)/credit		12	86
Profit for the half-year		3,607	1,942
		Cents	Cents
Basic earnings per share	8	1.20	0.69

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

STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

	Half-Year to 31 December 2021			Half-Year to 31 December 2020		
	Revenue \$'000	Capital \$'000	Total \$'000	Revenue \$'000	Capital \$'000	Total \$'000
Profit for the half-year	3,607	-	3,607	1,942	-	1,942
Other Comprehensive Income						
Gains for the period on equity securities in the investment portfolio	-	35,998	35,998	-	51,922	51,922
Deferred tax on above	-	(10,882)	(10,882)	-	(15,681)	(15,681)
Total Other Comprehensive Income¹	-	25,116	25,116	-	36,241	36,241
Total comprehensive income ²	3,607	25,116	28,723	1,942	36,241	38,183

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 2021

	Note	31 Dec 2021 \$'000	30 June 2021 \$'000
Current assets			
Cash		3,489	10,933
Receivables		2,273	3,315
Trading portfolio		3,225	-
Total current assets		8,987	14,248
Non-current assets			
Investment portfolio		405,963	371,865
Deferred tax assets		104	-
Total non-current assets		406,067	371,865
Total assets		415,054	386,113
Current liabilities			
Payables		90	83
Options written portfolio	4	-	47
Borrowings – bank debt		6,000	-
Tax payable		5,582	5,605
Total current liabilities		11,672	5,735
Non-current liabilities			
Deferred tax liabilities - other		-	58
Deferred tax liabilities - investment portfolio	5	50,327	44,977
Total non-current liabilities		50,327	45,035
Total liabilities		61,999	50,770
Net Assets		353,055	335,343
Shareholders' equity			
Share Capital	6	211,261	208,987
Revaluation Reserve		102,412	88,605
Realised Capital Gains Reserve		29,152	28,299
Retained Profits		10,230	9,452
Total shareholders' equity		353,055	335,343

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

STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

Half-Year to 31 December 2021	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		208,987	88,605	28,299	9,452	335,343
Dividends paid	7	-	-	(10,456)	(2,829)	(13,285)
Shares issued – Dividend Reinvestment Plan	6	2,284	-	-	-	2,284
Share Issue Transaction Costs	6	(10)	-	-	-	(10)
Total transactions with shareholders		2,274	-	(10,456)	(2,829)	(11,011)
 Profit for the half-year		-	-	-	3,607	3,607
 <i>Other Comprehensive Income for the half-year</i>						
Net gains for the period on equity securities in the investment portfolio		-	25,116	-	-	25,116
Other Comprehensive Income for the half-year		-	25,116	-	-	25,116
Transfer to Realised Capital Gains Reserve of realised gains on investments sold		-	(11,309)	11,309	-	-
 Total equity at the end of the half-year		211,261	102,412	29,152	10,230	353,055

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 2021 (CONT.)

Half-Year to 31 December 2020	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		189,581	40,075	15,684	9,555	254,895
Dividends paid	7	-	-	-	(6,879)	(6,879)
Shares issued – Dividend Reinvestment Plan		1,276	-	-	-	1,276
- Share Purchase Plan		18,178	-	-	-	18,178
Share Issue Transaction Costs		(46)	-	-	-	(46)
Total transactions with shareholders		19,408	-	-	(6,879)	12,529
Profit for the half-year		-	-	-	1,942	1,942
<i>Other Comprehensive Income for the half-year</i>						
Net gains for the period on equity securities in the investment portfolio		-	36,241	-	-	36,241
Other Comprehensive Income for the half-year		-	36,241	-	-	36,241
Transfer to Realised Capital Gains Reserve of realised gains on investments sold		-	(6,034)	6,034	-	-
Total equity at the end of the half-year		208,989	70,282	21,718	4,618	305,607

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 2021

	Half-year 2021 \$'000 INFLOWS/ (OUTFLOWS)	Half-year 2020 \$'000 INFLOWS/ (OUTFLOWS)
Cash flows from operating activities		
Sales from trading portfolio	485	262
Purchases for trading portfolio	(3,495)	(477)
Interest received	-	3
Proceeds from entering into options in options written portfolio	231	71
Payment to close out options in options written portfolio	(17)	-
Dividends and distributions received	4,875	2,862
	<u>2,079</u>	<u>2,721</u>
Administration expenses	(932)	(817)
Finance costs paid	(56)	(49)
Taxes paid	(39)	(416)
Other receipts	-	51
Net cash inflow/(outflow) from operating activities	<u>1,052</u>	<u>1,490</u>
Cash flows from investing activities		
Sales from investment portfolio	53,027	25,573
Purchases for investment portfolio	(50,847)	(36,972)
Taxes paid on capital gains	(5,666)	(672)
Net cash inflow/(outflow) from investing activities	<u>(3,486)</u>	<u>(12,071)</u>
Cash flows from financing activities		
Proceeds from borrowings	12,500	-
Repayment of borrowings	(6,500)	-
Share issues	2,284	19,454
Share issues transaction costs	(10)	(46)
Dividends paid	(13,284)	(6,879)
Net cash inflow/(outflow) from financing activities	<u>(5,010)</u>	<u>12,529</u>
Net increase/(decrease) in cash held	(7,444)	1,948
Cash at the beginning of the half-year	10,933	9,190
Cash at the end of the half-year	<u>3,489</u>	<u>11,138</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 2021

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 2021 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 2021 and 31 December 2020 were as follows:

Net tangible asset backing per share	2021	2020
	\$	\$
Before Tax	1.34	1.15
After Tax	1.17	1.02

(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 : BHP 29.5% (2020 : two – BHP 12.8% and Wesfarmers 12.4%).

3. Income from operating activities	Half-year 2021 \$'000	Half-year 2020 \$'000
Income from operating activities is comprised of the following:		
Dividends & distributions		
• securities held in investment portfolio	4,551	2,565
• securities held in trading portfolio	41	-
	<u>4,592</u>	<u>2,565</u>
Interest income		
• deposits and income from bank bills	-	3
	<u>-</u>	<u>3</u>
Net gains/(losses)		
• net gains from trading portfolio sales	6	13
• unrealised gains/(losses) in trading portfolio	(270)	41
• realised gains/(losses) on options written portfolio	261	-
• unrealised gains/(losses) on options written portfolio	-	42
	<u>(3)</u>	<u>96</u>
Other income	-	51
Income from operating activities	<u>4,589</u>	<u>2,715</u>

4. Current liabilities – options written portfolio

As at balance date there were no call options outstanding which potentially required the Company, if they were all exercised, to deliver securities (30 June 2021: \$2.0 million worth of potential securities).

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 \$50.3 million (30 June 2021 : \$45.0 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
01/07/2021	Opening Balance		298,743		208,987
26/08/2021	Dividend Reinvestment Plan	(i)	1,798	1.27	2,284
26/08/2021	Dividend Substitution Share Plan	(ii)	125	1.27	n/a
Various	Share Issue Costs		-		(10)
31/12/2021	Balance		<u>300,666</u>		<u>211,261</u>

- (i) The Company's Dividend Reinvestment Plan ("DRP") was in place for the 2021 final dividend. Shares were issued at a price equivalent to the 5-day VWAP calculated from when the shares traded ex-dividend.
- (ii) The Company has a Dividend Substitution Share Plan ("DSSP") under which some shareholders elected to forego all or part of their dividend payment and receive shares instead. Pricing of the new DSSP shares was done on the same basis as the DRP.

7. Dividends	Half-year 2021 \$'000	Half-year 2020 \$'000
Dividends (fully franked) paid during the period	13,285 (2.5 cents plus 2 cent special per share)	6,879 (2.5 cents per share)
Dividends not recognised at period end	2021 \$'000	
Since the end of the half-year the Directors have declared an interim dividend of 1.0 cent per share both fully franked. The aggregate amount of the proposed interim dividend expected to be paid on 24 February 2022, but not recognised as a liability at the end of the half-year is	3,007	

8. Earnings per Share	Half-year 2021 Number	Half-year 2020 Number
Weighted average number of ordinary shares used as the denominator	300,070,093	283,202,697
Basic earnings per share		
	\$'000	\$'000
Profit for the half-year	3,607	1,942
	Cents	Cents
Basic earnings per share	1.20	0.69

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 2021 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 22 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 2021 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.



R.H. Myer AO
Chairman
Melbourne
25 January 2022



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

Report on the half-year financial report

Conclusion

We have reviewed the half-year financial report of AMCIL Limited (the Company) which comprises the balance sheet as at 31 December 2021, the statement of comprehensive income, statement of changes in equity, cash flow statement and income statement for the half-year ended on that date, significant accounting policies and explanatory notes and the directors' declaration.

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

1. giving a true and fair view of the Company's financial position as at 31 December 2021 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*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year financial report* section of our report.

We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Responsibilities of the directors 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.

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Auditor's responsibilities for the review of the half-year financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether 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 2021 and of 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*.

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.

A handwritten signature in dark ink, appearing to read 'PricewaterhouseCoopers', written in a cursive style.

PricewaterhouseCoopers

A handwritten signature in dark ink, appearing to read 'Nadia Carlin', written in a cursive style.

Nadia Carlin
Partner

Melbourne
25 January 2022