

4 September 2014

The Manager
ASX Market Announcements
Australian Securities Exchange
Exchange Centre
Level 4
20 Bridge Street
Sydney NSW 2000

Electronic Lodgement

**Australian Foundation Investment Company Limited
Monthly Net Tangible Asset Backing Per Share and Top 25 Investments**

Dear Sir / Madam

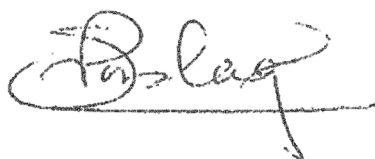
	Before Tax *	After Tax *
31 August 2014 Ex Div	\$5.99	\$5.02
31 July 2014 Cum Div	\$6.08	\$5.11

The August 2014 figures are after the provision of the final dividend of 14 cents per share and the July 2014 figures are before provision for the 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.

Attached is a list of the Company's Top 25 Investments as at 31 August 2014.

Yours faithfully



Simon Pordage
Company Secretary

AUSTRALIAN FOUNDATION INVESTMENT COMPANY LIMITED

TOP 25 INVESTMENTS AS AT 31/08/2014

Valued at closing prices at 29 August 2014

			Total Value \$ million
1	CBA	Commonwealth Bank of Australia	689.8
2	WBC	Westpac Banking Corporation	639.0
3	* BHP	BHP Billiton	516.7
4	* NAB	National Australia Bank	332.2
5	WES	Wesfarmers	327.1
6	* TLS	Telstra Corporation	291.6
7	ANZ	Australia and New Zealand Banking Group	283.7
8	RIO	Rio Tinto	228.7
9	* WOW	Woolworths	228.3
10	OSH	Oil Search	159.7
11	* TCL	Transurban Group	158.8
12	AMC	Amcor	146.9
13	WPL	Woodside Petroleum	140.2
14	AMP	AMP	118.2
15	* STO	Santos	117.5
16	ORG	Origin Energy	108.0
17	BXB	Brambles	106.1
18	CPU	Computershare	100.5
19	QBE	QBE Insurance Group	95.5
20	APA	APA Group	90.2
21	AGK	AGL Energy	86.0
22	* CSL	CSL	80.8
23	RHC	Ramsay Health Care	70.7
24	* IPL	Incitec Pivot	69.4
25	MLT	Milton Corporation	65.2
			5,251.0
As % of Total Portfolio Value (excludes Cash)			79.6%

* Indicates that options were outstanding against part of the holding