

7 November 2016

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

Australian Foundation
Investment Company Limited
ABN 56 004 147 120
Level 21, 101 Collins St
Melbourne VIC 3000
T 03 9650 9911
F 03 9650 9100
invest@afi.com.au
afi.com.au

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 October 2016	\$5.45	\$4.73
30 September 2016	\$5.60	\$4.84

*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.

These figures do not include the effects of any dilution that would arise from the conversion of the outstanding Convertible Notes.

Attached is a list of the Company's Top 25 Investments as at 31 October 2016.

Yours faithfully



Matthew Rowe
Company Secretary

AUSTRALIAN FOUNDATION INVESTMENT COMPANY LIMITED

TOP 25 INVESTMENTS AS AT 31/10/2016

Valued at closing prices at 31 October 2016

			Total Value \$ million
1	CBA	Commonwealth Bank of Australia	579.8
2	WBC	Westpac Banking Corporation	473.7
3	BHP	BHP Billiton	322.8
4	* NAB	National Australia Bank	279.7
5	WES	Wesfarmers	275.7
6	TLS	Telstra Corporation	261.2
7	* ANZ	Australia and New Zealand Banking Group	241.5
8	RIO	Rio Tinto	197.9
9	TCL	Transurban Group	190.5
10	AMC	Amcor	180.8
11	* CSL	CSL	176.8
12	* BXB	Brambles	144.8
13	WOW	Woolworths	118.7
14	OSH	Oil Search	109.8
15	RHC	Ramsay Health Care	108.9
16	AGL	AGL Energy	97.2
17	WPL	Woodside Petroleum	93.1
18	AMP	AMP	91.9
19	QBE	QBE Insurance Group	78.7
20	* TWE	Treasury Wine Estates	73.8
21	QUB	Qube Holdings	70.8
22	HSO	Healthscope	66.3
23	IPL	Incitec Pivot	65.7
24	* JHX	James Hardie Industries	58.8
25	ALQ	ALS	57.4
			4,416.3
As % of Total Portfolio Value (excludes Cash)			69.6%

* Indicates that options were outstanding against part of the holding