

6 February 2017

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 January 2017 Cum Div	\$5.78	\$4.98
31 December 2016 Cum Div	\$5.83	\$5.01

*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.

Both the January 2017 and December 2016 figures are before the provision for the interim dividend of 10 cents per share.

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 January 2017.

Yours faithfully



Matthew Rowe
Company Secretary

AUSTRALIAN FOUNDATION INVESTMENT COMPANY LIMITED

TOP 25 INVESTMENTS AS AT 31/01/2017

Valued at closing prices at 31 January 2017

			Total Value \$ million
1	CBA	Commonwealth Bank of Australia	645.1
2	WBC	Westpac Banking Corporation	492.9
3	BHP	BHP Billiton	372.7
4	* NAB	National Australia Bank	302.7
5	WES	Wesfarmers	270.6
6	TLS	Telstra Corporation	262.2
7	* ANZ	Australia and New Zealand Banking Group	253.8
8	RIO	Rio Tinto	243.5
9	* CSL	CSL	199.2
10	TCL	Transurban Group	187.0
11	AMC	Amcor	175.9
12	* BXB	Brambles	130.8
13	WOW	Woolworths	124.6
14	OSH	Oil Search	113.2
15	AGL	AGL Energy	112.5
16	WPL	Woodside Petroleum	103.6
17	AMP	AMP	100.5
18	QBE	QBE Insurance Group	98.4
19	RHC	Ramsay Health Care	94.5
20	* IPL	Incitec Pivot	85.7
21	* TWE	Treasury Wine Estates	79.9
22	QUB	Qube Holdings	73.0
23	HSO	Healthscope	65.7
24	* JHX	James Hardie Industries	64.2
25	CPU	Computershare	60.1
			4,712.7
As % of Total Portfolio Value (excludes Cash)			70.4%

* Indicates that options were outstanding against part of the holding