

Monthly net tangible asset (NTA) backing per share and top 25 investments as at 28 February 2018

	Before Tax*	After Tax*
28 February 2018 Ex Div	\$6.03	\$5.15
31 January 2018 Cum Div	\$6.13	\$5.23

* The February 2018 figure is after the payment of the 10 cent interim 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.

Key facts

Investment objectives: AFIC aims to provide shareholders with attractive investment returns through access to a growing stream of fully franked dividends and enhancement of capital invested over the medium to long term.

Benchmark: S&P/ASX 200 Accumulation Index.

Size of portfolio: \$7.1 billion at 28 February 2018.

Management cost: 0.14 per cent, no performance fees.

Investment style: Long-term, fundamental, bottom-up.

Suggested investment period: Five years to 10 years or longer.

Net asset backing: released every month with top 25 investments.

Listed on ASX and NZX: code AFI.

Key benefits

Diversified portfolio primarily of ASX-listed Australian equities.

Tax-effective income via fully franked dividends.

Consistent after tax paid investment returns achieved over the long term.

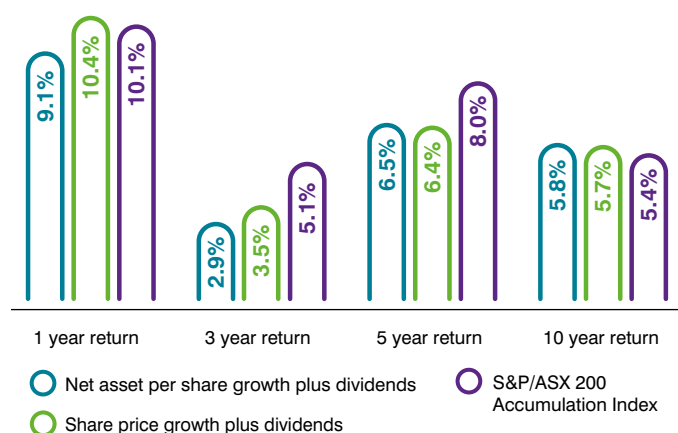
Professional management and an experienced Board, investment and management team.

Low-cost investing.

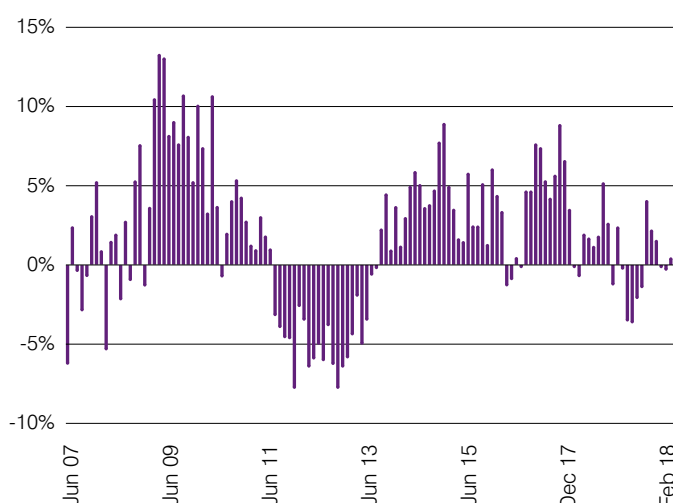
Ease of investing, transparent ASX pricing, good liquidity in shares.

Shareholder meetings on a regular basis.

Portfolio performance percentage per annum-periods ending 28 February 2018



Share price premium/discount to NTA



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Market commentary

Despite the fall in the S&P/ASX 200 toward the end of the month, as global markets reacted negatively to rising interest rates in the United States, the Australian market still managed an increase of 0.4 per cent over the month of February.

Healthcare was again the best performing sector in February, following January's gains, with a 7.0 per cent rise over the month. Telecommunications and the energy sectors were the worst performing, finishing down 6.0 per cent and 3.7 per cent respectively.

The company reporting season has been generally positive with many companies reaffirming or slightly upgrading full-year guidance with fewer companies downgraded. In general, there was also a rise in dividends, with resource companies particularly strong.

For more information visit our website: afi.com.au

Portfolio facts

Top 25 investments valued at closing prices at 28 February 2018

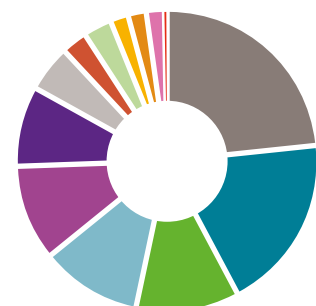
	Total Value \$ Million	% of Portfolio
1 Commonwealth Bank of Australia	603.5	8.5
2 Westpac Banking Corporation	478.3	6.7
3 BHP*	435.3	6.1
4 CSL*	313.0	4.4
5 National Australia Bank*	300.7	4.2
6 Rio Tinto	280.6	3.9
7 Wesfarmers	277.8	3.9
8 Australia and New Zealand Banking Group	246.6	3.5
9 Transurban Group	229.5	3.2
10 Telstra Corporation	175.7	2.5
11 Amcor	171.0	2.4
12 Woolworths Group*	146.1	2.1
13 Brambles	129.0	1.8
14 Oil Search	124.4	1.8
15 Treasury Wine Estates*	117.3	1.7
16 Macquarie Group*	112.7	1.6
17 Woodside Petroleum	106.4	1.5
18 AMP	106.3	1.5
19 AGL Energy	94.1	1.3
20 Ramsay Health Care	90.4	1.3
21 Qube Holdings	86.7	1.2
22 James Hardie Industries*	84.2	1.2
23 Computershare	83.1	1.2
24 Seek*	69.1	1.0
25 ALS	66.3	0.9
Total	4,928.3	

As percentage of total portfolio value (excludes cash)

69.3%

* Indicates that options were outstanding against part of the holding.

Investment by sector at 28 February 2018



Banks	23.5%
Materials	18.9%
Industrials	11.2%
Other Financials	10.8%
Healthcare	10.3%
Consumer Staples	8.5%
Energy	4.9%
Information Technology	3.0%
Telecom Services	2.9%
Property Trusts	2.1%
Utilities	1.9%
Consumer Discretionary	1.9%
Cash	0.1%

Important Information

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