

Monthly net tangible asset (NTA) backing per share and top 25 investments as at 31 January 2019

	Before Tax*	After Tax*
31 January 2019 Cum Div	\$5.83	\$5.07
31 December 2018 Cum Div	\$5.69	\$4.97

The January 2019 and December 2018 figures are before provision for the 10 cent interim and 8 cent special dividends.

* 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: \$7.0 billion at 31 January 2019.

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.

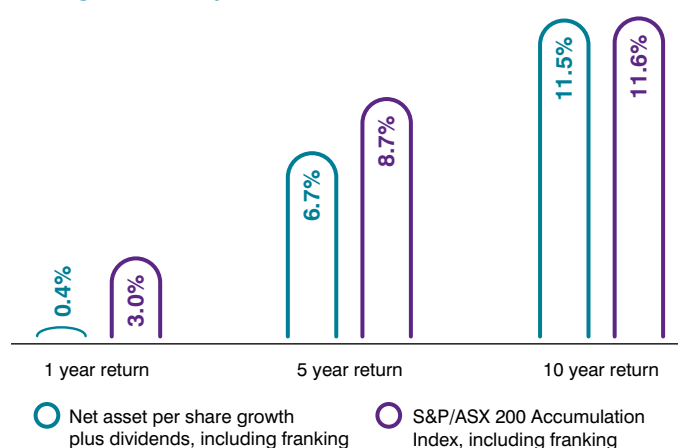
Professional management and an experienced Board, investment and management team.

Low-cost investing.

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

Shareholder meetings on a regular basis.

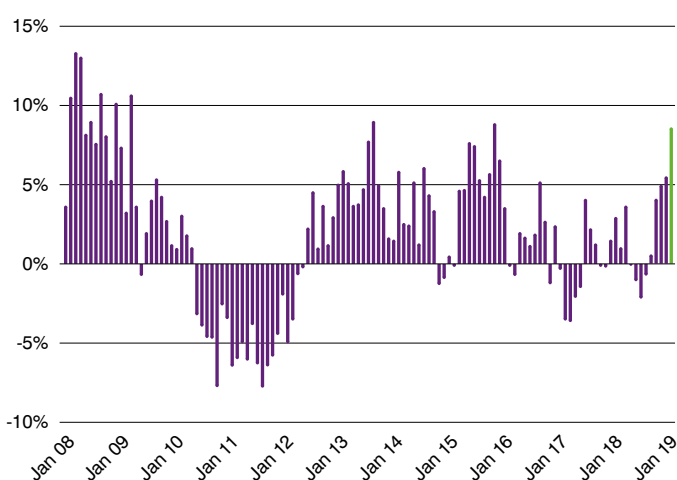
Portfolio performance percentage per annum-periods ending 31 January 2019*



* Assumes an investor can take full advantage of the franking credits. AFIC's portfolio return is also calculated after management fees, income tax and capital gains tax on realised sales of investments. It should be noted that Index returns for the market do not include management expenses or tax.

Past performance is not indicative of future performance.

Share price premium/discount to NTA



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Market commentary

The S&P/ASX 200 Accumulation Index increased 3.9 per cent in January following very a poor month for returns in December. Most sectors in Australia followed the rally in global markets as the federal reserve in the United States flagged a cautious approach to further interest rate rises and concerns about United States/China trade policy dissipated marginally. The oil price also recovered some ground in January.

Best performing sectors in January were energy (up 11.5 per cent), information technology (up 9.3 per cent), communication services (up 7.8 per cent) and materials (up 7.0 per cent). The only sector to record negative growth over the month was the banking sector, which was down 1.3 per cent, in anticipation of the release of the recommendations from the Hayne Royal Commission.

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

Portfolio facts

Top 25 investments valued at closing prices at 31 January 2019

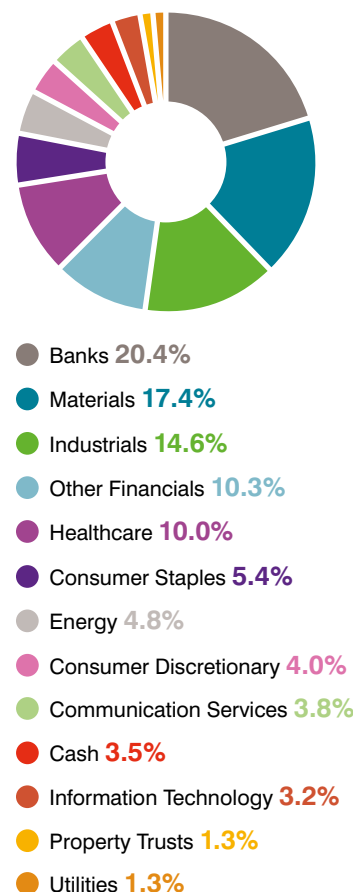
	Total Value \$ Million	% of Portfolio
1 Commonwealth Bank of Australia	552.3	8.2
2 BHP*	470.7	7.0
3 Westpac Banking Corporation	381.6	5.7
4 CSL	373.9	5.6
5 Transurban Group*	282.0	4.2
6 National Australia Bank*	232.2	3.5
7 Wesfarmers	216.5	3.2
8 Australia and New Zealand Banking	212.4	3.2
9 Macquarie Group	207.7	3.1
10 Woolworths Group*	177.8	2.6
11 Amcor	171.0	2.5
12 Rio Tinto	169.4	2.5
13 Woodside Petroleum*	144.1	2.1
14 Brambles	129.2	1.9
15 Oil Search	128.7	1.9
16 Telstra Corporation	124.9	1.9
17 Sydney Airport*	117.5	1.7
18 Qube Holdings	94.0	1.4
19 James Hardie Industries	93.0	1.4
20 Mainfreight	89.6	1.3
21 Sonic Healthcare*	85.0	1.3
22 Treasury Wine Estates	84.2	1.3
23 Coles Group	84.1	1.3
24 Computershare	82.8	1.2
25 Ramsay Health Care	80.3	1.2
Total	4,784.9	

As percentage of total portfolio value (excludes cash)

71.1%

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

Investment by sector at 31 January 2019



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