

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

	Before Tax*	After Tax*
31 October 2019	\$6.51	\$5.53
30 September 2019	\$6.48	\$5.51

* 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: \$7.9 billion at 31 October 2019.

Management cost: 0.13 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.

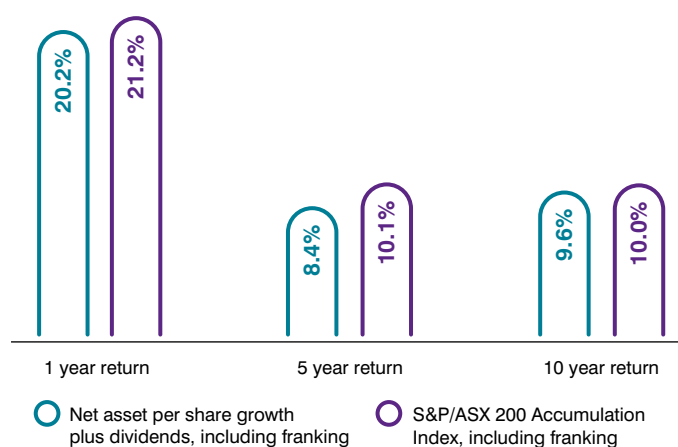
Professional management and an experienced Board, investment and management team.

Low-cost investing.

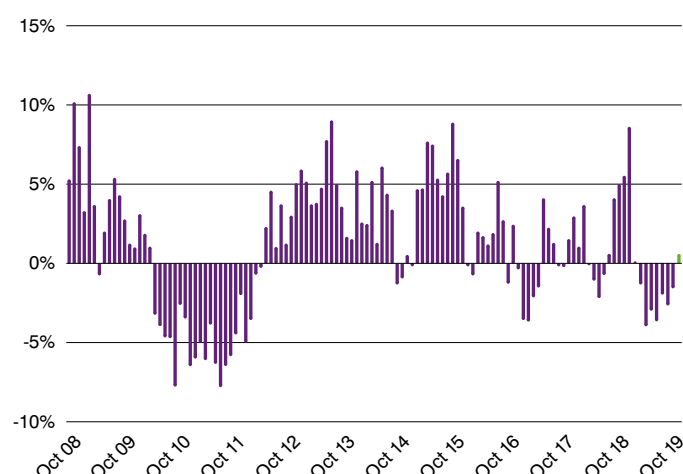
Ease of investing, transparent ASX pricing, good liquidity in shares.

Shareholder meetings on a regular basis.

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



Share price premium/discount to NTA



* 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.

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Market commentary

The S&P/ASX 200 Accumulation Index finished marginally lower in October (down 0.4 per cent), as concerns about global growth emerged as unfavourable trade headlines persisted. In Australia, August retail sales were lower than expected and the September unemployment rate was higher than expected. The RBA also reduced the cash rate by 25bps to an all-time low of 0.75 per cent in early October.

Sectors that showed the most strength through the period were Healthcare (up 7.6 per cent), Industrials (up 3.0 per cent) and Utilities (up 1.4 per cent).

In contrast, the Banks were down 4.1 per cent as a further fall in the cash rate continued to put pressure on margins. Information Technology, which had been very strong over the year, fell 3.9 per cent over the month as companies such as Afterpay Touch and WiseTech Global fell 20 per cent or more.

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

Portfolio facts

Top 25 investments valued at closing prices at 31 October 2019

	Total Value \$ Million	% of Portfolio
1 Commonwealth Bank of Australia	621.4	8.0
2 CSL	536.2	6.9
3 BHP*	484.7	6.3
4 Westpac Banking Corporation	438.5	5.7
5 National Australia Bank*	363.3	4.7
6 Transurban Group	339.6	4.4
7 Macquarie Group	285.7	3.7
8 Wesfarmers	274.2	3.5
9 Australia and New Zealand Banking Group*	245.6	3.2
10 Woolworths Group	211.5	2.7
11 Rio Tinto	176.8	2.3
12 Amcor	174.5	2.3
13 Sydney Airport	170.0	2.2
14 James Hardie Industries	150.9	2.0
15 Brambles	145.3	1.9
16 Woodside Petroleum*	143.4	1.9
17 Telstra Corporation	140.2	1.8
18 Oil Search*	131.1	1.7
19 Ramsay Health Care	121.9	1.6
20 Mainfreight	120.1	1.6
21 Sonic Healthcare	115.7	1.5
22 Qube Holdings	113.6	1.5
23 Coles Group*	106.6	1.4
24 Seek	100.2	1.3
25 Treasury Wine Estates	95.8	1.2
Total	5,806.8	

As percentage of total portfolio value (excludes cash) 75.0%

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

Investment by sector at 31 October 2019



Banks	21.2%
Industrials	15.9%
Materials	15.1%
Healthcare	12.6%
Other Financials	10.3%
Consumer Staples	5.6%
Consumer Discretionary	4.9%
Energy	4.1%
Communication Services	3.5%
Information Technology	3.0%
Cash	1.9%
Utilities	1.2%
Property Trusts	0.7%

Important Information

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