

8 August 2016

The Manager
ASX Market Announcements
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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 July 2016 Cum Div	\$5.82	\$5.01
30 June 2016 Cum Div	\$5.50	\$4.79

The Net Tangible Asset Backing per Share for both 30 June and 31 July 2016 are before the provision for the final dividend of 14 cents per share.

*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 July 2016.

Yours faithfully



Matthew Rowe
Company Secretary

AUSTRALIAN FOUNDATION INVESTMENT COMPANY LIMITED

TOP 25 INVESTMENTS AS AT 31/07/2016

Valued at closing prices at 29 July 2016

			Total Value \$ million
1	CBA	Commonwealth Bank of Australia	611.1
2	WBC	Westpac Banking Corporation	483.3
3	TLS	Telstra Corporation	302.6
4	WES	Wesfarmers	288.6
5	BHP	BHP Billiton	273.1
6	* NAB	National Australia Bank	265.1
7	TCL	Transurban Group	230.3
8	* ANZ	Australia and New Zealand Banking Group	224.2
9	* CSL	CSL	199.1
10	AMC	Amcor	184.7
11	RIO	Rio Tinto	181.0
12	BXB	Brambles	160.5
13	* RHC	Ramsay Health Care	118.8
14	WOW	Woolworths	117.5
15	OSH	Oil Search	116.9
16	AMP	AMP	116.8
17	AGL	AGL Energy	115.0
18	WPL	Woodside Petroleum	87.1
19	* QBE	QBE Insurance Group	86.4
20	HSO	Healthscope	85.8
21	QUB	Qube Holdings	81.0
22	SCG	Scentre Group	68.6
23	TPM	TPG Telecom	68.5
24	* TWE	Treasury Wine Estates	66.4
25	* SYD	Sydney Airport	65.5
			<u>4,597.8</u>
		As % of Total Portfolio Value (excludes Cash)	69.8%

* Indicates that options were outstanding against part of the holding