

Monthly net tangible asset (NTA) backing per share and top 25 investments as at 31 July 2020

	Before Tax*	After Tax*
31 July 2020	\$6.01	\$5.19
30 June 2020	\$5.96	\$5.16

* The Net Tangible Asset Backing per share for both 30 June and 31 July 2020 are before the provision of 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.

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: \$7.3 billion at 31 July 2020.

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.

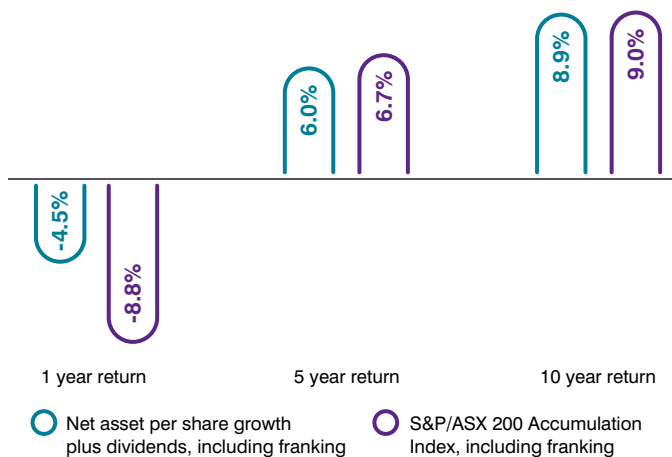
Professional management and an experienced Board, investment and management team.

Low-cost investing.

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

Shareholder meetings on a regular basis.

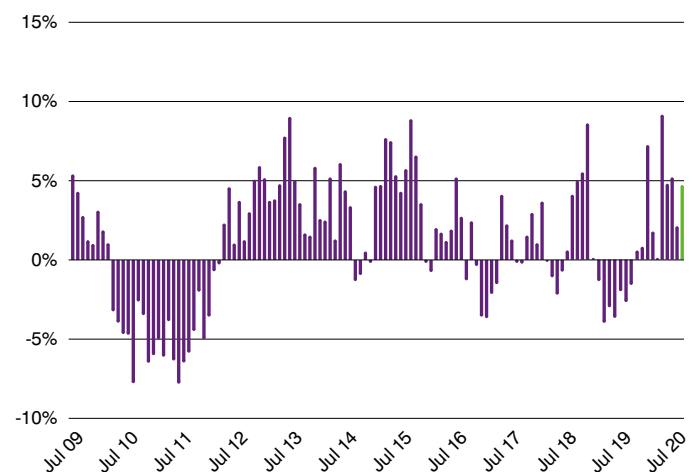
Portfolio performance percentage per annum-periods ending 31 July 2020*



* 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



Release authorised by Matthew Rowe, Company Secretary

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Market commentary

The Australian market continued to ride the uncertainty created by the impact of the coronavirus locally. In particular, the situation in Victoria with its move back toward more restrictive controls, continued to elevate fears of a slower than expected economic recovery. The S&P/ASX 200 Accumulation Index was up 0.5% over the month despite the strong performance of the broader US market which was up 5.5% over the month of July.

The Banks were down 1.3% in July reflecting concerns about the medium-term impact of a slowing economy on bad debts and earnings (over the year to July, Banks are down 26.8%). Other sectors to produced negative returns were Energy (down 6.5%, down 34.5% for the year), Industrials (down 3.9%, down 18.8% for the year) and Healthcare (down 3.9%, although up 15.6% for the year). In contrast, Resources increased 4.3% over the month after the price of iron ore traded above US\$100 a tonne and as China reported it imported 101.6 million tonnes of iron ore in June, its second-highest monthly total ever. Information Technology also continued its strong run, up 4.6% for the month and 19.1% for the year to July.

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

Portfolio facts

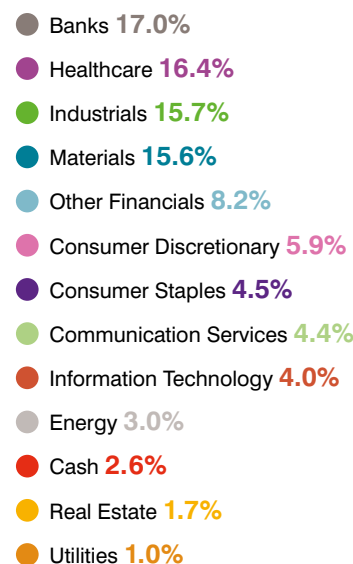
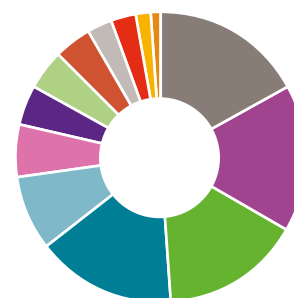
Top 25 investments valued at closing prices at 31 July 2020

	Total Value \$ Million	% of Portfolio
1 CSL	582.7	8.2
2 Commonwealth Bank of Australia	562.5	7.9
3 BHP Group*	511.7	7.2
4 Wesfarmers	343.2	4.8
5 Transurban Group	319.5	4.5
6 Macquarie Group	267.9	3.8
7 Westpac Banking Corporation	265.7	3.7
8 Woolworths Group	219.2	3.1
9 National Australia Bank	212.9	3.0
10 Rio Tinto*	203.8	2.9
11 Telstra Corporation*	182.6	2.6
12 Amcor	173.8	2.4
13 Australia and New Zealand Banking Group	152.4	2.1
14 James Hardie Industries	150.3	2.1
15 Mainfreight	142.3	2.0
16 Brambles	130.9	1.8
17 Sonic Healthcare	130.1	1.8
18 Coles Group	128.4	1.8
19 Ramsay Health Care	125.2	1.8
20 Fisher & Paykel Healthcare	115.2	1.6
21 Goodman Group	113.2	1.6
22 Sydney Airport	112.1	1.6
23 Resmed	111.3	1.6
24 Qube Holdings	96.4	1.4
25 Carsales.com	92.6	1.3
Total	5,445.9	

As percentage of total portfolio value (excludes cash) **76.7%**

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

Investment by sector at 31 July 2020



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