

Australian Foundation Investment Company Limited (AFIC) is Australia's largest listed investment company on the Australian Securities Exchange (ASX). It was established in 1928 and specialises in investing in Australian equities.

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: \$7.4 billion at 30 June 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.

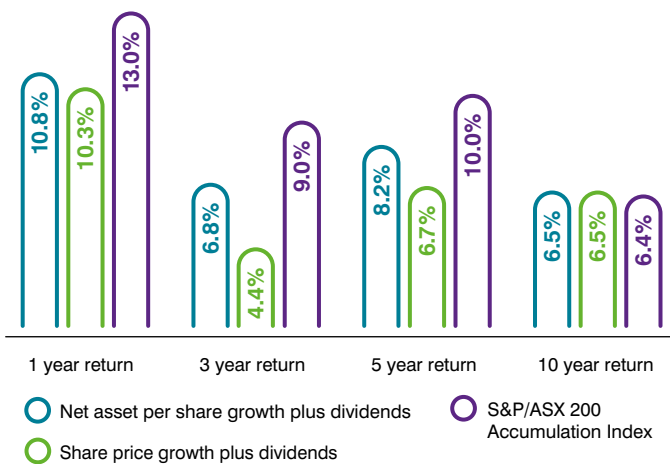
Professional management and an experienced Board, investment and management team.

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 30 June 2018



Past performance is not indicative of future performance.

Dividends paid – last five years history

Dividend (cents)	Date
14	31 August 2018
10	22 February 2018
14	30 August 2017
10	24 February 2017
14	30 August 2016
10	19 February 2016
14	27 August 2015
9	20 February 2015
14	29 August 2014
8	21 February 2014

All dividends were fully franked.

Australian Foundation Investment Company Limited (AFIC) – ABN 56 004 147 120

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Portfolio facts

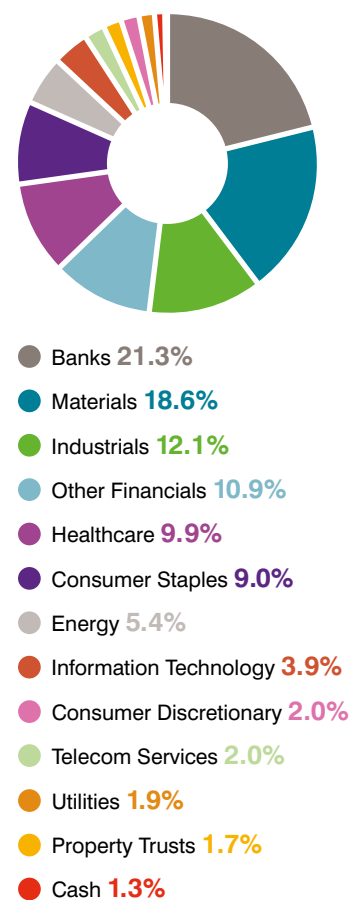
Top 25 investments valued at closing prices at 30 June 2018

	Total Value \$ Million	% of Portfolio
1 Commonwealth Bank of Australia	575.7	7.9
2 BHP*	477.7	6.6
3 Westpac Banking Corporation	455.5	6.3
4 CSL*	372.6	5.1
5 Wesfarmers	331.8	4.6
6 Rio Tinto	288.4	4.0
7 National Australia Bank	256.1	3.5
8 Australia and New Zealand Banking Group	239.7	3.3
9 Transurban Group	237.3	3.3
10 Macquarie Group*	206.4	2.8
11 Amcor	180.5	2.5
12 Woolworths Group*	174.6	2.4
13 Oil Search	146.7	2.0
14 Woodside Petroleum	129.3	1.8
15 Telstra Corporation	115.3	1.6
16 Brambles	107.8	1.5
17 Sydney Airport*	107.3	1.5
18 AGL Energy	96.8	1.3
19 Treasury Wine Estates	94.9	1.3
20 James Hardie Industries	91.9	1.3
21 Computershare	85.9	1.2
22 Qube Holdings	84.3	1.2
23 Sonic Healthcare	82.0	1.1
24 Seek*	77.9	1.1
25 Ramsay Health Care	76.4	1.1
Total	5,092.6	

As percentage of total portfolio value (excludes cash) **70.0%**

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

Investment by sector at 30 June 2018



What is a listed investment company?

Listed investment companies are incorporated as companies, and are closed-ended vehicles. This means they do not regularly issue new shares or cancel shares as investors join and leave the fund. Instead, investors must buy and sell existing shares on the ASX. Occasionally, new shares may be issued to increase the size of the portfolio, or units may be bought back or cancelled to reduce the size of the fund. This closed-ended structure

allows AFIC to concentrate on selecting investments without having to factor in money coming into or leaving the fund. This stability assists AFIC in taking a long-term approach to investing.

However, because it is a closed-end fund trading on the ASX, AFIC's share price on occasions can trade at a premium or discount to net asset backing i.e. the value of the portfolio per share. A number of

different factors influence this discount/premium. It is important investors take note of where the share price is trading relative to the net asset backing i.e. the value of the portfolio per share when considering investing in AFIC.

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

Important Information

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