



AMCIL LIMITED

ABN 57 073 990 735

APPENDIX 4D STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

CONTENTS

- Results for announcement to the market
- Media Release
- Appendix 4D Accounts
- Independent Auditors' Review Report

This half-year report is presented under listing rule 4.2A and should be read in conjunction with the Company's 2015 Annual Report.

RESULTS FOR ANNOUNCEMENT TO THE MARKET

The reporting period is the half-year ended 31 December 2015 with the previous corresponding period being the half-year ended 31 December 2014. The results have been reviewed by the Company's auditors.

Results for announcement to the market

- Profit for the half-year was \$5.1 million, up 79.9% from \$2.8 million the previous corresponding period. This was primarily due to the increased use of the trading and options written portfolios, which together recorded gains before tax of \$3.2 million (\$41,000 in the previous corresponding period).
- Revenue from investments was \$3.64 million, up 1.1% from \$3.60 million in the previous corresponding period. This excludes capital gains on investments.
- Net tangible asset backing per share before any provision for tax on unrealised gains at 31 December 2015 was 93 cents per share, up from 87 cents at the end of the previous corresponding period.
- A final dividend of 4 cents per share (fully franked) in respect of the financial year ended 30 June 2015 was paid on 25 August 2015.
- In line with the Company's practice, no interim dividend has been declared in respect of the half-year ended 31 December 2015.
- The Company has initiated a share purchase plan which is due to close on 25 February 2016. Shares will be issued at 2.5% discount to the volume weighted average price of AMH shares traded on the ASX and Chi-X automated trading systems in the 5 days up to and including the planned closing date.



Repositioning of AMCIL portfolio toward a more balanced position in large, mid-cap and small companies boosts portfolio returns

RESULT SUMMARY TO 31 DECEMBER 2015

- **AMCIL's investment style seeks to have a focused portfolio where large, mid and small companies can have an equally important impact on portfolio returns.**
- **Six month portfolio return was 7.4%, including franking it was 9.5%.**
- **One year portfolio return was 12.2%, including franking it was 14.3% (this is 10.1% greater than the S&P/ASX 200 benchmark with franking).**
- **Half Year Profit increased 79.9% to \$5.1 million**
- **Announcement of a Share Purchase Plan**

Portfolio

The Company's recent portfolio returns have benefited from repositioning some exposure towards mid and smaller companies. In this context, the best performing stocks over the half year were in companies such as Treasury Wine Estates, iProperty Group, Tassal Group, Citadel Group, AMA Group and Japara Healthcare. Of the larger companies in the portfolio CSL and Brambles also delivered strong returns to the portfolio.

A number of new companies were added through the six month period. These included Mainfreight, OzForex Group (prior to the current takeover offer), Wellcom Group, Woodside Petroleum, Vocus Communications, Ardent Leisure, Seek and Paragon Care. The purchase of Woodside Petroleum was as a result of the rebalancing of exposure to the energy sector with the complete sale of the holding in Santos and a reduced exposure to Oil Search. The other major increase was adding to the existing holding in Healthscope, given the ongoing attractiveness of the healthcare sector as a long term investment proposition.

As a way of financing the repositioning of the portfolio in the half year there was a lessening in exposure to the banking sector, including a reduction in Westpac and Commonwealth Bank positions. Other sales included large cap holdings AMP and Computershare, as well as Brickworks, Asciano (partial sale in response to the takeover offer) and Vicinity Centres. Energy Developments was also taken over by DUET Group through the period.

Profit and Dividend

Profit for the half year was \$5.1 million, up 79.9% from \$2.8 million in the previous corresponding period. The increase was due to the improved contribution from the Trading Portfolio, in particular the holding in Netcomm Wireless which increased substantially in value over the period.

In line with previous years the Board has not declared an interim dividend.

Outlook

We expect markets to remain volatile in light of uncertainty about growth prospects in China, higher interest rates in the US and from a domestic perspective an economy looking for renewed growth.

The Company is close to fully invested and Directors believe the recent fall in the market has driven valuations back toward more attractive buying levels.

Share Purchase Plan

In a portfolio that has an investment approach that can scan for the best opportunities in the market, irrespective of company size, it is important to have the flexibility to take advantage of market conditions and other opportunities such as IPO's.

Against this background, the Company has initiated a share purchase plan which is expected to raise between \$7 million to \$10 million. It is due to close on 25 February 2016.

Please direct any enquiries to:

Ross Barker
Managing Director
(03) 9225 2101

Geoff Driver
General Manager
(03) 9225 2102

19 January 2016

MAJOR TRANSACTIONS IN THE INVESTMENT PORTFOLIO

Acquisitions (above \$2.0 million)*	Cost \$'000
Mainfreight	4,859
OzForex Group	3,267
Healthscope	3,150
Wellcom Group	3,008
Woodside Petroleum	2,927
Vocus Communications	2,685
Ardent Leisure Group	2,333
Seek	2,030
Paragon Care	2,000

* all are new holdings other than Healthscope

Disposals (above \$2.0 million)	Proceeds \$'000
Westpac Banking Corporation	4,832
Brickworks [#]	4,017
Santos [#]	3,833
Energy Developments [#] (takeover by DUET Group)	3,200
Asciano	2,770
Oil Search	2,703
Computershare [#]	2,631
AMP	2,630
Commonwealth Bank	2,510
Vicinity Centres [#]	2,223

[#] complete disposal from the portfolio

TOP INVESTMENTS AS AT 31 DECEMBER 2015

Includes investments held in both the Investment and Trading Portfolios

Valued at closing prices at 31 December 2015

			Total Value \$ '000	% of Portfolio
1	*	Commonwealth Bank of Australia	12,623	5.5%
2		Brambles	10,213	4.5%
3	*	Oil Search	9,927	4.3%
4		CSL	8,635	3.8%
5	*	Telstra Corporation	7,555	3.3%
6		Qube Holdings	7,200	3.2%
7	*	Incitec Pivot	6,812	3.0%
8		QBE Insurance Group	6,799	3.0%
9		TPG Telecom	6,478	2.8%
10	*	National Australia Bank	6,437	2.8%
11		Treasury Wine Estates	6,309	2.8%
12		Lifestyle Communities	6,275	2.7%
13		Transurban Group	5,759	2.5%
14	*	BHP Billiton	5,338	2.3%
15		Mainfreight	5,183	2.3%
16		Japara Healthcare	5,148	2.3%
17		The Citadel Group	5,082	2.2%
18		James Hardie Industries	4,892	2.1%
19		CSG	4,500	2.0%
20		ResMed	4,464	2.0%

135,628

As % of Total Portfolio
(excludes Cash)

59.4%

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



PORTFOLIO PERFORMANCE TO 31 DECEMBER 2015

PERFORMANCE MEASURES AT 31 DECEMBER 2015	6 MONTH	1 YEAR	5 YEARS %PA	10 YEARS %PA
<i>PORTFOLIO RETURN</i>	7.4%	12.2%	9.4%	10.6%
S&P/ASX 200 ACCUMULATION INDEX	-0.5%	2.6%	7.0%	5.6%
<i>PORTFOLIO GROSS RETURN INCLUDING DIVIDENDS REINVESTED*</i>	9.5%	14.3%	11.9%	12.9%
S&P/ASX 200 ACCUMULATION INDEX*	0.3%	4.2%	8.6%	7.2%

Note: Portfolio performance is measured by the change in net asset backing plus reinvested dividends and adjusting for the additional cash received from the exercise of options since recapitalisation of the Company. AMCIL's portfolio return is calculated after management fees, income tax and capital gains tax on realised sales of investments. It should also be noted that Index returns for the market do not include the impact of management expenses or tax.

*Incorporates the benefit of franking credits for those who can fully utilise them.



AMCIL LIMITED

ABN 57 073 990 735

**HALF-YEAR REPORT
31 DECEMBER 2015**

COMPANY PARTICULARS

AMCIL Limited (“AMH”)

ABN 57 073 990 735

AMCIL is a Listed Investment Company. It is an investor in equities and similar securities on the stock market primarily in Australia.

Directors: Bruce Teele, Chairman
Ross Barker, Managing Director
Peter Barnett
Roger Brown
Rupert Myer AO
Richard (Bob) Santamaria

Company Secretaries: Simon Pordage
Andrew Porter

Auditor: PricewaterhouseCoopers, Chartered Accountants

Country of incorporation: Australia

Registered office: Level 21
101 Collins Street
Melbourne, Victoria 3000

Contact Details: Mail Address: Level 21, 101 Collins St., Melbourne, Victoria 3000
Telephone: (03) 9650 9911
Facsimile: (03) 9650 9100
Email: invest@amcil.com.au
Internet address: www.amcil.com.au

For enquiries regarding net asset backing (as advised each month to the Australian Securities Exchange):

Telephone: 1800 780 784 (toll free)

Share Registrar: Computershare Investor Services Pty Limited
Mail Address: GPO Box 2975, Melbourne, Victoria 3001
Yarra Falls, 452 Johnston Street, Abbotsford, Victoria 3067
AMH Shareholder enquiry line: 1300 653 916
+613 9415 4224 (from overseas)
Facsimile: (03) 9473 2500
Internet: www.investorcentre.com/contact

For all enquiries relating to shareholdings, dividends and related matters, please contact the share registrar as above.

Securities Exchange Code: AMH Ordinary shares

DIRECTORS' REPORT

This report in relation to the half-year to 31 December 2015 is presented by the Directors of AMCIL Limited ('the Company') in accordance with a resolution of Directors.

Directors

The following persons were directors of the Company during the half-year and up to the date of this report:

B.B. Teele (appointed December 2003)
R.E. Barker (appointed May 1996)
P.C. Barnett (appointed August 1996)
R.G. Brown (appointed February 2014)
R.H. Myer AO (appointed January 2000)
R.B. Santamaria (appointed August 1996)

Company operations and results

Overview

AMCIL is a Listed Investment Company which invests primarily in securities listed on the Australian Securities Exchange.

Performance Indicators and Outcomes

Profit for the half-year, which was \$5.1 million, was up 79.9% from the previous corresponding period. This was primarily due to the increased use of the trading and options written portfolios, which together recorded gains before tax of \$3.2 million (\$41,000 in the previous corresponding period).

The net profit for the six months was equivalent to 2.08 cents per share (2014 : 1.21 cents per share).

Dividends and distributions from investments amounted to \$3.6 million for the half-year, of which \$2.5 million was from fully franked dividends.

The portfolio return for the six months to December 2015 delivered a return of 7.4% compared to the broader S&P/ASX200 return of -0.5%. AMCIL's portfolio return is after costs and tax paid (including tax on realised capital gains which can be returned to shareholders via franking credits).

As with previous years, the Board has decided not to declare an interim dividend.

Auditors' independence declaration

A copy of the auditors' independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 12.

Rounding of amounts

The Company is of the kind referred to in Class Order 98/100 issued by the Australian Securities and Investments Commission, relating to the 'rounding off' of amounts in the directors' report and financial report. Unless specifically stated otherwise, amounts in the directors' report and financial report have been rounded off to the nearest thousand dollars in accordance with that Class Order.

This report is made in accordance with a resolution of the directors.

A handwritten signature in blue ink, appearing to read 'R.H. Myer', with a long horizontal flourish extending to the right.

R.H. Myer AO
Director
Melbourne
19 January 2016



Auditor's Independence Declaration

As lead auditor for the review of AMCIL Limited for the half-year ended 31 December 2015, I declare that to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b) no contraventions of any applicable code of professional conduct in relation to the review.

A handwritten signature in black ink, appearing to read 'Charles Christie', is written over a light blue horizontal line.

Charles Christie
Partner
PricewaterhouseCoopers

Melbourne
19 January 2016

PricewaterhouseCoopers, ABN 52 780 433 757
Freshwater Place, 2 Southbank Boulevard, SOUTHBANK VIC 3006, GPO Box 1331, MELBOURNE VIC 3001
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Liability limited by a scheme approved under Professional Standards Legislation.

INCOME STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

	Note	Half-year 2015 \$'000	Half-year 2014 \$'000
Dividends and distributions		3,565	3,385
Revenue from deposits and bank bills		75	215
Total revenue		3,640	3,600
Net gains on trading and options portfolios		3,238	41
Other income		4	11
Income from operating activities		6,882	3,652
Finance costs		(40)	(33)
Administration expenses		(727)	(774)
Profit before income tax expense		6,115	2,845
Income tax expense		(1,030)	(18)
Profit for the half-year		5,085	2,827
		Cents	Cents
Basic earnings per share	7	2.08	1.21

This Income Statement should be read in conjunction with the accompanying notes.

STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

	Half-Year to 31 December 2015			Half-Year to 31 December 2014		
	Revenue	Capital	Total	Revenue	Capital	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Net Profit	5,085	-	5,085	2,827	-	2,827
Other Comprehensive Income						
Gains/(losses) for the period on equity securities in the investment portfolio	-	10,285	10,285	-	(6,123)	(6,123)
Deferred tax (expense)/credit on above	-	(3,134)	(3,134)	-	1,813	1,813
Total Other Comprehensive Income¹	-	7,151	7,151	-	(4,310)	(4,310)
Total comprehensive income²	5,085	7,151	12,236	2,827	(4,310)	(1,483)

¹ These are the net capital gains/(losses) not accounted for through the Income Statement.

² This is the company's Net Return for the half-year, which includes the Net Profit plus the net realised and unrealised gains or losses on the Company's investment portfolio.

Note that none of the items included in Other Comprehensive Income will be recycled through the Income Statement.

This Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

BALANCE SHEET AS AT 31 DECEMBER 2015

	Note	31 Dec 2015 \$'000	30 June 2015 \$'000
Current assets			
Cash		2,065	12,973
Receivables		301	955
Trading portfolio		5,207	547
Total current assets		7,573	14,475
Non-current assets			
Investment portfolio		223,762	207,642
Deferred tax assets		62	-
Total non-current assets		223,824	207,642
Total assets		231,397	222,117
Current liabilities			
Payables		355	1,037
Borrowings – bank debt		1,000	-
Options written portfolio	3	580	186
Tax payable		633	1,684
Total current liabilities		2,568	2,907
Non-current liabilities			
Deferred tax liabilities		-	7
Deferred tax liabilities - investment portfolio	4	17,096	13,533
Total non-current liabilities		17,096	13,540
Total liabilities		19,664	16,447
Net Assets		211,733	205,670
Shareholders' equity			
Share Capital	5	161,382	157,880
Revaluation Reserve		29,176	22,661
Realised Capital Gains Reserve		2,422	7,064
Retained Profits		18,753	18,065
Total shareholders' equity		211,733	205,670

This Balance Sheet should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

Half-Year to 31 December 2015	Note	Share Capital \$'000	Revaluation Reserve \$'000	Realised Capital Gains \$'000	Retained Profits \$'000	Total \$'000
Total equity at the beginning of the half-year		157,880	22,661	7,064	18,065	205,670
Dividends paid	6	-	-	(3,628)	(6,047)	(9,675)
Shares issued – Dividend Reinvestment Plan		3,513	-	-	-	3,513
Share Issue Transaction Costs		(11)	-	-	-	(11)
Total transactions with shareholders		3,502	-	(3,628)	(6,047)	(6,173)
Profit for the half-year		-	-	-	5,085	5,085
<i>Other Comprehensive Income for the half-year</i>						
Net gains for the period on equity securities in the investment portfolio		-	7,151	-	-	7,151
Other Comprehensive Income for the half-year		-	7,151	-	-	7,151
Transfer to Retained Profits of net cumulative non-taxable gains		-	(1,650)	-	1,650	-
Transfer to Realised Capital Gains Reserve of net cumulative taxable losses		-	1,014	(1,014)	-	-
Total equity at the end of the half-year		161,382	29,176	2,422	18,753	211,733

This Statement of Changes in Equity should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2015 (CONT.)

Half-Year to 31 December 2014	Note	Share Capital \$'000	Revaluation Reserve \$'000	Realised Capital Gains \$'000	Retained Profits \$'000	Total \$'000
Total equity at the beginning of the half-year		145,598	28,296	12,810	15,028	201,732
Dividends paid	6	-	-	(9,123)	(5,702)	(14,825)
Shares issued – Dividend Reinvestment Plan		5,531	-	-	-	5,531
- Share Purchase Plan		6,805	-	-	-	6,805
Share Issue Transaction Costs		(54)	-	-	-	(54)
Total transactions with shareholders		12,282	-	(9,123)	(5,702)	(2,543)
Profit for the half-year		-	-	-	2,827	2,827
<i>Other Comprehensive Income for the half-year</i>						
Net losses for the period for equity securities in the investment portfolio		-	(4,310)	-	-	(4,310)
Other Comprehensive Income for the half-year		-	(4,310)	-	-	(4,310)
Transfer to Retained Profits of net cumulative non-taxable gains		-	(945)	-	945	-
Transfer to Realised Capital Gains Reserve of net cumulative taxable gains		-	(1,737)	1,737	-	-
Total equity at the end of the half-year		157,880	21,304	5,424	13,098	197,706

This Statement of Changes in Equity should be read in conjunction with the accompanying notes.

CASH FLOW STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

	Half-year 2015 \$'000 INFLOWS/ (OUTFLOWS)	Half-year 2014 \$'000 INFLOWS/ (OUTFLOWS)
Cash flows from operating activities		
Sales from trading portfolio	4,335	342
Purchases for trading portfolio	(5,515)	(228)
Interest received	75	272
Proceeds from entering into options in options written portfolio	605	239
Payment to close out options in options written portfolio	(5)	-
Dividends and distributions received	3,512	3,707
	<u>3,007</u>	<u>4,332</u>
Administration expenses	(709)	(786)
Finance costs paid	(38)	(33)
Taxes paid	(271)	-
Other receipts	4	11
Net cash inflow/(outflow) from operating activities	<u>1,993</u>	<u>3,524</u>
Cash flows from investing activities		
Sales from investment portfolio	43,659	30,026
Purchases for investment portfolio	(49,936)	(27,505)
Taxes paid on capital gains	(1,451)	(4,421)
Net cash inflow/(outflow) from investing activities	<u>(7,728)</u>	<u>(1,900)</u>
Cash flows from financing activities		
Proceeds from borrowing	3,500	-
Repayment of borrowings	(2,500)	-
Share issues	3,513	12,336
Share issues transaction costs	(11)	(54)
Dividends paid	(9,675)	(14,825)
Net cash inflow/(outflow) from financing activities	<u>(5,173)</u>	<u>(2,543)</u>
Net increase/(decrease) in cash held	(10,908)	(919)
Cash at the beginning of the half-year	12,973	20,014
Cash at the end of the half-year	<u>2,065</u>	<u>19,095</u>

This Cash Flow Statement should be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

1. Basis of preparation of half-year financial report

This general purpose half-year financial report has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This interim financial report does not include all the notes of the type normally included in an annual financial report. This report should be read in conjunction with the 2015 Annual Report and public announcements made by the Company during the half-year, in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

The Company has attempted to improve the transparency of its reporting by adopting 'plain English' where possible. Key 'plain English' phrases and their equivalent AASB terminology are as follows:

Phrase	AASB Terminology
Market Value	Fair Value for Actively Traded Securities

2. Financial reporting by segments

The Company operates as a Listed Investment Company in Australia. It has no reportable business or geographic segments.

(a) Segment information provided to the Board

The internal reporting provided to the Board for the Company's assets, liabilities and performance is prepared on a consistent basis with the measurement and recognition principles of Australian Accounting Standards, except that net assets are reviewed both before and after the effects of capital gains tax on investments (as reported in the Company's Net Tangible Asset announcements to the ASX).

The relevant amounts as at 31 December 2015 and 31 December 2014 were as follows:

Net tangible asset backing per share	2015	2014
	cents	cents
Before Tax	93	87
After Tax	86	82

(b) Other segment information

(i) Segment Revenue

Revenues from external parties are derived from the receipt of dividend, distribution and interest income, and income arising on the trading portfolio and realised income from the options portfolio.

The Company is domiciled in Australia and the Company's income is derived predominantly from Australian entities or entities that have a listing on the Australian Securities Exchange. The Company has a diversified portfolio of investments, with only one investment comprising more than 10% of the Company's income, including contribution from the trading portfolio and realised income from the options written portfolio – Netcomm Wireless : 24% (2014 : Commonwealth Bank : 11.0%).

3. Current liabilities – options written portfolio

As at balance date there were call options outstanding which potentially required the Company, if they were all exercised, to deliver securities to the value of \$20.6 million (30 June 2015: \$13.3 million).

4. Deferred tax liabilities – investment portfolio

In accordance with AASB 112 *Income Taxes*, deferred tax liabilities have been recognised for Capital Gains Tax on the unrealised gains in the investment portfolio at current tax rates (30%) totalling \$17.1 million (30 June 2015 : \$13.5 million). As the Directors do not intend to dispose of the portfolio, this tax liability may not be crystallised at this amount.

5. Shareholders' equity – share capital

Movements in Share Capital of the Company during the half-year were as follows:

Date	Details	Notes	Number of shares '000	Issue price \$	Paid-up Capital \$'000
01/07/2015	Opening Balance		241,874		157,880
25/08/2015	Dividend Reinvestment Plan	(i)	4,133	0.85	3,513
Various	Share Issue Costs		-		(11)
31/12/2015	Balance		<u>246,007</u>		<u>161,382</u>

- (i) The Company's Dividend Reinvestment Plan was in place for the 2015 final dividend. Shares were issued at a 2.5% discount to the 5-day VWAP calculated from when the shares traded ex-dividend.

6. Dividends	Half-year 2015 \$'000	Half-year 2014 \$'000
Dividends (fully franked) paid during the period	9,675 (4.0 cents per share)	14,825 (2.5 cents per share plus a special dividend of 4 cents per share)

7. Earnings per Share	Half-year 2015 Number	Half-year 2014 Number
Weighted average number of ordinary shares used as the denominator	244,748,753	233,987,506
Basic earnings per share		
	\$'000	\$'000
Profit for the half-year	5,085	2,827
	Cents	Cents
Basic earnings per share	2.08	1.21

Dilution

As there are no options, convertible notes or other dilutive instruments on issue, diluted net profit per share is the same as basic net profit per share.

8. Events subsequent to balance date

Since 31 December 2015 to the date of this report there has been no event of which the Directors are aware which has had a material effect on the Company or its financial position.

9. Contingencies

At balance date Directors are not aware of any material contingent liabilities or contingent assets other than those already disclosed elsewhere in the financial report.

DIRECTORS' DECLARATION

In the Directors' opinion:

- (a) the financial statements and notes set out on pages 13 to 21 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the Company's financial position as at 31 December 2015 and of its performance, as represented by the results of the operations, changes in equity and cash flows, for the half-year ended on that date; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.



R.H. Myer AO
Director
Melbourne
19 January 2016



Independent auditor's review report to the members of AMCIL Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of AMCIL Limited (the company), which comprises the balance sheet as at 31 December 2015, the income statement, statement of comprehensive income, statement of changes in equity and cash flow statement for the half-year ended on that date, selected explanatory notes and the directors' declaration.

Directors' responsibility for the half-year financial report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Australian Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the company's financial position as at 31 December 2015 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of AMCIL Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

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Freshwater Place, 2 Southbank Boulevard, SOUTHBANK VIC 3006, GPO Box 1331, MELBOURNE VIC 3001
T: 61 3 8603 1000, F: 61 3 8603 1999, www.pwc.com.au

Liability limited by a scheme approved under Professional Standards Legislation.



Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of AMCIL Limited is not in accordance with the *Corporations Act 2001* including:

- a) giving a true and fair view of the company's financial position as at 31 December 2015 and of its performance for the half-year ended on that date;
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A handwritten signature in black ink that reads 'PricewaterhouseCoopers' in a cursive style.

PricewaterhouseCoopers

A handwritten signature in black ink that appears to be 'Charles Christie'.

Charles Christie
Partner

Melbourne
19 January 2016