

3 February 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 January 2016 Cum Div	\$5.31	\$4.65
31 December 2015 Cum Div	\$5.63	\$4.87

*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.

Both the January 2016 and December 2015 figures are before the provision for the interim dividend of 10 cents per share.

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 January 2016.

Yours faithfully



Andrew Porter
Company Secretary

AUSTRALIAN FOUNDATION INVESTMENT COMPANY LIMITED

TOP 25 INVESTMENTS AS AT 31/01/2016

Valued at closing prices at 29 January 2016

			Total Value \$ million
1	CBA	Commonwealth Bank of Australia	639.7
2	WBC	Westpac Banking Corporation	502.4
3	WES	Wesfarmers	298.9
4	TLS	Telstra Corporation	295.3
5	* NAB	National Australia Bank	279.2
6	* BHP	BHP Billiton	218.1
7	ANZ	Australia and New Zealand Banking Group	205.2
8	TCL	Transurban Group	197.7
9	* CSL	CSL	168.9
10	AMC	Amcor	163.6
11	RIO	Rio Tinto	142.9
12	* BXB	Brambles	136.3
13	* OSH	Oil Search	122.6
14	WOW	Woolworths	121.9
15	AGL	AGL Energy	113.5
16	AMP	AMP	107.9
17	* QBE	QBE Insurance Group	99.6
18	* WPL	Woodside Petroleum	96.3
19	* RHC	Ramsay Health Care	85.7
20	APA	APA Group	70.2
21	IPL	Incitec Pivot	69.1
22	MLT	Milton Corporation	65.0
23	CPU	Computershare	62.4
24	HSO	Healthscope	59.7
25	TWE	Treasury Wine Estates	59.6
			<u>4,381.5</u>
		As % of Total Portfolio Value (excludes Cash)	72.5%

* Indicates that options were outstanding against part of the holding