

APPENDIX 2A - NSX

Preliminary Final Report

Company details

Name of entity:	Australia & International Holdings Limited
ABN:	98 009 706 414
Reporting period:	For the year ended 30 June 2014
Previous reporting period:	For the year ended 30 June 2013

Results for announcement to the market

Revenues

Revenues from ordinary activities	up	29.55%	to	\$ 140,115
Net gain\ (loss) on disposal of available-for-sale financial assets				\$ 18,284

Profit

Profit from ordinary activities after tax attributable to the owners of Australia & International Holdings Limited	up	24.39%	to	\$ 100,819
Profit for the period attributable to the owners of Australia & International Holdings Limited	up	24.39%	to	\$ 100,819

Dividends

	Amount per security ¢	Franked amount per security ¢
Final dividend for the year ended 30 June 2013 paid on 22 October 2013	5.500	5.500
Interim dividend for the year ended 30 June 2014 paid on 4 April 2014	6.000	6.000

Comments

The profit for the company after providing for income tax amounted to \$100,819 (30 June 2013: \$81,053). Revenue from ordinary activities for the financial year ended 30 June 2014 was \$140,114, which was \$31,962 or 29.55% higher than the prior comparable period. This was mainly attributable to: (a) a higher distribution receivable from the Burrell Australian Equities Trust; and (b) a higher distribution from the Sophisticated Investor Club. Sales of investments from the Australia & International Holdings Limited investment portfolio also contributed to other income. The effect of these resulted in the profit being \$19,766 or 24.39% higher for the twelve month period.

Australia & International Holdings Limited

1 Income statement

	2014 \$	2013 \$
Revenue	140,115	108,153
Other income	18,284	-
Expenses, excluding finance costs	(48,201)	(43,297)
Finance costs	-	-
Share of net profits(losses) of associates and joint ventures	-	-
Profit(loss) before income tax (expense)/benefit	110,198	64,856
Income tax (expense)/benefit	(9,379)	16,197
Profit(loss) from continuing operations	100,819	81,053
Profit(loss) attributable to minority interests	-	-
Profit(loss) attributable to members of the parent	100,819	81,053
	Cents	Cents
Basic earnings per share	7.36 ¢	6.05 ¢
Diluted earnings per share	7.36 ¢	6.05 ¢
Dividends per security	11.5 ¢	10 ¢

2 Comparison of half-year profits

	2014 \$	2013 \$
Profit(loss) after tax attributable to members for the 1st half-year	67,238	38,194
Profit(loss) after tax attributable to members for the 2nd half-year	33,581	42,859
	100,819	81,053

Australia & International Holdings Limited

3 Consolidated balance sheet

	2014 \$	2013 \$
Assets		
Current assets		
Cash and cash equivalents	1,414	110,585
Trade and other receivables	47,282	48,970
Total current assets	48,696	159,555
Non-current assets		
Available-for-sale financial assets	4,590,269	3,920,242
Deferred tax	23,296	32,675
Total non-current assets	4,613,565	3,952,917
Total assets	4,662,261	4,112,472
Liabilities		
Current liabilities		
Trade and other payables	25,583	3,026
Income tax	-	-
Total current liabilities	25,583	3,026
Non-current liabilities		
Deferred tax	374,295	206,225
Total non-current liabilities	374,295	206,225
Total liabilities	399,878	209,251
Net assets	4,262,383	3,903,221
Equity		
Issued capital	3,212,980	3,192,811
Reserves	544,271	148,805
Retained profits	505,132	561,605
Total equity	4,262,383	3,903,221
Parent interest	4,262,383	3,903,221
Minority interest	-	-
Total equity	4,262,383	3,903,221

Australia & International Holdings Limited

4 Statement of changes in equity

	Contributed equity \$	Reserves \$	Retained profits \$	Total equity \$
Balance at 1 July 2012	3,098,882	(219,617)	614,115	3,493,380
		-	-	-
Profit after income tax (expense)/benefit for the financial year	-	-	81,053	81,053
Other comprehensive income for the financial year, net of tax	-	368,422	-	368,422
Total comprehensive income for the financial year	-	368,422	81,053	449,475
Transactions with owners in their capacity as owners:	-	-	-	-
Contributions of equity, net of transaction costs	93,929	-	-	93,929
Dividends paid	-	-	(133,563)	(133,563)
Balance at 30 June 2013	3,192,811	148,805	561,605	3,903,221
Balance at 1 July 2013	3,192,811	148,805	561,605	3,903,221
Profit after income tax (expense)/benefit for the financial year	-	-	100,819	100,819
Other comprehensive income for the financial year, net of tax	-	395,466	-	395,466
Total comprehensive income for the financial year	-	395,466	100,819	496,285
Transactions with owners in their capacity as owners:	-	-	-	-
Contributions of equity, net of transaction costs	20,169	-	-	20,169
Dividends paid	-	-	(157,292)	(157,292)
Balance at 30 June 2014	3,212,980	544,271	505,132	4,262,383

Australia & International Holdings Limited

5 Statement of cash flows

	2014 \$	2013 \$
Cash flows from operating activities		
Payments to suppliers (inclusive of GST)	(25,596)	(44,404)
Dividends received	20,727	19,476
Interest received	1,179	4,786
Trust distributions received from related parties	103,350	98,230
Other revenue	16,546	-
Income taxes (paid)/refunded	-	28,014
Net cash from/(used in) operating activities	116,206	106,102
Cash flows from investing activities		
Payments for investments	(257,246)	(199,331)
Proceeds from sale of investments	169,040	-
Net cash from/(used in) investing activities	(88,206)	(199,331)
Cash flows from financing activities		
Proceeds from the issue of shares	20,169	93,929
Dividends paid	(157,341)	(133,563)
Net cash used in financing activities	(137,172)	(39,634)
Net increase/(decrease) in cash and cash equivalents	(109,171)	(132,863)
Cash and cash equivalents at the beginning of the financial year	110,585	243,448
Cash and cash equivalents at the end of the financial year	1,414	110,585

6 Reconciliation of profit after income tax to net cash from operating activities

	2014 \$	2013 \$
Profit after income tax expense for the year	100,819	81,053
Adjustments for:		
Net fair value loss/(gain) on available-for-sale financial assets	(18,284)	-
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	1,687	42,354
Decrease/(increase) in deferred tax assets	9,379	(26,193)
Increase/(decrease) in provision for income tax	-	9,996
Increase/(decrease) in other operating liabilities	22,605	(1,108)
Net cash from/(used in) operating activities	116,206	106,102

Australia & International Holdings Limited

7 Notes to the financial statements

Details of revenues and expenses

	2014 \$	2013 \$
Revenue		
Dividends	20,727	19,476
Interest	1,179	4,787
Trust distributions from related parties	90,889	86,397
Other revenue	27,320	(2,507)
Net gain on disposal of available-for-sale financial assets	18,284	-
Total revenue	158,399	108,153
Expenses		
Accounting and audit fees	(12,672)	(14,803)
Legal expenses	(1,349)	(1,086)
Listing fees	(10,233)	(12,651)
Managed portfolio service fees	(3,597)	(2,969)
Secretarial expenses	(10,120)	(1,204)
Stock exchange fees	(9,597)	(9,811)
Other expenses	(633)	(773)
Total expenses	(48,201)	(43,297)
Profit(loss) before tax	110,198	64,856
Income tax (expense)/benefit	(9,379)	16,197
Profit(loss) after tax	100,819	81,053

8 Ratios

	2014 %	2013 %
Profit before tax/Revenue	69.57%	59.97%
Profit after tax/Equity interests	2.37%	2.08%

9 Earnings per security

	2014 \$	2013 \$
Profit after tax attributable to the members	100,819	81,053
	#	#
Weighted average number of shares used in the calculation of basic earnings per share	1,369,752	1,338,681
Weighted average number of shares used in the calculation of diluted earnings per share	1,369,752	1,338,681
	¢	¢
Basic earnings per share (cents)	7.36	6.05
Diluted earnings per share (cents)	7.36	6.05

Australia & International Holdings Limited

10 Dividend information

	30-Jun-14	30-Jun-13
Final dividend paid (\$)	75,105	66,692
Year ended	30/06/13	30/06/12
Final dividend (cps)	5.50 ¢	5.00 ¢
Franking %	100%	100%
Date paid	22/10/13	22/10/12
Interim dividend paid (\$)	82,186	66,871
Half-year ended	31/12/13	31/12/12
Final dividend (cps)	6.00 ¢	5.00 ¢
Franking %	100%	100%
Date paid	4/04/14	30/04/13

No final dividend for the current financial year has yet been declared.

Dividend reinvestment plan

The Company has a dividend reinvestment plan (DRP) under which shareholders have the option of electing to have their dividend payment reinvested in new ordinary shares. Pricing of the new DRP shares is based on the most recent Net Asset Value per share calculated at the time from the management accounts of the Company.

11 Exploration and evaluation expenditure capitalised

N/A

12 Development Properties

N/A

13 Discontinued Operations

N/A

Australia & International Holdings Limited

14 Movements in Equity

Ordinary securities

	Number Issued #	Number listed #	Paid up value ¢	30-Jun-14 \$	30-Jun-13 \$
Balance at start of period	1,366,647	1,366,647	234	3,192,811	3,098,882
Increases through issues	6,770	6,770	298	20,169	93,929
Decreases through returns of capital, buybacks, etc.	-	-	-	-	-
Balance at end of period	1,373,417	1,373,417	234	3,212,980	3,192,811
Total Securities	1,373,417	1,373,417	234	3,212,980	3,192,811

Reserves

	30-Jun-14 \$	30-Jun-13 \$
Balance at start of period	148,805	(219,617)
Transfers to/from reserves	395,466	368,422
Total for the period	395,466	368,422
Balance at end of period	544,271	148,805
Total reserves	544,271	148,805

Retained earnings

	30-Jun-14 \$	30-Jun-13 \$
Balance at start of period	561,605	614,115
Profit for the period	100,819	81,053
Total for the period	100,819	81,053
Dividends	(157,291)	(133,563)
Balance at end of period	505,133	561,605
Total reserves	505,133	561,605

15 Details of aggregate share of profits (losses) of associates and joint venture entities

N/A

16 Control gained over entities having material effect

N/A

17 Loss of control over entities having material effect

N/A

Australia & International Holdings Limited

18 Material interests in entities that are not controlled entities

Name of associate/joint venture	Reporting entity's percentage holding		Contribution to profit/(loss) (where material)	
	Current period	Previous corresponding period	Current period	Previous corresponding period
	%	%	\$	\$
			Equity accounted	
Equity accounted associated entities	0.00%	0.00%	-	-
Total			-	-
			Non-equity accounted	
Other material interests				
Burrell Australian Equities Trust	43.44%	43.31%	85,143	85,517
Burrell World Equities Trust	26.02%	26.55%	2,122	4,387
Burrell Smallcaps Midcaps and Resources Trust	27.29%	0.00%	3,624	-
Total			90,889	89,904

19 Reports for industry and geographical segments

The Company is predominantly invested in the Burrell Australian Equities Trust, the Burrell World Equities Trust and the Burrell Smallcaps Midcaps and Resources Trust who in turn invest the majority of their funds for the medium to long-term in companies listed on the Australian and international stock exchanges and selected managed funds. The Company's allocation of investments and the performance of these investments are in line with the investment portfolios of the three trusts and it follows that an appropriate categorisation of segments for reporting purposes is into Australian long-term shares, Australian small-mid cap shares, and overseas long-term shares. The Australian large-cap portfolio is made up of blue chip and quality shares in the ASX All Ordinaries Index, the Australian small-mid cap portfolio comprises Australian smallcap, midcap and resources stocks, and the overseas portfolio consists of shareholdings in stocks traded on stock exchanges with similar corporate governance regimes as Australia. This portfolio is primarily made up of shares in companies operating in the USA, UK, Europe and Asia.

	Australian Large-cap Long-Term Shares	Australian Small-Mid-cap Shares	Overseas Long-Term Shares	Intersegment eliminations/unallocated	Total
30 June 2014	\$	\$	\$	\$	\$
Revenue					
Dividend income	20,727	-	-	-	20,727
Interest revenue	1,179	-	-	-	1,179
Trust distributions from related parties	85,143	3,624	2,122	-	90,889
Other trust income	-	-	-	-	-
Other income	27,320	-	-	-	27,320
Total revenue	134,369	3,624	2,122	-	140,115
Segment result	134,369	3,624	2,122	(48,201)	91,914
Net gain/(loss) on disposal of available-for-sale financial assets	18,284	-	-	-	18,284
Profit/(loss) before income tax benefit	152,653	3,624	2,122	(48,201)	110,198
Income tax benefit					(9,379)
Profit after income tax benefit					100,819
Assets					
Segment assets	3,270,282	357,720	1,009,549	24,710	4,662,261
Intersegment eliminations					-
Total assets					4,662,261
Liabilities					
Segment liabilities	341,369	(5,059)	37,986	25,583	399,878
Total liabilities					399,878

Australia & International Holdings Limited

	Australian Large-cap Long-Term Shares	Australian Small-Mid-cap Shares	Overseas Long-Term Shares	Intersegment eliminations/unallocated	Total
30 June 2013	\$	\$	\$	\$	\$
Revenue					
Dividend income	19,476	-	-	-	19,476
Interest revenue	4,787	-	-	-	4,787
Trust distributions from related	85,517	-	4,387	-	89,904
Other trust income	(3,507)	-	-	-	(3,507)
Other income	(2,507)	-	-	-	(2,507)
Total revenue	103,766	-	4,387	-	108,153
Segment result	103,766	-	4,387	(43,297)	64,856
Net gain/(loss) on disposal of available-for-sale financial assets	-	-	-	-	-
Profit/(loss) before income tax	103,766	-	4,387	(43,297)	64,856
Income tax benefit					16,197
Profit after income tax benefit					81,053
Assets					
Segment assets	3,105,405	-	863,808	143,259	4,112,472
Total assets					4,112,472
Liabilities					
Segment liabilities	211,325	-	(5,100)	3,026	209,251
Total liabilities					209,251
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20 NTA Backing					
				30-Jun-14	30-Jun-13
				¢	¢
Net tangible asset backing per ordinary security:				310	286
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21 Non-cash financing and investing activities					N/A
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22 International Financial Reporting Standards					N/A
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Australia & International Holdings Limited

23 Basis of accounts preparation

Description of events having a material effect
Details of other factors affecting results

Nil
Nil

Franking credits available

	30-Jun-14	30-Jun-13
	\$	\$
Franking credits available for subsequent financial years based on a tax rate of 30%	48,575	59,517

Changes in accounting policies
Revisions of estimates
Changes in contingent liabilities and assets
Unusual items
Effect of changes in the composition of the entity during the period

N/A
N/A
N/A
N/A
N/A

Annual meeting


The annual general meeting of will be held at the offices of Burrell Stockbroking & Superannuation:

Place	Level 5, 24 Little Edward Street, Spring Hill, QLD
Date	Wednesday 19 November 2014,
Time	12:00PM
Approximate date the annual report will be available	Friday, 17 October 2014

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting policies and accounting standards as defined in the *Corporations Act* or other standards acceptable to the Exchange.
- 2 This statement, and the financial statements under the *Corporations Act*, use the same accounting policies.
- 3 This statement gives a true and fair view of the matters disclosed.
- 4 This statement is based on financial statements, which have been audited.
- 5 If the accounts have been or are being audited or subject to review and the audit report is not attached, details of any qualifications are attached/~~will follow immediately they are available. (delete one).~~
- 6 The issuer does not have a formally constituted audit committee.

Signed:



Name: Ian F Davey
Title: Company Secretary
Date: 11 September 2014