

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 2016
Previous reporting period:	For the year ended 30 June 2015

Results for announcement to the market**Revenues**

Revenues from ordinary activities	up	3.65%	to	\$ 159,144
Net gain\loss on disposal of available-for-sale financial assets	down	100.00%	to	\$ 0

Profit

Profit from ordinary activities after tax attributable to the owners of Australia & International Holdings Limited	down	9.98%	to	\$ 101,874
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Profit for the period attributable to the owners of Australia & International Holdings Limited	down	9.98%	to	\$ 101,874
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Dividends

	Amount per security ¢	Franked amount per security ¢
Final dividend for the year ended 30 June 2015 paid on 30 October 2015	6.000	4.800
Interim dividend for the year ended 30 June 2016 paid on 18 April 2016	6.000	4.500

Comments

The profit for the company after providing for income tax amounted to \$101,874 (30 June 2015: \$113,167). Revenue from ordinary activities for the financial year ended 30 June 2016 was \$159,144, which was \$5,600 or 3.6% higher than the prior comparable period. This was mainly attributable to higher distributions received and receivable from the Burrell Smallcap Midcap and Resources Trust, and the Burrell World Equities Trust. There were no sales of investments from the Australia & International Holdings Limited investment portfolio during the year, resulting in Other income being \$2,151 lower than in 2015.

Expenses of \$56,509 in 2016 were \$6,294 or 12.5% higher than the previous year, mainly due to an increase in listing fees, which were in part attributable to the previous financial year, but not accrued in 2015. Tax expense in 2016 was \$761 compared to a tax benefit of \$7,687 for the previous year. The net effect of these movements resulted in the profit being \$11,293 or 9.98% lower than the previous comparable period. The expense to average investments ratio was 1.26%

Australia & International Holdings Limited

1 Income statement

	2016 \$	2015 \$
Revenue	159,144	153,544
Other income	-	2,151
Expenses, excluding finance costs	(56,509)	(50,215)
Finance costs	-	-
Share of net profits(losses) of associates and joint ventures	-	-
Profit(loss) before income tax (expense)/benefit	102,635	105,480
Income tax (expense)/benefit	(761)	7,687
Profit(loss) from continuing operations	101,874	113,167
Profit(loss) attributable to minority interests	-	-
Profit(loss) attributable to members of the parent	101,874	113,167
	Cents	Cents
Basic earnings per share	6.94 ¢	7.95 ¢
Diluted earnings per share	6.94 ¢	7.95 ¢
Dividends per security	12 ¢	12 ¢

2 Comparison of half-year profits

	2016 \$	2015 \$
Profit(loss) after tax attributable to members for the 1st half-year	68,599	70,793
Profit(loss) after tax attributable to members for the 2nd half-year	33,275	42,859
	101,874	113,652

Australia & International Holdings Limited

3 Consolidated balance sheet

	2016 \$	2015 \$
Assets		
Current assets		
Cash and cash equivalents	5,902	88,029
Trade and other receivables	66,489	52,554
Total current assets	72,391	140,583
Non-current assets		
Available-for-sale financial assets	4,307,342	4,661,615
Deferred tax	32,485	30,983
Total non-current assets	4,339,827	4,692,598
Total assets	4,412,218	4,833,181
Liabilities		
Current liabilities		
Trade and other payables	2,769	-
Income tax	-	-
Total current liabilities	2,769	-
Non-current liabilities		
Deferred tax	264,211	372,776
Total non-current liabilities	264,211	372,776
Total liabilities	266,980	372,776
Net assets	4,145,238	4,460,405
Equity		
Issued capital	3,500,709	3,478,635
Reserves	269,918	533,067
Retained profits	374,611	448,703
Total equity	4,145,238	4,460,405
Parent interest	4,145,238	4,460,405
Minority interest	-	-
Total equity	4,145,238	4,460,405

Australia & International Holdings Limited

4 Statement of changes in equity

	Contributed equity \$	Reserves \$	Retained profits \$	Total equity \$
Balance at 1 July 2014	3,212,980	544,271	505,132	4,262,383
Profit after income tax (expense)/benefit for the financial year	-	-	113,167	113,167
Other comprehensive income for the financial year, net of tax	-	(11,204)	-	(11,204)
Total comprehensive income for the financial year	-	(11,204)	113,167	101,963
Transactions with owners in their capacity as owners:	-	-	-	-
Contributions of equity, net of transaction costs	265,655	-	-	265,655
Dividends paid	-	-	(169,596)	(169,596)
Balance at 30 June 2015	3,478,635	533,067	448,703	4,460,405
Balance at 1 July 2015	3,478,635	533,067	448,703	4,460,405
Profit after income tax (expense)/benefit for the financial year	-	-	101,874	101,874
Other comprehensive income for the financial year, net of tax	-	(263,149)	-	(263,149)
Total comprehensive income for the financial year	-	(263,149)	101,874	(161,275)
Transactions with owners in their capacity as owners:	-	-	-	-
Contributions of equity, net of transaction costs	22,075	-	-	22,075
Dividends paid	-	-	(175,967)	(175,967)
Balance at 30 June 2016	3,500,709	269,918	374,611	4,145,238

Australia & International Holdings Limited

5 Statement of cash flows

	2016 \$	2015 \$
Cash flows from operating activities		
Payments to suppliers (inclusive of GST)	(53,741)	(75,798)
Dividends received	22,585	23,100
Interest received	823	2,519
Trust distributions received from related parties	119,478	111,880
Other revenue	2,323	10,774
Income taxes (paid)/refunded	(2,263)	-
Net cash from/(used in) operating activities	89,206	72,475
Cash flows from investing activities		
Payments for investments	(17,441)	(159,448)
Proceeds from sale of investments	-	77,529
Net cash from/(used in) investing activities	(17,441)	(81,920)
Cash flows from financing activities		
Proceeds from the issue of shares	22,075	265,655
Dividends paid	(175,966)	(169,595)
Net cash used in financing activities	(153,891)	96,059
Net increase/(decrease) in cash and cash equivalents	(82,127)	86,615
Cash and cash equivalents at the beginning of the financial year	88,029	1,414
Cash and cash equivalents at the end of the financial year	5,902	88,029

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

	2016 \$	2015 \$
Profit after income tax expense for the year	101,874	113,167
Adjustments for:		
Net fair value loss/(gain) on available-for-sale financial assets	-	(2,151)
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	(13,935)	(5,271)
Decrease/(increase) in deferred tax assets	(1,502)	(7,687)
Increase/(decrease) in provision for income tax	-	-
Increase/(decrease) in other operating liabilities	2,769	(25,583)
Net cash from/(used in) operating activities	89,206	72,475

Australia & International Holdings Limited

7 Notes to the financial statements

Details of revenues and expenses

	2016 \$	2015 \$
Revenue		
Dividends	22,585	23,100
Interest	823	2,519
Trust distributions from related parties	133,638	125,607
Other revenue	2,098	2,318
Net gain on disposal of available-for-sale financial assets	-	2,151
Total revenue	159,144	155,695
Expenses		
Accounting and audit fees	(14,131)	(13,389)
Legal expenses	(1,161)	(1,146)
Listing fees	(12,910)	(7,491)
Managed portfolio service fees	(4,069)	(3,967)
Secretarial expenses	(11,675)	(10,734)
Stock exchange fees	(12,156)	(13,122)
Other expenses	(407)	(366)
Total expenses	(56,509)	(50,215)
Profit(loss) before tax	102,635	105,480
Income tax (expense)/benefit	(761)	7,687
Profit(loss) after tax	101,874	113,167

8 Ratios

	2016 %	2015 %
Profit before tax/Revenue	64.49%	67.75%
Profit after tax/Equity interests	2.46%	2.54%

9 Earnings per security

	2016 \$	2015 \$
Profit after tax attributable to the members	101,874	113,167
	#	#
Weighted average number of shares used in the calculation of basic earnings per share	1,467,473	1,423,933
Weighted average number of shares used in the calculation of diluted earnings per share	1,467,473	1,423,933
	¢	¢
Basic earnings per share (cents)	6.94	7.95
Diluted earnings per share (cents)	6.94	7.95

Australia & International Holdings Limited

10 Dividend information

	30-Jun-16	30-Jun-15
Final dividend paid (\$)	87,836	82,393
Year ended	30/06/15	30/06/14
Final dividend (cps)	6.00 ¢	6.00 ¢
Franking %	80%	100%
Date paid	30/10/15	17/10/14
Interim dividend paid (\$)	88,129	87,202
Half-year ended	31/12/15	31/12/14
Final dividend (cps)	6.00 ¢	6.00 ¢
Franking %	75%	100%
Date paid	18/04/16	15/04/15

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-16 \$	30-Jun-15 \$
Balance at start of period	1,464,135	1,464,135	238	3,478,635	3,212,980
Increases through issues	7,854	7,854	281	22,074	265,655
Decreases through returns of capital, buybacks, etc.	-	-	-	-	-
Balance at end of period	1,471,989	1,471,989	238	3,500,709	3,478,635
Total Securities	1,471,989	1,471,989	238	3,500,709	3,478,635

Reserves

	30-Jun-16 \$	30-Jun-15 \$
Balance at start of period	533,067	544,271
Transfers to/from reserves	(263,150)	(11,204)
Total for the period	(263,150)	(11,204)
Balance at end of period	269,918	533,067
Total reserves	269,918	533,067

Retained earnings

	30-Jun-16 \$	30-Jun-15 \$
Balance at start of period	448,703	505,131
Profit for the period	101,874	113,167
Total for the period	101,874	113,167
Dividends	(175,966)	(169,595)
Balance at end of period	374,611	448,703
Total reserves	374,611	448,703

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	41.98%	44.33%	110,312	106,450
Burrell World Equities Trust	22.38%	23.09%	13,191	17,239
Burrell Smallcaps Midcaps and Resources Trust	29.35%	28.49%	10,136	1,918
Total			133,638	125,607

Australia & International Holdings Limited

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 2016	\$	\$	\$	\$	\$
Revenue					
Dividend income	22,585	-	-	-	22,585
Interest revenue	823	-	-	-	823
Trust distributions from related parties	110,312	10,136	13,191	-	133,638
Other trust income	-	-	-	-	-
Other income	2,099	-	-	-	2,099
Total revenue	135,819	10,136	13,191	-	159,145
Segment result	135,819	10,136	13,191	(56,510)	102,635
Net gain/(loss) on disposal of available-for-sale financial assets	-	-	-	-	-
Profit/(loss) before income tax benefit	135,819	10,136	13,191	(56,510)	102,635
Income tax benefit					(761)
Profit after income tax benefit					101,874
Assets					
Segment assets	2,896,188	451,652	1,025,991	38,387	4,412,218
Total assets					4,412,218
Liabilities					
Segment liabilities	218,173	2,655	43,383	2,769	266,980
Total liabilities					266,980

Australia & International Holdings Limited

30 June 2015	Australian Large-cap Long-Term Shares \$	Australian Small-Mid-cap Shares \$	Overseas Long-Term Shares \$	Intersegment eliminations/unallocated \$	Total \$
Revenue					
Dividend income	23,100	-	-	-	23,100
Interest revenue	2,519	-	-	-	2,519
Trust distributions from related	106,450	1,918	17,239	-	125,607
Other trust income	-	-	-	-	-
Other income	2,318	-	-	-	2,318
Total revenue	134,387	1,918	17,239	-	153,544
Segment result	134,387	1,918	17,239	(50,214)	103,330
Net gain/(loss) on disposal of available-for-sale financial assets	2,151	-	-	-	2,151
Profit/(loss) before income tax	136,537	1,918	17,239	(50,214)	105,480
Income tax benefit					7,687
Profit after income tax benefit					113,167
Assets					
Segment assets	3,152,670	386,972	1,174,527	119,012	4,833,181
Total assets					4,833,181
Liabilities					
Segment liabilities	302,638	(13,721)	83,859	-	372,776
Total liabilities					372,776

20 NTA Backing

	30-Jun-16 ¢	30-Jun-15 ¢
Net tangible asset backing per ordinary security:	282	305

21 Non-cash financing and investing activities

N/A

22 International Financial Reporting Standards

N/A

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

Franking credits available for subsequent financial years based on a tax rate of 30%

30-Jun-16	30-Jun-15
\$	\$
31,713	32,889

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 23 November 2016
Time	12:00PM
Approximate date the annual report will be available	Monday 24 October 2016

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: 7 September 2016