

## APPENDIX 4D HALF-YEAR REPORT

### 1 Company details

Name of entity:	Australia & International Holdings Limited
ABN:	98 009 706 414
Reporting period:	Half-year ended 31-December-2019
Previous reporting period:	Half-year ended 31-December-2018

### 2 Results for announcement to the market

(a)	<b>Revenue</b>	<b>31-Dec-19</b>	<b>31-Dec-18</b>	<b>% Change</b>
	Revenues from ordinary activities	\$129,661	\$129,541	Up 0.09%
	Other income			

(b)	<b>Profit</b>	<b>31-Dec-19</b>	<b>31-Dec-18</b>	<b>% Change</b>
	Profit from ordinary activities after tax attributable to the owners of Australia & International Holdings Limited	\$85,717	\$105,108	Down 18.45%
	Profit for the half-year attributable to the owners of Australia & International Holdings Limited	\$85,717	\$105,108	Down 18.45%

### (c) Dividends

<b>2019 Final dividend</b>	<b>¢</b>
Amount per security	6.500 cents
Franked amount per security (refer point 6. for further detail)	6.500 cents

### (d) Comments

The profit for the company after providing for income tax amounted to \$85,717 (31 December 2018: \$105,108). Revenue and other income for the six months ended 31 December 2019 was \$129,661, which was \$120 or 0.09% higher than the prior comparable period. Expenses for the six months were \$4,651, or 16.9% higher. The income tax expense was \$14,860 higher than the previous year, mainly due to the run out of tax losses from prior years. The effect of these movements resulted in the after tax profit being \$19,391 or 18.45% lower for the six month period.

Refer to the Review of Operations section of the Directors' Report for further comment.

### 3 Net tangible assets

Net tangible asset backing per ordinary security:	¢
Reporting period	311 cents
Previous corresponding reporting period	316 cents

**Australia & International Holdings Limited**  
**Half-year report**

**4 Control gained over entities**

None

**5 Loss of control over entities**

None

**6 Dividends**

<b>Current period</b>	<b>¢</b>
Dividend amount per security (paid on 10/10/2019)	6.500 cents
Franked amount per security	6.500 cents
<b>Previous corresponding period</b>	<b>¢</b>
Dividend amount per security (paid on 19/10/2018)	6.000 cents
Franked amount per security	3.900 cents

The Company's dividend reinvestment plan (DRP) applied to both dividends paid.  
No dividend has been declared subsequent to 31 December 2019.

**7 Details of associates and joint venture entities**

None

**8 Foreign entities**

None

**9 Any other significant information**

None

**10 Audit qualification or review**

The accounts were subject to a review by the auditors and the unqualified review report is attached as part of the Interim Report.

**11 Attachments**

The Interim Report of Australia and International Holdings Limited for the half-year ended 31 December 2019 is attached.

**12 Signature**

Signed:

  
Christopher Burrell  
Director

Date:

11 March 2020  
Brisbane

# **Australia & International Holdings Limited**

**ABN 98 009 706 414**

## **Interim Financial Report for the half-year ended 31 December 2019**

**Australia & International Holdings Limited**  
**Corporate Directory**  
**31 December 2019**

Directors	Bernard C E Rowley Christopher T Burrell Roger J Burrell Frank J Finn
Company secretary	Ian F Davey
Registered office	Level 4, 24 Little Edward Street Spring Hill QLD 4000 Phone: 61 7 3006 7200 Fax: 61 7 3839 6964
Principal place of business	Level 4, 24 Little Edward Street Spring Hill QLD 4000
Share register	Newcastle Capital Markets Registries Pty Limited 10 Murray Street Hamilton NSW 2303 Telephone: 61 2 4920 2877 Facsimile: 61 2 4920 2878
Auditor	PKF Brisbane Audit Level 6, 10 Eagle Street Brisbane QLD 4000
Bankers	DDH Graham Limited 18th Floor, 344 Queen Street Brisbane QLD 4000
Stock exchange listing	Australia & International Holdings Limited shares are listed on the National Stock Exchange (NSX code: AID)
Website	<a href="http://www.burrell.com.au">http://www.burrell.com.au</a>

**Australia & International Holdings Limited**  
**Directors' Report**  
**For the Half-year ended 31 December 2019**

The directors present their report, together with the financial statements of Australia & International Holdings Limited (the Company) for the half-year ended 31 December 2019.

**Directors**

The following persons were directors of Australia & International Holdings Limited during the whole of the half-year and up to the date of this report, unless otherwise stated:

Bernard C E Rowley  
 Christopher T Burrell  
 Roger J Burrell  
 Frank J Finn

**Principal Activities**

The Company's principal activity during the half-year consisted of long-term investing in publicly listed Australian and overseas companies and managed funds.

**Dividends**

Dividends paid or provided for during the half-year were as follows:

**Final dividend**

	31-Dec-19	31-Dec-18
	\$	\$
Final dividend paid	101,672	92,861
Year ended	30/06/2019	30/06/2018
Cents per share	6.5 c	6 c
Franking %	100%	65%
Date paid	10/10/2019	19/10/2018

**Review of operations**

	31-Dec-19	31-Dec-18
	\$	\$
Net profit for the Company for the half year after providing for income tax	85,717	105,108

**Overview**

The Company provides investors with a medium to long-term investment vehicle with exposure to Australian and overseas listed equity investments and managed funds. The primary objective is to provide returns from dividends and capital growth.

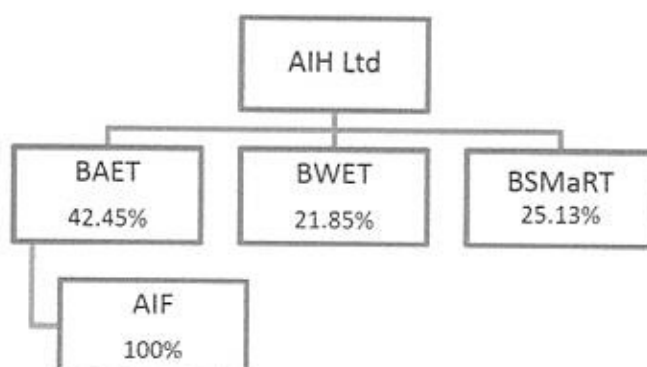
**Structure**

The Company is structured in order to provide investors with the opportunity to invest in a vehicle that holds positions in a strategically balanced and well-diversified set of investment portfolios. The majority of shareholder funds are invested over a medium to long term period in both Australian and international companies and managed funds. This is facilitated through the Company's investments in the Burrell Australian Equities Trust ("BAET"), the Burrell World Equities Trust ("BWET"), and the Burrell Small-caps, Mid-caps and Resources Trust ("BSMaRT").

BAET is an unregistered managed investment scheme and open to wholesale investors only; whereas, BSMaRT and BWET are both registered managed investment schemes, which are open to both wholesale and retail investors. BAET invests in listed Australian equities, managed funds, and holds 100% of the equity in Australian Index Fund Pty Ltd, whose portfolio is made up of predominantly ASX Exchange Traded Options. BWET invests in listed international equities and managed funds, and may use foreign exchange hedging instruments to hedge its exposure to fluctuations in foreign currencies. BSMaRT holds short term trading and sector overweight positions in the Australian equities market.

**Australia & International Holdings Limited**  
**Directors' Report**  
**For the Half-year ended 31 December 2019**

As at 31 December 2019 approximately 89% of AIH's investment portfolio comprised of investments in BAET, BWET and BSMaRT in the percentages of 55.7%, 22.7% and 10.6% respectively. This was achieved through the following ownership structure, whereby AIH owned 42.45% of the units on issue in BAET, 21.85% of the units on issue in BWET and 25.13% of the units on issue in BSMaRT.



**Performance Outcomes**

**Net Return of the Overall Company**

The net return to shareholders for the half-year ended 31 December 2019 was 0.47%, based on a net asset value as at 31 December 2019 of \$3.11, plus the dividend of 6.5 cents, and compared to the net asset value per share as at 30 June 2019 of \$3.16. This 'net return' is not directly comparable to publicly reported share price or accumulation indices because it is after costs have been deducted for managing and administering the portfolios and the Company. It is also after an allowance for tax at the rate of 30% has been deducted from operating profits and on the increases in value of the investment portfolios. Further, the return shareholders in AIH received from dividends are mostly franked. As such we look at the 'gross returns' from the individual investment portfolios, as follows:

**Gross Returns of the Individual Portfolios**

For comparative purposes the international portfolio is benchmarked against the "MSCI" World (excluding Australia) Accumulation Index in local currency; and, the Australian long-term portfolio against the ASX All Ordinaries Accumulation Index. The smallcap, midcap and resources portfolio is more difficult to benchmark because it includes a mix of mid-cap shares and some overweight positions in blue-chip shares. However, we feel that the return from this portfolio is related to the performance of the Australian Small Ordinaries Accumulation Index.

The performances of the individual portfolios that the Company invested in for the half-year ended 31 December 2019 and the comparative period are shown in the table below. These returns are expressed on a pre-tax basis and are defined as the movement for the period in the net asset values of the portfolios.

	31-Dec-19	31-Dec-18
	%	%
Burrell Australian Equities Trust (excl. AIF)	1.2	-4.0
Burrell Australian Equities Trust (incl. AIF)	1.2	-2.6
Burrell World Equities Trust	4.7	-4.3
Burrell Small-cap, Mid-cap and Resources Trust	-5.5	-11.7
Australian All Ordinaries Accumulation Index	3.6	-7.3
Australian Small Ordinaries Accumulation Index	3.9	-12.8
MSCI World Index ex Australia (in AUD terms)	8.0	-4.7

**Australia & International Holdings Limited**  
**Directors' Report**  
**For the Half-year ended 31 December 2019**

The Company looks through to the investment portfolios of BAET, BWET and BSMaRT to see its investments by industry sector:

	<b>31-Dec-19</b>	<b>31-Dec-18</b>
	<b>%</b>	<b>%</b>
Energy	6.1	5.2
Materials	10.7	11.2
Industrials	5.0	4.8
Consumer discretionary	7.6	4.7
Consumer staples	1.0	1.6
Financials	40.0	39.0
Real estate investment trusts	2.1	4.4
Managed funds and LICs	7.7	6.6
Exchange traded funds	3.6	5.9
Health care	8.6	10.4
Information technology & telecoms	7.1	6.2
Utilities	0.5	0.0

The Company's investments on a look-through basis by geographic area are:

	<b>31-Dec-19</b>	<b>31-Dec-18</b>
	<b>%</b>	<b>%</b>
Australia & New Zealand	76.8	76.2
Americas	8.0	8.9
United Kingdom	0.6	0.9
Europe excl. United Kingdom	2.3	3.3
Asia Pacific excl. Australia	1.2	0.6
Global	11.1	10.1

Securities representing 5% or more of the combined investments and trading portfolio as at 31 December 2019 are:

	<b>31-Dec-19</b>	<b>31-Dec-18</b>
	<b>% of portfolio</b>	<b>% of portfolio</b>
Commonwealth Bank of Australia	10.9	10.3

**Net Asset Value per Share**

	<b>31-Dec-19</b>	<b>30-Jun-19</b>
Net Asset Value per share for the Company	\$3.11	\$3.16

**Earnings Per Share**

	<b>31-Dec-19</b>	<b>31-Dec-18</b>
Earnings Per Share based on the net operating result (cents)	5.47 ¢	6.74 ¢

**Significant changes in the state of affairs**

There were no significant changes in the state of affairs of the entity during the financial half-year.

**Australia & International Holdings Limited**  
**Directors' Report**  
**For the Half-year ended 31 December 2019**

**Auditor's independence declaration**

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 5.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors



**Bernard Rowley**  
Chairman



**Christopher T Burrell**  
Director

11 March 2020  
Brisbane



AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF  
AUSTRALIA & INTERNATIONAL HOLDINGS LTD

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2019, 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.

PKF BRISBANE AUDIT



LIAM MURPHY  
PARTNER

11 MARCH 2020  
BRISBANE

**Australia & International Holdings Limited**  
**Index to the condensed financial statements**  
**For the Half-year ended 31 December 2019**

**Contents**

	Page
Financial report	
Statement of profit or loss and other comprehensive income	7
Statement of financial position	8
Statement of changes in equity	9
Statement of cash flows	10
Notes to the financial statements	11
Directors' declaration	16
Independent auditor's report	17

**General information**

The financial report covers Australia & International Holdings Limited as an individual entity. The financial report is presented in Australian dollars, which is Australia & International Holdings Limited's functional and presentation currency.

The financial report consists of the financial statements, notes to the financial statements and the directors' declaration.

Australia & International Holdings Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Level 4, 24 Little Edward Street  
Brisbane QLD 4000

A description of the nature of the company's operations and its principal activities are included in the directors' report, which is not part of the financial report.

The financial report was authorised for issue, in accordance with a resolution of directors, on 11 March 2020. The directors have the power to amend and reissue the financial report.

**Australia & International Holdings Limited**  
**Statement of profit or loss and other comprehensive income**  
**For the half-year ended 31 December 2019**

	<b>Note</b>	<b>31-Dec-19</b>	<b>31-Dec-18</b>
		<b>\$</b>	<b>\$</b>
<b>Continuing operations</b>			
<b>Revenue</b>	4	129,661	129,541
<b>Expenses</b>			
Accounting and audit fees		(7,436)	(7,791)
Legal expenses		(4,012)	-
Listing fees		(5,023)	(4,693)
Managed portfolio service fees		(1,626)	(1,204)
Secretarial expenses		(5,951)	(6,223)
Stock exchange fees		(7,668)	(7,279)
Other expenses		(462)	(337)
<b>Profit before income tax (expense)/benefit</b>		<u>97,483</u>	<u>102,014</u>
<b>Income tax (expense)/benefit</b>		<u>(11,766)</u>	<u>3,094</u>
<b>Profit after income tax (expense)/benefit for the half-year attributable to the owners of Australia &amp; International Holdings Limited</b>		85,717	105,108
<b>Other comprehensive income</b>			
<i>Items that will not be reclassified to profit or loss</i>			
Changes in the fair value of equity investments at fair value through other comprehensive income		<u>(54,655)</u>	<u>(263,202)</u>
<b>Other comprehensive income for the half-year, net of tax</b>		<u>(54,655)</u>	<u>(263,202)</u>
<b>Total comprehensive income for the half-year attributable to the owners of Australia &amp; International Holdings Limited</b>		<u>31,062</u>	<u>(158,094)</u>
		<b>Cents</b>	<b>Cents</b>
Basic earnings per share	10	5.47 c	6.74 c
Diluted earnings per share	10	5.47 c	6.74 c

*The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes*

**Australia & International Holdings Limited**  
**Statement of financial position**  
**As at 31 December 2019**

	Note	31-Dec-19 \$	30-Jun-19 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	5	52,733	53,400
Prepayments		7,668	-
Trade and other receivables		113,266	181,804
Total current assets		<u>173,667</u>	<u>235,204</u>
<b>Non-current assets</b>			
Financial assets	6	5,142,566	5,150,604
Deferred tax asset		-	1,151
Total non-current assets		<u>5,142,566</u>	<u>5,151,755</u>
<b>Total assets</b>		<u>5,316,233</u>	<u>5,386,959</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables		5,990	2,349
Provision for income tax		10,615	-
Total current liabilities		<u>16,605</u>	<u>2,349</u>
<b>Non-current liabilities</b>			
Deferred tax liability		419,639	443,062
Total non-current liabilities		<u>419,639</u>	<u>443,062</u>
<b>Total liabilities</b>		<u>436,244</u>	<u>445,411</u>
<b>Net assets</b>		<u>4,879,989</u>	<u>4,941,548</u>
<b>Equity</b>			
Issued capital	7	3,762,703	3,753,651
Reserves		646,028	700,683
Retained profits		471,258	487,214
<b>Total equity</b>		<u>4,879,989</u>	<u>4,941,548</u>

**Australia & International Holdings Limited**  
**Statement of changes in equity**  
**For the half-year ended 31 December 2019**

	Note	Contributed equity \$	Other Reserves \$	Retained profits \$	Total equity \$
Balance at 1 July 2018		3,735,474	631,604	414,688	4,781,766
Profit after income tax (expense)/benefit for the half-year		-	-	105,108	105,108
Other comprehensive income for the half-year, net of tax		-	(263,202)	-	(263,202)
Total comprehensive income for the half-year		-	(263,202)	105,108	(158,094)
<i>Transactions with owners in their capacity as owners:</i>					
Contributions of equity, net of transaction costs		8,163	-	-	8,163
Dividends paid	8	-	-	(92,861)	(92,861)
Balance at 31 December 2018		<u>3,743,637</u>	<u>368,402</u>	<u>426,935</u>	<u>4,538,974</u>
	Note	Contributed equity \$	Other Reserves \$	Retained profits \$	Total equity \$
Balance at 1 July 2019		3,753,651	700,683	487,214	4,941,548
Profit after income tax (expense)/benefit for the half-year		-	-	85,717	85,717
Other comprehensive income for the half-year, net of tax		-	(54,655)	-	(54,655)
Total comprehensive income for the half-year		-	(54,655)	85,717	31,061
<i>Transactions with owners in their capacity as owners:</i>					
Contributions of equity, net of transaction costs	7	9,052	-	-	9,052
Dividends paid	8	-	-	(101,673)	(101,673)
Balance at 31 December 2019		<u>3,762,703</u>	<u>646,028</u>	<u>471,258</u>	<u>4,879,989</u>

**Australia & International Holdings Limited**  
**Statement of cash flows**  
**For the half-year ended 31 December 2019**

	Note	31-Dec-19 \$	31-Dec-18 \$
<b>Cash flows from operating activities</b>			
Dividends received		12,054	12,054
Interest received		256	246
Trust distributions received from related parties		185,889	168,297
Other expenses (paid)/income received		<u>(36,205)</u>	<u>(35,160)</u>
Net cash from/(used in) operating activities		<u>161,994</u>	<u>145,437</u>
<b>Cash flows from investing activities</b>			
Payments for financial assets		(70,041)	(85,532)
Proceeds from sale of financial assets		<u>-</u>	<u>-</u>
Net cash from/(used in) investing activities		<u>(70,041)</u>	<u>(85,532)</u>
<b>Cash flows from financing activities</b>			
Proceeds from the issue of shares		9,052	8,162
Dividends paid		<u>(101,672)</u>	<u>(92,861)</u>
Net cash from/(used in) financing activities		<u>(92,620)</u>	<u>(84,699)</u>
Net increase/(decrease) in cash and cash equivalents		(667)	(24,794)
Cash and cash equivalents at the beginning of the half-year		<u>53,400</u>	<u>43,264</u>
Cash and cash equivalents at the end of the half-year	5	<u><u>52,733</u></u>	<u><u>18,470</u></u>

*The above statement of cash flows should be read in conjunction with the accompanying notes*

**Australia & International Holdings Limited**  
**Notes to the financial statements**  
**For the Half-year ended 31 December 2019**

**Note 1. Significant accounting policies**

**Statement of compliance**

These general purpose financial statements for the half-year reporting period ended 31 December 2019 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Australia & International Holdings Limited. As such, it does not contain information that represents relatively insignificant changes occurring during the half-year. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended 30 June 2019, together with any public announcements made during the following half-year.

**Basis of preparation**

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the Company's annual financial report for the year ended 30 June 2019. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

**Investments in Associates**

**AASB 128 – Investments in Associates**

This accounting standard is applied in accounting for investments in entities where the investor has significant influence, which is presumed if the investor holds 20% or more of the voting power of the investee, unless it can be shown otherwise. Investments in associates are normally accounted for in the financial statements by applying the equity method of accounting whereby the investment is recognised at cost and adjusted for thereafter for the post acquisition change in the Company's share of the net assets of the associate entity.

At the end of the half-year the Company held investments in the Burrell Australian Equities Trust, the Burrell World Equities Trust and the Burrell Smallcaps Midcaps and Resources Trust ("the Trusts") representing 42.45%, 21.85% and 25.13% respectively of the units on issue of each trust. This would normally mean that the investments by the Company in these entities be accounted for by adopting the AASB 128 Investments in Associates Accounting Standard. However, the directors have considered the nature of the company's investment in the Trusts and determined the Company does not have significant influence. Accordingly, the Company, as an investor, has adopted the accounting treatment under AASB 9 and recorded the investments as 'financial assets at fair value through other comprehensive income', whereas previously they were recorded as 'available for sale' under AASB 139. This has been done because all three trusts are investment vehicles which invest in the shares of listed companies and managed funds and these assets held by the trusts are accounted for as 'available for sale' assets. Therefore, the Company has 'looked through' to the nature of its underlying assets and applied the same accounting treatment to maintain consistency and avoid confusion to the readers of these financial statements. It should be noted that the affect on the net assets of the Company under equity accounting and the current treatment is the same.

**Note 2. Critical accounting judgements, estimates and assumptions**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. There are no critical accounting judgements, estimates and assumptions that are likely to affect the current or future half-years.

**Australia & International Holdings Limited**  
**Notes to the financial statements**  
**For the Half-year ended 31 December 2019**

**Note 1. Significant accounting policies (continued)**

**Note 3. Operating 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 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 large-cap long-term shares; Australian small and midcap shares; and overseas long-term shares. The Australian long term portfolio is made up of blue chip and quality shares in companies in the ASX All Ordinaries Index, whilst the Australian mid cap and small cap portfolio comprises shares in companies outside of the top 100 companies in the same index. 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.

*Operating segment information*

	Note	Australian Large-cap Long-Term Shares \$	Australian Small-Mid- cap Shares \$	Overseas Long-Term Shares \$	Intersegment eliminations/ unallocated \$	Total \$
<b>31 December 2019</b>						
<b>Revenue</b>						
Dividend income		12,054	-	-	-	12,054
Interest revenue		-	-	-	256	256
Trust distributions from related parties		105,468	378	11,505	-	117,351
<b>Total revenue</b>		<u>117,522</u>	<u>378</u>	<u>11,505</u>	<u>256</u>	<u>129,661</u>
<b>Segment result</b>		<u>117,522</u>	<u>378</u>	<u>11,505</u>	<u>(31,922)</u>	<u>97,483</u>
Net gain/(loss) on disposal of available-for-sale financial assets		-	-	-	-	-
<b>Profit/(loss) before income tax benefit</b>		<u>117,522</u>	<u>378</u>	<u>11,505</u>	<u>(31,922)</u>	<u>97,483</u>
Income tax expense						(11,766)
<b>Profit after income tax benefit</b>						<u>85,717</u>
<b>Assets</b>						
Segment assets		3,475,038	563,498	1,217,296	60,401	5,316,233
Intersegment eliminations						-
<b>Total assets</b>						<u>5,316,233</u>
<b>Liabilities</b>						
Segment liabilities		326,226	(14,512)	107,925	16,605	436,244
<b>Total liabilities</b>						<u>436,244</u>



**Australia & International Holdings Limited**  
**Notes to the financial statements**  
**For the Half-year ended 31 December 2019**

**Note 3. Operating segments (continued)**

	Note	Australian Large-cap Long-Term Shares	Australian Small-Mid- cap Shares	Overseas Long-Term Shares	Intersegment eliminations/ unallocated	Total
31 December 2018		\$	\$	\$	\$	\$
<b>Revenue</b>						
Dividend income		12,054	-	-	-	12,054
Interest revenue		-	-	-	246	246
Trust distributions from related		102,128	3,602	11,510	-	117,241
<b>Total revenue</b>		<u>114,182</u>	<u>3,602</u>	<u>11,510</u>	<u>246</u>	<u>129,541</u>
<b>Segment result</b>		<u>114,182</u>	<u>3,602</u>	<u>11,510</u>	<u>(27,280)</u>	<u>102,014</u>
Net gain/(loss) on disposal of available-for-sale financial assets		-	-	-	-	-
<b>Profit/(loss) before income tax benefit</b>		<u>114,182</u>	<u>3,602</u>	<u>11,510</u>	<u>(27,280)</u>	<u>102,014</u>
Income tax benefit						3,094
<b>Profit after income tax benefit</b>						<u>105,108</u>
<b>Assets</b>						
Segment assets		<u>3,135,120</u>	<u>578,126</u>	<u>1,095,226</u>	<u>33,507</u>	<u>4,841,980</u>
Intersegment eliminations						-
<b>Total assets</b>						<u>4,841,980</u>
<b>Liabilities</b>						
Segment liabilities		<u>244,495</u>	<u>(10,123)</u>	<u>66,285</u>	<u>2,350</u>	<u>303,006</u>
<b>Total liabilities</b>						<u>303,006</u>

**Note 4. Revenue**

	31-Dec-19 \$	31-Dec-18 \$
Dividends	12,054	12,054
Interest	256	246
Trust distributions from related parties	117,351	117,241
Other revenue	-	-
<b>Revenue</b>	<u>129,661</u>	<u>129,541</u>

**Note 5. Current assets - cash and cash equivalents**

	31-Dec-19 \$	30-Jun-19 \$
Cash and cash equivalents	<u>52,733</u>	<u>53,400</u>

**Australia & International Holdings Limited**  
**Notes to the financial statements**  
**For the Half-year ended 31 December 2019**

**Note 6. Non-current assets - financial assets**

	31-Dec-19 \$	30-Jun-19 \$
Non-Current		
Equity investments at fair value	5,142,566	5,150,604
	<u>5,142,566</u>	<u>5,150,604</u>

*Reconciliation*

Reconciliation of the fair values at the beginning and end of the current

Opening fair value	5,150,604	4,954,752
Additions	70,041	97,167
Disposals	-	-
Reduction in cost base of investments on capital returns	-	-
Revaluation increments/(decrements)	(78,079)	98,685
Closing fair value	<u>5,142,566</u>	<u>5,150,604</u>

**Note 7. Equity - issued capital**

	31-Dec-19 Shares	30-Jun-19 Shares	31-Dec-19 \$	30-Jun-19 \$
Ordinary shares - fully paid	<u>1,569,273</u>	<u>1,565,873</u>	<u>3,762,703</u>	<u>3,753,651</u>

*Movements in ordinary share capital*

	Date	No. of shares	Issue price	\$
Balance	30 Jun 2019	1,565,873		3,753,651
Dividend reinvestment plan	10 Oct 2019	3,400	\$3.15	10,695
DRP cost	10 Oct 2019			(1,643)
Balance	31 Dec 2019	<u>1,569,273</u>		<u>3,762,703</u>

**Note 8. Equity - dividends**

*Dividends*

**Final dividend**

	31-Dec-19 \$	31-Dec-18 \$
Final dividend paid	<u>101,672</u>	<u>92,861</u>
Year ended	30/06/2019	30/06/2018
Cents per share	6.5 ¢	6 ¢
Franking %	100%	65%
Date paid	10/10/2019	19/10/2018

**Note 9. Events after the reporting period**

No matter or circumstance has arisen since 31 December 2019 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

**Australia & International Holdings Limited**  
**Notes to the financial statements**  
**For the Half-year ended 31 December 2019**

**Note 10. Earnings per share**

	31-Dec-19	31-Dec-18
	\$	\$
Profit after income tax attributable to the owners of Australia & International Holdings Limited	<u>85,717</u>	<u>105,108</u>
	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>1,567,388</u>	<u>1,560,454</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>1,567,388</u>	<u>1,560,454</u>
	Cents	Cents
Basic earnings per share	5.47 ¢	6.74 ¢
Diluted earnings per share	5.47 ¢	6.74 ¢

**Note 11. Contingencies**

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

**Australia & International Holdings Limited**  
**Directors' declaration**

To the Members of Australia and International Holdings Limited

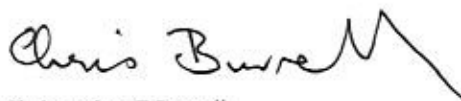
In accordance with a resolution of the directors of Australia & International Holdings Limited ("the company"), the directors of the company declare that:

1. The financial statements and notes, as set out on pages 7 to 18, are in accordance with the *Corporations Act 2001*, including:
  - a. complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional requirements, and
  - b. giving a true and fair view of the entity's financial position as at 31 December 2019 and of its performance for the half-year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

On behalf of the directors



**Bernard Rowley**  
Chairman



**Christopher T Burrell**  
Director

Brisbane  
11 March 2020

## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF AUSTRALIA & INTERNATIONAL HOLDINGS LTD

### Conclusion

We have reviewed the accompanying half-year financial report of Australia & International Holdings Ltd ("the company"), which comprises the statement of financial position as at 31 December 2019, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes, and the directors' declaration.

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 Australia & International Holdings Ltd 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 2019, and of its financial performance for the half-year ended on that date; and
- (b) complying with the Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

### Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. In accordance with the *Corporations Act 2001*, we have given the directors of the company a written Auditor's Independence 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 the Australian Accounting Standards and the *Corporations Regulations 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 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 2019 and its

performance for the half year ended on that date, and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Australia & International Holdings Ltd, 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.

PKF BRISBANE AUDIT

A handwritten signature in black ink, appearing to read 'Liam Murphy', with a long horizontal stroke extending to the right.

LIAM MURPHY  
PARTNER

11 MARCH 2020  
BRISBANE