

The Manager
Company Announcements Office
Australian Securities Exchange Limited
Exchange Centre
Level 4, 20 Bridge Street
SYDNEY NSW 2000

9 January 2013

Dear Sir or Madam

**Net Tangible Asset Backing Per Share
and 20 Largest Equity Investments at 31 December 2012**

The unaudited net tangible asset backing for the Company's ordinary shares as at **31 December 2012**, before providing for capital gains tax in respect of unrealised investment portfolio gains, was **\$23.36** per share (30 November 2012: \$23.05).

The Company invests for the long term and the Board has no intention of disposing of investments other than through takeovers, mergers or other exceptional circumstances that arise from time to time. If a provision for estimated capital gains tax in respect of unrealised investment portfolio gains was deducted, the above net tangible asset backing amount of \$23.36 would reduce to **\$20.37** (30 November 2012: \$20.11).

The calculation is based on the Company's interpretation of the law relating to capital gains tax and ASX Listing Rule 4.12.

Also attached is a list of the Group's 20 largest equity investments at 31 December 2012.

Yours faithfully,



P W Horton
Company Secretary

The 20 Largest Equity Investments at 31 December 2012 are:

| | \$000 | % |
|------------------------------------|----------------|---------------|
| Amalgamated Holdings | 207,810 | 33.6% |
| National Australia Bank | 49,028 | 7.9% |
| Westpac Bank* | 46,254 | 7.5% |
| Commonwealth Bank | 34,155 | 5.5% |
| BHP Billiton | 26,291 | 4.3% |
| ANZ Bank | 23,662 | 3.8% |
| Wesfarmers** | 23,263 | 3.8% |
| AGL | 20,026 | 3.2% |
| Telstra | 15,060 | 2.4% |
| Orica | 13,582 | 2.2% |
| Gowing Bros. | 9,616 | 1.6% |
| Perpetual | 9,113 | 1.5% |
| Bank of Queensland | 8,285 | 1.3% |
| Bendigo & Adelaide Bank | 7,458 | 1.2% |
| Origin Energy | 7,451 | 1.2% |
| Amcor | 6,885 | 1.1% |
| Coca Cola Amatil | 6,143 | 1.0% |
| Rio Tinto | 6,023 | 1.0% |
| James Hardie | 5,703 | 0.9% |
| Santos | 5,300 | 0.9% |
| | 531,108 | 85.9% |
| Total Equity Investments | 583,990 | 94.5% |
| Term Deposits and Cash | 34,276 | 5.5% |
| Total Investments and Cash | 618,266 | 100.0% |

*Includes \$1.79 million of Westpac SPS II securities

**Includes \$4.06 million of Wesfarmers Partially Protected securities