

**AUSTRALIAN UNITED INVESTMENT
COMPANY LIMITED**

ABN 37 004 268 679

**APPENDIX 4D STATEMENT
FOR THE HALF YEAR ENDED 31 DECEMBER 2020**

CONTENTS

- Results for announcement to the market
- Letter to Australian Securities Exchange
- Financial Statements
- Independent Audit Report

This announcement was authorised for release by the Board of Directors.

RESULTS FOR ANNOUNCEMENT TO THE MARKET

The reporting period is the **half year ended 31 December 2020** with the prior corresponding period being the half year ended 31 December 2019.

The report is based on audit reviewed financial statements. A copy of the auditor's review report can be found on page 16.

Results for announcement to the market

- Revenue from ordinary activities was \$17.0 million, a fall of 38.5% from the prior corresponding period.
- Profit after tax was \$14.1 million, down 42.4% from the prior corresponding period.
- Total net profit for the period of \$14.1 million excludes net realised gains and losses which are transferred directly to the Asset Realisation Reserve under the accounting standards.
- Total net profit includes special dividends received of \$249,000 after tax (prior corresponding period \$1,050,000). Excluding these special dividends, profit after tax fell 40.8%*.
- Earnings per share based on profit after tax were 11.3 cents, a decrease of 42.6% from the prior corresponding period. Excluding special dividends received, earnings per share fell 41.0%* to 11.1* cents. The weighted average number of ordinary shares for the period rose 0.3% to 124,721,617 after taking into account the shares issued in the dividend re-investment plan.
- The interim dividend for the half year is 17.0 cents per share (17.0 cents prior corresponding period) fully franked payable on 17 March 2021. The record date for determining entitlement to the interim dividend is 24 February 2021.
- The interim dividend will not include any Listed Investment Company capital gain dividend.
- The Company operates a Dividend Reinvestment Plan ("DRP") under which shareholders may elect to have all or part of their dividend payment reinvested in new ordinary shares. Pricing of the new DRP shares will be at the volume weighted average selling price of shares traded on the Australian Securities Exchange in the five trading days commencing from the day the shares start trading on an ex dividend basis, without any discount. The last day for the receipt of an election notice for participation in the plan is 25 February 2021.
- The net tangible asset backing per share based on the market valuation of investments was \$9.46 at 31 December 2020, compared to \$10.09 at the end of the prior corresponding period, a decrease of 6.2%. These calculations are after tax on net realised gains, before any future tax benefit of net realised losses, before estimated tax on net unrealised gains/losses, and before provision for the interim dividend.

* Additional non IFRS information, not subject to external review.

AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED

ABN 37 004 268 679

LEVEL 20
101 COLLINS STREET
MELBOURNE VIC 3000
AUSTRALIA

TEL (613) 9654 0499
EMAIL INFO@AUL.COM.AU

17 February 2021

The General Manager
Australian Securities Exchange
P O Box H224
Australia Square
Sydney NSW 2000

Dear Sir,

FINANCIAL REPORT AND DIVIDEND ANNOUNCEMENT
FOR THE HALF YEAR ENDED 31 DECEMBER 2020

The Directors make the following report concerning the company's performance and interim dividend:-

Profit and Realised Capital Gains/Losses

Profit after income tax for the half year ended 31 December 2020 was \$14,113,000 (previous corresponding period: \$24,486,000), which includes special dividends received after tax of \$249,000 (previously: \$1,050,000). Excluding special dividends, Profit after tax fell 40.8%*.

The economic impact of COVID-19 continued to affect many businesses throughout the half year. Several of our investee companies made the decision to reduce or suspend their dividends. Banks were particularly affected as were the property and infrastructure sectors.

Net realised losses on the investment portfolio after tax were \$10,845,000 (previous corresponding period gains of \$1,282,000), which under accounting standards are transferred directly to the Asset Realisation Reserve and are not included in Net Profit.

Operating expenses were slightly lower for the half year compared to the first half of the previous year but due to the fall in the market value of the portfolio, operating expenses for the half year were 0.07% of the average value of the portfolio (previous corresponding period 0.06%).

Earnings Per Share

Earnings per share based on the weighted average number of shares on issue for the half year were 11.3 cents per share compared to 19.7 cents for the prior corresponding period. Excluding special dividends, earnings per share fell 41.0% to 11.1 cents*. In assessing the Company's capacity to pay dividends, the Board focuses on this earnings per share figure in addition to the company's retained earnings and the future outlook.

The weighted average number of ordinary shares for the period rose 0.3% to 124,721,617 after taking into account the shares issued in the dividend reinvestment plan.

* Additional non IFRS information, not subject to external review.

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Dividends

The Directors have declared an interim dividend of 17.0 cents per share fully franked to shareholders registered on 24 February 2021, to be paid on 17 March 2021. The comparable 2020 interim dividend was 17.0 cents per share fully franked.

The directors have decided to maintain the interim dividend even though it is not fully covered by earnings in the half-year. The Company has sufficient accumulated retained earnings to draw on and has adequate accumulated franking credits to fully frank the dividend.

The Company will continue to monitor earnings results and the outlook for its investee companies when determining future dividend payments.

LIC Capital Gains

The interim dividend will not include any Listed Investment Company capital gain dividend.

Dividend Reinvestment Plan

The Company operates a Dividend Reinvestment Plan ("DRP") under which shareholders may elect to have all or part of their dividend payment reinvested in new ordinary shares. Pricing of the new DRP shares will be at the volume weighted average selling price of shares traded on the Australian Securities Exchange in the five trading days beginning from the day the shares start trading on an ex-dividend basis, without any discount. The last day for the receipt of an election notice for participation in the plan is 25 February 2021.

Asset Backing

The net tangible asset backing per share based on the market valuation of investments was \$9.46 at 31 December 2020 and \$9.46 at 31 January 2021. These calculations are after tax on net realised gains, before any future tax benefit of net realised losses, before estimated tax on net unrealised gains/losses, and before provision for the interim dividend.

The Company is a long term investor and does not intend disposing of its total portfolio. If estimated tax on unrealised portfolio gains were to be deducted, the above figures would be \$8.08 at 31 December 2020 and \$8.08 at 31 January 2021.

Performance

The Company's net asset backing accumulation performance for the six months to 31 December 2020 (assuming all dividends were reinvested) was a rise of 12.7%, compared to the rise of 13.2% in the S&P ASX 200 Accumulation index. The Company's returns are after tax and expenses and the impact of the Company's gearing for which no allowance is made in the index.

Including the value of franking credits, the Company's accumulation return for the half year to 31 December 2020 was an increase of 13.3% compared to an increase of 13.7% in the S&P/ASX 200 Franking Credit Adjusted Total Return Index.

Portfolio

The Company made net investments during the half year of around \$32M financed by an increase in borrowings of \$35M.

At 31 December bank facilities were \$150M drawn to \$120M and cash and short term receivables were \$16.5M.

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Outlook

We expect the share market to fluctuate around current levels. The current market level is assuming a successful vaccine rollout and is buoyed by lower interest rates, monetary easing and large government expenditure.

There are signs of exuberance in the market with the focus on growth companies and the interest in early stage and speculative companies, the number of new listings and the wide retail participation in the share market.

We remain fully invested with modest borrowings and expect the market value of the portfolio to broadly track the general market.

Continued over...

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Investment Portfolio

As at 31 December 2020 the twenty-five largest shareholdings of the company, at market values were:

Company	Market Value \$'000	% of Market Value of Total Investments
1. CSL Ltd	113,272	8.7%
2. Commonwealth Bank of Australia	106,743	8.2%
3. Rio Tinto Ltd	85,372	6.6%
4. BHP Group Ltd	84,860	6.5%
5. Transurban Group	76,086	5.8%
6. Diversified United Investment Ltd	69,264	5.3%
7. Wesfarmers Ltd	66,528	5.1%
8. Australia & New Zealand Banking Group Ltd	55,638	4.3%
9. Westpac Banking Corporation	51,330	3.9%
10. Woodside Petroleum Ltd	46,617	3.6%
11. Atlas Arteria	45,500	3.5%
12. Woolworths Ltd	39,310	3.0%
13. Sydney Airport	34,614	2.7%
14. Washington H Soul Pattinson & Co Ltd	34,604	2.7%
15. Seek Ltd	28,530	2.2%
16. National Australia Bank	25,515	2.0%
17. Ramsay Health Care Ltd	25,183	1.9%
18. Aristocrat Leisure Ltd	24,800	1.9%
19. Coles Group Ltd	23,945	1.8%
20. Resmed Inc.	20,423	1.6%
21. Carsales.Com Ltd	20,010	1.5%
22. Challenger Ltd	19,320	1.5%
23. Brambles Ltd	17,225	1.3%
24. Link Administration Holdings Ltd	16,650	1.3%
25. Invocare Ltd	16,087	1.2%
	1,147,426	88.1%
Total Investments at Market Value, Net Short Term Receivables and Cash	1,302,515	

*Note: At 31 December 2020 bank facilities were \$150M, drawn as to \$120M, and cash and short term receivables (included in the above figures) were \$17M.

Yours faithfully,

A J Hancock
Company Secretary

AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED
(ABN 37 004 268 679)

INTERIM FINANCIAL REPORT
FOR THE SIX MONTHS ENDED 31 DECEMBER 2020

AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED

Directory

Directors

C B Goode AC - Chairman
J S Craig
F S Grimwade
D C Hershan

Company Secretaries

Andrew J Hancock FCA
James A Pollard CA

Registered Office

Level 20
101 Collins Street
Melbourne VIC 3000
Tel: (613) 9654 0499
Fax: (613) 9654 3499
Email: info@au.com.au
Website: www.au.com.au

Bankers

National Australia Bank Limited
Australia and New Zealand Banking Group Limited

Auditors

KPMG
Chartered Accountants

Share Registry

Link Market Services Limited
Level 12, 680 George Street
Sydney NSW 2000
Locked Bag A14
Sydney South NSW 1235
Tel: (+61) 1300 554 474
Email: registrars@linkmarketservices.com.au
Web: www.linkmarketservices.com.au

Securities Exchange

The Company is listed on the Australian Securities Exchange Ltd.
ASX Code: AUI

AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED

Interim Financial Report for the six months ended 31 December 2020

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AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED

Directors' Report

The directors of Australian United Investment Company Limited present their Directors' report together with the financial report for the six months ended 31 December 2020 and the auditors' review report thereon.

Directors

The directors of the Company at any time during or since the end of the half-year are:

Name	Period of Directorship
Charles Goode AC (Chairman)	Director since 1990
James Craig	Director since 2009
Fred Grimwade	Director since 2014
Dion Hershan	Director since 2018

Review of Operations

Profit after income tax was \$14,113,000 for the six months ended 31 December 2020 (previous corresponding period: \$24,486,000). Revenue fell 38.5% as dividends received from the investment portfolio fell due to the economic impacts of the COVID-19 pandemic. Special dividends received during this period were \$249,000 (previous corresponding period: \$1,054,000).

Earnings per share based on profit after tax was 11.3 cents, a decrease of 42.6% from the prior corresponding period. Excluding special dividends received, earnings per share decreased by 41.0% to 11.1 cents per share.

Operating expenses (excluding finance expenses) were 0.07% of the average market value of the portfolio (previous corresponding period: 0.06%).

Dividends

The board has declared an interim dividend of 17.0 cents per share fully franked (previous corresponding period: 17.0 cents per share fully franked).

Lead Auditor's Independence Declaration

The lead auditor's independence declaration is set out on page 5 and forms part of the directors' report for the six months ended 31 December 2020.

Rounding Off

The Company is of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 and in accordance with that Instrument, amounts in the financial report and Directors' Report have been rounded off to the nearest thousand dollars, unless otherwise stated.

Dated at Melbourne this 17th day of February 2021.

Signed in accordance with a resolution of the Directors, for and on behalf of the board.

Charles Goode
Director



Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Australian United Investment Company Limited

I declare that, to the best of my knowledge and belief, in relation to the review of Australian United Investment Company Limited for the half-year ended 31 December 2020 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

KPMG

A handwritten signature in black ink, appearing to read 'Chris Sargent', written over a light blue circular stamp.

Chris Sargent
Partner

Melbourne

17 February 2021

AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED
Statement of Profit or Loss and Other Comprehensive Income
for the six months ended 31 December 2020

	Note	31 December 2020 \$'000	31 December 2019 \$'000
Revenue from investment portfolio		17,016	27,675
Administration and other expenses		(824)	(846)
Administration costs recovered		125	140
Finance expenses		(940)	(1,776)
Profit before income tax		15,377	25,193
Income tax expense	8	(1,264)	(707)
Profit after income tax		14,113	24,486
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
Revaluation of investment portfolio for the period		118,914	29,395
Provision for tax benefit/(expense) on revaluation of investment portfolio for the period		(35,434)	(9,349)
Other comprehensive income net of income tax		83,480	20,046
Total comprehensive income		97,593	44,532
Basic and diluted earnings per share (cents)	4	11.3	19.7

The Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the Condensed Notes to the Financial Statements set out on pages 10 to 14.

AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED

Balance Sheet *as at 31 December 2020*

	Note	31 December 2020 \$'000	30 June 2020 \$'000
Assets			
Cash assets		14,966	18,578
Receivables		1,616	2,226
Current tax receivable		-	145
Other		189	79
Total Current Assets		16,771	21,028
Investment portfolio	7	1,285,995	1,135,118
Plant and equipment		34	28
Other		198	235
Total Non-Current Assets		1,286,227	1,135,381
Total Assets		1,302,998	1,156,409
Liabilities			
Payables		857	810
Current tax payable		577	-
Option valuation		348	-
Borrowings – interest bearing	10	70,000	15,000
Total Current Liabilities		71,782	15,810
Payables		120	173
Provision for long service leave		106	104
Borrowings – interest bearing	10	50,000	70,000
Deferred tax liability	9	172,426	137,159
Total Non-Current Liabilities		222,652	207,436
Total Liabilities		294,434	223,246
Net Assets		1,008,564	933,163
Equity			
Issued capital	6	449,897	448,411
Reserves		558,667	484,752
Total Equity		1,008,564	933,163

The Balance Sheet is to be read in conjunction with the Condensed Notes to the Financial Statements set out on pages 10 to 14.

AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED

Statement of Changes in Equity for the six months ended 31 December 2020

	Issued Capital \$'000	Revaluation Reserve \$'000	Realisation Reserve \$'000	Retained Earnings \$'000	Total \$'000
As at 1 July 2019	445,673	435,193	16,007	145,017	1,041,890
Comprehensive Income					
Revaluation of investment portfolio	-	29,395	-	-	29,395
Tax on revaluation	-	(9,349)	-	-	(9,349)
Net realised gains on investment portfolio	-	(2,078)	2,078	-	-
Tax (expense)/benefit on net realised gains/losses	-	796	(796)	-	-
Profit	-	-	-	24,486	24,486
	-	18,764	1,282	24,486	44,532
Transactions with shareholders					
Dividend reinvestment plan	1,430	-	-	-	1,430
Dividends paid	-	-	-	(23,622)	(23,622)
	1,430	-	-	(23,622)	(22,192)
As at 31 December 2019	447,103	453,957	17,289	145,881	1,064,230

	Issued Capital \$'000	Revaluation Reserve \$'000	Realisation Reserve \$'000	Retained Earnings \$'000	Total \$'000
As at 1 July 2020	448,411	328,297	15,078	141,377	933,163
Comprehensive Income					
Revaluation of investment portfolio	-	118,914	-	-	118,914
Tax on revaluation	-	(35,434)	-	-	(35,434)
Net realised losses on investment portfolio	-	17,273	(17,273)	-	-
Tax (expense)/benefit on net realised gains/losses	-	(6,428)	6,428	-	-
Profit	-	-	-	14,113	14,113
	-	94,325	(10,845)	14,113	97,593
Transactions with shareholders					
Dividend reinvestment plan	1,486	-	-	-	1,486
Dividends paid	-	-	-	(23,678)	(23,678)
	1,486	-	-	(23,678)	(22,192)
As at 31 December 2020	449,897	422,622	4,233	131,812	1,008,564

The Statement of Changes in Equity is to be read in conjunction with the Condensed Notes to the Financial Statements set out on pages 10 to 14.

AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED

Statement of Cash Flows for the six months ended 31 December 2020

	Note	31 December 2020 \$'000	31 December 2019 \$'000
Cash flows from operating activities			
Interest received		32	411
Dividends and trust distributions received		17,069	31,274
Option premium income received		844	107
Finance costs paid		(990)	(1,855)
Income taxes paid		(720)	(550)
Administration and other expenses paid		(681)	(802)
Net cash flow from operating activities		15,554	28,585
Cash flows from investing activities			
Proceeds from sale of investments		45,916	24,016
Redemption of term deposits		-	20,000
Proceeds from return of capital from investments		-	195
Purchases of investments		(77,879)	(55,809)
Purchases of fixed assets		(11)	(31)
Net cash flow from investing activities		(31,974)	(11,629)
Cash flows from financing activities			
Dividends paid net of dividend reinvestment plan		(22,192)	(22,192)
Proceeds from borrowings		50,000	-
Repayment of borrowings		(15,000)	(30,000)
Net cash flow used in financing activities		12,808	(52,192)
Net (decrease)/increase in cash held		(3,612)	(35,236)
Cash and cash equivalents at 1 July		18,578	63,827
Cash and cash equivalents at 31 December		14,966	28,591

The Statement of Cash Flows is to be read in conjunction with the Condensed Notes to the Financial Statements set out on pages 10 to 14.

AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED

Condensed Notes to the Financial Statements for the six months ended 31 December 2020

1. Reporting Entity

Australian United Investment Company Limited (the 'Company') is a for-profit company domiciled in Australia.

The annual financial report of the Company as at and for the year ended 30 June 2020 is available on request from the Company's office at Level 20, 101 Collins Street Melbourne Vic 3000 or at www.aui.com.au.

2. Statement of compliance

The interim financial report is a general purpose financial report which has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the Corporations Act 2001.

The interim financial report does not include all of the information required for a full annual financial report, and should be read in conjunction with the annual financial report of the Company at 30 June 2020.

This interim financial report was approved by the Board of Directors on 17 February 2021.

The Company is of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 and in accordance with the Instrument, amounts in the financial report have been rounded off to the nearest thousand dollars, unless otherwise stated.

3. Significant Accounting Policies

The accounting policies applied by the Company in this interim financial report are the same as those applied by the Company in the financial report at 30 June 2020.

AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED

Notes to the Financial Statements for the six months ended 31 December 2020

4. Earnings per share

	31 December 2020 Cents	31 December 2019 Cents
Basic and diluted earnings per share	11.3	19.7
Earnings per share excluding special dividends	11.1	18.8

There are no factors which cause diluted earnings per share to be different from basic earnings per share.

Special dividends of \$249,000 after tax were received for the half year ended 31 December 2020 (prior corresponding period: \$1,054,000).

The basic earnings per share for the half-year is calculated on a weighted average number of ordinary shares of 124,721,617 (previous corresponding period: 124,415,270) after taking into account the shares issued in the dividend re-investment plan.

5. Dividends

	31 December 2020 \$'000	31 December 2019 \$'000
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Dividends recognised in the current year by the Company are:

Final fully franked dividend of 19.0 cents per share paid on 22 September 2020 (previous corresponding period: 19.0 cents per share fully franked)	23,678	23,622
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Subsequent to reporting date:

Since 31 December 2020, the directors have declared the following dividend payable on 17 March 2021:

Interim dividend of 17.0 cents per share fully franked (previous corresponding period: 17.0 cents per share fully franked)	21,216	21,162
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The financial effect of this dividend has not been brought to account in the interim financial report for the period ended 31 December 2020.

AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED

Notes to the Financial Statements for the six months ended 31 December 2020

6. Issued capital

	31 December 2020 \$'000	30 June 2020 \$'000
124,802,594 ordinary fully paid shares (30 June 2020: 124,618,646)	449,897	448,411
Movements in issued capital:		
Balance at beginning of the financial year	448,411	445,673
Shares issued		
- Dividend re-investment plan ⁽¹⁾	1,486	2,738
	449,897	448,411

(1) In respect of the final dividend paid in September 2020, 183,948 ordinary shares were issued at \$8.08 each.

7. Net Fair Values of Financial Assets and Liabilities

Recognised Financial Instruments

Listed securities included in "Investments" are readily traded on organised markets in a standardised form. The net fair value of listed securities is determined by valuing them at the last quoted market price as at balance date. In accordance with Australian Accounting Standards, this is considered "level 1" under the fair value measurement hierarchy, which is defined as quoted prices (unadjusted) in active markets for identical assets or liabilities. Level 1 investments comprised \$1,285,995,000 (30 June 2020: \$1,135,118,000).

For all other financial assets and liabilities, the carrying amount closely approximates its fair value.

8. Taxation

	31 December 2020 \$'000	31 December 2019 \$'000
Income Tax and Other Adjustments		
Prior year (under) / over provision on deferred tax	(492)	-
Deferred tax adjustments	167	(138)
Current income tax expense	(939)	(569)
Tax expense attributable to profit	(1,264)	(707)

AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED

Notes to the Financial Statements for the six months ended 31 December 2020

9. Deferred Tax Assets and Liabilities

	31 December 2020 \$'000	30 June 2020 \$'000
Revaluation reserve – Provision for tax on unrealised gains on the equity investment portfolio	(185,140)	(143,278)
Tax effect of unfranked dividends receivable	(50)	(88)
Tax benefit of capital losses carried forward	12,593	6,164
Tax effect of other items	171	43
Net deferred tax liabilities	(172,426)	(137,159)

10. Borrowings

	31 December 2020 \$'000	30 June 2020 \$'000
Current		
Loan Facility – Secured	70,000	15,000
Non-Current		
Loan Facilities – Secured	50,000	70,000
	120,000	85,000

The total face value of the drawn facilities as at period end was \$120 million (30 June 2020: \$85 million). The liabilities are recorded at the face value of the amount drawn and accrued interest.

At 31 December 2020 the market value of investments secured against the loan facilities was \$538 million (30 June 2020: \$520 million).

AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED

Notes to the Financial Statements for the six months ended 31 December 2020

11. Segment Reporting

The Company's only segment of operation is as an investment company in Australia.

12. Contingent Liabilities and Capital Commitments

There were no contingent liabilities or capital commitments as at 31 December 2020.

13. Related Parties

All arrangements with related parties are consistent with those disclosed in the 30 June 2020 annual financial report.

14. Events Subsequent to Balance Date

There has not arisen in the interval between the end of the half-year and the date of this report any items, transactions or events of a material and unusual nature, likely, in the opinion of the directors of the Company, to affect significantly the operations of the Company, the results of those operations, or the state of affairs of the Company, in future financial periods.

AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED

Directors' Declaration

In the opinion of the directors of Australian United Investment Company Limited ("the Company"):

1. The interim financial statements and notes, as set out on pages 6 to 14, are in accordance with the Corporations Act 2001, including:
 - (a) giving a true and fair view of the financial position of the Company as at 31 December 2020 and of its performance, as represented by the results of its operations and its cash flows, for the half-year ended on that date; and
 - (b) complying with Australian Accounting Standard AASB 134 "Interim Financial Reporting" and the Corporations Regulations 2001; and
2. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Dated at Melbourne this 17th day of February 2021.

Signed in accordance with a resolution of the directors.

Charles Goode
Director



Independent Auditor's Review Report

To the members of Australian United Investment Company Limited

Report on the Interim Financial Report

Conclusion

We have reviewed the accompanying **Interim Financial Report** of Australian United Investment Company Limited.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Interim Financial Report of Australian United Investment Company Limited does not comply with the *Corporations Act 2001*, including:

- giving a true and fair view of the Company's financial position as at 31 December 2020 and of its performance for the **Interim Period** ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The **Interim Financial Report** comprises:

- Balance sheet as at 31 December 2020
- Statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the Interim Period ended on that date
- Notes 1 to 14 comprising a summary of significant accounting policies and other explanatory information
- The Directors' Declaration.

The **Interim Period** is the six months ended on 31 December 2020.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report.

We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.



Responsibilities of the Directors for the Interim Financial Report

The Directors of the Company are responsible for:

- the preparation of the Interim Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- such internal control as the Directors determine is necessary to enable the preparation of the Interim Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Interim Financial Report

Our responsibility is to express a conclusion on the Interim Financial Report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the Interim Financial Report does not comply with the *Corporations Act 2001* including giving a true and fair view of the Company's financial position as at 31 December 2020 and its performance for the Interim Period ended on that date, and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a Interim Period 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.

KPMG

KPMG

A handwritten signature in black ink, appearing to read 'Chris Sargent', written over a light blue horizontal line.

Chris Sargent

Partner

Melbourne

17 February 2021