



AMCIL LIMITED

ABN 57 073 990 735

APPENDIX 4D STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2009

CONTENTS

- Results for announcement to the market
- Media Release
- Appendix 4D Accounts
- Independent Auditors' Review Report

This half-year report is presented under listing rule 4.2A and should be read in conjunction with the Company's 2009 Annual Report.

RESULTS FOR ANNOUNCEMENT TO THE MARKET

The reporting period is the half-year ended 31 December 2009 with the previous corresponding period being the half-year ended 31 December 2008.

Results for announcement to the market

- Net Operating Profit before net gains on investments was \$2.8 million, up 48% from the previous corresponding period.
- Reported Profit for the half-year was \$3.3 million, down 66% from the previous corresponding period. This figure includes realised capital gains on the Company's investment portfolio until the adoption of the new accounting standard AASB 9 on 7 December 2009.
- Revenue from investments was \$2.8 million, down 2% from the previous corresponding period.
- Net tangible asset backing per share before any provision for tax on unrealised gains at 31 December 2009 was 74 cents per share, up from 54 cents at the end of the previous corresponding period.
- A final dividend of 2 cents per share (fully franked) in respect of the financial year ended 30 June 2009 was paid on 27 August 2009.
- No interim dividend has been declared in respect of the half year ended 31 December 2009.



AMCIL POISED FOR NEW INVESTMENT THEMES

MEDIA RELEASE - HALF YEAR RESULT TO 31 DECEMBER 2009

27 January 2010

AMCIL's portfolio performed well during the six months to 31 December 2009 as the market made significant gains on improved sentiment about economic conditions. AMCIL's portfolio return over this period was up 26.7 per cent whereas the broader Australian equity market increased 25.6 per cent.

The Company's portfolio benefited from the recovery in the share prices of the banking sector over the period as well as from its holdings in smaller companies such as Bradken, ASG Group and Tox Free Solutions, some of which had been particularly hard hit during the market downturn.

The Net Operating Profit increased from \$1.9 million last year to \$2.8 million, an increase of 48 percent. This increase was a result of income from the additional investments made during the period and the turnaround in contribution from the Trading Portfolio.

Reported Profit for the half was \$3.3 million versus \$9.9 million last year. These figures include realised gains up to 7 December 2009 which is the date of adoption of a new accounting standard dealing with among other things the treatment of realised gains, this being the earliest possible date for adoption. There was very little in the way of realised gains this half year, \$0.5 million, whereas last year the Company benefited from the takeover of Queensland Gas which substantially contributed to the \$8.0 million of realised gains last half year.

In line with the practice adopted over recent years the Board has not declared an interim dividend.

In managing the investments during the period, the Company was careful in its approach as the market recovered strongly. However opportunities did arise to add companies with good yield to the portfolio with new stocks Australia Infrastructure Fund, Hastings Diversified Utilities Fund (via a capital raising) and Perpetual Limited purchased during the half. The Company also topped up its holdings in Oil Search, Brambles, PrimeAg Australia and Amcor. A number of smaller additions were also made through placements and discounted dividend reinvestment plans.

Major sales from the portfolio were in Diversified United Investment and Mermaid Marine.

Following the successful completion of the share purchase plan in December which raised \$9.9 million the Company has \$19 million of cash, which is approximately 13 percent of the total portfolio, to invest. Whilst the market has run strongly we expect opportunities for AMCIL to still arise as investment themes run in and out of favour over the coming year.

Please direct any enquiries to:

Bruce Teele
Chairman
(03) 9679 1361

Ross Barker
Managing Director
(03) 9924 0380

Geoff Driver
General Manager
(03) 9679 1659

MAJOR TRANSACTIONS IN THE INVESTMENT PORTFOLIO

Acquisitions (above \$500,000)	Cost \$'000
Hastings Diversified Utilities Fund	5,371
Perpetual	1,350
Oil Search	971
Australian Infrastructure Fund	970
Brambles	738
PrimeAg Australia	560
Ancor	500
Disposals (above \$500,000)	Proceeds \$'000
Diversified United Investment	1,469
Mermaid Marine Australia	725

TOP INVESTMENTS AS AT 31 DECEMBER 2009

Includes investments held in both the Investment and Trading Portfolios

Valued at closing prices at 31 December 2009

			Total Value \$'000
1	WBC	Westpac Banking Corporation	9,287
2	CBA	Commonwealth Bank of Australia	9,125
3	BHP	BHP Billiton	8,624
4	NAB	National Australia Bank	7,085
5	TLS	Telstra Corporation	7,039
6	HDF	Hastings Diversified Utilities Fund	6,564
7	QBE	QBE Insurance Group	5,923
8	TOX	Tox Free Solutions	5,382
9	BKN	Bradken	5,130
10	AMP	AMP	4,557
11	PPC	Peet	4,299
12	AMC	Amcor	3,818
13	ASZ	ASG Group	3,631
14	OSH	Oil Search	3,488
15	BXB	Brambles	3,390
16	EQT	Equity Trustees	3,287
17	REA	REA Group	3,226
18	CCL	Coca-Cola Amatil	3,171
19	MCU	Mitchell Communication Group	2,840
20	OKN	Oakton	2,528
			102,393

As % of Total Portfolio
(excludes Cash)

81.6%



**AMCIL
LIMITED**

ABN 57 073 990 735

**HALF-YEAR REPORT
31 DECEMBER 2009**

COMPANY PARTICULARS

AMCIL Limited (“AMH”)

ABN 57 073 990 735

AMCIL is a Listed Investment Company. It is an investor in equities and similar securities on the stock market primarily in Australia.

Directors: Bruce Teele, Chairman
Ross Barker, Managing Director
Peter Barnett
Terry Campbell AO
Rupert Myer AM
Richard (Bob) Santamaria
Stan Wallis AC

Company Secretaries: Simon Pordage
Andrew Porter

Auditor: PricewaterhouseCoopers, Chartered Accountants

Country of incorporation: Australia

Registered office: Level 21
101 Collins Street
Melbourne, Victoria 3000

Contact Details: Mail Address: GPO Box 2114, Melbourne, Victoria 3001
Telephone: (03) 9650 9911
Facsimile: (03) 9650 9100
Email: invest@amcil.com.au
Internet address: www.amcil.com.au

For enquiries regarding net asset backing (as advised each month to the Australian Securities Exchange):

Telephone: 1800 780 784 (toll free)

Share Registrar: Computershare Investor Services Pty Limited
Mail Address: GPO Box 2975EE, Melbourne, Victoria 3000
Yarra Falls, 452 Johnston Street, Abbotsford, Victoria 3067

AMH Shareholder
enquiry line: 1300 653 916
+613 9415 4224 (from overseas)

Facsimile: (03) 9473 2500
Email: web.queries@computershare.com.au
Internet: www.computershare.com.au

For all enquiries relating to shareholdings, dividends and related matters, please contact the share registrar as above.

Stock Exchange Code: AMH Ordinary shares

DIRECTORS' REPORT

This report in relation to the half-year to 31 December 2009 is presented by the Directors of AMCIL Limited ('the Company') in accordance with a resolution of Directors.

Directors

The following persons were directors of the Company during the half-year and up to the date of this report:

B.B. Teele (appointed December 2003)
R.E. Barker (appointed May 1996)
P.C. Barnett (appointed August 1996)
T.A. Campbell AO (appointed May 1996)
R.H. Myer AM (appointed January 2000)
R.B. Santamaria (appointed August 1996)
S.D.M. Wallis AC (appointed March 2004)

Company operations and results

Overview

Since 2003, the Company has been a thematic investor primarily in securities listed on the Australian Securities Exchange.

Performance Indicators and Outcomes

The net operating profit, which excludes unrealised gains or losses from open options positions and realised gains on investments, was \$2.8 million for the six months ended 31 December 2009, up from \$1.9 million last year, an increase of 48%. The net operating profit for the six months was equivalent to 1.6 cents per share.

During the year, an additional 15.5 million shares were subscribed for under the Company's Share Purchase plan, which raised \$9.9 million.

Reported profit after tax, which includes unrealised gains or losses from open options positions and realised gains on the sale of investments from the investment portfolio until 7 December 2009 was \$3.3 million, down 66% from the previous corresponding period due to a decline in the number of stocks sold from the investment portfolio. From 7 December 2009, the date of the adoption of the new accounting standard *AASB 9 – Financial Instruments* by the Company, all realised gains will be recorded through equity via the Statement of Comprehensive Income rather than through the income statement.

A key component of earnings was distributions from the companies in which we invest of \$2.6 million. Of this amount, \$1.9 million was from the receipt of fully franked dividends.

The Board has decided not to declare an interim dividend.

Auditors' independence declaration

A copy of the auditors' independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 10.

Rounding of amounts

The Company is of the kind referred to in Class Order 98/100 issued by the Australian Securities and Investments Commission, relating to the 'rounding off' of amounts in the directors' report and financial report. Unless specifically stated otherwise, amounts in the directors' report and financial report have been rounded off to the nearest thousand dollars in accordance with that Class Order.

This report is made in accordance with a resolution of the directors.



B.B. Teele
Chairman
Melbourne
27 January 2010

PricewaterhouseCoopers
ABN 52 780 433 757

Freshwater Place
2 Southbank Boulevard
SOUTHBANK VIC 3006
GPO Box 1331L
MELBOURNE VIC 3001
DX 77
Telephone 61 3 8603 1000
Facsimile 61 3 8603 1999

Auditor's Independence Declaration

As lead auditor for the review of AMCIL Limited for the half year ended 31 December 2009, I declare that to the best of my knowledge and belief, 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.

This declaration is in respect of AMCIL Limited during the period.



David Coogan
Partner
PricewaterhouseCoopers

Melbourne
27 January 2010

INCOME STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2009

	Note	Half-year 2009 \$'000	Half-year 2008 \$'000
Dividends and distributions		2,565	2,148
Revenue from deposits and bank bills		263	748
Total revenue		2,828	2,896
Net gains/(losses) on trading portfolio		562	(292)
Realised gains/(losses) from options written portfolio		-	434
Other income		48	-
Income from operating activities		3,438	3,038
Finance costs		-	(17)
Administration expenses		(591)	(667)
Operating profit before income tax expense		2,847	2,354
Income tax (expense)/credit*		(48)	(459)
Net operating profit for the half-year		2,799	1,895
Net gains/(losses) on investments			
Net gains/(losses) on open options positions		-	(211)
Deferred tax on net gains/losses on open options positions*		-	63
Net gains on securities sold from the investment portfolio		526	8,134
		526	7,986
Profit for the half-year		3,325	9,881
		Cents	Cents
Basic earnings per share	6	1.84	5.61
		Half-year 2009 \$'000	Half-year 2008 \$'000
* Total Tax Expense		48	396

This Income Statement should be read in conjunction with the accompanying notes.

STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2009

	Half-Year to 31 December 2009			Half-Year to 31 December 2008		
	Revenue \$'000	Capital \$'000	Total \$000	Revenue \$'000	Capital \$'000	Total \$'000
Net Profit	2,799	526	3,325	1,895	7,986	9,881
Other Comprehensive Income						
Unrealised gains/(losses) for the period on securities in the portfolio on 31 December	-	26,811	26,811	-	(22,905)	(22,905)
Deferred tax expense on above	-	(5,077)	(5,077)	-	1,221	1,221
Plus gains/(losses) for the period on securities realised before 7 December 2009	-	267	267	-	(162)	(162)
Plus gains for the period on securities realised after 7 December 2009	-	306	306	-	-	-
Transfer to Income Statement of cumulative gains on investments realised prior to 7 December	-	(526)	(526)	-	(8,134)	(8,134)
Total Other Comprehensive Income¹	-	21,781	21,781	-	(29,980)	(29,980)
Total comprehensive income²	2,799	22,307	25,106	1,895	(21,994)	(20,099)

¹ These are the net capital gains/(losses) not recorded through the Income Statement.

² This is the company's Net Return for the year, which includes the Net Operating Profit plus the net realised and unrealised gains or losses on the Company's investment portfolio and net gains/losses on open options positions.

This Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

BALANCE SHEET AS AT 31 DECEMBER 2009

	Note	31 Dec 2009 \$'000	30 June 2009 \$'000
Current assets			
Cash		19,041	21,975
Receivables		259	668
Income Tax Credits		295	-
Trading portfolio		3,412	-
Total current assets		23,007	22,643
Non-current assets			
Investment portfolio		122,060	84,394
Deferred tax assets		89	139
Total non-current assets		122,149	84,533
Total assets		145,156	107,176
Current liabilities			
Payables		525	523
Total current liabilities		525	523
Non-current liabilities			
Deferred tax liabilities - investment portfolio	3	5,077	-
Total non-current liabilities		5,077	-
Total liabilities		5,602	523
Net Assets		139,554	106,653
Shareholders' equity			
Share Capital	4	120,468	109,135
Revaluation Reserve		18,269	(3,116)
Accumulated Profits/(Losses)		817	634
Total shareholders' equity		139,554	106,653

This Balance Sheet should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2009

Half-Year 2009	Note	Share Capital \$000	‘Impairment’ Revaluation Charge Reserve \$000	Revaluation Reserve \$000	Retained Profits \$'000	Total \$'000
Total equity at the beginning of the half-year as reported		109,135	(5,085)	1,969	634	106,653
Adoption of AASB 9		-	5,085	(5,085)	-	-
Restated total equity at the beginning of the half-year		109,135	-	(3,116)	634	106,653
Dividends paid	5	-	-	-	(3,538)	(3,538)
Shares issued - Dividend Reinvestment Plan	4	1,475	-	-	-	1,475
- Share Purchase Plan	4	9,894	-	-	-	9,894
Other Share Capital Adjustments		(36)	-	-	-	(36)
Total transactions with share-holders		11,333	-	-	(3,538)	7,795
Profit for the half-year		-	-	-	3,325	3,325
Other Comprehensive Income for the half-year						
Net unrealised gains for the period for investments held at 31 December		-	-	21,734	-	21,734
Net gains for the period for investments realised before 7 December 2009		-	-	267	-	267
Net gains for the period for investments realised after 7 December 2009		-	-	306	-	306
Transfer to Income Statement of cumulative gains on investments realised before 7 December 2009		-	-	(526)	-	(526)
Transfer to Retained Profits of cumulative gains on investments realised after 7 December 2009		-	-	(396)	396	-
Other Comprehensive Income for the half-year		-	-	21,385	396	21,781
Total equity at the end of the half-year		120,468	-	18,269	817	139,554

This Statement of Changes in Equity should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2009 (CONT)

Half-Year 2008	Note	Share Capital \$000	‘Impairment’ Revaluation Charge Reserve \$000	Revaluation Reserve \$000	Retained Profits \$’000	Total \$’000
Total equity at the beginning of the half-year		106,970	-	16,443	(3,884)	119,529
Dividends paid	5	-	-	-	(5,203)	(5,203)
Shares issued - Dividend Reinvestment Plan		2,167	-	-	-	2,167
On-market share buy-backs		(2)	-	-	-	(2)
Total transactions with share-holders		2,165	-	-	(5,203)	(3,038)
Profit for the half-year		-	-	-	9,881	9,881
<i>Other Comprehensive Income for the half-year</i>						
Net unrealised losses for the period for investments held at 31 December		-	-	(21,684)	-	(21,684)
Net losses for the period on investments realised		-	-	(162)	-	(162)
Transfer to Income Statement of cumulative gains on investments realised		-	-	(8,134)	-	(8,134)
Other Comprehensive Income for the half-year		-	-	(29,980)	-	(29,980)
Total equity at the end of the half-year		109,135	-	(13,537)	794	96,392

This Statement of Changes in Equity should be read in conjunction with the accompanying notes.

CASH FLOW STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2009

	Half-year 2009 \$'000 INFLOWS/ (OUTFLOWS)	Half-year 2008 \$'000 INFLOWS/ (OUTFLOWS)
Cash flows from operating activities		
Sales from trading portfolio	2,280	8,560
Purchases for trading portfolio	(5,047)	(765)
Interest received	258	576
Proceeds from entering into options in options written portfolio	-	37
Dividends and distributions received	1,517	2,090
	(992)	10,498
Administration expenses	(587)	(736)
Finance costs paid	-	(17)
Taxes paid	(88)	(482)
Other receipts	48	-
Net cash inflow/(outflow) from operating activities	(1,619)	9,263
Cash flows from investing activities		
Sales from investment portfolio	2,399	20,509
Purchases for investment portfolio	(11,509)	(22,905)
Net cash inflow/(outflow) from investing activities	(9,110)	(2,396)
Cash flows from financing activities		
Share issues under Share Purchase Plan	9,894	-
Share issues under Dividend Reinvestment Plan	1,475	2,167
Share issues transaction costs	(36)	-
On-market share buy-back	-	(2)
Dividends paid	(3,538)	(5,202)
Net cash inflow/(outflow) from financing activities	7,795	(3,037)
Net increase/(decrease) in cash held	(2,934)	3,830
Cash at the beginning of the half-year	21,975	17,984
Cash at the end of the half-year	19,041	21,814

This Cash Flow Statement should be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2009

1. Basis of preparation of half-year financial report

This general purpose half-year financial report has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This interim financial report does not include all the notes of the type normally included in an annual financial report. This report should be read in conjunction with the 2009 Annual Report and public announcements made by the Company during the half-year, in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

AASB 101 (revised): *Presentation of Financial Statements*

With effect from 1 July 2009, the Company has adopted the revised AASB 101 – *Presentation of Financial Statements*. This standard requires the presentation of a new Statement of Comprehensive Income separate from changes in equity arising from transactions with shareholders.

The adoption of this new standard has no impact on the Company's net assets, net profit or total recognised gains and losses, but changes the statement where certain gains and losses are presented. Previously, unrealised gains / (losses) on the investment portfolio and the associated deferred tax (charge) / credit were presented in the Statement of Changes in Equity. These items are now presented as components of "other comprehensive income" in the new Statement of Comprehensive Income.

AASB 9: *Financial Instruments*

The Company has also early adopted AASB 9 – *Financial Instruments*, with effect from 7 December 2009, this being the earliest available date for adoption. Under this new standard, the Company has designated the investments in the investment portfolio held at that date as at "fair value through other comprehensive income". Application of the new standard results in realised gains and losses arising from the disposal of investments in the investment portfolio (and the associated tax charge / (credit)) being recognised as "other comprehensive income" in the new Statement of Comprehensive Income instead of forming a component of profit in the Income Statement.

Under the old accounting standard where there was objective evidence of impairment, an impairment charge was required to be booked through the income statement, even where no loss had been realised. There are no such impairment provisions for the Company's investments in the new standard.

The adoption of this accounting standard has no impact on the valuation of the Company's investments and therefore no impact on the Company's net assets or total comprehensive income.

The adoption of both of these standards results in all realised and unrealised gains and losses on the investment portfolio being reported through the Statement of Comprehensive Income.

AASB 9 may only be applied retrospectively for those investments held on the date of adoption, 7 December 2009. However, investments which were sold prior to 7 December 2009 continue to be accounted for under AASB 139, resulting in the realised gains on these sales continuing to form a component of profit. Therefore both the comparative period and the current period profits include realised gains from the sale of investments from the investment portfolio. All sales from the investment portfolio subsequent to 7 December 2009 will be accounted for through other comprehensive income and not profit.

Comparatives have only been restated in respect of those investments the Company held at 7 December 2009. This restatement only impacts the allocation of reserves at 30 June 2009, with no impact on net profit for the half-year or net assets. Further information has been provided in note 9.

The Company has attempted to improve the transparency of its reporting by adopting 'plain English' where possible. Key 'plain English' phrases and their equivalent AASB terminology are as follows:

Phrase	AASB Terminology
Market Value	Fair Value for Actively Traded Securities as quoted on the ASX

2. Financial reporting by segments

The Company operates as a Listed Investment Company in Australia. It has no reportable business or geographic segments.

3. Deferred tax liabilities – investment portfolio

At balance date, the Company had unused losses on the sale of investments available to set-off against future capital gains of \$7.3 million (30 June 2009: \$8.4 million). During the half-year, \$1.1 million worth of brought forward losses were applied to realised capital gains.

The Deferred Tax liability of \$5.1 million (30 June 2009 : Nil) is after the application of the unused losses noted above.

4. Shareholders' equity – share capital

Movements in Share Capital of the Company during the half-year were as follows:

Date	Details	Notes	Number of shares '000	Issue price \$	Paid-up Capital \$'000
01/07/2009	Opening Balance		176,910		109,135
27/08/2009	Dividend Reinvestment Plan	i	2,499	0.59	1,475
1/12/2009	Share Purchase Plan	ii	15,461	0.64	9,894
	Cost of share issue		-		(36)
31/12/2009	Balance		<u>194,870</u>		<u>120,468</u>

- i The Company has a Dividend Reinvestment Plan under which shareholders elected to have all or part of their dividend payment reinvested in new ordinary shares. Pricing of the new DRP shares was based on the average selling price of shares traded on the Australian Securities Exchange in the five days from the day the shares begin trading on an ex-dividend basis. The issue was at a 2.5% discount to the calculated price.
- ii The Company had a Share Purchase Plan under which eligible shareholders could purchase up to \$15,000 worth of new shares.

5. Dividends	Half-year 2009 \$'000	Half-year 2008 \$'000
Dividends provided for or paid during the period	3,538 (2 cents per share)	5,203 (3 cents per share)
6. Earnings per Share	Half-year 2009	Half-year 2008
	Number	Number
Weighted average number of ordinary shares used as the denominator	180,302,080	176,037,845
Basic earnings per share		
	\$'000	\$'000
Profit for the half-year	3,325	9,881
	Cents	Cents
Basic earnings per share	1.84	5.61
Net operating profit before net gains on investments per share		
	\$'000	\$'000
Net operating profit for the half-year	2,799	1,895
	Cents	Cents
Net operating profit per share	1.55	1.08

Dilution

As there are no options, convertible notes or other dilutive instruments on issue, diluted net profit per share is the same as basic net profit per share. This similarly applies to diluted net operating profit before net gains on investments per share.

7. Events subsequent to balance date

Since 31 December 2009 to the date of this report there has been no event of which the Directors are aware which has had a material effect on the Company or its financial position.

8. Contingencies

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

9. Effect of Changes in Accounting Standards

The impact on comparative profit, other comprehensive income and the allocation of the company's reserves resulting from the adoption of AASB 9 is summarised below:-

(i) Net profit

The adoption of AASB 9 has no impact on the profit for the 6 months ended 31 December 2008

(ii) Other comprehensive income

The adoption of AASB 9 has no impact on the other comprehensive income for the 6 months ended 31 December 2008.

(iii) Shareholders' equity

During the year ended 30 June 2009, under the old AASB 139, the Company was required to book an impairment charge. There are no provisions for impairment in the new standard, which is retrospectively applied to investments held at the date of adoption, 7 December. The Company has not sold any of the investments against which an impairment charge was taken at 30 June 2009, and therefore retrospectively applying AASB 9 at 30 June 2009 results in the reversal of this impairment charge (as this will be taken as an unrealised loss through other comprehensive income instead of an impairment loss through profit).

This results in the following restatement of reserves on the 30 June 2009 balance sheet :

	As previously reported \$'000	Reverse impairment charge \$'000	Restated \$'000
Share capital	109,135	-	109,135
Revaluation reserve	1,969	(5,085)	(3,116)
'Impairment' revaluation charge reserve	(5,085)	5,085	-
Retained profits	634	-	634
Total shareholders' equity	106,653	-	106,653

DIRECTORS' DECLARATION

In the Directors' opinion:

- (a) the financial statements and notes set out on pages 11 to 20 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the Company's financial position as at 31 December 2009 and of its performance, as represented by the results of the operations, changes in equity and cash flows, for the half-year ended on that date; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.



B.B. Teele
Chairman
Melbourne
27 January 2010

**Independent auditor's review report to the members of
AMCIL Limited**

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial statements of AMCIL Limited, which comprise the balance sheet as at 31 December 2009, and the income statement, the statement of comprehensive income, statement of changes in equity and cash flow statement for the half-year ended on that date, other selected explanatory notes and the directors' declaration for AMCIL Limited (the company).

Directors' responsibility for the half-year financial report

The directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 an Interim 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 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 2009 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of AMCIL Limited, 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. It also includes reading the other information included with the financial report to determine whether it contains any material inconsistencies with the financial report. 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.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our review was not designed to provide assurance on internal controls.

Our review did not involve an analysis of the prudence of business decisions made by directors or management.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

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 AMCIL Limited 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 2009 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.


PricewaterhouseCoopers


David Coogan
Partner

Melbourne
27 January 2010