

14 November 2011

**CENTURY
AUSTRALIA**
INVESTMENTS LIMITED



Company Announcements Office
Australian Stock Exchange Limited
Level 4, 20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

MONTHLY NET TANGIBLE ASSETS PER SHARE¹

The unaudited Net Tangible Asset Backing for Century Australia Investments Limited ("Century Australia") is as follows:

Month	NTA per share before estimated tax on unrealised income & gains and before Deferred Tax Asset on realised capital losses and unused franking credits from prior period(s) ²	NTA per share before estimated tax on unrealised income & gains ³	NTA per share after estimated tax on unrealised income & gains ⁴
	A	B	C
31 October 2011	74.0 cents	84.2 cents	86.8 cents
30 September 2011	68.7 cents	78.8 cents	83.0 cents

As at 31 October 2011 the Deferred Tax Balances of the company was comprised of the following components:

	Total amount	Amount per share	Comment
Tax asset on unrealised income & losses	\$2,050,513	2.59 cents	Excluded from A and B, included at C
Tax asset on realised capital losses ⁵	\$7,982,078	10.09 cents	Excluded from A, included at B and C
Tax assets on accrued expenses	\$40,147	0.05 cents	Excluded from A, included at B and C
Tax asset on unused franking credits	\$57,354	0.07 cents	Excluded from A, included at B and C
Total net Deferred Tax Asset	\$10,130,092	12.80 cents	

We note that the Deferred Tax Asset may or may not be an asset of the company if Century Australia does not continue at its current scale and in its current form.

1



PORTFOLIO COMMENTARY FOR OCTOBER 2011

Market Review:

Equity markets performed strongly in October, with the S&P/ASX300 Accumulation Index (the Index) up 7.2%.

Global markets were strong, based around more comfort that the European debt crisis may be resolved and a solid start to the US reporting season. The S&P500 was up 10.2%, the FTSE was up 7.8% and the Shanghai was up 4.5%. Commodity prices were volatile and generally finished the month higher, following significant declines in September. One exception to this was the iron ore spot price, which declined 31% over the month, finishing at US\$118 per tonne. Domestic economic data releases remained soft, making it more likely that the Reserve Bank of Australia will adopt less restrictive monetary policy over coming months. The Australian dollar was stronger during the month, finishing at US\$1.05, an increase of over 8 cents.

In the "risk on" environment, financials (up 9.2%), resources (up 9.1%) and consumer discretionary (up 7.3%) outperformed. Telecommunications (down 0.1%) and consumer staples (up 0.3%) underperformed.

Portfolio Review:

The Century Australia Investment Portfolio (the Portfolio) finished the month up 7.5%, outperforming the Index by 0.3%.

Pleasingly, the best performing stocks in the Portfolio were ones which have lagged in recent times and where we had consistently maintained that outstanding value was on offer. These included Seven West Media (up 36.9%), after announcing that it had refinanced its debt at similar interest rates to its existing debt; AWE Limited (up 34.3%), following a positive quarterly production report; Billabong (up 28.9%), following positive comments at its annual general meeting; Myer Holdings (up 27.9%), on improved sentiment towards discretionary retailers; and, Brickworks Limited (up 18.5%), following a bid for New Hope Coal in which it has an indirect interest.

Fletcher Building (down 14.8%) detracted from performance. This followed a profit downgrade on the back of a weak outlook for its New Zealand businesses, delaying of the Christchurch rebuild and weak demand for its Laminex products which are sold globally. We remain comfortable that value will emerge in Fletcher Building over the medium term, as activity improves in New Zealand, particularly when the Christchurch rebuild finally gathers momentum. Other detractors included AngloGold Ashanti (down 4.4%); Aquarius Platinum (down 4.0%), following a weak quarterly production report; and, Seven Group Holdings (down 3.1%).

During the month, we took profits in Foster's Group and Treasury Wine Estates. We added to our positions in Tattersalls, Sims Group, Qantas, Macquarie Group and Henderson Group. The SABMiller bid for Foster's Group has provided a very good outcome for the Portfolio. Since the initial announcement of SABMiller's approach in June, Foster's Group and Treasury Wines have delivered total returns to the end of October of 17.7% and 13.9% respectively, compared to the Index return which fell 1.8% over the same period.

Investment Outlook:

There has been a recent slowing in economic activity both domestically and offshore and this has caused us to temper our view on the short-term economic outlook. However, we continue to be of the view that market valuations remain attractive relative to their historical averages and this presents good opportunities for investors over the medium-term.



Top Equity Holdings – 31 October 2011:

The top ten equity holdings of the Century Australia Portfolio as at 31 October 2011 were as follows:

Security Name	% of Portfolio
BHP Billiton	10.0
Commonwealth Bank of Australia	7.7
National Australia Bank	7.5
ANZ Banking Group	7.4
Telstra	5.6
Rio Tinto	4.4
Westpac	4.3
Amcor	2.8
Woodside Petroleum	2.3
AMP	2.3

As at 31 October 2011, stock numbers were 50 and cash stood at 1.8%.

Footnotes

1. The calculation is based on the Company's interpretation of law relating to ASX Listing Rule 4.12.
2. The Net Asset Backing is based on investments at market value and is after provision for tax on net realised gains and before providing for all deferred taxes.
3. The Net Asset Backing is based on investments at market value and is after provision for tax on net realised gains and before providing for deferred tax on unrealised gains on its long term investments. Deferred tax on unrealised gains was a deferred tax asset at the current reporting date.
4. Century Australia is a medium to long term investor and does not intend disposing of its total portfolio. However, under AIFRS the Company is required to provide for estimated tax on gains that would arise on such a disposal.
5. Upon review of the annual long term average return of Perennial Value Management and the market outlook, the Directors reviewed the deferred tax asset (DTA) and made the decision to write off \$2.85m as at the 30 June 2011. The decision to write off this amount does not impact the ability of the company to carry the full quantum of the tax losses forward for tax purposes. The write down is the result of conservatively reviewing the period over which the losses are expected to be recovered.

