

Top 25 Investments

Stock	% of Total Portfolio
1 Commonwealth Bank	9.6%
2 National Australia Bank	8.9%
3 Westpac Banking Corporation	7.7%
4 Telstra Corporation	6.1%
5 ANZ Banking Limited	4.7%
6 BHP Billiton Limited	4.6%
7 Wesfarmers Limited	4.5%
8 New Hope Corporation	3.7%
9 TPG Telecom	3.2%
10 Woolworths Limited	3.0%
11 APA Group	2.5%
12 IAG Limited	2.2%
13 Transurban Group	2.0%
14 Invocare Limited	1.9%
15 AGL Energy Limited	1.9%
16 Suncorp Group Limited	1.8%
17 Woodside Petroleum	1.6%
18 Ramsay Health Care	1.4%
19 ASX Limited	1.3%
20 Primary Health Care Limited	1.2%
21 Toll Holdings Limited	1.2%
22 Bendigo and Adelaide Bank	1.2%
23 ARB Corporation	1.2%
24 Sonic Healthcare	1.1%
25 DUET Group	1.1%
Cash and cash equivalents	5.2%
Total of Top 25 plus cash and cash equivalents	84.8%

BKI Investment Company Limited

NTA and Monthly Report January 2015

Objective

Our aim is to create wealth for BKI shareholders, through an increasing fully franked dividend and capital growth.

Investment Strategy

BKI is a research driven, active equities manager investing for the long term in profitable, high yielding, well managed companies. An investment in BKI gives shareholders access to a diversified equity portfolio across most sectors of the market. BKI is managed for the benefit of shareholders, not charging external portfolio management fees or performance fees.

Net Tangible Asset Backing

The consolidated unaudited pre tax net asset backing at 31 January 2015 was **\$1.69** per share.

The company is a long-term equity investor and does not intend to dispose of its total portfolio. If estimated tax at 30% on unrealised portfolio gains were to be recognised, net asset backing post tax would be **\$1.56** per share.

All calculations are before providing for the Interim Ordinary Dividend of 3.55cps. BKI will trade ex-dividend on 12 February 2015. The payment date for the Ordinary Dividend has been scheduled for 26 February 2015.

Dividends

BKI aims to generate an increasing income stream in the form of fully franked dividends, to the extent of available imputation tax credits, through long-term investment in a portfolio of assets that are also able to deliver long term capital growth to shareholders. All historical dividends paid have been fully franked.

BKI's historical fully franked dividend yield as at 31 January 2015 was 4.2% (based on the rolling 12 Month Dividend** and share price of \$1.665). BKI's historical grossed up yield as at 31 January 2015 was 6.0% (based on a tax rate of 30%). BKI's Dividend Reinvestment Plan has been maintained.

Management Expense Ratio (MER)

BKI's MER as at 31 December 2014 was 0.16%. BKI does not charge shareholders external management or performance fees.

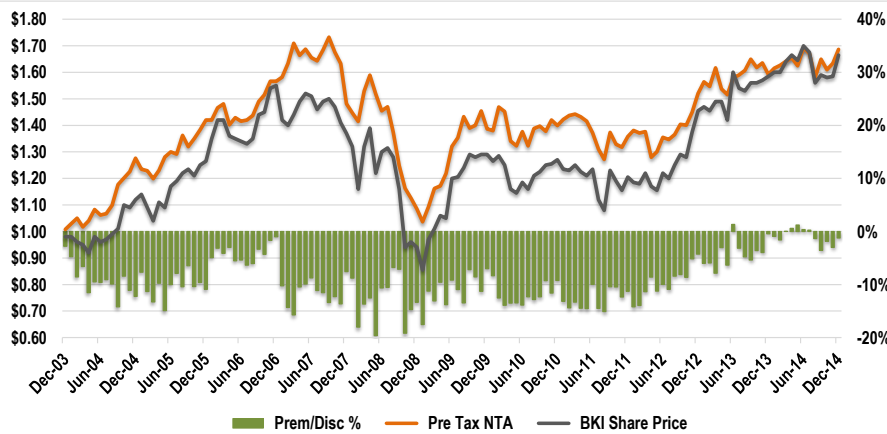
Board and Management

Directors: Robert Millner (Chairman), Alex Payne, David Hall and Ian Huntley.

Management: Tom Millner (CEO), Will Culbert (Senior Investment Analyst) and Jaime Pinto (Company Secretary).



Discount / Premium to NTA History



Benefits of Investing in BKI Investment Company Limited

Performance - Delivering sound long term returns to shareholders.

High Value / Low Cost - Opportunity to invest in an active, high conviction, closed end portfolio with a MER of only 0.16%. BKI does not charge external portfolio management fees or a performance fee.

Dividends - Predictable fully franked income stream.

Franking Credits - 30% tax rate already paid on dividend income, tax credits passed on directly to shareholders.

Diversification - Exposure to most sectors of the market through well managed, dividend paying companies.

Simplicity - An investment in BKI.ASX provides administration simplicity.

Structure - BKI is a Company with a closed end investment structure.

Listed on the ASX - High levels of Transparency and Compliance, ASX Listing Rules, Continuous Disclosure requirements.

Company Overview

Mandate	Australian Listed Equities
Benchmark	S&P/ASX 300 Acc Index
Market Capitalisation	\$924m
Investment Portfolio	\$888m
Cash & Cash Equivalents	\$48m
Total Portfolio Including Cash	\$936m
Debt	\$0
MER*	0.16%
Performance Fee	N/A
Rolling 12 Month Dividend**	7.05cps
Historical Dividend Yield***	4.2%
Percentage Franked	100%
Grossed up Yield***	6.0%
DRP	Active
Pre Tax NTA	\$1.69
Post Tax NTA	\$1.56
Share Price	\$1.665

BKI Portfolio Returns are measured after all operating expenses, provision and payment of income and capital gains tax.

BKI Performance

as at 31 January 2015

	1 Year	3 Yrs	5 Yrs	7 Yrs	10 Yrs
		(pa)	(pa)	(pa)	(pa)
S&P/ASX 300 ACC INDEX (XKOA1)	12.1%	14.0%	8.5%	4.2%	7.6%
BKI Total Shareholder Returns	9.6%	16.8%	10.7%	8.2%	9.2%
BKI Share Price Outperformance V's XKOA1	-2.5%	2.8%	2.2%	4.0%	1.6%
BKI Portfolio Performance	10.4%	12.4%	8.9%	6.6%	7.9%
BKI Portfolio Outperformance V's XKOA1	-1.7%	-1.6%	0.4%	2.4%	0.3%

Source: BKI Investment Company Limited, IRESS. Portfolio Performance is measured by change in pre tax NTA and is after all operating expenses, provision and payment of both income and capital gains tax and the reinvestment of dividends. Total Shareholder Returns include reinvestment of

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*MER as at 31 December 2014; **Includes FY2014 Final Ordinary Dividend of 3.50cps and FY2015 Interim Ordinary Dividend of 3.55cps *** Based on share price as at 31 January 2015. Grossed up yield based on a tax rate of 30%.