

**CENTURY
AUSTRALIA**
INVESTMENTS LIMITED



ABN 11 107 772 761

APPENDIX 4D

FOR PERIOD ENDED 31 DECEMBER 2010

Previous Corresponding Period – Period Ended 31 December 2009

CENTURY AUSTRALIA INVESTMENTS LIMITED

RESULTS FOR ANNOUNCEMENT TO THE MARKET

This half-year report is for the reporting period from 1 July 2010 to 31 December 2010. The previous corresponding half-year period was 1 July 2009 to 31 December 2009.

KEY RESULTS

PROFIT AND LOSS				
	\$'000 31/12/10	\$'000 31/12/09	% CHANGE	UP / DOWN
Operating revenue from ordinary activities	3,661	3,946	(7)%	DOWN
Operating profit before income tax expense, realised gains and impairment loss on investment portfolio	2,569	2,642	(3)%	DOWN
Impairment loss	(183)	(332)	(45)%	DOWN
Realised gains on investment portfolio before tax	231	6,794	(97)%	DOWN
Profit before income tax ¹	2,617	9,104	(71)%	DOWN
Profit after tax and net profit after tax attributable to members ¹	2,619	7,246	(64)%	DOWN
NET TANGIBLE ASSETS				
	\$ 31/12/10	\$ 31/12/09	% CHANGE	UP / DOWN
NTA (per share) after estimated tax on unrealised income & gains/losses ^{2,3}	0.87	1.01	(14)%	DOWN
NTA (per share) before estimated tax on unrealised income & gains/losses ^{2,3}	0.88	1.04	(15)%	DOWN
NTA (per share) before estimated tax on unrealised income & gains/losses and before all deferred taxes ²	0.81	0.97	(16)%	DOWN

¹ The current period result includes an impairment loss of \$183,000

² Since 31/12/09 dividends totaling 8.5 cents per share have been paid

³ NTA as at 31 December 2010 includes the deferred tax asset on realised capital losses of \$12.4 mil (2009: \$13.5mil). Based on Perennial Value Management's long term return this asset is expected to be recovered within a reasonable period of time.

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FOR PERIOD ENDED 31 DECEMBER 2010

BRIEF EXPLANATION OF THE RESULTS

Profit Results

The operations of Century Australia Investments Limited ("Century Australia") for the half-year ended 31 December 2010 resulted in a profit before tax of \$2.617 million (2009: profit \$9.104 million) and net profit after providing for income tax expense of \$2.619 million (2009: \$7.246 million). Dividend income of \$3.661 million was marginally below the prior year dividend income of \$3.946 million; however realised gains before income tax declined from \$6.794 million to \$0.231 million.

Century Australia recorded realised gains on the sale of investments after income tax of \$0.161 million (2009: gain \$4.756 million) for the half-year. The gains or losses on realised investments were calculated by deducting the historical cost from the net proceeds on sale and associated taxation and were brought to account in the Income Statement by reversing the amount from the Asset Revaluation Reserve.

Long term investments are continuously revalued to fair value in the balance sheet. For the half-year ended 31 December 2010, investments were revalued upwards by \$6.947 million (2009: upwards \$25.568 million) with \$4.863 million upward adjustment to the Asset Revaluation Reserve (2009: upward \$17.886 million). The adjustment to the Asset Revaluation Reserve was net of tax.

No further initial impairment adjustments were required in the half year, nor were further unrealised losses incurred on previously impaired stocks. However, an impairment adjustment of \$0.183 million was made representing realised losses on previously impaired stocks.

The total impact on profit for the period from realised gains from portfolio sales of \$0.231 million before tax (2009: \$6.794 million) and impairment adjustment losses of \$0.183 million (2009: \$6.794 million) was \$0.048 million (2009: \$6.642 million).

Dividends

In accordance with the approved terms of the buyback scheme the directors declared on 30 November 2010 a special fully franked dividend of 6.20 cents per share (\$10.594 million).

The directors chose to distribute all available franking credits with this dividend to ensure that both shareholders participating in the buyback and those continuing to hold their Century shares would obtain equal benefit from the available franking credits at the time of the buy back.

Given the realised capital losses of \$11.3 million (as at 31 January 2011), Century are unlikely to be generating significant franking credits from the payment of company tax in the near future. As a result, future franked dividend payments will be constrained by the generation of franking credits on income received. The special dividend of 6.2 cents per share was in place of the regular interim dividend paid in March each year.

Buyback

At the Company's annual general meeting held on 24 November 2010, shareholders approved an off market buyback in which participating shareholders would be able to exit their investments at close to Net Tangible Asset backing.

Acceptances for the buyback opened on 15 December 2010 and closed on 14 January 2011. Acceptances representing approximately 53% of issued capital were received. The special dividend has been provided for in the 31 December 2010 half-year financial report and was paid to all shareholders on 9 February 2011 along with settlement proceeds of \$74.717 million on 91.76 million shares to shareholders participating in the buyback.

Following the buyback the gross assets of the company which represents funds under management declined from \$148.117 million as at 31 December 2010 to \$65.820 million as at 18 February 2011. Despite this significant reduction in funds under management, the Board are currently satisfied (based on average Perennial Value Management historical returns) that the Deferred Tax Asset of \$12.4m will be recovered within a reasonable timeframe.

CENTURY AUSTRALIA INVESTMENTS LIMITED

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FOR PERIOD ENDED 31 DECEMBER 2010

Management Expenses

Following negotiation with Perennial Value Management, in principle agreement has been reached for a fixed base fee of 0.4% pa (a reduction from the current interim arrangement) and a performance fee of 10% pa of any excess performance above the S&P/ASX 300 Accumulation Index plus a hurdle of 1%. In respect of the performance fee any underperformance would need to be made up before any future performance fee would be payable.

The Board are currently reviewing all other expenses of the company and anticipate that this will result in a reduction of the overall management expense ratio of the company compared to the pre buy back position. Further information will be provided to all shareholders once this review is complete.

INVESTMENT PORTFOLIO PERFORMANCE

Market review

During the half-year to 31 December 2010, the market continued its post-GFC recovery. The S&P/ASX300 Accumulation Index (the Index) returned 13.3%, compared with a return of 25.7% for the half-year to 31 December 2009.

The key drivers of the market's performance over the period can be summarised as follows:

- Strong domestic economic conditions: The Australian economy continued its robust performance with strong economic growth and falling employment, fuelled by ongoing heavy investment into the Resources sector.
- Global economic recovery: Emerging markets continued to deliver strong economic growth. Importantly, the US economy also began to show some signs of improvement, supported by further monetary easing and fiscal policy actions.
- Strength in the Resources sector: The improving global growth outlook translated into rising commodity prices. This resulted in a very strong performance from the Resources sector, which rose 24.9% over the period, compared to the Industrial sector which returned 8.4%.
- Softer consumer spending: A combination of fading Government fiscal stimulus and the impact of several interest rate increases led to a slow down in domestic spending and pressured sectors such as housing and consumer discretionary.
- Strength of the AUD: The strength in commodity prices combined with the interest rate increases led to a strong AUD and sustained periods above parity with the USD.

Transition and Portfolio management:

Perennial Value commenced managing the Century Australia Investments Portfolio (the Portfolio) at close of business on 9 September 2010.

In line with instructions, Perennial Value sought to address the material overweight and underweight positions where it differed from the Team's views and to broadly align the Portfolio holdings with those of the Perennial Value's model portfolio. However, this was subject to the requirement to maintain a minimum cash level of 15% and the Board's desire to defer significant realisation of the Portfolio due to the deferred tax asset.

The Team's actions in managing the Portfolio over the period have involved the following:

1. Increasing holdings of ANZ, CBA, BHP, Amcor and News Corp voting stock.
2. Reducing the overweight positions in Brambles, AMP, IAG and Telecom New Zealand.
3. Selling out of Woolworths, Primary Healthcare and News Corp non-voting stock.
4. Beginning the process of exiting some of the more illiquid small holdings which Perennial Value do not hold in its model portfolio. At 31 December 2010, Perennial Value had completely sold out of holdings in Bunnings Warehouse Property Trust, Dulux Group, Carindale Property Trust, Reef Casino Trust, K&S Corporation, Ruralco Holdings and Guinness Peat Group. Post the 31 December 2010, the Team have also sold out of Korvest.

As at 31 December 2010, stock numbers stood at 30 with cash at 15.1%.

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FOR PERIOD ENDED 31 DECEMBER 2010

Portfolio performance

Since Perennial Value commenced managing the Portfolio on 9 September 2010, the Index rose 5.0%. The Portfolio returned 2.19%, underperforming the Index return by 2.83%.

The key driver of this underperformance has been the strength of the Resources sector over the period. Since Perennial Value took on the Portfolio, the Resources sector returned 15.7%, outperforming the broader market by 10.6%. While the Team have increased the holding in BHP, the Portfolio still has a significant underweight position in this sector. In particular, there has been very strong performance at the small end of the Resources sector. This is an area of the market which Perennial Value avoids, as many of these companies are considered to be highly speculative and are yet to generate any actual profits.

Future Direction

Following the completion of the buy-back, Perennial Value have been adjusting the Portfolio to fully align with the Perennial Value model portfolio. As a result, the Portfolio will be managed in accordance with the Team's moderate value style investment process. This investment process focuses on investing in stocks which have sustainable businesses, strong balance sheets and an ability to reward investors with an attractive and growing stream of fully-franked dividends. Perennial Value's investment style aims to generate consistency of returns relative to the Index and, to this end, Perennial Value aim to be pragmatic, that is, never bet the house on a single view. This has served our investors well over time.

Outlook

Economic conditions remain challenging in many developed markets. However, growth in emerging markets is strong and overall global growth is recovering. The Australian economy in particular is performing well, benefitting from its resource exposure to these emerging economies, with falling unemployment, a strong financial system and stable asset prices. As a result of the current uncertainty, the market is currently trading at an attractive level relative to long term valuations. This offers investors good opportunities over the medium term.

This report is based on accounts which have been reviewed by the Company's Auditors – Grant Thornton.

28 February 2011

Enquiries:

Peter Roberts

Company Secretary.

Century Australia

Tel: (02) 8236 7701

CENTURY
AUSTRALIA
INVESTMENTS LIMITED



ABN 11 107 772 761

**Interim Financial Report
For the Half-year Ended
31 December 2010**

CENTURY AUSTRALIA INVESTMENTS LIMITED
INTERIM FINANCIAL REPORT

HALF-YEAR ENDED 31 DECEMBER 2010

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DIRECTORS' REPORT

HALF-YEAR ENDED 31 DECEMBER 2010

Your Directors submit the interim financial report of the Company for the half-year ended 31 December 2010.

DIRECTORS

The names of Directors who held office during the half-year are:

		Period of Directorship
Robert Turner	(Non-Executive Chairman)	Appointed 10 February 2004
Stephen Menzies	(Non-Executive Director)	Appointed 16 January 2006
Russell Hooper	(Non-Executive Director)	Appointed 12 September 2006
Ross Finley	(Non-Executive Director)	Appointed 12 September 2006

Directors were in office for this entire period and through to the date of this report.

REVIEW OF OPERATIONS

The operations of Century Australia Investments Limited ("Century Australia") for the half-year ended 31 December 2010 resulted in a profit before tax of \$2.617 million (2009: profit \$9.104 million) and net profit after providing for income tax expense of \$2.619 million (2009: \$7.246 million). Dividend income of \$3.661 million was marginally below the prior year dividend income of \$3.946 million; however realised gains before income tax declined from \$6.794 million to \$0.231 million.

Century Australia recorded realised gains on the sale of investments after income tax of \$0.161 million (2009: gain \$4.756 million) for the half-year. The gains or losses on realised investments were calculated by deducting the historical cost from the net proceeds on sale and associated taxation and were brought to account in the statement of comprehensive income by reversing the amount from the Asset Revaluation Reserve.

Long term investments are continuously revalued to fair value in the statement of financial position. For the half-year ended 31 December 2010, investments were revalued upwards by \$6.947 million (2009: upwards \$25.568 million) before tax with \$4.863 million upward adjustment to the Asset Revaluation Reserve (2009: upward \$17.886 million). The adjustment to the Asset Revaluation Reserve was net of tax.

No further initial impairment adjustments were required in the half year, nor were further unrealised losses incurred on previously impaired stocks. However, an impairment adjustment of \$0.183 million was made representing realised losses on previously impaired stocks.

The total impact on profit for the period from realised gains from portfolio sales of \$0.231 million before tax (2009: \$6.794 million) and impairment adjustment losses of \$0.183 million (2009: \$0.332 million) was \$0.048 million (2009: \$6.642 million).

In accordance with the approved terms of the buyback scheme that was approved by shareholders at the Annual General Meeting on 24 November 2010, the directors declared on 30 November 2010 a special fully franked dividend of 6.20 cents per share that was paid to all shareholders on 9 February 2011. The special dividend has been provided for in the 31 December 2010 half-year financial report.

In view of the share buy back program currently operating the Dividend Reinvestment Plan remains suspended until further notice.

Following the buyback the gross assets of the company which represents funds under management declined from \$148.117 million as at 31 December 2010 to \$65.820 million as at 18 February 2011. Despite this significant reduction in funds under management, the Board are currently satisfied (based on average Perennial Value Management historical returns) that the Deferred Tax Asset of \$12.4m will be recovered within a reasonable timeframe.

ROUNDINGS

The amounts contained in this report and in the interim financial report have been rounded to the nearest \$1,000 (where rounding is applicable) under the option available to the Company under ASIC Class Order 98/100.

The Company is an entity to which the Class Order applies.

DIRECTORS' REPORT (CONTINUED)
HALF-YEAR ENDED 31 DECEMBER 2010

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 11 and forms part of this report.

This report is signed in accordance with a resolution of the Board of Directors.



R Turner
Chairman

Dated this 28th day of February 2011

CENTURY AUSTRALIA INVESTMENTS LIMITED

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010**

	Notes	31 Dec 2010 \$'000	31 Dec 2009 \$'000
Revenue	2	3,661	3,946
Unrealised losses on futures		(8)	(79)
Investment management fees		(508)	(791)
Directors' benefits expense		(99)	(99)
Professional expenses		(198)	(85)
Registry and custody fees		(104)	(88)
Audit fees		(44)	(39)
Printing expenses		(27)	(11)
Other expenses		(104)	(112)
Profit before income tax expense and realised gains/(losses) on investment portfolio		<u>2,569</u>	<u>2,642</u>
Impairment loss on investment portfolio		(183)	(332)
Realised gains on investment portfolio before income tax		231	6,794
Profit before income tax expense		<u>2,617</u>	<u>9,104</u>
Income tax benefit/(expense)		2	(1,858)
Net profit for the period		<u>2,619</u>	<u>7,246</u>
Other comprehensive income			
Fair value adjustments to investment portfolio net of tax		4,863	17,886
Total comprehensive income for the period		<u>7,482</u>	<u>25,132</u>
Basic earnings per share (cents per share)	3	1.53	3.83
Diluted earnings per share (cents per share)	3	1.53	3.83
Dividends per share (cents per share)	4	11.20	3.50

The financial statements should be read in conjunction with the accompanying notes.

CENTURY AUSTRALIA INVESTMENTS LIMITED

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2010**

	31 Dec 2010	30 Jun 2010
	\$'000	\$'000
CURRENT ASSETS		
Cash and cash equivalents	24,278	6,883
Trade and other receivables	347	5,058
Current tax assets	61	44
Other current assets	46	66
TOTAL CURRENT ASSETS	24,732	12,051
NON-CURRENT ASSETS		
Available-for-sale financial assets	124,666	138,364
Deferred tax assets	12,422	13,146
TOTAL NON-CURRENT ASSETS	137,088	151,510
TOTAL ASSETS	161,820	163,561
CURRENT LIABILITIES		
Trade and other payables	609	1,379
Held-for-trading financial liabilities	8	-
Provision for dividend	10,594	-
TOTAL CURRENT LIABILITIES	11,211	1,379
NON-CURRENT LIABILITIES		
Deferred tax liabilities	1,380	22
TOTAL NON-CURRENT LIABILITIES	1,380	22
TOTAL LIABILITIES	12,591	1,401
NET ASSETS	149,229	162,160
EQUITY		
Issued capital	171,647	172,922
Reserves	6,359	1,496
(Accumulated losses)/retained earnings	(28,777)	(12,258)
TOTAL EQUITY	149,229	162,160

The financial statements should be read in conjunction with the accompanying notes.

CENTURY AUSTRALIA INVESTMENTS LIMITED

STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

	Notes	Share Capital Ordinary \$'000	Retained Earnings \$'000	Revaluation Reserves \$'000	Total Equity \$'000
Balance at 01.07.2009		186,865	(18,724)	(1,049)	167,092
Net profit for the period		-	7,246	-	7,246
Fair value adjustments to investment portfolio		-	-	25,568	25,568
Income tax relating to items charged or credited to equity		-	-	(7,682)	(7,682)
Total comprehensive income for the period		-	7,246	17,886	25,132
Shares acquired/cancelled due to Buy Back		(252)	-	-	(252)
Dividends paid	3	-	-	-	-
Balance at 31.12.2009		186,613	(11,478)	16,837	191,972
Balance at 01.07.2010		172,922	(12,258)	1,496	162,160
Net profit for the period		-	2,619	-	2,619
Fair value adjustments to investment portfolio		-	-	6,947	6,947
Income tax relating to items charged or credited to equity		-	-	(2,084)	(2,084)
Total comprehensive income for the period		-	2,619	4,863	7,482
Shares acquired/cancelled due to Buy Back		(1,275)	-	-	(1,275)
Dividends paid	3	-	(19,138)	-	(19,138)
Balance at 31.12.2010		171,647	(28,777)	6,359	149,229

The financial statements should be read in conjunction with the accompanying notes.

CENTURY AUSTRALIA INVESTMENTS LIMITED**STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010**

	31 Dec 2010	31 Dec 2009
	\$'000	\$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Dividends received	4,153	4,118
Interest received	378	244
Other income received	-	4
Investment expenses paid	(1,233)	(1,240)
Income tax paid	(18)	(129)
Net cash provided by operating activities	<u>3,280</u>	<u>2,997</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments	61,120	50,805
Purchase of investments	(36,982)	(48,921)
Net cash provided by investing activities	<u>24,138</u>	<u>1,884</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Share buy backs made	(1,479)	(230)
Dividends paid	(8,544)	-
Net cash used in financing activities	<u>(10,023)</u>	<u>(230)</u>
Net increase in cash and cash equivalents held	<u>17,395</u>	<u>4,651</u>
Add: Cash at the beginning of the period	<u>6,883</u>	<u>17,769</u>
Cash and cash equivalents at the end of the period	<u>24,278</u>	<u>22,420</u>

The financial statements should be read in conjunction with the accompanying notes.

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

NOTE 1: BASIS OF PREPARATION

The interim financial report is a general purpose financial report that has been prepared in accordance with the requirements of the Corporations Act 2001 and the Australian Accounting Standard AASB 134: Interim Financial Reporting and other authoritative pronouncements of the Australian Accounting Standards Board.

The interim report does not include full disclosures of the type normally included in an annual financial report. It is recommended that this interim financial report be read in conjunction with the annual financial report for the year ended 30 June 2010 and any public announcements made by Century Australia Investments Limited during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001.

Reporting Basis and Conventions

The interim financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

The accounting policies applied by the company in this interim financial report are the same as those applied by the company in its financial report as at and for the year ended 30 June 2010 unless stated otherwise in this report.

Adoption of New and Revised Accounting Standards

The Company has adopted the following amendments issued by Australian Accounting Standards Board, which are effective for annual reporting periods beginning on or after 1 January 2010.

(i) AASB 2009-5 Further Amendments to Australian Accounting Standard arising from the Annual Improvements Project 2009 [AASB 5, 8, 101, 107, 117, 118, 136 and 139]

In May 2009 the AASB issued a number of improvements to AASB 5 Non-current Assets Held for Sale and Discontinued Operations, AASB 8 Operating Segments, AASB 101 Presentation of Financial Statements, AASB 107 Statement of Cash Flows, AASB 117 Leases, AASB 118 Revenue, AASB 136 Impairment of Assets and AASB 139 Financial Instruments, Recognition and Measurement. The Company will apply the revised Standards from 1 July 2010. The Company does not expect that any adjustments will be necessary as a result of applying the revised rules.

With effect from 1 July 2010, the Company has adopted the revised Standards. No adjustments have been necessary as a result of applying the revised rules.

The following significant accounting policies were applied in the preparation of the interim financial statements as at and for the half year ended 31 December 2010.

(a) Financial Instruments

Recognition

Financial instruments are initially measured at cost on trade date, which approximates its fair value. Subsequent to initial recognition these instruments are measured as available-for-sale financial assets under AASB 139 Financial Instruments: Recognition and Measurement and will continue to be recognised in the Statement of Financial Position at fair value. During the period changes in fair value for investment securities will be recognised in equity. Unrealised gains and losses arising from changes in fair value are taken directly to equity unless there is an indication that unrealised losses are long-standing; in which case these losses will be recognised directly in the Statement of Comprehensive Income.

The gains or losses on realised investments calculated by deducting the historical cost from the net proceeds on sale and associated taxation shall be brought to account in the Statement of Comprehensive Income by transferring this amount from the Revaluation Reserve.

Fair Value

Fair value is determined based on current bid prices for all quoted investments and excluding disposal costs.

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

NOTE 1: BASIS OF PREPARATION (CONTINUED)

Impairment

At each reporting date, the Company assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for sale financial instruments, a prolonged or significant decline in the value of the instrument is considered to determine whether an impairment has arisen. A prolonged decline is assessed in terms of the company's investment strategy. Impairment losses are recognised in the Statement of Comprehensive Income.

NOTE 2: REVENUE	31 Dec 2010 \$'000	31 Dec 2009 \$'000
Operating activities		
- dividends & distribution from other entities	3,227	3,616
Non-operating activities		
- interest from other persons	434	326
- other income	-	4
Total revenue	<u>3,661</u>	<u>3,946</u>

NOTE 3: EARNINGS PER SHARE

	Number	Number
Weighted average number of ordinary shares outstanding during the year used in the calculation	<u>170,973,476</u>	<u>189,368,103</u>
	\$'000	\$'000
Profit/(loss) for the half-year	<u>2,619</u>	<u>7,246</u>
	cents	cents
Basic and diluted earnings per share	<u>1.53</u>	<u>3.83</u>

NOTE 4: DIVIDENDS PAID AND PROPOSED

	\$'000	\$'000
Dividends paid/payable during the half-year:		
Final fully franked ordinary dividend of 5.00 (2009: nil) cents per share ranked at the tax rate of 30%.	8,544	-
Special fully franked ordinary dividend of 6.20 (2009: nil) cents per share franked at the tax rate of 30%.	10,594	-
	<u>19,138</u>	<u>-</u>
Dividends proposed during the half-year:		
Interim fully franked ordinary dividend of nil (2009: 3.50) cents per share (2009: franked at the tax rate of 30%).	-	6,621
	<u>-</u>	<u>6,621</u>

NOTE 5: CONTINGENT LIABILITIES

There are no contingent liabilities and there has been no change in contingent liabilities since the last annual reporting date.

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

NOTE 6: SEGMENT REPORTING

The Company has only one reportable segment. The Company operates solely in Australia and in one industry being the investment industry, deriving revenue from dividend income, interest income and from the sale of its available-for-sale portfolio.

NOTE 7: EVENTS AFTER BALANCE DATE

At the Company's annual general meeting held on 24 November 2010, shareholders approved an off market buyback in which participating shareholders would be able to exit their investments at close to Net Tangible Asset backing.

Acceptances for the buyback opened on 15 December 2010 and closed on 14 January 2011. Acceptances representing approximately 53% of issued capital were received. In accordance with the approved terms of the buyback scheme the directors declared on 30 November 2010 a special fully franked dividend of 6.20 cents per share (\$10.594 million). The special dividend has been provided for in the 31 December 2010 half-year financial report and was paid to all shareholders on 9 February 2011 along with settlement proceeds of \$74.717 million on 91.76 million shares to shareholders participating in the buyback.

Following negotiation with Perennial Value Management, in principle agreement has been reached for a fixed base fee of 0.4% pa (a reduction from the current interim arrangement) and a performance fee of 10% pa of any excess performance above the S&P/ASX 300 Accumulation Index plus a hurdle of 1%. In respect of the performance fee any underperformance would need to be made up before any future performance fee would be payable.

The Board are currently reviewing all other expenses of the company and anticipate that this will result in a reduction of the overall management expense ratio of the company compared to the pre buy back position. Further information will be provided to all shareholders once this review is complete.

No other matters or circumstances have arisen since 31 December 2010 which significantly affected, or may significantly affect, the operations of the Company, the results of those operations or the state of affair of the Company in future financial years.

**DIRECTORS' DECLARATION
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010**

The Directors of the Company declare that:

1. the financial statements and notes, as set out on pages 4 to 10:
 - (a) comply with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations; and
 - (b) give a true and fair view of the Company's financial position as at 31 December 2010 and of its performance for the half-year ended on that date.
2. On behalf of White Outsourcing Pty Limited, Peter Roberts, as a person who performs the Chief Executive Officer functions for the purposes of the Act declared that:
 - (a) the financial records of the Company for the half-year have been properly maintained in accordance with section 286 of the Corporations Act 2001;
 - (b) the financial statements and notes for the half-year comply with Accounting Standards; and
 - (c) the financial statements and notes for the half-year give a true and fair view.
3. in the Directors' opinion 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 Board of Directors.

On behalf of the Board



R Turner
Chairman

Dated this 28th day of February 2011

Grant Thornton Audit Pty Ltd
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**Auditor's Independence Declaration
To The Directors of Century Australia Investments Limited**

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of Century Australia Investments Ltd for the half-year ended 31 December 2010, 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.



GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



A G Rigele
Director - Audit & Assurance

Sydney, 28 February 2011

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Independent Auditor's Review Report To the Members of Century Australia Investments Limited

We have reviewed the accompanying half-year financial report of Century Australia Investments Limited ("Company"), which comprises the statement of financial position as at 31 December 2010, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration

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 controls 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 the Auditing Standard on Review Engagements ASRE 2410: Review of a 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 financial position as at 31 December 2010 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 Century Australia Investments 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. 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.

Independence

In conducting our review, we 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 Century Australia Investments 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 2010 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.



GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



A G Rigele
Director - Audit & Assurance

Sydney, 28 February 2011