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24th February 2010

The Manager
Company Announcements
Australian Stock Exchange Limited
Exchange Centre
20 Bridge Street
Sydney NSW 2000

Dear Sirs

Re: Investor Presentation

Please find following a presentation to be given to shareholders by the CEO of BKI Investment Company Limited.

Yours faithfully

A handwritten signature in black ink, appearing to read 'R. Pillinger', is written over a light grey signature line.

Richard Pillinger
Company Secretary

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**BKI INVESTMENT
COMPANY LIMITED**

Presentation to Shareholders February 2010



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Information related to any company or security is for information purposes only and should not be interpreted as a solicitation of offer to buy or sell any security. The information on which this presentation is based has been obtained from sources we believe to be reliable, but we do not guarantee its accuracy or completeness.

Investors should consult their financial adviser in relation to any material within this document.



Background Information



Background

BKI was formed on the 17th October 2003 to take over the investment portfolio of Brickworks Limited.

BKI's investment portfolio has been built on a philosophy of long term investment with a focus on Australian equities. It primarily seeks to invest in well-managed businesses with a profitable history and with the expectation of sound dividend and distribution growth.

BKI's key objective is to generate an increasing income stream for distribution to its shareholders in the form of fully franked dividends.



Board and Management

Directors

Robert Millner	Non-Executive Director, Chairman
David Hall	Non-Executive Director
Alexander Payne	Non-Executive Director
Ian Huntley	Non-Executive Director

Chief Executive Officer

Thomas Millner

Company Secretary

Richard Pillinger



Investment Committee

BKI is internally managed.

Final investment decisions are made by the Investment Committee who meet on a regular basis to review the portfolio.

Investment Committee

Robert Millner - Chairman of the Investment Committee

Alexander Payne

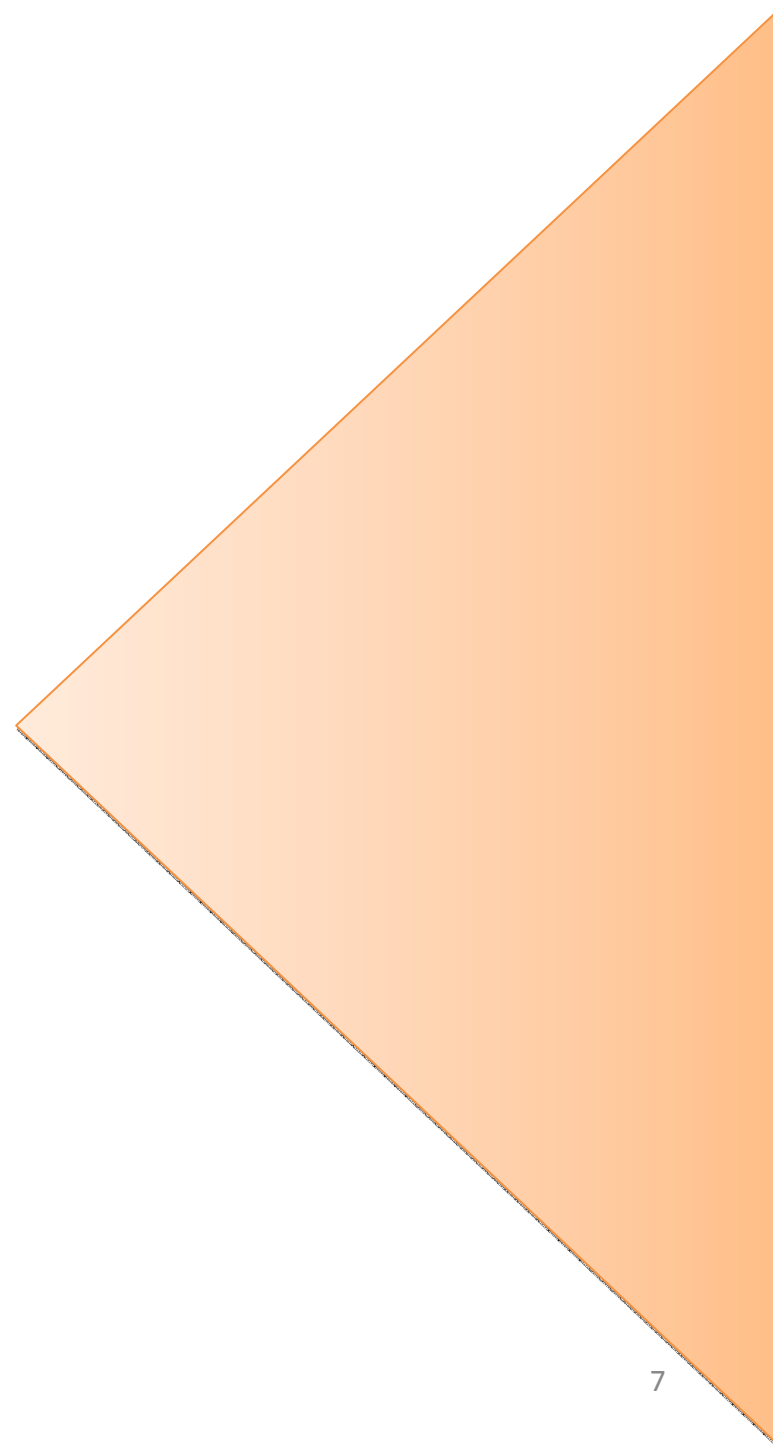
Ian Huntley

Thomas Millner



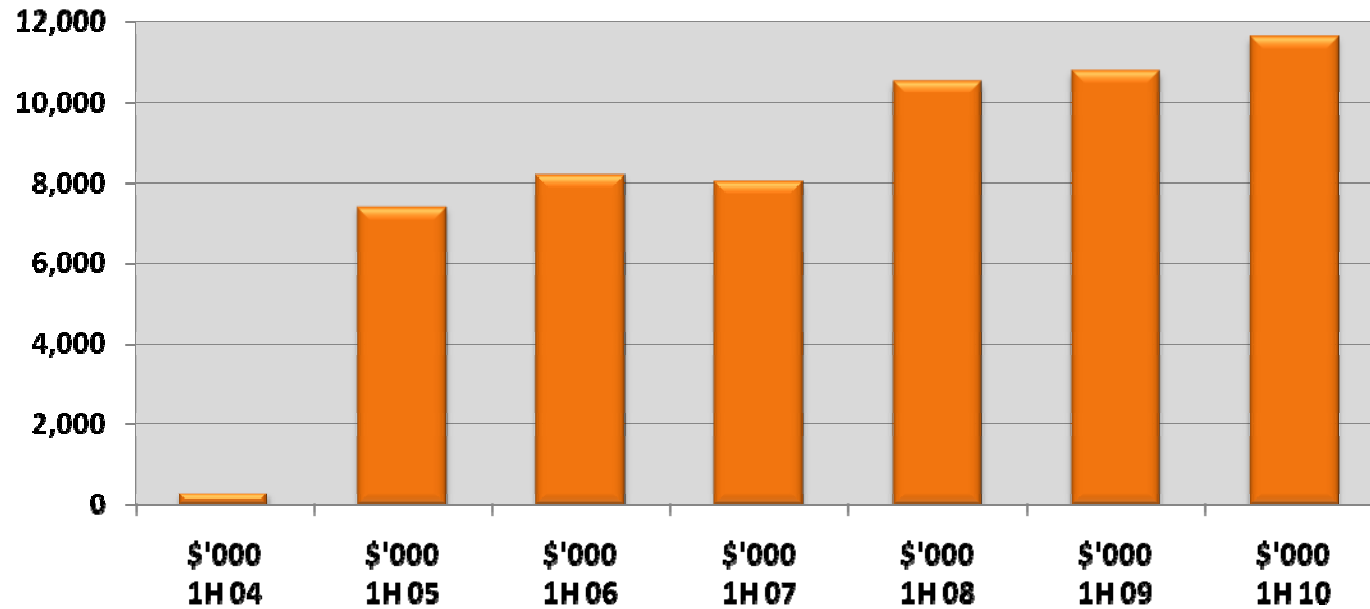
**BKI INVESTMENT
COMPANY LIMITED**

BKI Half Year 2010 Result Highlights





Revenues

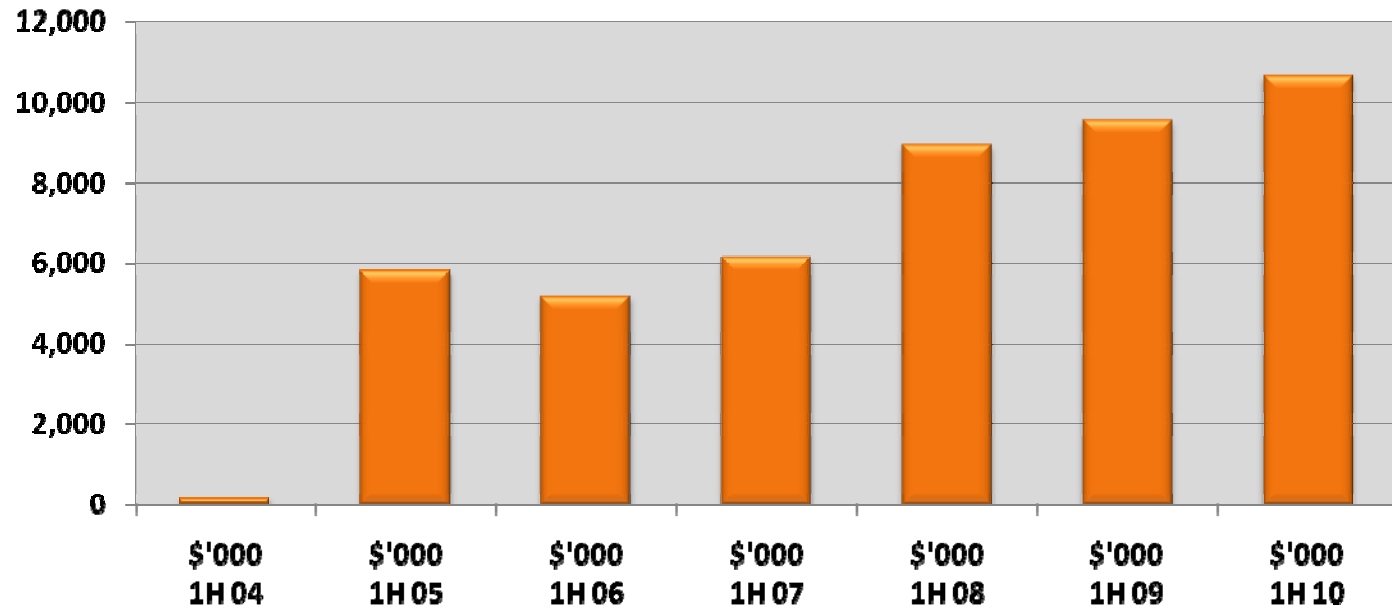


Income from operating activities before special dividends and gains/losses on investment portfolio was \$11.6m, up 8.4%.

BKI received Special Dividend and Distribution income of \$11.2m.



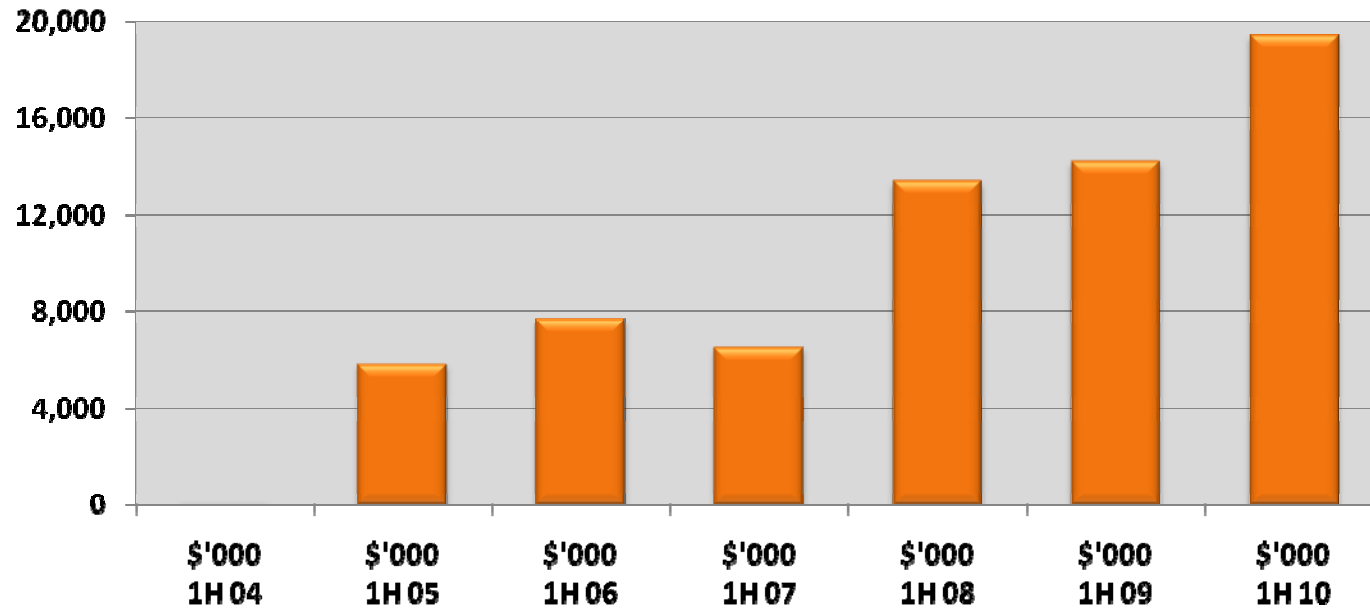
Operating Profits



Net operating profit before special dividend income, realised and unrealised losses on investment portfolio was up 11.7% to \$10.7m.

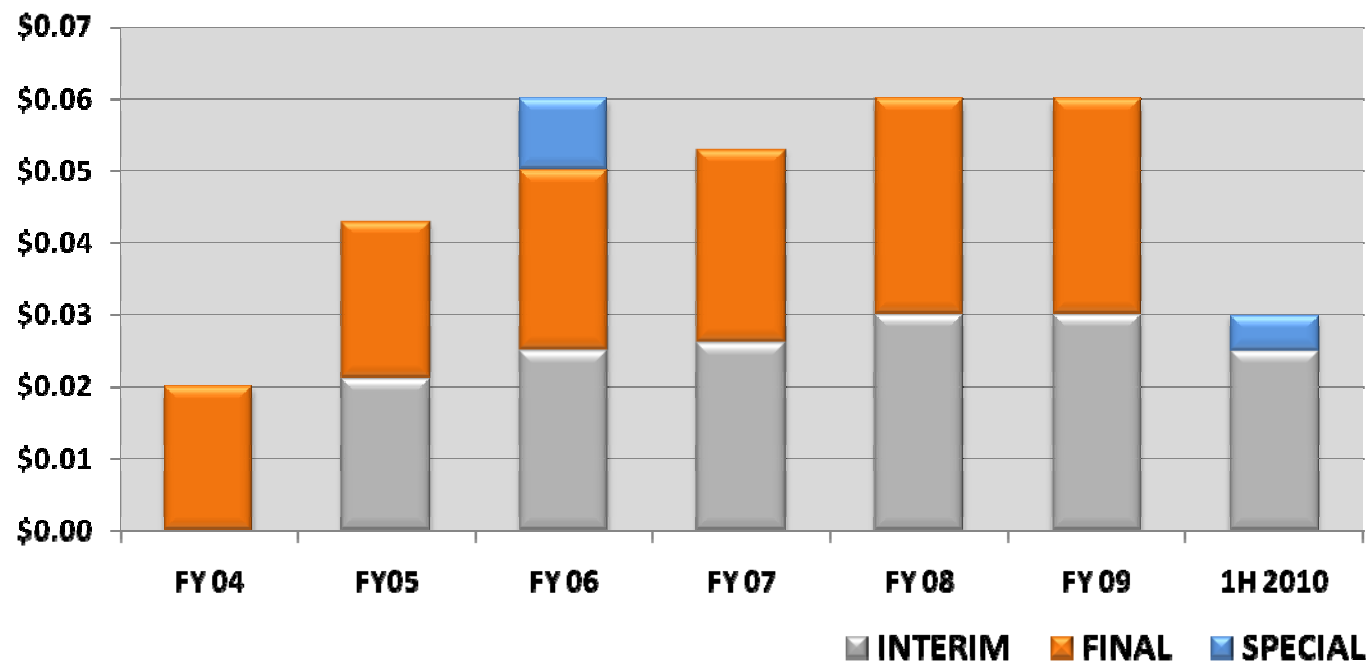


Net Profits



Net profit after tax attributable to shareholders was \$19.4m up 36.4% on the previous corresponding period.

Dividends Paid

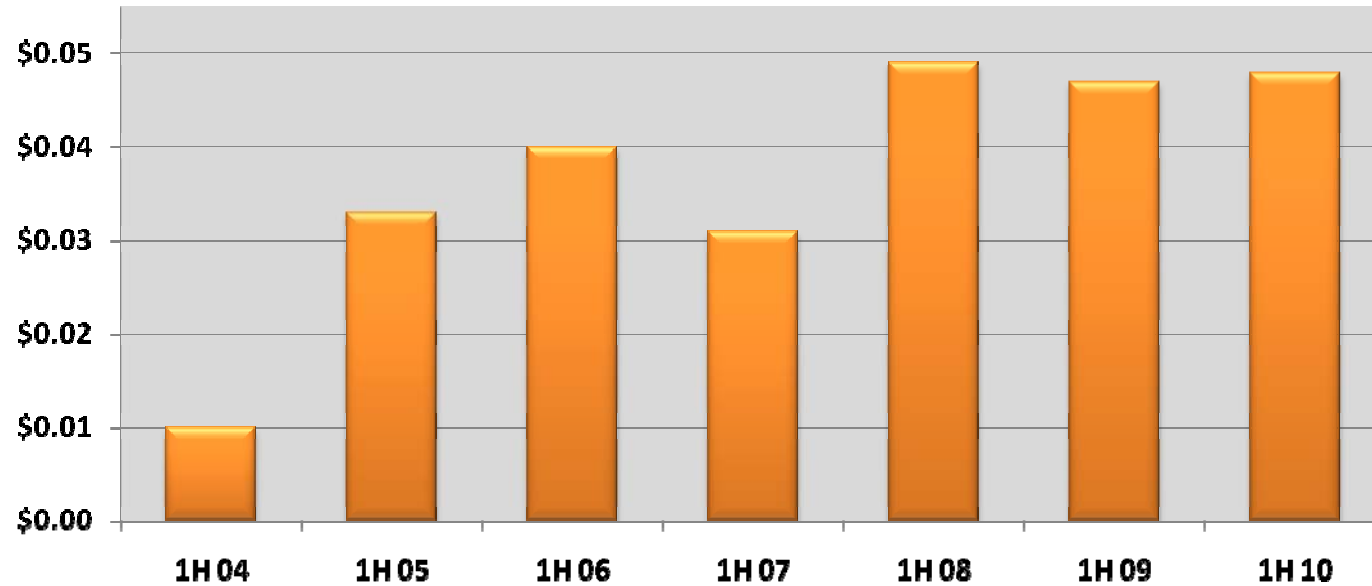


The Interim Dividend consists of a 2.5cps Ordinary Dividend and a 0.5cps Special Dividend, both fully franked.

As at 31st December 2009 there are \$16.9m of franking credits available to BKI.



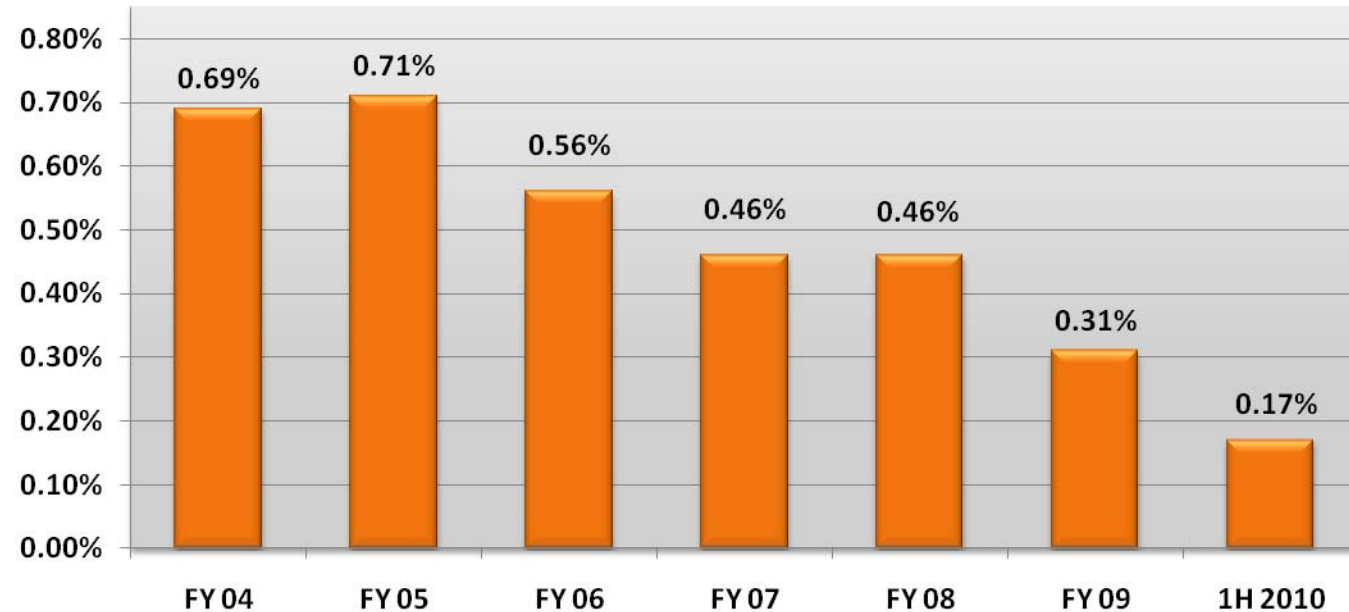
Earnings Per Share



Basic Earnings Per Share after special dividend income and realised gains on investment portfolio was up 2.8% to 4.8cps.

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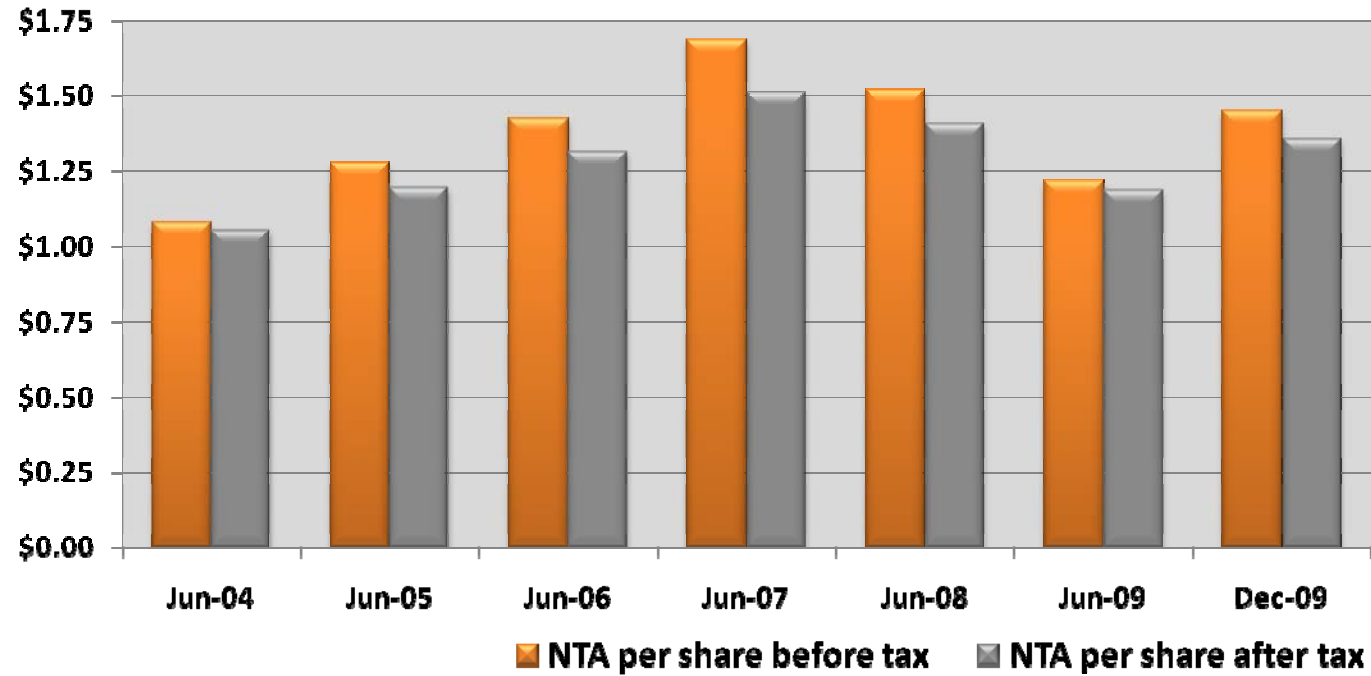
Management Expense Ratio



Operating Expenses were \$476k as at 31st December 2009, a reduction of 48.3% on the corresponding period.

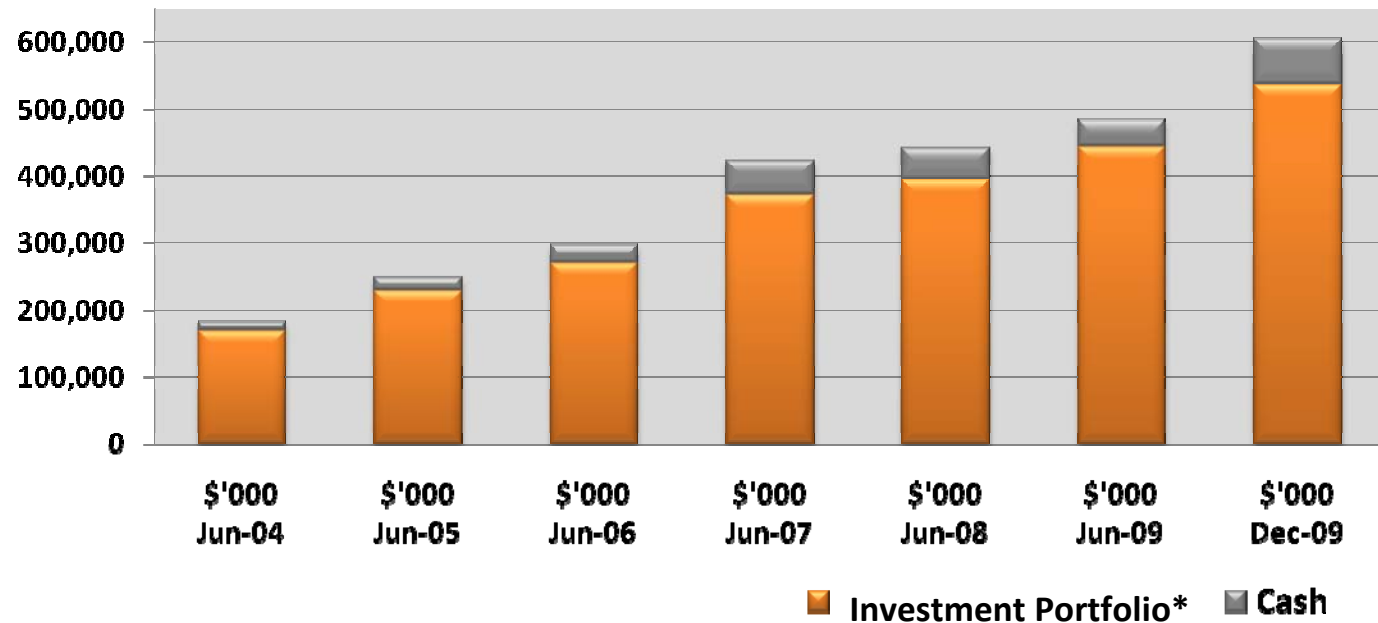
BKI's Management Expense Ratio (MER) has decreased from 0.31% to 0.17% over the last 6 months.

Net Tangible Assets



The consolidated net asset backing of the company's shares at 31st December 2009 was \$1.45 per share.

Portfolio Valuation



Total Portfolio value has increased 25.9% to \$605.6m.

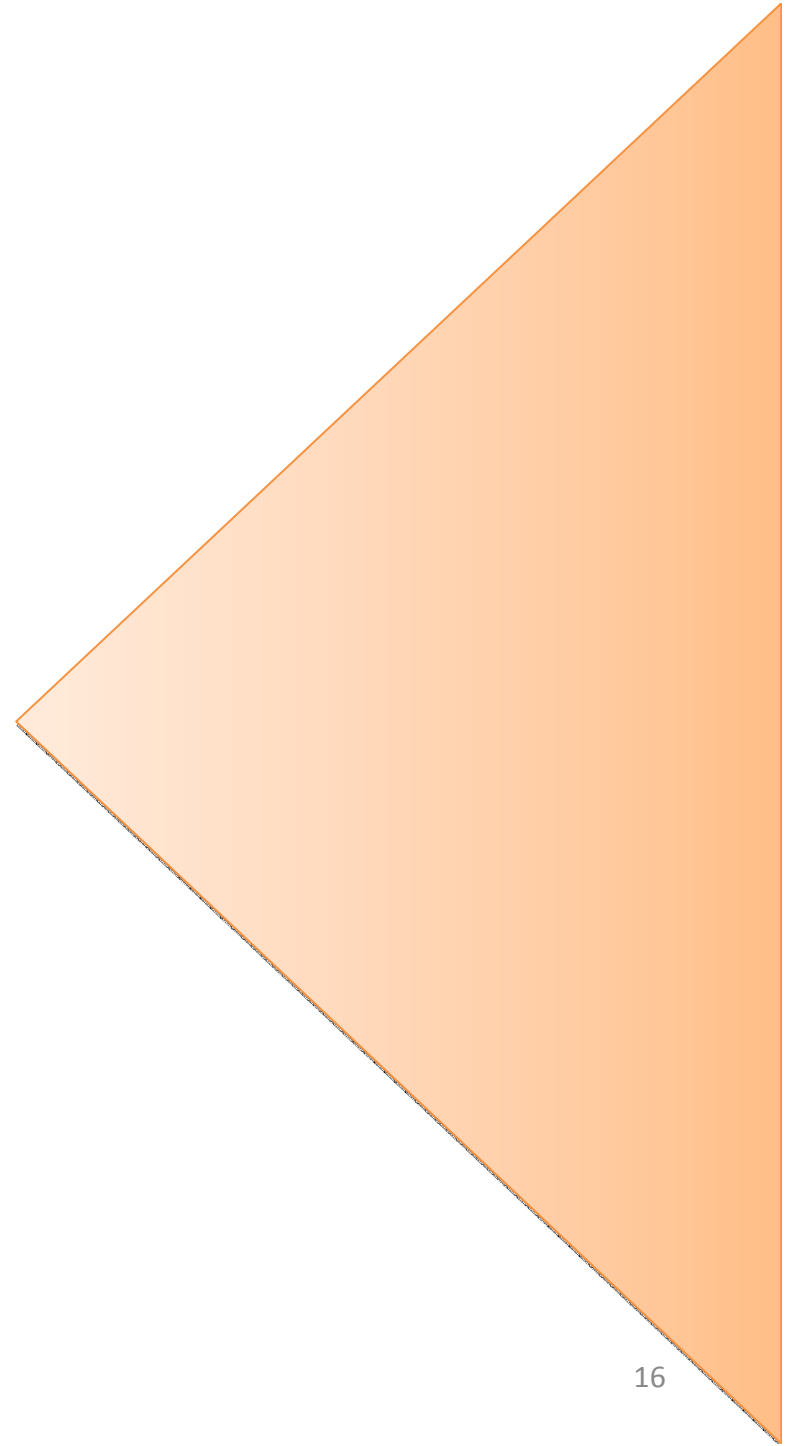
An investment in BKI gives shareholders access to a diversified portfolio. BKI has currently 64 companies within the investment portfolio across most sectors of the market.

* Includes Dividends and Interest Receivables

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BKI Investment Process



Stock Selection Criteria

Income - Dividend Yields, Franking, Pay Out Ratios.

Principal Activity - Sustainable Business Model, Competitive Advantage.

Debt Levels - Gearing Ratios, Net Interest Coverage.

Management and Board - Ownership, Board Meeting Attendance, History of creating shareholder wealth.

Earnings and Valuations - Earnings Profiles, PE Multiples, EV/EBITDA Multiples.



Top 20 Investments

As at 31st December 2009

- | | | | |
|----|-------------------------|----|-----------------------------------|
| 1 | New Hope Corporation | 11 | AGL Energy Limited |
| 2 | BHP Billiton Limited | 12 | Campbell Brothers Limited |
| 3 | National Australia Bank | 13 | Westpac Banking Corporation SPSII |
| 4 | Commonwealth Bank | 14 | ANZ Banking Group Limited |
| 5 | Westpac Banking Corp | 15 | Metcash Limited |
| 6 | Wesfarmers Limited | 16 | Coca Cola Amatil Limited |
| 7 | Telstra Corporation | 17 | AMP Limited |
| 8 | Woolworths Limited | 18 | ASX Limited |
| 9 | Woodside Petroleum | 19 | TPG Telecom Limited |
| 10 | QBE Insurance Group | 20 | Brambles Limited |



BHP Billiton Limited

Income - Historical Fully Franked Dividend Yield of 2.7%.

Principle Activity - BHP is the worlds largest diversified resources group. Their first class asset portfolio consists of Petroleum, Aluminum, Base Metals, Diamonds & Specialty Products, Stainless Steel, Iron Ore, Manganese and Coal. Market Cap \$132.2bln.

Debt Levels - US\$16.3bln, Net Gearing of 15.1%, Interest Cover of 42X.

Management and Board - 100% board attendance in FY09. Approx \$110m direct share ownership by Directors and Management (excluding options).

Earnings and Valuation – BHP is currently trading on a PE multiple of 22.0X compared to the S&P/ASX 300 Resources Index of 19.6X. The premium is easily justified given BHP's world class, diversified portfolio of assets and managements commitment to driving a low risk, organic growth business model.

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BHP Billiton

As at 31st January 2010

Price Chart

BHP Billiton

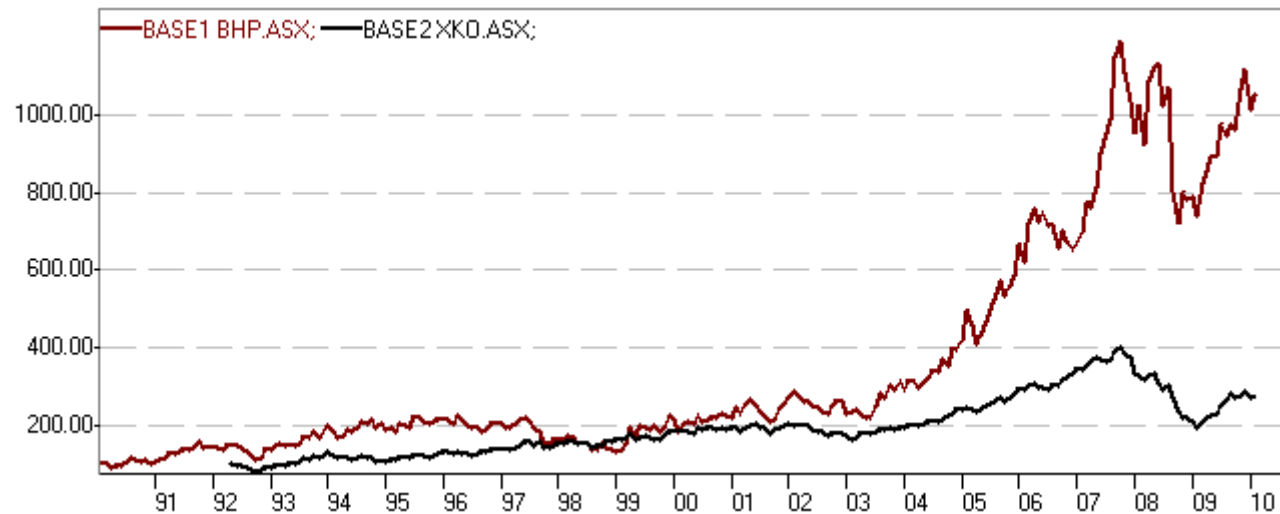


Common Base

BHP Billiton

V's

S&P/ASX 300 Index



Source: BHP Company data, JBWere Market Multiples, IRESS, BKI Investment Company Limited



Commonwealth Bank

Income - Historical Fully Franked Dividend Yield of 4.4%.

Principle Activity - CBA commenced operations in 1912 and are today Australia's largest retail bank. CBA offer a full range of Banking Services (Personal, Business, Corporate), Investment and Superannuation (CommSec, FirstChoice, Colonial First State) and Insurance (CommInsure). Market Cap \$81.7bln.

Debt Levels – Tier 1 Ratio currently 9.1%.

Management and Board – 100% Board attendance in FY09. Approx \$45m direct share ownership by Directors and Management.

Earnings and Valuation – CBA is trading on a PE multiple of 15.6X compared to the S&P/ASX 300 Index of 16.2X and 10 year historical average of 14.4X. CBA offers long term investors attractive capital and income growth opportunities.

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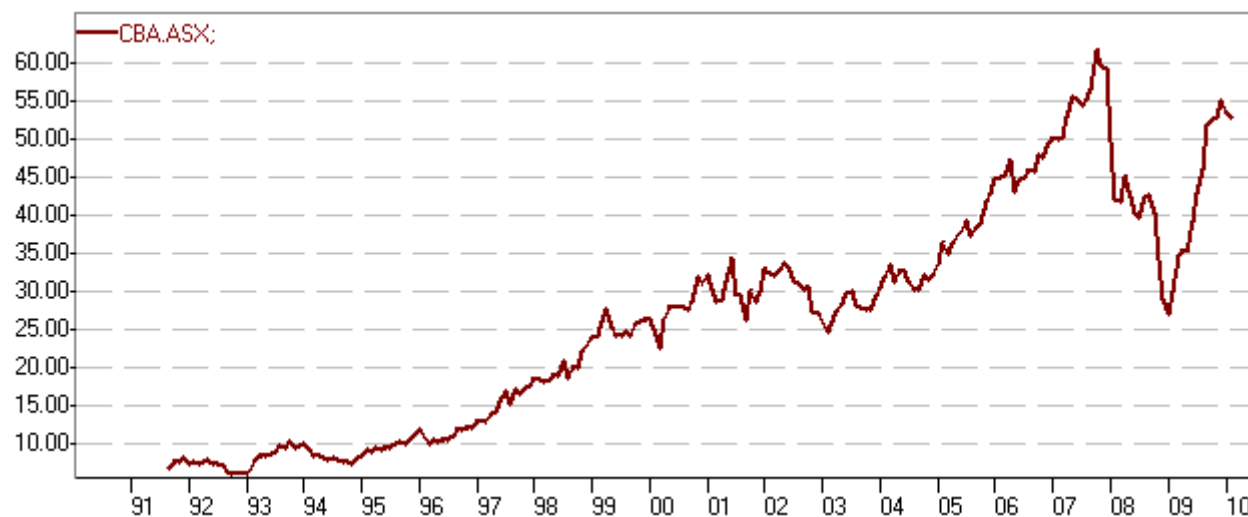
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Commonwealth Bank

As at 31st January 2010

Price Chart

Commonwealth Bank



Common Base

Commonwealth Bank

V's

S&P/ASX 300 Index



Source: CBA Company data, JBWere Market Multiples, IRESS, BKI Investment Company Limited



Telstra Corporation

Income - Historical Fully Franked Dividend Yield of 8.5%.

Principle Activity – TLS's services include the provision of Telephone Lines, Mobile Services, Fixed Retail Broadband, IP & Data Access, Advertising, Telephone Directories and Pay TV. TLS continues to be a clear market leader with strong market shares across its various product offerings. Market Cap \$41.6bln.

Debt Levels – Gearing of 54.5% with adequate Interest Cover of 10.8X.

Management and Board – 99% Board attendance in FY09. \$10.6m equity ownership (senior executives & Board).

Earnings and Valuation - TLS is trading on FY10 PE multiples of 9.7X, a significant discount to the S&P/ASX 300 Index of 16.2X and TLS's 10 year historical average of 16.0X. Forecast FY10 Dividend Yield is a very attractive 8.9% (fully franked).



Telstra Corporation

As at 31st January 2010

Price Chart

Telstra Corporation



Common Base

Telstra Corporation

V's

S&P/ASX 300 Index



Source: TLS Company data, JBWere Market Multiples, IRESS, BKI Investment Company Limited

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New Hope Corporation

Income – Historical Fully Franked Dividend Yield of 2.1% (excluding special dividends).

Principle Activity - NHC produces thermal coal for the international and domestic markets from 3 mines based in Queensland. NHC also owns coal shipping port operator QBH and interests in coal seam gas producers Arrow Energy and Planet Gas. Market Cap \$3.7bln.

Debt Levels – No debt, approx \$1.4bln in cash.

Management and Board –98% board attendance in FY09. Approx \$230m or 7% direct share ownership (Board and Management).

Earnings and Valuation - Given the substantial cash balance and quality of assets, NHC is valued using EV/EBITDA multiples. As at 31st January 2010 NHC was trading on a FY10 EV/EBITDA multiple of 6.7X compared to the S&P/ASX 300 Resources Index of 10.2X.

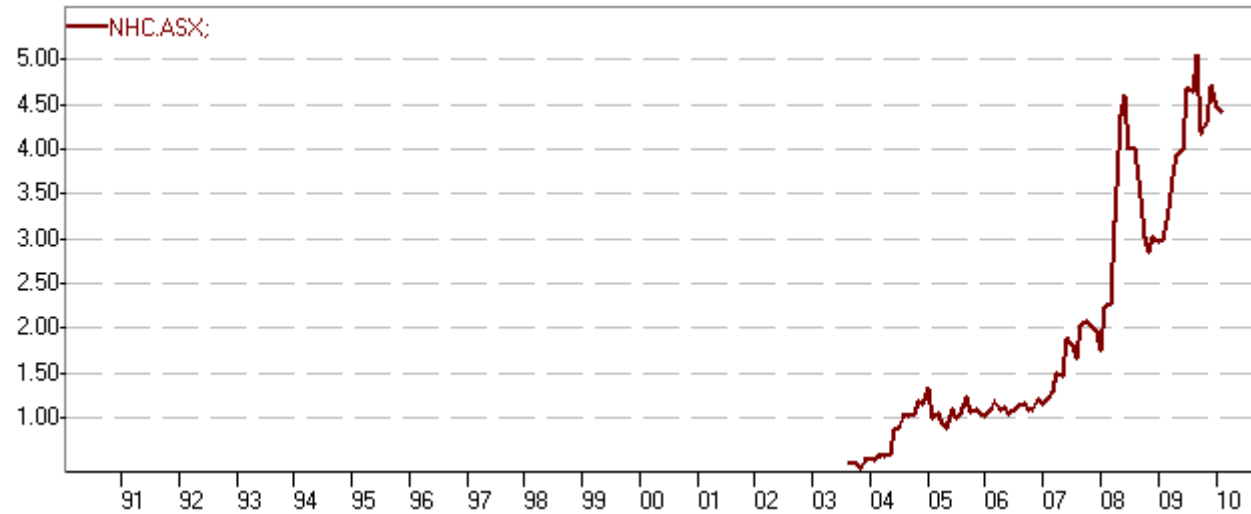


New Hope Corporation

As at 31st January 2010

Price Chart

New Hope Corporation



Common Base

New Hope Corporation

V's

S&P/ASX 300 Index



Source: NHC Company data, JBWere Market Multiples, IRESS, BKI Investment Company Limited

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Campbell Brothers

Income - Historical Fully Franked Dividend Yield of 5.5%.

Principle Activity - Campbell Brothers was created in 1863 and developed into an international business focused on providing analytical laboratory & technical services, manufacture & distribution of cleaning solutions, chemicals, paper goods, tableware, kitchenware and associated non-food consumables. Market Cap \$1.8bln.

Debt Levels - Gearing is expected to fall to ~10% post a \$197m renounceable rights issue in 2009. Current Interest Cover is 15X.

Management and Board - 100% board attendance in FY09.

Earnings and Valuation – CPB is trading on a PE Multiple of 17.5X and an EV/EBITDA Multiple of 9.0X. This discount is unwarranted, given CPB's analytical division is so well placed for the resource sectors exploration & development spend forecast in FY10 & FY11

Source: CPB Company data, JBWere Market Multiples, IRESS, BKI Investment Company Limited



Campbell Brothers

20 years to 31st January 2010

Price Chart Campbell Brothers



Common Base Campbell Brothers V's S&P/ASX 300 Index



Source: CPB Company data, JBWere Market Multiples, IRESS, BKI Investment Company Limited

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ARB Corporation

Income - Historical Fully Franked Dividend Yield of 3.7% (excluding special dividends).

Principle Activity - ARB manufactures, distributes and sells 4WD motor vehicle accessories and light metal engineering works in Australia and over 80 countries worldwide. Market Cap \$378m.

Debt Levels - Nil

Management and Board – 97% Board attendance in FY09. Approx \$125m or 33% direct share ownership (Board and Management).

Earnings and Valuation – ARB is trading on FY10 PE multiples of 15X. An unjustified discount to the S&P/ASX 300 Index of 16.2X. ARB is very well managed with an impeccable history of creating wealth for shareholders (10 year average ROE of 24.8%, 10 year average Net Profit Margin of 11.0% and no debt).

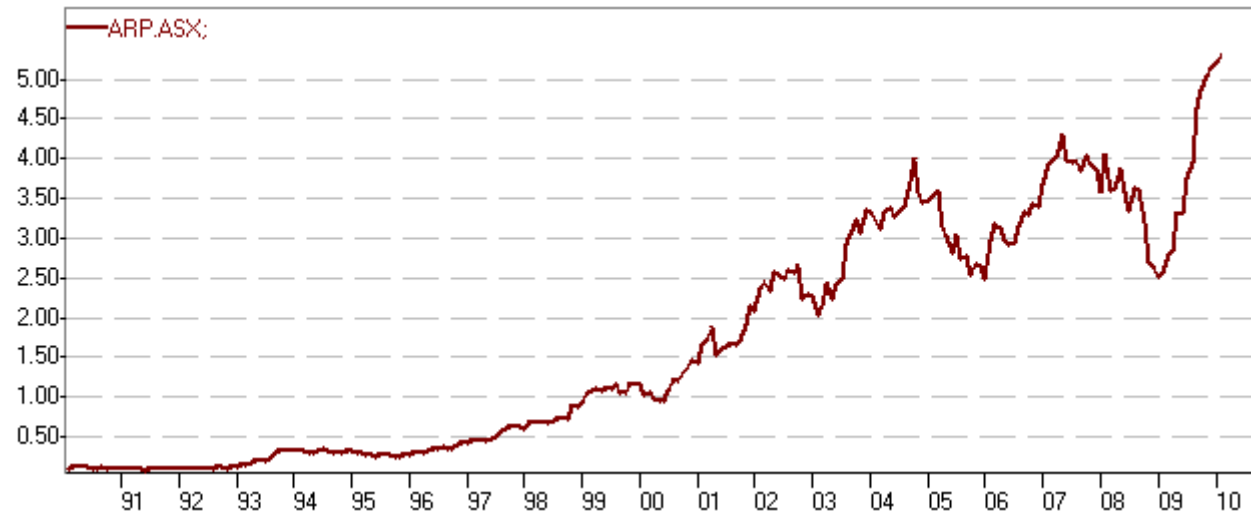


ARB Corporation

As at 31st January 2010

Price Chart

ARB Corporation



Common Base

ARB Corporation

V's

S&P/ASX 300 Index

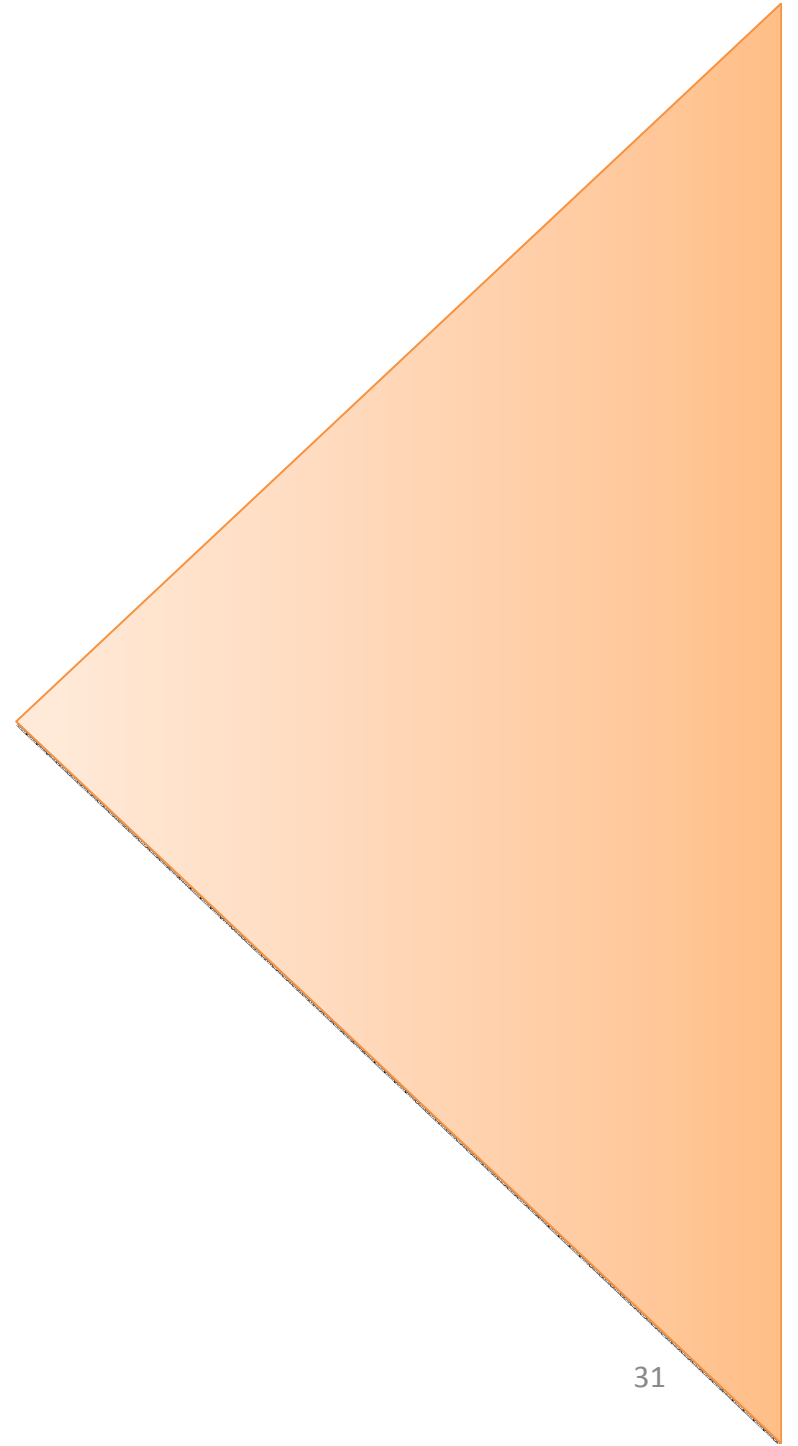


Source: ARB Company data, JBWere Market Multiples, IRESS, BKI Investment Company Limited

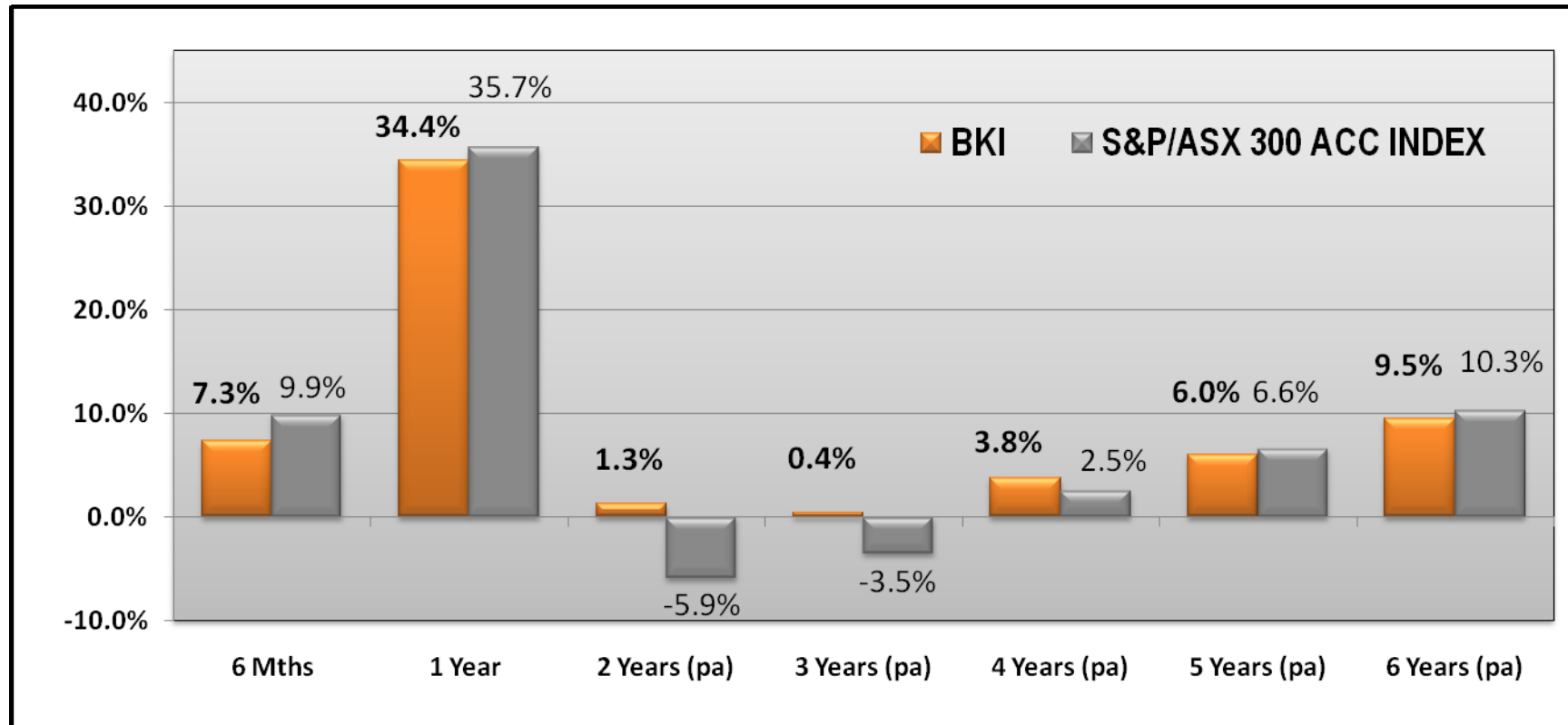
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BKI Performance



Portfolio Performance as at 31st January 2010

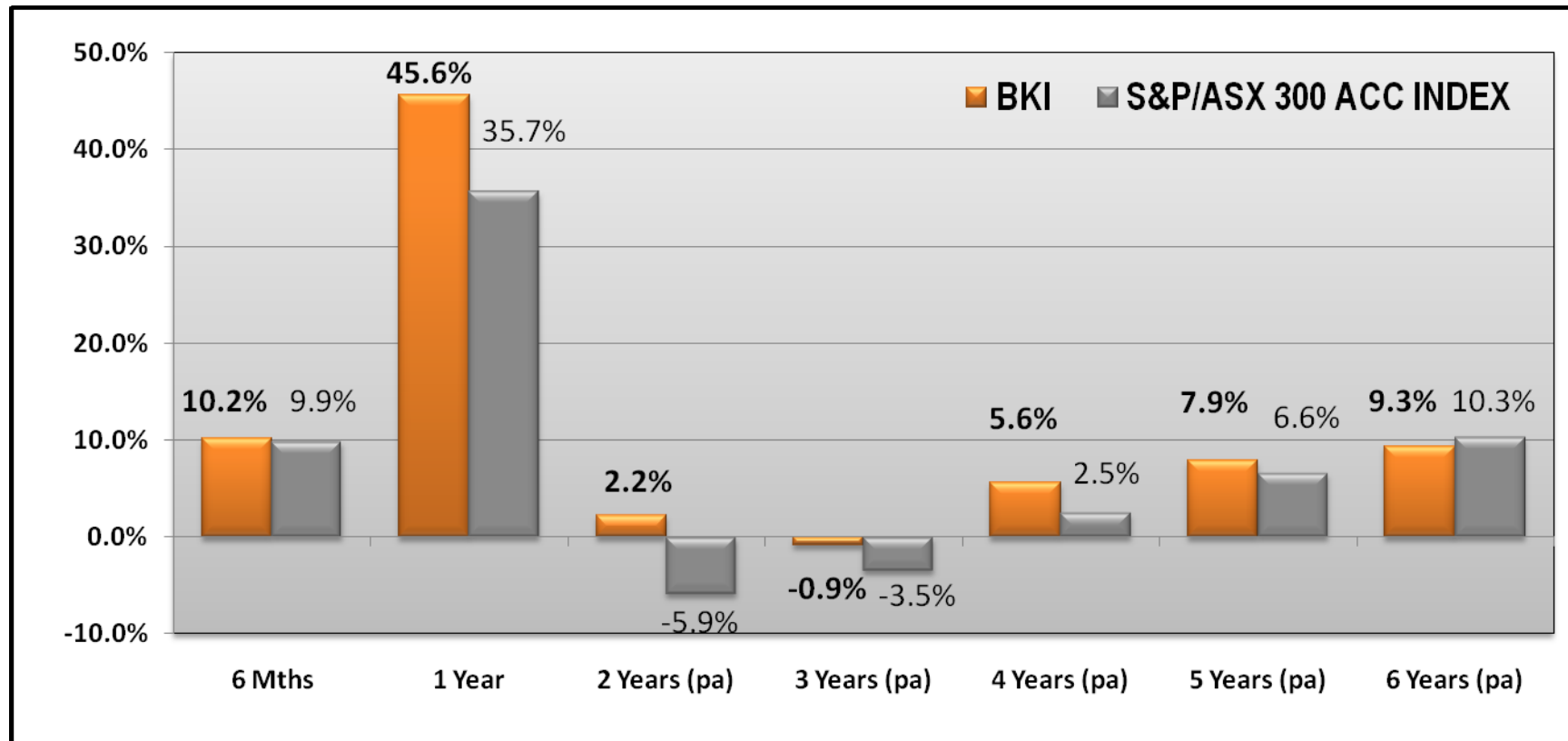


Source: BKI Investment Company Limited, IRESS

Portfolio Returns are measured by change in NTA and are after all operating expenses, payment of both income and capital gains tax and the reinvestment of dividends. Past performance is not indicative of future performance.

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Share Price Performance as at 31st January 2010



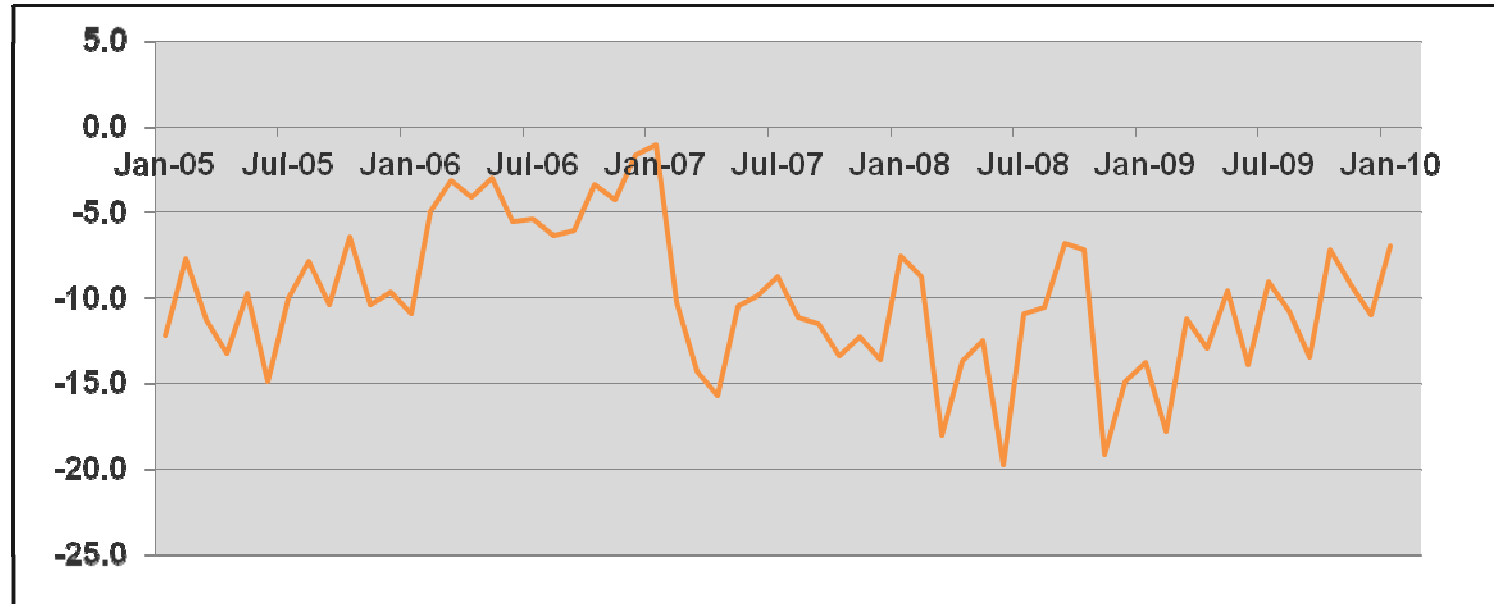
Source: BKI Investment Company Limited, IRESS

Total Shareholder Returns include reinvestment of dividends. Past performance is not indicative of future performance.

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Discount to Pre Tax NTA



BKI represents a good opportunity for investors to acquire assets at a discount to the Pre Tax NTA. BKI offers a competitive MER, strong dividend payout ability, quality portfolio, experienced and conservative investment team.

As at 31st January 2010 BKI's share price was trading at a 7% discount to the Pre Tax NTA.



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COMPANY LIMITED**

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