

DIVERSIFIED UNITED INVESTMENT LIMITED

ABN 33 006 713 177

LEVEL 20
101 COLLINS STREET
MELBOURNE VIC 3000
AUSTRALIA

TEL (613) 9654 0499
FAX (613) 9654 3499

11 July 2018

The General Manager
Australian Securities Exchange Limited
Company Announcements Office
Exchange Centre
20 Bond Street
Sydney NSW 2000

Dear Sir,

NET ASSET BACKING

The Directors advise that the unaudited net tangible asset backing of the Company's ordinary shares at 30 June 2018 was \$4.46 per share (31 May 2018 \$4.31 per share). The net asset backing calculation is based on investments at market value, is after tax on net realised gains, before any future tax benefit of net realised losses and before estimated tax on net unrealised gains/losses.

Diversified United Investment Limited is a long term investor and does not intend disposing of its total portfolio. However, under current accounting standards the Company is required to provide for estimated tax on any net gains that would arise on such a theoretical disposal. After deducting this provision, the above figure would be \$3.80 (31 May 2018 \$3.69).

ASSET ALLOCATION

The Company has adjusted its target range for international equities from 10-15% to 10-20% of the total portfolio value.

At 30 June 2018:

- International equities comprised 14.5% of the portfolio;
- Bank facilities were \$115M drawn as to \$95M;
- Cash and net short term receivables were \$16M.

A list of the Company's top 25 investments is attached.

Yours sincerely,

A J Hancock
Company Secretary

DIVERSIFIED UNITED INVESTMENT LIMITED

25 LARGEST SHAREHOLDINGS

AS AT 30 JUNE 2018

As at 30 June 2018 the twenty-five largest shareholdings of the company, at market values were:

	<i>Market Value</i> <i>\$'000</i>	<i>%Market Value of</i> <i>Total Investments</i>
<i>Australian Equities</i>		
CSL Ltd	108,830	10.5%
Commonwealth Bank of Australia Ltd	72,870	7.1%
ANZ Banking Group Ltd	56,480	5.5%
Westpac Banking Corporation Ltd	55,670	5.4%
Transurban Group	52,069	5.0%
National Australia Bank Ltd	41,115	4.0%
BHP Billiton Ltd	40,692	3.9%
Woodside Petroleum Ltd	39,715	3.8%
Rio Tinto Ltd	39,217	3.8%
Wesfarmers Ltd	32,084	3.1%
Lend Lease Corporation	23,772	2.3%
Sydney Airport	23,628	2.3%
Washington H Soul Pattinson & Co Ltd	22,759	2.2%
Woolworths Ltd	21,364	2.1%
Atlas Arteria Ltd	19,290	1.9%
Oil Search Ltd	17,800	1.7%
IDP Education Ltd	15,765	1.5%
Suncorp Group Ltd	14,590	1.4%
AMP Ltd	14,240	1.4%
Computershare Ltd	12,901	1.2%
<i>Total Australian Equities in Top 25:</i>	724,851	70.1%
<i>International Equities</i>		
Vanguard All-World Ex-US Shares Index ETF	33,881	3.3%
Vanguard US Total Market Shares Index ETF	28,499	2.8%
Vanguard Information Technology Index ETF	18,113	1.8%
Vanguard FTSE Developed European Ex UK Index ETF	16,751	1.6%
iShares TR MSCI USA Min Vol Index ETF	16,255	1.6%
<i>Total International Equities in Top 25:</i>	113,499	11.1%
Total Top 25 Australian & International Equities	838,350	81.2%
Total Investments at Market Value, Net Short Term Receivables and Cash	1,032,762	