

DIVERSIFIED UNITED INVESTMENT LIMITED

ABN 33 006 713 177

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AUSTRALIA

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8 June 2016

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 31 May 2016 was \$3.65 per share (30 April 2016 \$3.55 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 \$3.23 (30 April 2016 \$3.15).

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 31 MAY 2016

As at 31 May 2016 the twenty-five largest shareholdings of the company, at market values were:

	<i>Market Value</i> \$'000	<i>%Market Value of</i> <i>Total Investments</i>
<i>Australian Equities</i>		
1. Commonwealth Bank of Australia Ltd	69,687	8.2%
2. CSL Ltd	69,456	8.1%
3. Westpac Banking Corporation Ltd	58,330	6.8%
4. ANZ Banking Group Ltd	50,960	6.0%
5. Transurban Group	48,200	5.6%
6. National Australia Bank Ltd	35,295	4.1%
7. BHP Billiton Ltd	30,528	3.6%
8. Woodside Petroleum Ltd	27,400	3.2%
9. Rio Tinto Ltd	26,814	3.1%
10. Wesfarmers Ltd	24,378	2.9%
11. Medibank Private Ltd	22,400	2.6%
12. Washington H Soul Pattinson & Co Ltd	17,820	2.1%
13. Asciano Ltd	17,780	2.1%
14. Woolworths Ltd	15,484	1.8%
15. AMP Ltd	14,100	1.7%
16. Oil Search Ltd	13,580	1.6%
17. Suncorp Group Ltd	12,980	1.5%
18. BT Investment Management Ltd	11,535	1.4%
19. Telstra Corporation Ltd	11,180	1.3%
20. Westfield Corporation	10,720	1.3%
21. Sonic Healthcare Ltd	10,700	1.3%
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<i>Total Australian Equities in Top 25:</i>	599,327	70.3%
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<i>International Equities</i>		
1. Vanguard All-World Ex-US Shares Index ETF	29,425	3.4%
2. Vanguard US Total Market Shares Index ETF	22,259	2.6%
3. iShares TR MSCI USA Min Vol Index ETF	12,125	1.4%
4. Vanguard Information Technology Index ETF	11,209	1.3%
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<i>Total International Equities in Top 25:</i>	75,018	8.7%
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Total Top 25 Australian & International Equities	674,345	79.0%
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Total Investments at Market Value, Net Short Term Receivables and Cash	853,967	
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Notes: 1. At 31 May bank borrowings were \$95M, and cash and net short term receivables (included in the above figure) were \$20M.
2. At 31 May 10% of the portfolio was invested in international equities through Exchange Traded Index Funds.