

Commonwealth Managed Investments Limited

ABN 33 084 098 180

Commonwealth Diversified Share Fund (CDF)

Thursday 30 April 2009

ASX ANNOUNCEMENT

Communication to unit holders in relation to the proposed termination of the Commonwealth Diversified Share Fund (the Fund)

The Responsible Entity of the Commonwealth Diversified Share Fund has today mailed the following communication to all registered unit holders of the Fund giving notice of its proposal to terminate the Fund after the close of trading on the ASX on Monday 1 June 2009 and remove the Fund from the ASX Official List.

G.R. Freeman

Company Secretary

Commonwealth Managed Investment Limited

COMMONWEALTH DIVERSIFIED SHARE FUND

ARSN 091 780 139



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THE SAMPLE HILL
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SAMPLEVILLE VIC 3030

30 April 2009

Proposed termination of the Commonwealth Diversified Share Fund

The Commonwealth Diversified Share Fund (the Fund) is a listed managed investment scheme that trades under the ASX code CDF. Our records, which are maintained by Computershare, list you as a unitholder of the Fund as at Tuesday 28 April 2009.

As the responsible entity for the Fund, Commonwealth Managed Investments Limited (CMIL) proposes to terminate the Fund after the close of trading on the ASX on Monday 1 June 2009 (the Termination Date) and remove the Fund from the ASX Official List.

What does this mean for you?

You are able to buy or sell units in the Fund via your stockbroker prior to the close of trading on the ASX on Monday 25 May 2009. Up until this date, Commonwealth Securities Limited (CommSec) will make reasonable endeavours to make a market for the Fund's units each business day at buy or sell prices that it considers reasonable and close to the Fund's published net asset value per unit.

The Fund will be suspended from quotation on the ASX at the close of trading on Monday 25 May 2009. After this time you will not be able to buy or sell units in the Fund.

If you retain a holding in the Fund at the Termination Date, CMIL will redeem your remaining units in the Fund and after the sell down of the Fund's assets is complete will distribute your proportion of the net proceeds back to you. The record date for the final distribution payment from the Fund will be Monday 1 June 2009. The payment date will be Thursday 18 June 2009, and the proceeds will be paid to you according to the payment method registered for your holding in the Fund at Computershare. You can update your details relating to your holding in the Fund up until the Termination Date by calling Computershare on 1300 855 080 (from within Australia) or 61 3 9415 4000 (from outside Australia) or visiting www.computershare.com.au.

Your transaction in the Fund or distribution of proceeds may have tax consequences and this will be detailed in your next tax statement which will be provided in September/October 2009.

Why terminate the Commonwealth Diversified Share Fund?

The Fund was closed to new investments back in June 2002, but continued to be traded on the ASX. The purpose of the Fund is to properly track the Australian sharemarket as measured by the S&P/ASX 200 Accumulation Index. With the decline in the size of the Fund it has become difficult to construct a portfolio that tracks the index within an acceptable range. This decline in size also means that it is now uneconomical for CMIL to run the Fund within the current fee arrangements. A strategic review of the Fund has been completed and CMIL believes that it is in the best interest of unitholders to terminate the Fund and distribute the proceeds back to unitholders.

Unitholders have the right to take action under Division 1 of Part 2G.4 of the Corporations Act for the calling of a unitholders' meeting to consider the proposed winding up of the Fund and to vote on any extraordinary resolution unitholders propose about the winding up of the Fund. CMIL will terminate the Fund unless a meeting is called to consider the proposed winding up by 5pm Monday 1 June 2009.

General information

Colonial First State, which is a wholly owned subsidiary of the Commonwealth Bank of Australia, is Australia's largest fund manager and offers a range of managed investments that meet the needs of most investors.

FirstChoice, Colonial First State's investment platform, offers access to around 100 managed investments, so investors can access a wide range of investment opportunities - from well respected Australian and international fund managers across different asset classes like shares, fixed interest, property and cash as well as a range of index funds.

To find out more information about Colonial First State's managed investment range and to obtain a Product Disclosure Statement you can speak with your financial adviser or contact Colonial First State on 1300 360 645 or visit www.colonialfirststate.com.au.

Quarterly newsletter

Please also find enclosed the Commonwealth Diversified Share Fund's March Quarterly Investment Report.

Further help

If you would like further information about the Commonwealth Diversified Share Fund please contact Computershare on 1300 855 080 (from within Australia) or 61 3 9415 4000 (from outside Australia).

Yours sincerely

GR Freeman

Company Secretary
Commonwealth Managed Investments Limited

Commonwealth Diversified Share Fund

Quarterly Investment Report as at 31 March 2009

Australian Stock Exchange (ASX) code

CDF.

Investment objective

The Commonwealth Diversified Share Fund ('the Fund') aims to track the performance of the Australian sharemarket as measured by the S&P/ASX200 Accumulation Index (before fees and expenses and assuming reinvestment of distributions).

Investment strategy

Through a process of practical replication, the Fund tracks the performance of the S&P/ASX200 Accumulation Index, taking advantage of mild inefficiencies in the index when they occur. The Fund invests in the majority of stocks in the index, in the same proportions as the index.

Minimum suggested investment timeframe

5 – 7 years.

Performance

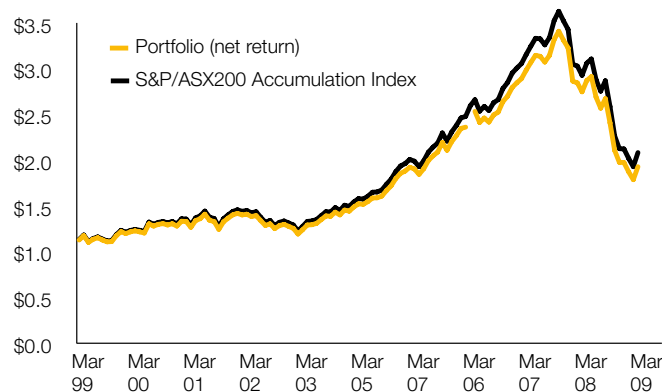
	3 months	6 months	1 year	2 years	3 years	5 years	Since inception (July 98)
Commonwealth Diversified Share Fund							
Net returns*	-2.27%	-19.91%	-29.78%	-19.60%	-7.92%	4.84%	6.36%
Gross returns**	-1.86%	-19.47%	-28.84%	-18.75%	-7.06%	5.69%	7.07%
S&P/ASX 200 Accumulation Index	-1.98%	-19.87%	-29.52%	-19.06%	-7.25%	5.50%	7.02%

Past performance is no indication of future performance.

S&P/ASX200 Accumulation Index summary

- The S&P / ASX 200 fell 2.0% over the March quarter and is 29.5% lower over 12 months. The global recession, a slowing Australian economy, reduced company profitability and continued issues in the global financial system saw sharemarkets retreat.
- On the policy side, the Federal Government announced a new \$A 42 billion spending package over four years. Around \$A 12 billion will be spent on cash handouts to provide an immediate boost to economic growth and around \$A 28 billion will be spent on infrastructure projects over the coming years. The Reserve Bank of Australia also cut official interest rates from 4.25% to 3.25% as economic conditions worsened globally, impacting on Australia.
- The resource sector was the best performer over the quarter, rising 7.7% with commodity price gains. Signs of stabilisation in the Chinese economy with some positive economic indicators released led to the rebound in the market and as coking coal contract prices were settled at better than expected levels. The large miners, Rio Tinto (+51.5%) and BHP Billiton (+7.0%) led the sector.
- Leading the market lower was the industrials sector, which fell 19.2% over the quarter. The sector has been weighed down by the slowing Australian economy, weaker outlook for company profits and concerns over debt levels. The February profit reporting season indicated that the sector had suffered from the downturn with the share prices of Transpacific Industries (-44.8%), Asciano Group (-39.7%) and Brambles (-33.0%) falling.

Cumulative performance comparison*



- Among the top 20 companies, top performers included Commonwealth Bank of Australia (+24.1%), Wesfarmers (+13.2%) and Westpac Banking Corporation (+12.5%). The announcement of the Public Private Investment Program (PPIP) and the Financial Stability Plan out of the US and suggestions some US banks returned to profitability to date in 2009 buoyed share prices in the major banks.
- Late in the quarter some hints of optimism returned to sharemarkets and while this has provided the market with hope, caution is needed. Economic data in Australia is likely to get worse over coming months, reflecting the force of the global recession. While the sharemarket appears to have factored in much of the expected bad news, low confidence and risk aversion may take over and the sharemarket could retreat again. Nevertheless, recent aggressive policy actions in the US and UK are positive and should make a difference over time and help the global economy recover in 2010 and beyond.

Additions	Removals
IBA Health Group	Babcock & Brown Limited
Eastern Star Gas Limited	Babcock & Brown Power
Hastie Group Limited	Macquarie DDR Trust
Fleetwood Corporation Limited	Tishman Speyer Office Fund
AJ Lucas Group Limited	Centro Retail Group
Dominion Mining Limited	HFA Holdings Limited

* Net returns are calculated as the change in net asset value per unit after fees, taxes and expenses, and assumes that all distributions are reinvested.

** Gross returns are calculated on a daily time-weighted basis as the change in gross asset value before fees, taxes and expenses, and adjusted for external cash flows. All returns greater than 1 year have been annualised. The inception date of the fund was 1 July 1998. The benchmark index is the S&P/ASX200 Accumulation Index.

Commonwealth Diversified Share Fund

Top 20 Share Holdings of the Fund

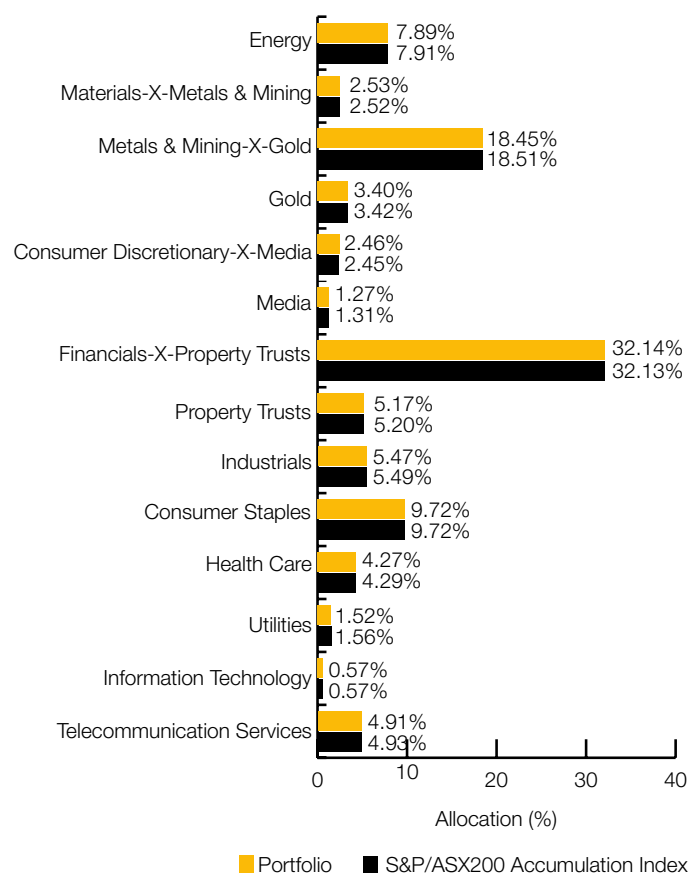
Company name	% of Fund
BHP Billiton Limited	13.56%
Westpac Banking Corporation	7.03%
Commonwealth Bank of Australia	6.50%
National Australia Bank	4.87%
Australia And New Zealand Bank	4.30%
Telstra Corporation Limited	4.24%
Woolworths Limited	3.88%
Wesfarmers Limited	2.76%
Westfield Group	2.65%
QBE Insurance Group Limited	2.52%
CSL Limited	2.48%
Woodside Petroleum Limited	2.21%
Rio Tinto Limited	2.05%
Newcrest Mining Limited	2.00%
Origin Energy Limited	1.64%
Santos Limited	1.25%
Foster's Group Limited	1.23%
AMP Limited	1.17%
Suncorp-Metway Limited	0.99%
Lihir Gold Limited	0.98%

Income (distribution paid)

Period ending	Cents per unit	Date paid
Jun-00	2.1330	24 Jul 00
Dec-00	5.0606	22 Jan 01
Jun-01	1.8870	23 Jul 01
Dec-01	2.8816	21 Jan 02
Jun-02	2.2167	22 Jul 02
Dec-02	2.2944	24 Jan 03
Jun-03	1.1100	29 Jul 03
Dec-03	3.5000	27 Jan 04
Jun-04	5.0400	26 Jul 04
Dec-04	3.5000	27 Jan 05
Jun-05	6.1000	26 Jul 05
Dec-05	3.6500	27 Jan 06
Jun-06	6.3000	26 Jul 06
Dec-06	6.6000	25 Jan 07
Jun-07	19.1300	26 Jul 07
Dec-07	6.3000	25 Jan 08
Jun-08	18.2800	25 Jul 08
Dec-08	3.4000	27 Jan 09

Sector allocation comparison

Commonwealth Diversified Share Fund vs. S&P/ASX200 Accumulation Index



All figures disclosed in this document are as at 31 March 2009. This document is intended to provide general advice only and does not take into account your individual objectives, financial situation or needs. You should assess whether the information is appropriate for you and consider talking to a financial adviser before making an investment decision. Commonwealth Managed Investments Limited ABN 33 084 098 180, is a wholly owned subsidiary of the Commonwealth Bank of Australia. The Commonwealth Bank of Australia does not guarantee the performance of products managed by Commonwealth Managed Investments Limited, or the repayment of capital invested in such products.

