

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

7 June 2012

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 2012 was \$2.67 per share (30 April 2012 \$2.87). The net asset backing calculation is based on investments at market value, is after the tax effect of realised gains 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 \$2.47 (30 April 2012 \$2.60).

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 2012

As at 31 May 2012 the twenty-five largest shareholdings of the company, at market values were:

| <i>Company</i> | <i>Market Value \$'000</i> | <i>% of Market Value of Total Investments</i> |
|---|--------------------------------|---|
| 1. BHP Billiton Ltd | 47,955 | 9.4% |
| 2. ANZ Banking Group Ltd | 39,710 | 7.8% |
| 3. Commonwealth Bank of Australia Ltd | 39,520 | 7.7% |
| 4. Woodside Petroleum Ltd | 33,779 | 6.6% |
| 5. Westpac Banking Corporation Ltd | 32,464 | 6.3% |
| 6. Rio Tinto Ltd | 29,856 | 5.8% |
| 7. National Australia Bank Ltd | 26,976 | 5.3% |
| 8. CSL Ltd | 21,272 | 4.2% |
| 9. QBE Insurance Group Ltd | 19,498 | 3.8% |
| 10. Woolworths Ltd | 18,508 | 3.6% |
| 11. Transurban Group | 16,980 | 3.3% |
| 12. AGL Energy Ltd | 13,699 | 2.7% |
| 13. Westfield Group | 13,635 | 2.7% |
| 14. Wesfarmers Ltd PPS and Ordinary | 13,500 | 2.6% |
| 15. Washington H Soul Pattinson & Co Ltd | 12,006 | 2.4% |
| 16. Australian Infrastructure Fund | 10,575 | 2.1% |
| 17. Mystate Ltd | 8,060 | 1.6% |
| 18. AMP Ltd | 7,760 | 1.5% |
| 19. Asciano Ltd | 6,810 | 1.3% |
| 20. Worley Parsons Ltd | 6,425 | 1.3% |
| 21. Consolidated Media Holdings | 6,299 | 1.2% |
| 22. Orica Ltd | 6,190 | 1.2% |
| 23. Alumina Ltd | 5,910 | 1.2% |
| 24. Brickworks Ltd | 5,175 | 1.0% |
| 25. Origin Energy Ltd | 5,152 | 1.0% |
| | 447,714 | 87.6% |
| Total Investments at Market Value, Short Term Receivables and Cash | 511,310 | |