

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

8 July 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 30 June 2016 was \$3.52 per share (31 May 2016 \$3.65 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 \$3.14 (31 May 2016 \$3.23).

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 2016

As at 30 June 2016 the twenty-five largest shareholdings of the company, at market values were:

	<i>Market Value \$'000</i>	<i>%Market Value of Total Investments</i>
<i>Australian Equities</i>		
CSL Ltd	67,308	8.1%
Commonwealth Bank of Australia Ltd	66,933	8.1%
Westpac Banking Corporation Ltd	55,860	6.8%
ANZ Banking Group Ltd	48,240	5.8%
Transurban Group	47,960	5.8%
National Australia Bank Ltd	33,059	4.0%
BHP Billiton Ltd	29,840	3.6%
Rio Tinto Ltd	27,300	3.3%
Woodside Petroleum Ltd	26,840	3.2%
Wesfarmers Ltd	24,060	2.9%
Medibank Private Ltd	20,650	2.5%
Washington H Soul Pattinson & Co Ltd	18,700	2.3%
Ascianno Ltd	17,740	2.1%
AMP Ltd	14,964	1.8%
Woolworths Ltd	14,623	1.8%
Oil Search Ltd	13,340	1.6%
Perpetual Ltd	12,336	1.5%
Suncorp Group Ltd	12,180	1.5%
Telstra Corporation Ltd	11,120	1.3%
Sonic Healthcare Ltd	10,775	1.3%
Westfield Corporation	10,650	1.3%
<i>Total Australian Equities in Top 25:</i>	<i>584,478</i>	<i>70.6%</i>
<i>International Equities</i>		
Vanguard All-World Ex-US Shares Index ETF	27,427	3.3%
Vanguard US Total Market Shares Index ETF	21,297	2.6%
iShares TR MSCI USA Min Vol Index ETF	12,290	1.5%
Vanguard Information Technology Index ETF	10,643	1.3%
<i>Total International Equities in Top 25:</i>	<i>71,657</i>	<i>8.7%</i>
Total Top 25 Australian & International Equities	656,135	79.3%
Total Investments at Market Value, Net Short Term Receivables and Cash	827,039	

Notes: 1. At 30 June bank borrowings were \$95M, and cash and net short term receivables (included in the above figure) were \$12M.
2. At 30 June 10% of the portfolio was invested in international equities through Exchange Traded Index Funds.