

AUSTRALIAN UNITED INVESTMENT COMPANY LIMITED

ABN 37 004 268 679

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AUSTRALIA

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13 December 2022

ASX Announcement

Analyst Presentation – December 2022

Attached for release to the market is a presentation delivered today to Ord Minnett. This presentation was made jointly with Diversified United Investment Limited.

Authorised for release by James Pollard, Company Secretary.



**Australian United
Investment Company
Limited**



**Diversified United
Investment Limited**

Analyst Presentation – December 2022

Presenters



Stephen Hiscock
Non-executive Director, DUI



Andrew Sisson AO
Non-executive Director, DUI



James Pollard
Company Secretary, AUI & DUI

Overview

- Long term focus, low portfolio turnover, experienced management
- After tax focus for shareholders; closed end structure
- LIC tax compliant
- Strong record of maintaining and growing fully franked dividends
- Very low management expense ratio (MER)
- No performance fees
- Transparent portfolio, and portfolio movements
- ASX & ASIC Compliance

Board of Directors – AUI

Charles Goode AC B.Com (Hons) (Melb), MBA (Columbia), Hon LLD (Melb), Hon LLD (Mon)
Non-executive Chairman, appointed April 1990

Fred Grimwade B.Com/LLB (Hons) (Melb), MBA (Columbia), FAICD
Non-executive Director, appointed March 2014
Lead Independent Director, appointed October 2022

Dion Hershman B.Com/B.A. (Mon), MBA (Columbia)
Non-executive Director, appointed April 2018

Wayne Kent B.Com/LLB (Melb), SF FIN
Non-executive Director, appointed November 2021

Board of Directors – DUI

Charles Goode AC B.Com (Hons) (Melb), MBA (Columbia), Hon LLD (Melb), Hon LLD (Mon)
Non-executive Chairman, appointed September 1991

Anthony Burgess B.Com (Hons) (Melb), MBA (Dist'n) (Harvard), CPA, FFIN
Non-Executive Director, appointed September 2008

Stephen Hiscock B.Com (Melb), M.App.Fin (Macq), FFIN
Non-Executive Director, appointed November 2011
Lead Independent Director, appointed November 2022

Andrew Larke LLB (Melb), B.Com (Melb), Grad Dip (Corporations & Securities Law) (Melb)
Non-Executive Director, appointed March 2015

Andrew Sisson AO BSc (Melb), FAICD
Non-Executive Director, appointed April 2022

Operational staff – AUI & DUI

Company Secretary

James Pollard CA FGIA, B.BusCom (Mon), Grad Cert FP (Kaplan)
Joined May 2019

Corporate Accountant

Lisa Curtis CA, B.Comm (Melb)
Joined April 2021

Outsourced Accounting and Custody

The Companies' Accounting and Custody are outsourced to Mutual Trust.

Financial Highlights

Year ended 30 June 2022



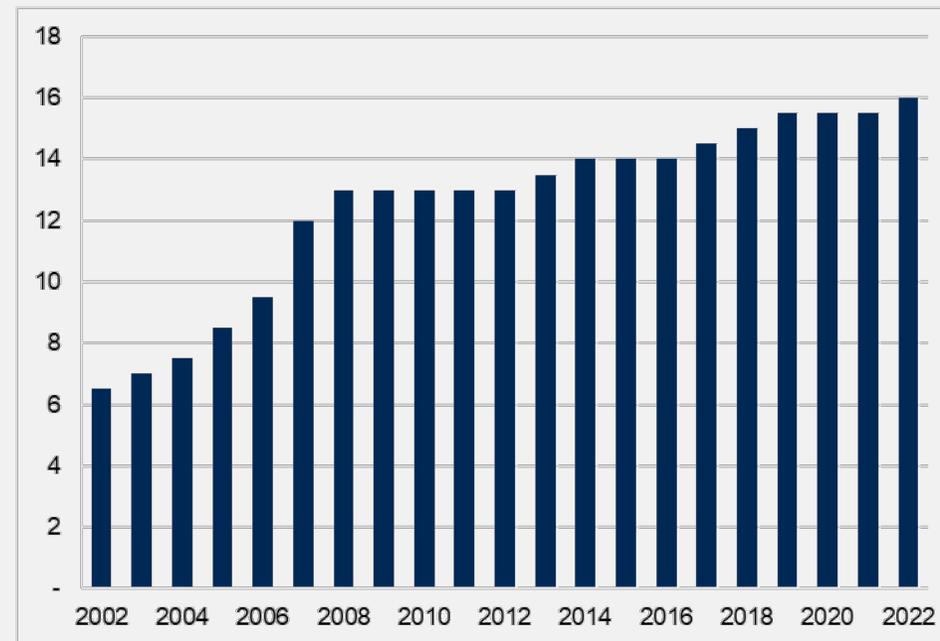
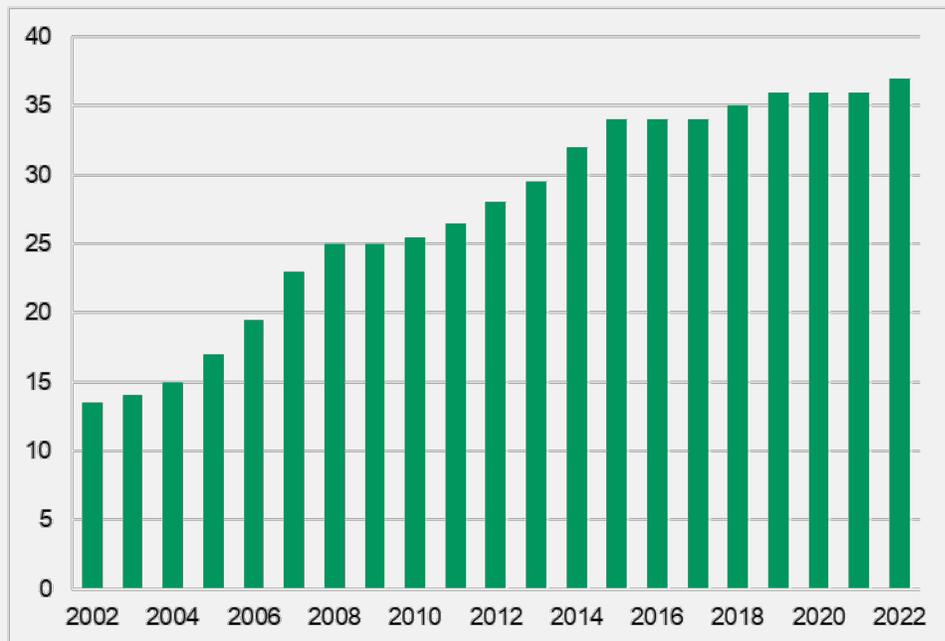
	FY21	FY22	Change	FY21	FY22	Change
Profit after tax (\$M) ¹	40.5	72.0	+78%	31.0	45.8	+48%
Underlying profit after tax (\$M) ¹	33.0	51.1	+55%	22.6	38.8	+72%
Dividends paid (cents per share)	36.0	37.0	+3%	15.5	16.0	+3%
Total portfolio (\$M)	1,443	1,384	-4%	1,257	1,210	-4%
NTA per share, 30 June (\$) ²	10.46	9.70	-7%	5.35	4.96	-7%
MER	0.11%	0.10%	-9%	0.13%	0.12%	-8%

1. Excludes special dividends, capital gains distributed by managed funds and unrealised gains / losses on unlisted investments.
2. Before unrealised tax on investment portfolio.

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Dividend History

Cents per share

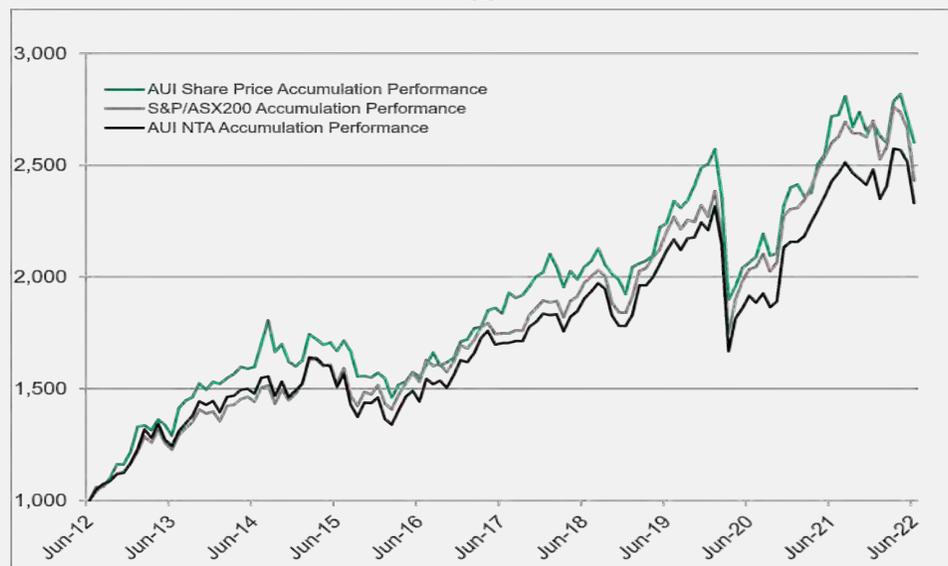


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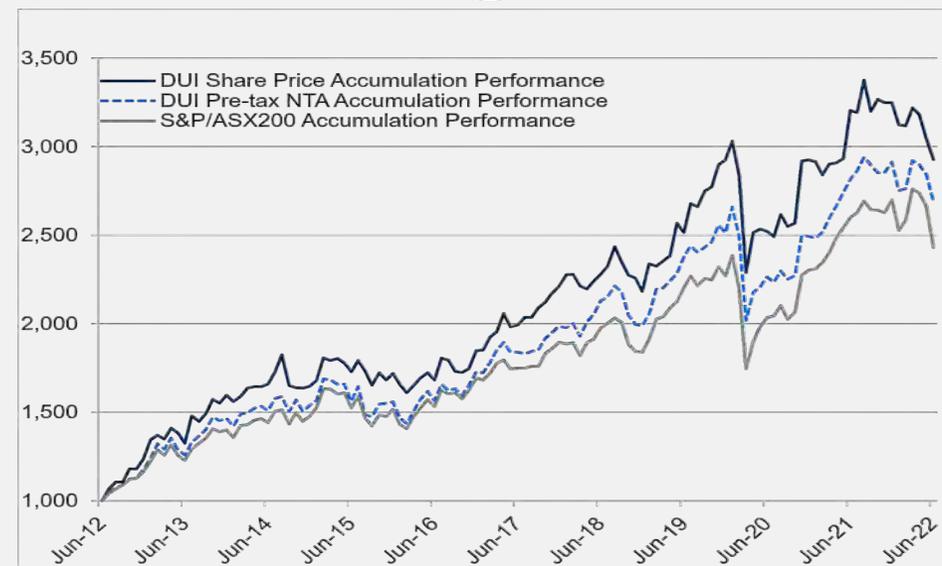
Australian United Investment Company Limited | Diversified United Investment Limited

NTA Accumulation Performance

10 years to 30 June 2022



	AUI NTA Accum. % p.a.	AUI Share Price Accum. % p.a.	S&P ASX 200 Accum. Index % p.a.
1 year	(4.0)	(4.3)	(6.5)
3 years	3.3	5.1	3.3
5 years	6.5	7.2	6.8
10 years	8.8	10.0	9.3



	DUI NTA Accum. % p.a.	DUI Share Price Accum. % p.a.	S&P ASX 200 Accum. Index % p.a.
1 year	(4.6)	(8.7)	(6.5)
3 years	4.2	5.2	3.3
5 years	7.9	8.0	6.8
10 years	10.4	11.3	9.3

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Strategy

Investment objectives:

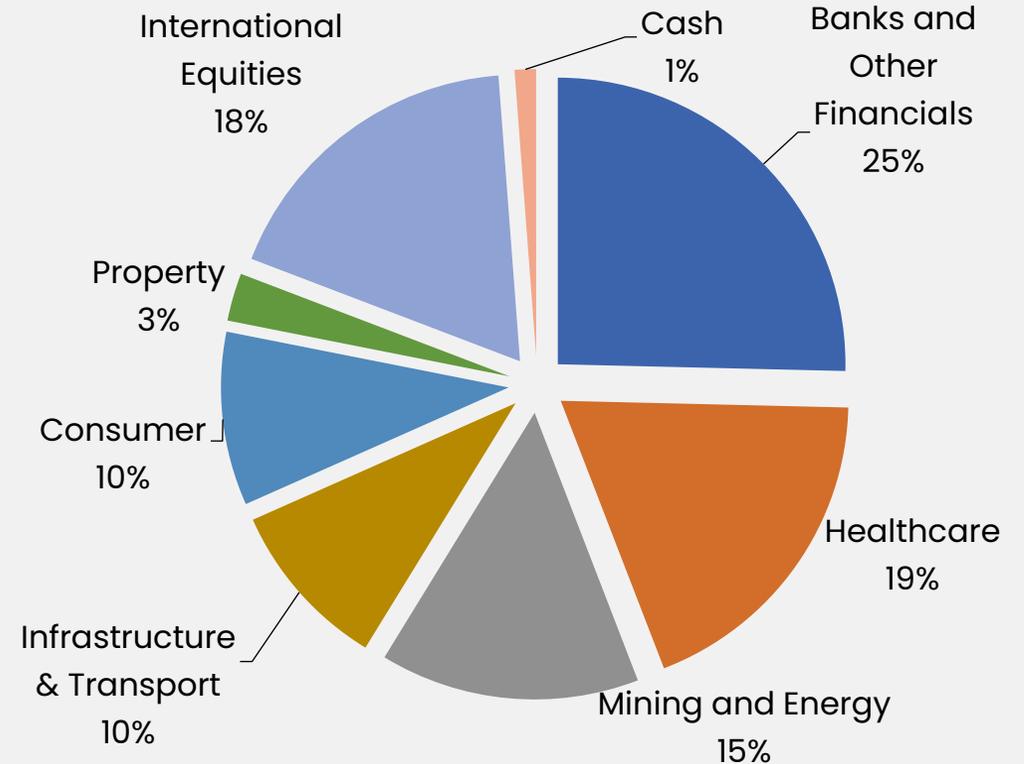
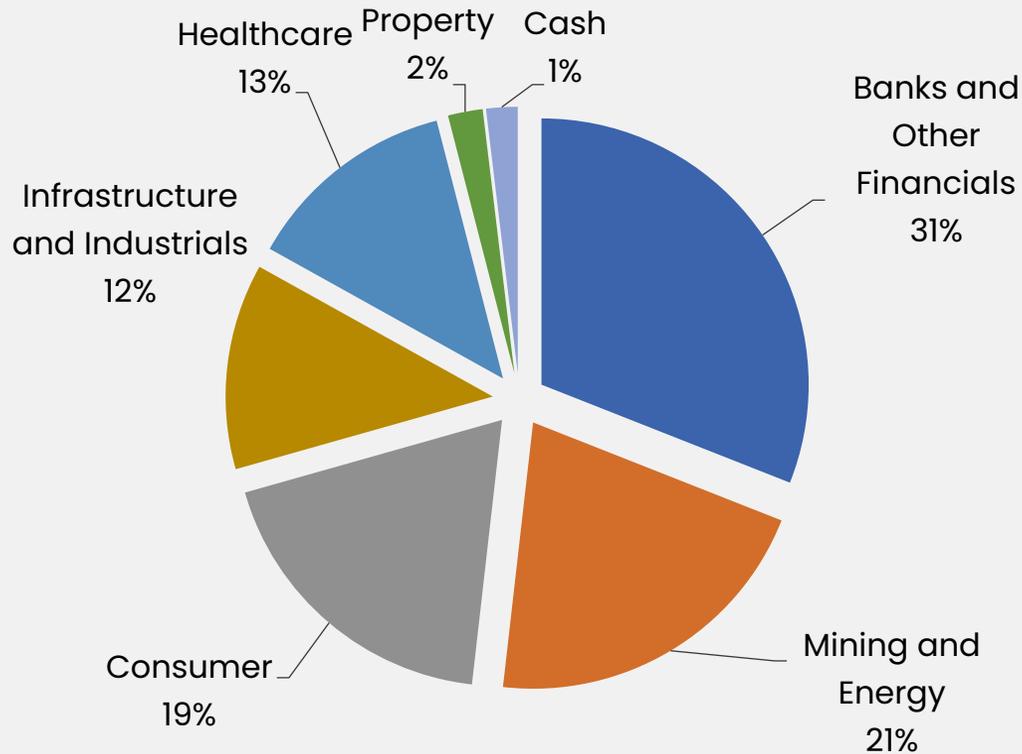
- To create and maintain a diversified portfolio of quality Australian companies, primarily through shares listed on the ASX, with a medium to long term view of providing income and capital appreciation;
 - DUI – Portfolio includes an exposure to international markets, 10-20%
- To actively manage the portfolio to monitor and reduce risks and identify market opportunities as they arise; and
- To provide dividend income to shareholders which is sustainable over the long-term, maintaining full franking when possible.

Portfolio criteria:

1. Industry outlook
2. Position of the company in its industry
3. EPS growth potential
4. Yield and franking
5. Management strength and alignment with shareholder returns
6. Balance Sheet strength
7. Environmental, Social & Governance (ESG)

Sector Allocations

As at 30 September 2022



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Top 10 Holdings

As at 30 November 2022



Company	Market Value \$'000	% of Total Investments
Commonwealth Bank of Australia	140,218	9.3%
CSL Ltd	127,547	8.4%
BHP Group Ltd	122,904	8.1%
Woodside Energy Group Ltd	85,767	5.7%
Rio Tinto Ltd	82,215	5.4%
Transurban Group	78,595	5.2%
Diversified United Investment Ltd	71,424	4.7%
Wesfarmers Ltd	67,998	4.5%
ANZ Banking Group Ltd	65,561	4.3%
Atlas Arteria	52,995	3.5%

Company	Market Value \$'000	% of Total Investments
CSL Ltd	178,565	13.6%
Commonwealth Bank of Australia	107,860	8.2%
BHP Group Ltd	91,040	6.9%
Transurban Group	89,313	6.8%
Woodside Energy Group Ltd	59,664	4.5%
Rio Tinto Ltd	54,810	4.2%
ANZ Banking Group Ltd	53,191	4.1%
Vanguard US Total Market	47,392	3.6%
Westpac Banking Corporation	42,786	3.3%
Vanguard Information Tech ETF	39,024	3.0%

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Responsible Investment

- Identify and understand ESG matters by engaging with companies directly and also from broker research reports or other trusted third-party reporting
- ESG matters are considered as part of investment criteria
- Actively engage with investee companies:
 - Discuss and give feedback to companies on their ESG approach
 - Exercise our shareholder votes in a responsible, considered manner
- Policy available on our websites



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