

DIVERSIFIED UNITED INVESTMENT LIMITED

ABN 33 006 713 177

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AUSTRALIA

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8 February 2017

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 January 2017 was \$3.81 per share (31 December 2016 \$3.82 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 \$3.34 (31 December 2016 \$3.35).

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 JANUARY 2017

As at 31 January 2017 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>		
Commonwealth Bank of Australia Ltd	81,660	9.2%
CSL Ltd	67,380	7.6%
Westpac Banking Corporation Ltd	60,249	6.8%
ANZ Banking Group Ltd	58,580	6.6%
Transurban Group	40,800	4.6%
National Australia Bank Ltd	39,429	4.4%
BHP Billiton Ltd	31,968	3.6%
Woodside Petroleum Ltd	31,560	3.6%
Rio Tinto Ltd	31,340	3.5%
Wesfarmers Ltd	26,169	3.0%
Woolworths Ltd	17,220	1.9%
Washington H Soul Pattinson & Co Ltd	17,160	1.9%
AMP Ltd	17,000	1.9%
Lend Lease Corporation	16,908	1.9%
Perpetual Ltd	14,040	1.6%
Oil Search Ltd	13,740	1.6%
Suncorp Group Ltd	13,030	1.5%
Sydney Airport	12,578	1.4%
Telstra Corporation Ltd	12,500	1.4%
Macquarie Atlas Roads Group	12,299	1.4%
BT Investment Management Ltd	10,752	1.2%
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<i>Total Australian Equities in Top 25:</i>	626,362	70.6%
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<i>International Equities</i>		
Vanguard All-World Ex-US Shares Index ETF	29,347	3.3%
Vanguard US Total Market Shares Index ETF	23,158	2.6%
Vanguard Information Technology Index ETF	12,361	1.4%
iShares TR MSCI USA Min Vol Index ETF	11,951	1.3%
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<i>Total International Equities in Top 25:</i>	76,817	8.6%
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Total Top 25 Australian & International Equities	703,179	79.2%
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Total Investments at Market Value, Net Short Term Receivables and Cash	887,718	
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Notes: 1. At 31 January bank borrowings were \$95M, and cash and net short term receivables (included in the above figure) were \$20M.
2. At 31 January 10% of the portfolio was invested in international equities through Exchange Traded Index Funds.