

DIVERSIFIED UNITED INVESTMENT LIMITED

ABN 33 006 713 177

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AUSTRALIA

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6 June 2018

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 2018 was \$4.31 per share (30 April 2018 \$4.22 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 \$3.69 (30 April 2018 \$3.62).

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 2018

As at 31 May 2018 the twenty-five largest shareholdings of the company, at market values were:

	<i>Market Value</i> <i>\$'000</i>	<i>%Market Value of</i> <i>Total Investments</i>
<i>Australian Equities</i>		
CSL Ltd	105,005	10.5%
Commonwealth Bank of Australia Ltd	69,300	6.9%
ANZ Banking Group Ltd	54,420	5.4%
Westpac Banking Corporation Ltd	52,915	5.3%
Transurban Group	51,635	5.2%
National Australia Bank Ltd	40,200	4.0%
BHP Billiton Ltd	39,348	3.9%
Rio Tinto Ltd	38,996	3.9%
Woodside Petroleum Ltd	36,299	3.6%
Wesfarmers Ltd	29,614	3.0%
Sydney Airport	24,024	2.4%
Lend Lease Corporation	22,536	2.3%
Washington H Soul Pattinson & Co Ltd	21,483	2.1%
Atlas Arteria Ltd	19,950	2.0%
Woolworths Ltd	19,922	2.0%
Oil Search Ltd	16,540	1.7%
AMP Ltd	15,600	1.6%
IDP Education Ltd	14,520	1.4%
Suncorp Group Ltd	13,430	1.3%
Computershare Ltd	12,138	1.2%
<i>Total Australian Equities in Top 25:</i>	<hr/> 697,875 <hr/>	<hr/> 69.7% <hr/>
<i>International Equities</i>		
Vanguard All-World Ex-US Shares Index ETF	34,442	3.4%
Vanguard US Total Market Shares Index ETF	27,885	2.8%
Vanguard Information Technology Index ETF	17,856	1.8%
Vanguard FTSE Developed European Ex UK Index ETF	14,867	1.5%
iShares TR MSCI USA Min Vol Index ETF	13,828	1.4%
<i>Total International Equities in Top 25:</i>	<hr/> 108,878 <hr/>	<hr/> 10.9% <hr/>
Total Top 25 Australian & International Equities	<hr/> 806,753 <hr/>	<hr/> 80.6% <hr/>
Total Investments at Market Value, Net Short Term Receivables and Cash	<hr/> 1,000,426 <hr/>	

- Notes: 1. At 31 May bank borrowings were \$95M, and cash and net short term receivables (included in the above figure) were \$15M.
2. At 31 May 14% of the portfolio was invested in international equities principally through Exchange Traded Index Funds.
3. In June bank facilities were increased to \$115M.