

DIVERSIFIED UNITED INVESTMENT LIMITED

ABN 33 006 713 177

APPENDIX 4D STATEMENT FOR THE HALF YEAR ENDED 31 DECEMBER 2017

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- Results for announcement to the market
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RESULTS FOR ANNOUNCEMENT TO THE MARKET

The reporting period is the **half year ended 31 December 2017** with the prior corresponding period being the half year ended 31 December 2016.

The Report is based on audit reviewed financial statements. A copy of the Auditor's Review Report can be found on pages 15 and 16.

Results for announcement to the market

- Revenue from ordinary activities was \$19.2 million, down 1.7% from the prior corresponding period.
- Profit after tax and before net realised and unrealised gains and losses on the investment portfolio was \$15.6 million, down 4.4% from the prior corresponding period. Net realised gains and losses are recorded in the Asset Realisation Reserve.
- In the latest period no special dividends were received (prior corresponding period \$1,740,000).
- Excluding special dividends received revenue rose 7.9%* and profit after tax rose 7%*.
- Earnings per share based on profit after tax were 7.5 cents (prior corresponding period 7.9 cents). Excluding special dividends received, earnings per share rose 7%* to 7.5 cents. The weighted average number of ordinary shares for the period rose 0.6% to 209,066,778, after taking into account the shares issued in the dividend re-investment plan.
- The interim dividend is 6.5 cents per share (6.5 cents for the prior corresponding period) fully franked payable on 14 March 2018. The record date for determining entitlement to the interim dividend is 23 February 2018.
- The interim dividend will not include any Listed Investment Company capital gain dividend.
- The Company operates a Dividend Reinvestment Plan ("DRP") under which shareholders may elect to have all or part of their dividend payment reinvested in new ordinary shares. Pricing of the new DRP shares will be at the volume weighted average selling price of shares traded on the Australian Securities Exchange on the Dividend ex date of 22 February 2018 and the following four business days, without any discount. The last day for receipt of an election notice for participation in the plan is 26 February 2018.
- The net tangible asset backing per share based on the market valuation of investments was \$4.23 at 31 December 2017, compared to \$3.82 at the end of the prior corresponding period a rise of 10.7%. These calculations are after tax on net realised gains, before any future tax benefit of net realised losses, before estimated tax on net unrealised gains/losses, and before provision for the interim dividend.

* Additional non IFRS information, not subject to external review.

DIVERSIFIED UNITED INVESTMENT LIMITED

ABN 33 006 713 177

LEVEL20
101 COLLINS STREET
MELBOURNE VIC 3000
AUSTRALIA

TEL (613) 9654 0499
FAX (613) 9654 3499

14 February 2018

The General Manager
Australian Securities Exchange Ltd
10th Floor
20 Bond Street
Sydney NSW 2000

Dear Sir,

Financial Results and Dividend Announcement
for the Financial Half Year Ended 31 December 2017

The Directors make the following report concerning the company's performance and interim dividend:-

Profit and Realised Capital Gains

Profit after income tax for the half year ended 31 December 2017 was \$15,647,000 (prior corresponding period: \$16,366,000) a fall of 4.4%. The profit for this period does not include any special dividends. Excluding special dividends received in the prior period of \$1,740,000, profit after tax rose by 7%*.

The profit for the half year excludes net realised gains and losses which are transferred directly to the Asset Realisation Reserve. The net realised losses on the investment portfolio after tax for the half year were \$4,227,000 (prior corresponding period: \$2,395,000).

Operating expenses (excluding interest) for the half year were 0.06% of the average market value of the portfolio (prior corresponding period: 0.06%). Including the management fees of the international exchange traded funds and managed funds in which the Company is invested, the expense ratio was 0.07% (prior corresponding period: 0.07%).

Earnings Per Share

Earnings per share excluding the special dividends received rose 7% to 7.5* cents per share.

The weighted average number of ordinary shares for the period was 209,066,778 (prior corresponding period: 207,870,602) taking into account the shares issued in the dividend re-investment plan.

* Additional non IFRS information, not subject to external review.

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Dividends

The Directors have declared an interim dividend of 6.5 cents per share fully franked to shareholders registered on 23 February 2018, to be paid on 14 March 2018. The comparable 2016 interim dividend was 6.5 cents per share fully franked.

LIC Capital Gains

The interim dividend will not include any Listed Investment Company capital gain dividend.

Dividend Reinvestment Plan

The Company operates a Dividend Reinvestment Plan ("DRP") under which shareholders may elect to have all or part of their dividend payment reinvested in new ordinary shares. Pricing of the new DRP shares will be at the volume weighted average selling price of shares traded on the Australian Securities Exchange on the Dividend ex date of 22 February 2018 and the four business days immediately following that date. The last day for the receipt of an election notice for participation in the plan is 26 February 2018.

Asset Backing

The net tangible asset backing per share based on the market valuation of investments was \$4.23 at 31 December 2017 and \$4.22 at 31 January 2018. These calculations are after tax on net realised gains, but before any future tax benefit of net realised losses and before estimated tax on net unrealised gains and losses. They are also before provision for the interim dividend.

The Company is a long term investor and does not intend disposing of its total portfolio. If estimated tax on net unrealised gains were to be deducted, the above figures would be \$3.63 at 31 December 2017 and \$3.63 at 31 January 2018.

Performance

The Company's net asset backing accumulation performance (assuming all dividends paid by the Company were reinvested in its shares, and after all expenses and tax) for the half year to 31 December 2017 was a rise of 7.9% while the S&P/ASX 200 accumulation index rose 8.4% over the same period. The Company's accumulation performance is after tax, all expenses, and the impact of the Company's gearing. Such items are not included in the S&P/ASX Index.

Including the value of franking credits the Company's accumulation return for the half year to 31 December 2017 was a rise of 8.8% compared to a rise of 9.2% in the S&P/ASX 200 Franking Credit Adjusted Total Return Index.

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Investment Portfolio

As at 31 December 2017 the twenty-five largest shareholdings of the company, at market values were:

	Market Value \$'000	%Market Value of Total Investments
Australian Equities		
Commonwealth Bank of Australia Ltd	80,340	8.2%
CSL Ltd	79,835	8.1%
Westpac Banking Corporation Ltd	59,565	6.1%
ANZ Banking Group Ltd	57,480	5.9%
Transurban Group	53,751	5.5%
National Australia Bank Ltd	44,355	4.5%
Rio Tinto Ltd	35,631	3.6%
BHP Billiton Ltd	35,484	3.6%
Woodside Petroleum Ltd	33,080	3.4%
Wesfarmers Ltd	28,873	2.9%
AMP Ltd	20,760	2.1%
Lend Lease Corporation	19,620	2.0%
Washington H Soul Pattinson & Co Ltd	19,580	2.0%
Woolworths Ltd	19,110	2.0%
Macquarie Atlas Roads Group	18,870	1.9%
Sydney Airport	17,625	1.8%
Oil Search Ltd	15,580	1.6%
Suncorp Group Ltd	13,860	1.4%
South32 Ltd	12,215	1.2%
Origin Energy Ltd	11,775	1.2%
Total Australian Equities in Top 25:	677,389	69.0%
International Equities		
Vanguard All-World Ex-US Shares Index ETF	33,963	3.5%
Vanguard US Total Market Shares Index ETF	26,425	2.7%
Vanguard Information Technology Index ETF	15,586	1.6%
Vanguard FTSE Developed European Ex UK Index ETF	14,878	1.5%
iShares TR MSCI USA Min Vol Index ETF	13,374	1.4%
Total International Equities in Top 25:	104,226	10.7%
Total Top 25 Australian & International Equities	781,615	79.7%
Total Investments at Market Value, Net Short Term Receivables and Cash	980,447	

Note: 1. At 31 December bank borrowings were \$95M, and cash and short term receivables (included in the above figure) were \$28M.
2. At 31 December 12% of the portfolio was invested in international equities through Exchange Traded Index Funds.

Yours faithfully,

A J Hancock
Company Secretary

DIVERSIFIED UNITED INVESTMENT LIMITED
(ABN 33 006 713 177)

INTERIM FINANCIAL REPORT
FOR THE SIX MONTHS ENDED 31 DECEMBER 2017

DIVERSIFIED UNITED INVESTMENT LIMITED

Directory

Directors

C B Goode AC - Chairman
A R Burgess
S G Hiscock
A J P Larke

Company Secretary

Andrew J Hancock FCA

Registered Office

Level 20
101 Collins Street
Melbourne VIC 3000
Tel: (613) 9654 0499
Fax: (613) 9654 3499
Email: info@dui.com.au
Website: www.dui.com.au

Bankers

Australia and New Zealand Banking Group Limited
National Australia Bank Limited

Auditors

KPMG
Chartered Accountants

Share Registry

Link Market Services Limited
Level 12, 680 George Street
Sydney NSW 2000
Locked Bag A14
Sydney South NSW 1235

Tel: (+61) 1300 554 474
Email: registrars@linkmarketservices.com.au
Web: www.linkmarketservices.com.au

Securities Exchange

The Company is listed on the Australian Securities Exchange Ltd.
ASX Code: DUI

DIVERSIFIED UNITED INVESTMENT LIMITED

Annual Report

for the six months ended 31 December 2017

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DIVERSIFIED UNITED INVESTMENT LIMITED

Directors' Report

The directors of Diversified United Investment Limited present their Directors' Report together with the financial report for the half-year ended 31 December 2017 and the auditor's review report thereon.

Directors

The directors of the Company at any time during or since the end of the half-year are:

<i>Name</i>	<i>Period of Directorship</i>
Charles Goode AC (Chairman)	Director since 1991
Anthony Burgess	Director since 2008
Stephen Hiscock	Director since 2011
Andrew Larke	Director since 2015

Review of Operations

Profit after income tax for the half-year ended 31 December 2017 was \$15,647,000 (prior corresponding period: \$16,366,000). No special dividends were received for the half year ended 31 December 2017 (prior corresponding period: \$1,740,000).

Earnings per share based on profit after tax was 7.5 cents (prior corresponding period: 7.9 cents). Excluding special dividends received, earnings per share increased 7% to 7.5 cents per share.

Operating expenses (excluding finance expenses) were 0.06% of the average market value of the portfolio (prior corresponding period: 0.06%). Including the management fees of the international exchange traded funds and managed funds in which the Company is invested, the expense ratio was 0.07% (prior corresponding period: 0.07%).

Dividends

The board has declared an interim dividend of 6.5 cents per share fully franked (prior corresponding period: 6.5 cents per share fully franked).

Lead Auditor's Independence Declaration

The lead auditor's independence declaration is set out on page 5 and forms part of the Directors' Report for the half-year ended 31 December 2017.

Rounding Off

The Company is of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 and in accordance with that Instrument, amounts in the financial report and Directors' Report have been rounded off to the nearest thousand dollars, unless otherwise stated.

Dated at Melbourne this 14th day of February 2018.

Signed in accordance with a resolution of the directors, for and on behalf of the board.

Charles Goode
Director



Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Diversified United Investment Limited

I declare that, to the best of my knowledge and belief, in relation to the review of Diversified United Investment Limited for the half-year ended 31 December 2017 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

KPMG

Maria Trinci

Maria Trinci

Partner

Melbourne

14 February 2018

DIVERSIFIED UNITED INVESTMENT LIMITED
Statement of Profit or Loss and Other Comprehensive Income
for the six months ended 31 December 2017

	Note	31 December 2017 \$'000	31 December 2016 \$'000
Revenue from investment portfolio		19,184	19,523
Administration and other expenses		(565)	(544)
Finance expenses		(2,102)	(2,119)
Profit before income tax		16,517	16,860
Income tax expense	8	(870)	(494)
Profit after income tax		15,647	16,366
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
Revaluation of investment portfolio for the period		49,576	61,082
Provision for tax expense on revaluation for the period of investment portfolio		(15,131)	(18,661)
Other Comprehensive Income net of income tax		34,445	42,421
Total Comprehensive Income		50,092	58,787
Basic and diluted earnings per share (cents)	4	7.5	7.9

The Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the Notes to the Financial Statements set out on pages 10 to 13.

DIVERSIFIED UNITED INVESTMENT LIMITED1

Balance Sheet
as at 31 December 2017

	Note	31 December 2017 \$'000	30 June 2017 \$'000
Assets			
Cash assets		26,032	20,604
Receivables		2,525	9,110
Other		79	55
Total Current Assets		28,636	29,769
Investment portfolio	7	952,003	899,799
Total Non-Current Assets		952,003	899,799
Total Assets		980,639	929,568
Liabilities			
Payables		71	65
Borrowings – interest bearing	10	22,618	-
Current tax payable		269	422
Total Current Liabilities		22,958	487
Provision for long service leave		45	43
Borrowings – interest bearing	10	72,561	95,060
Deferred tax liability	9	124,347	109,047
Total Non-Current Liabilities		196,953	204,150
Total Liabilities		219,911	204,637
Net Assets		760,728	724,931
Equity			
Issued capital	6	426,720	424,314
Reserves		334,008	300,617
Total Equity		760,728	724,931

The Balance Sheet is to be read in conjunction with the Notes to the Financial Statements set out on pages 10 to 13.

DIVERSIFIED UNITED INVESTMENT LIMITED

**Statement of Changes in Equity
for the six months ended 31 December 2017**

	Issued Capital \$'000	Revaluation Reserve \$'000	Realisation Reserve \$'000	Retained Earnings \$'000	Total Equity \$'000
As at 1 July 2016	420,190	182,752	(10,745)	59,526	651,723
Comprehensive Income					
Revaluation of investment portfolio	-	61,082	-	-	61,082
Tax on revaluation	-	(18,661)	-	-	(18,661)
Net realised gains on investment portfolio	-	(3,939)	3,939	-	-
Tax expense on net realised gains	-	1,544	(1,544)	-	-
Profit	-	-	-	16,366	16,366
	-	40,026	2,395	16,366	58,787
Transactions with shareholders					
Dividend reinvestment plan	2,187	-	-	-	2,187
Dividends	-	-	-	(15,567)	(15,567)
	2,187	-	-	(15,567)	(13,380)
As at 31 December 2016	422,377	222,778	(8,350)	60,325	697,130
As at 1 July 2017					
	424,314	237,219	173	63,225	724,931
Comprehensive Income					
Revaluation of investment portfolio	-	49,576	-	-	49,576
Tax on revaluation	-	(15,131)	-	-	(15,131)
Net realised losses on investment portfolio	-	5,973	(5,973)	-	-
Tax benefit on net realised losses	-	(1,746)	1,746	-	-
Profit	-	-	-	15,647	15,647
	-	38,672	(4,227)	15,647	50,092
Transactions with shareholders					
Dividend reinvestment plan	2,406	-	-	-	2,406
Dividends	-	-	-	(16,701)	(16,701)
	2,406	-	-	(16,701)	(14,295)
As at 31 December 2017	426,720	275,891	(4,054)	62,171	760,728

The Statement of Changes in Equity is to be read in conjunction with the Notes to the Financial Statements set out on pages 10 to 13.

DIVERSIFIED UNITED INVESTMENT LIMITED

Statement of Cash Flows

for the six months ended 31 December 2017

	31 December 2017 \$'000	31 December 2016 \$'000
Cash flows from operating activities		
Interest received	199	124
Dividends and trust distributions received	24,157	22,387
Foreign income	1,181	750
Option premium income received	65	653
Administration and other expenses paid	(580)	(597)
Finance costs paid	(1,983)	(2,118)
Income taxes paid	(688)	(623)
Net cash from operating activities	22,351	20,576
Cash flows from investing activities		
Proceeds from sale of investments	15,609	59,471
Purchases of investments	(18,237)	(53,881)
Net cash used in investing activities	(2,628)	5,590
Cash flows from financing activities		
Dividends paid net of dividend reinvestment plan	(14,295)	(13,380)
Net cash from / (used) in financing activities	(14,295)	(13,380)
Net increase / (decrease) in cash held	5,428	12,786
Cash and cash equivalents at 1 July	20,604	4,950
Cash and cash equivalents at 31 December	26,032	17,736

The Statement of Cash Flows is to be read in conjunction with the Notes to the Financial Statements set out on pages 10 to 13.

DIVERSIFIED UNITED INVESTMENT LIMITED

Notes to the Financial Statements for the year ended 31 December 2017

1. Reporting Entity

Diversified United Investment Limited (the 'Company') is a for-profit company domiciled in Australia.

The annual financial report of the Company as at and for the year ended 30 June 2017 is available upon request from the Company's office at Level 20, 101 Collins Street Melbourne Vic 3000 or at www.dui.com.au.

2. Statement of compliance

The interim financial report is a general purpose financial report which has been prepared in accordance with AASB 134 Interim Financial Reporting and the Corporations Act 2001.

The interim financial report does not include all of the information required for a full annual financial report, and should be read in conjunction with the annual financial report of the Company as at and for the year ended 30 June 2017.

This interim financial report was approved by the Board of Directors on 14 February 2018.

The Company is of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 and in accordance with the Instrument, amounts in the financial report have been rounded off to the nearest thousand dollars, unless otherwise stated.

3. Significant Accounting Policies

The accounting policies applied by the Company in this interim financial report are the same as those applied by the Company in the financial report at 30 June 2017.

4. Earnings per share

	31 December 2017 Cents	31 December 2016 Cents
Basic and diluted earnings per share	7.5	7.9
Basic and diluted earnings per share excluding special dividends	7.5	7.0

There are no factors which cause diluted earnings per share to be different from basic earnings per share.

No special dividends were received for the half year ended 31 December 2017 (prior corresponding period: \$1,740,000).

The earnings per share for the half-year are calculated on a weighted average adjusted number of ordinary shares of 209,066,778 (prior corresponding period: 207,870,602) taking into account the shares issued in the dividend re-investment plan.

DIVERSIFIED UNITED INVESTMENT LIMITED

Notes to the Financial Statements for the year ended 31 December 2017

5. Dividends

	31 December 2017 \$'000	31 December 2016 \$'000
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Dividends recognised in the current period by the Company are:

Final fully franked dividend of 8.0 cents per share paid on 22 September 2017 (previous corresponding period: 7.5 cents)	16,701	15,567
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Subsequent to reporting date:

Since 31 December 2017, the directors have declared the following dividend payable on 14 March 2018:

Interim dividend of 6.5 cents per share fully franked (previous corresponding period: 6.5 cents)	13,608	13,531
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The financial effect of this dividend has not been brought to account in the financial statements for the period ended 31 December 2017.

6. Issued Capital: 209,358,360 fully paid ordinary shares

	31 December 2017 \$'000	30 June 2017 \$'000
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209,358,360 ordinary fully paid shares (30 June 2017: 208,711,961)	426,720	424,314
Movements in issued capital		
Balance at beginning of period	424,314	420,190
Shares Issued		
Dividend re-investment plan (i)	2,406	4,124
	426,720	424,314

(i) In respect of the 2017 final dividend paid on 22 September 2017, 646,399 shares were issued at \$3.7225 each under the dividend re-investment plan.

7. Net Fair Values of Financial Assets and Liabilities

Valuation Approach

The Company's investments are readily traded on organised markets in a standard form.

The net fair value of investments is determined by valuing them at current quoted market prices at balance date.

DIVERSIFIED UNITED INVESTMENT LIMITED

Notes to the Financial Statements for the year ended 31 December 2017

7. Net Fair Values of Financial Assets and Liabilities (Cont.)

In accordance with Australian Accounting Standards, this is considered "level 1" under the fair value measurement hierarchy, which is defined as quoted prices (unadjusted) in active markets for identical assets or liabilities.

For all other financial assets and liabilities, the carrying amount closely approximates its fair value.

8. Taxation

	31 December 2017 \$'000	31 December 2016 \$'000
Income Tax and Other Adjustments		
Prior year (under) / over provision on current tax	79	(18)
Prior year (under) / over provision on deferred tax	(280)	-
Deferred tax adjustments	(168)	43
Income tax expense	(501)	(519)
Tax expense attributable to profit	(870)	(494)

9. Deferred Tax Assets and Liabilities

	31 December 2017 \$'000	30 June 2017 \$'000
Revaluation reserve – Provision for tax on unrealised gains on the equity investment portfolio	(126,532)	(109,655)
Other	(176)	(20)
Tax benefit of capital losses carried forward	2,361	628
Net deferred tax liabilities	(124,347)	(109,047)

10. Interest Bearing Liabilities

	31 December 2017 \$'000	30 June 2017 \$'000
Current	22,618	-
Non-Current	72,561	95,050
Loan Facilities - Secured	95,179	95,050

The total face value of the drawn facilities at period end was \$95 million (30 June 2017: \$95 million). The liabilities are recorded at the face value of the amount drawn including transaction costs and accrued interest.

At 31 December 2017 the market value of investments secured against the loan facility was \$278 million (30 June 2017: \$257 million).

DIVERSIFIED UNITED INVESTMENT LIMITED

Notes to the Financial Statements for the year ended 31 December 2017

11. Segment Reporting

The Company operates as an investment company in Australia. Approximately 12% of the investment portfolio is in international equities, principally held through listed exchange traded funds.

12. Contingent Liabilities and Capital Commitments

There were no contingent liabilities or capital commitments as at 31 December 2017.

13. Related Parties

All arrangements with related parties are consistent with those disclosed in the 30 June 2017 annual financial report.

14. Events Subsequent to Balance Date

There has not arisen in the interval between the end of the half-year and the date of this report any items, transactions or events of a material and unusual nature, likely, in the opinion of the directors of the Company, to affect significantly the operations of the Company, the results of those operations, or the state of affairs of the Company, in future financial periods.

DIVERSIFIED UNITED INVESTMENT LIMITED

Directors' Declaration

In the opinion of the directors of Diversified United Investment Limited ("the Company"):

1. The interim financial statements and notes set out on pages 6 to 13, are in accordance with the Corporations Act 2001 including:
 - (a) giving a true and fair view of the financial position of the Company as at 31 December 2017 and of its performance, as represented by the results of its operations and cash flows for the half-year ended on that date; and
 - (b) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001; and
2. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Dated at Melbourne this 14th day of February 2018.

Signed in accordance with a resolution of the Directors.

Charles Goode AC
Director



Independent Auditor's Review Report

To the members of Diversified United Investment Limited

Report on the Interim Financial Report of Diversified United Investment Limited

Conclusion

We have reviewed the accompanying **Interim Financial Report** of Diversified United Investment Limited.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Interim Financial Report of Diversified United Investment Limited is not in accordance with the *Corporations Act 2001*, including:

- giving a true and fair view of the Company's financial position as at 31 December 2017 and of its performance for the **Interim Period** ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The **Interim Financial Report** comprises:

- the balance sheet as at 31 December 2017
- statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the Interim Period ended on that date
- Notes 1 to 14 comprising a summary of significant accounting policies and other explanatory information
- The Directors' Declaration.

The **Interim Period** is the six months ended on 31 December 2017



Responsibilities of the Directors for the Interim Financial Report

The Directors of the Company are responsible for:

- the preparation of the Interim Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- such internal control as the Directors determine is necessary to enable the preparation of the Interim Financial Report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility for the review of the Interim Financial Report

Our responsibility is to express a conclusion on the Interim Financial Report based on our review. We conducted our review in accordance with *Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the Interim Financial Report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Company's financial position as at 31 December 2017 and its performance for the interim period ended on that date; and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Diversified United Investment Limited, *ASRE 2410* requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of an Interim Period Financial Report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with *Australian Auditing Standards* and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

KPMG

KPMG

Maria Trinci

Maria Trinci

Partner

Melbourne

14 February 2018