THE DIVERSE INCOME TRUST PLC

INTERIM FINANCIAL STATEMENTS FOR

THE PERIOD ENDED 28 FEBRUARY 2017

REGISTRATION NUMBER: 7584303

THE DIVERSE INCOME TRUST PLC

Income statement
for the period ended 28 February 2017

	Period ended 28 February 2017 (Unaudited) Revenue	Capital	Total	Year ended 31 May 2016 (Audited) Revenue	Capital	Total
	£'000	£'000	£'000	£'000	£'000	£'000
Investments						
Gains on investments at fair value through profit or loss	-	12,705	12,705	-	15,794	15,794
Investment income	10,991	-	10,991	14,130	-	14,130
Expenses						
Investment management fee	(630)	(1,890)	(2,520)	(851)	(2,554)	(3,405)
Other expenses	(565)	-	(565)	(668)	-	(668)
Finance costs of borrowings	(14)	(42)	(56)	(13)	(39)	(52)
	(1,209)	(1,932)	(3,141)	(1,532)	(2,593)	(4,125)
Net return before taxation	9,782	10,773	20,555	12,598	13,201	25,799
Taxation	(62)	-	(62)	(48)	-	(48)
Net return after taxation	9,720	10,773	20,493	12,550	13,201	25,751

	Revenue pence	Capital pence	Total pence	Revenue pence	Capital pence	Total pence
Net return per ordinary share	2.53	2.81	5.34	3.27	3.44	6.71
Weighted average number of ordinary shares in issue during the period			383,487,239			383,583,414

The total column of this statement is the Income Statement of the Company, prepared in accordance with International Financial Reporting Standards ("IFRS"), as adopted by the European Union. The supplementary revenue and capital columns are presented in accordance with the Statement of Recommended Practice ("SORP") issued by the Association of Investment Companies ("AIC").

There are no minority interests.

All revenue and capital items in the above statement derive from continuing operations. No operations were acquired or discontinued in the period.

There is no other comprehensive income, and therefore the return on ordinary activities after tax is also the total comprehensive income.

The accompanying notes are an integral part of these financial statements.

THE DIVERSE INCOME TRUST PLC

Statement of changes in net equity
for the period ended 28 February 2017

	Share capital £'000	Share premium account £'000	Special reserve £'000	Capital reserve £'000	Revenue reserve £'000	Total £'000
Period ended 28 February 2017						
At 31 May 2016	434	192,244	45,775	99,342	10,604	348,399
Total comprehensive return for the period	-	-	-	10,773	9,720	20,493
Transactions with owners:						
Issue new ordinary shares	-	-	-	-	-	-
Expenses of share issue	-	-	-	-	-	-
Cancellation of shares	-	-	-	-	-	-
Management shares	-	-	-	-	-	-
Dividends paid						
Third interim dividend for the year ended 31 May 2016 (0.75p per ordinary share)	-	-	-	-	(2,876)	(2,876)
Final dividend for the year ended 31 May 2016 (0.75p per ordinary share)	-	-	-	-	(2,876)	(2,876)
First interim dividend for the year ended 31 May 2017 (0.70p)	-	-	-	-	(2,684)	(2,684)
At 28 February 2017	434	192,244	45,775	110,115	11,888	360,456
Year ended 31 May 2016						
At 31 May 2015	387	192,244	48,558	86,141	8,792	336,122
Total comprehensive return for the year	-	-	-	*13,201*	*12,550*	*25,751*
Transactions with owners:						
Issue of ordinary shares	-	-	-	-	-	-
Expenses of share issue	-	-	-	-	-	-
Cancellation of shares	(3)	-	(2,783)	-	-	(2,786)
Management shares	50	-	-	-	-	50
Dividends paid						
Fourth interim dividend for the period ended 31 May 2015 (1.00p per ordinary share)	-	-	-	-	(3,835)	(3,835)
Final dividend for the year ended 31 May 2015 (0.50p)	-	-	-	-	(1,917)	(1,917)
First interim dividend for the year ended 31 May 2016 (0.65p)	-	-	-	-	(2,493)	(2,493)
Second interim dividend for the year ended 31 May 2016 (0.65p)	-	-	-	-	(2,493)	(2,493)
At 31 May 2016	434	192,244	45,775	99,342	10,604	348,399

The accompanying notes are an integral part of these financial statements.

THE DIVERSE INCOME TRUST PLC

Balance sheet
as at 28 February 2017

	28 February 2017 (unaudited) £'000	31 May 2016 (audited) £'000
Non-current assets		
Fair value through profit or loss investments	356,988	339,313
	356,988	339,313
Current assets		
Derivative instruments held at fair value through profit or loss	2,911	8,026
Trade and other receivables	1,481	2,064
Cash and cash equivalents	4,589	2,348
	8,981	12,438
Current liabilities		
Trade and other payables	(5,513)	(3,352)
Bank overdraft	-	-
Total and current liabilities	(5,513)	(3,352)
Net current assets	3,468	9,086
Net assets	360,456	348,399
Represented by:		
Share capital - ordinary shares	384	384
Share capital - management shares	50	50
Share premium account	192,244	192,244
Special reserve	45,775	45,775
Capital reserve	110,115	99,342
Revenue reserve	11,888	10,604
Equity shareholders' funds	360,456	348,399
	pence	pence
Net asset value per ordinary share	93.99	90.85

The net asset value is based on net assets of £360,456,000 (31 May 2016: £348,399,000) and on 383,487,239 (31 May 2016: 383,487,239) ordinary shares being the total number of shares in issue at the balance sheet date.

The accompanying notes are an integral part of these financial statements.

These Financial Statements were approved by the Board on 4 May 2017.

. . . . [signature] . . . . **Michael Wrobel, Chairman**

Notes to the Financial Statements - at 28 February 2017

1 General information

The financial information contained in these interim financial statements do not constitute statutory financial statements as defined in Section 434 of the Companies Act 2006. The financial statements for the year ended 31 May 2016, which contained an unqualified auditors' report, have been lodged with the Registrar of Companies and did not contain a statement under Section 498(2) or (3) of the Companies Act 2006. These financial statements were prepared under International Financial Reporting Standards ('IFRS') and in accordance with the Statement of Recommended Practice: Financial Statements of Investment Trust Companies, and Venture Capital Trusts issued by the AIC.

These interim financial statements have been prepared as required by section 838 (1) of the Companies Act 2006 in order to support the payment of the third interim dividend declared of 0.8p per ordinary share payable on 31 August 2017 to shareholders on the register as at 30 June 2017.

These interim financial statements have been prepared using accounting policies adopted in the audited financial statements for the year ended 31 May 2016. They have not been reviewed by the Company's Auditors.