

Aurora Global Infrastructure Income Trust ASX Code: AIB Performance Report - 30 June 2010

Summary

- The Trust returned 0.69% for June versus the UBS Global Infrastructure and Utilities 50/50 Index which returned 0.01%
- The Trust announced a cash distribution of \$0.025 per Unit for the three months ending 30 June 2010 which represented an annualised yield of 8.26%



Performance¹

	1 mth	3 mths	6 mths	12 mths	2 yrs (p.a.)	Since inception (p.a.)
Aurora Global Infrastructure Income Trust	0.69%	-3.48%	-1.96%	5.41%	2.01%	1.33%
UBS Global Infrastructure and Utilities 50/50 Index	0.01%	-6.35%	-3.96%	14.74%	-7.46%	-10.64%

Investment objective

The Aurora Global Infrastructure Income Trust (the Trust) is an ASX listed investment trust that aims to generate income from an active strategy of selling call options over a portfolio of global listed infrastructure securities.

infrastructure sector. Prior to joining Long Tail, Nigel worked for over six years at Macquarie Bank Limited in investment banking, corporate finance, and funds management, nearly one year as the Chief Financial Officer of Envestra Limited, and two years as the Managing Director of Talon Infrastructure Pty Ltd.

Investment Strategy

The investment strategy seeks to capture income and growth from investing in some of the world's leading listed infrastructure entities.

The Investment Manager will use detailed fundamental analysis to select securities within the global infrastructure sector that may be anticipated to:

- provide a higher than average dividend yield over the medium term (including the influence of franking credits, special dividends and other financial restructuring); and
- provide the scope for additional income generation by the Trust writing call options on these securities.

The portfolio will generally hold 20 securities at any one time (either directly, or indirectly via an investment in a wholesale trust, and/or equity derivative instruments). The Trust may also use some gearing and at the Investment Manager's discretion, the portfolio may opportunistically:

- sell exchange traded or over the counter call options over each individual stock position in order to generate additional income; and
- purchase exchange traded or over the counter put options in order to provide some capital protection.

Investment Manager

Long Tail Asset Management Pty Ltd (AFSL 341474, "Long Tail") has been appointed as the Investment Manager to the Trust with responsibility to advise on the Trust's global investment selection. Long Tail is an Australian based fund manager. An Executive Director of Long Tail (Mr Nigel Trewartha, B.Ec (Honours), M.Comm) has over ten years experience in investment banking, corporate finance and the

Trust features

Trust Listing	24 December 2007.
Minimum Investment	\$2,000.
Unit pricing	Monthly.
Distribution policy	At least 2% of Net Asset Value ² per Unit per quarter
Distribution Reinvestment Plan	Available.
Applications	Investors may acquire Units on market or via the current PDS.
Redemptions	On market by selling on the ASX or off-market at the end of each month.

Trust valuations

Fund Size	\$ 13.4 million
Net Asset Value per Unit	\$1.1431
NAV plus distributions paid (since inception)	\$1.4263

Trust distributions (per Unit)³

Period	Total	Yield at NAV (p.a.)
30 Jun 08	\$0.0568	8.2%
31 Dec 08	\$0.0814	12.3%
30 Jun 09	\$0.0471	7.7%
30 Sep 09	\$0.0229	7.8%
31 Dec 09	\$0.0250	8.5%
31 Mar 10	\$0.0250	8.2%
30 Jun 10	\$0.0250	8.3%
Total	\$0.2832	

Investment Manager commentary

The Trust achieved a return of -3.48% for the June quarter compared to the UBS Global 50/50 Infrastructure and Utility Index ("Index") which returned -6.35% over the same period. The Trust's UK water positions made the largest contribution to performance over the quarter and Spain was the largest detractor.

The primary change to the portfolio over the quarter was the increase in the water utilities exposure from 22% to 31%. Part of this increase is from capital gains and part from additional purchases. Other notable changes include the acquisition of a new European transport infrastructure company and the complete sell down of a US utility position after concerns arose over its sensitivity to the US economy.

The large position in the UK water utilities (26%) comprises four companies, with Severn Trent being the largest at 7.6% and the other three at around 6% each. These are primarily regulated monopolies that own and operate the water and sewerage infrastructure in various parts of the United Kingdom. Despite the gains made to date, these companies are currently trading close to or at a discount to their regulated asset value. They are well managed and while gearing is higher than the Manager would like, it is still manageable. The water utilities have finalised the regulatory determination for the next 5 years and should be well placed to provide reasonable earnings growth over this period.

The Trust has approximately 66% of the portfolio in the UK/Europe (38% in UK and 28% continental Europe) – this is the highest since inception of the Trust. At the other end of the spectrum, US companies account for approximately 9% of the portfolio – this is close to the lowest since inception. This skew highlights where the Manager is seeing the majority of opportunities and the tendency to place greater importance on the individual business characteristics, believing they will outweigh the macro concerns over time.

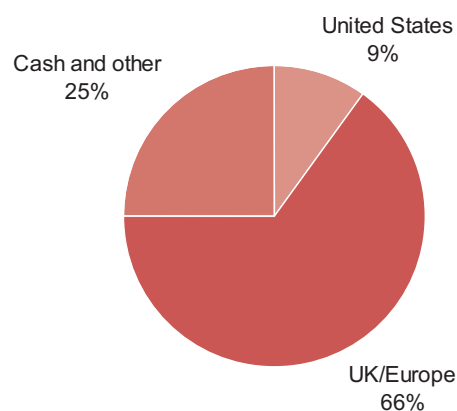
At the end of June the Trust was 75% invested in global infrastructure and utility stocks and 25% in cash and other assets. Call options have been sold over approximately 20% and put options purchased over approximately 30% of the underlying stock positions. The Trust has no net debt.

The meaningful cash position leaves the Trust well placed to take advantage of opportunities if equity markets continue to be volatile.

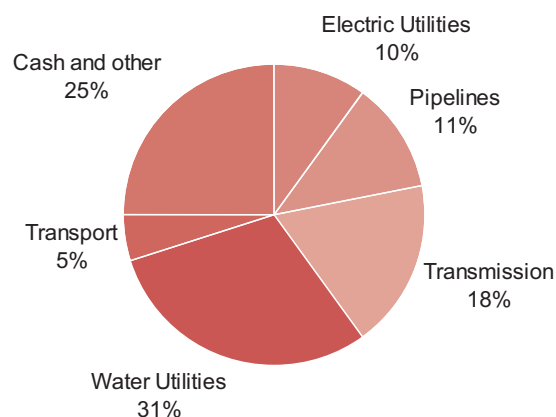
Five Stocks from the Portfolio

	Country	Sub-Sector	Weight
Severn Trent	UK	Water Utility	7.6%
Pennon	UK	Water Utility	6.2%
Nstar	USA	Electric Utility	5.5%
Enagas	Spain	Pipelines	4.8%
Red Electrica	Spain	Transmission	4.7%
Remaining portfolio holdings			71.2%

Portfolio Country Weightings



Portfolio Sub-Sector Weightings



About Aurora

With in excess of \$500 million in funds under management/administration, Aurora Funds Limited was listed on the ASX in July 2010 under the ASX Code: AFV.

Aurora provides asset management and responsible entity/trustee services for over 3,500 Australian and New Zealand investors.

Aurora Funds Management

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1. This number represents a cumulative return and assumes reinvestment of distributions. 2. The Trust intends to always distribute at least 2.0% of NAV per quarter regardless of Trust performance. This means that if the Trust has insufficient net income in a given quarter, investors may receive a partial (or full) return of capital. 3. Each historical distribution has been divided by seven to reflect the Unit split carried out in November 2009.

Disclaimer: This information has been prepared by Aurora Funds Management Ltd (ABN 69 092 626 885 AFSL 222110) in its capacity as Responsible Entity for the Aurora Global Infrastructure Income Trust (ARSN 127 692 406). It has been prepared without taking into account the objectives, financial situation or needs of any investor, which should be considered before investing. Investors should consider a copy of the Product Disclosure Statement and seek their own financial advice prior to investing in the Trust. The information in this Performance Report is of a summary nature only and does not constitute advice of any kind, nor is it an offer of any financial product. Past performance is not a reliable indication of future performance.

Further information on UBS Global Infrastructure and Utilities 50/50 Index can be found at www.bloomberg.com (UIAUHAIN:IND)