

Aurora Sandringham Dividend Income Trust ASX Code: AOD

Performance Report - 30 April 2010

Summary

- The Trust has returned 7.95% p.a. since strategy inception versus the S&P/ASX200 Accumulation Index which has returned 3.79% p.a.
- The Trust has paid nine distributions totalling \$0.5715 per Unit in cash and franking credits¹ since inception



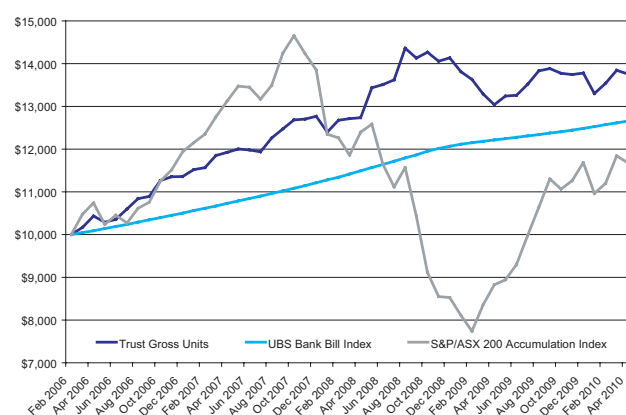
Performance²

	1 mth	3 mths	6 mths	12 mths	3 yrs	Since strategy inception (p.a.)
Aurora Sandringham Dividend Income Trust	-0.62%	3.44%	-0.11%	5.52%	4.89%	7.95%
S&P/ASX200 Accumulation Index	-1.38%	6.54%	5.55%	32.38%	-3.81%	3.79%
UBS Bank Bill Index	0.35%	1.02%	2.01%	3.63%	5.66%	5.81%

Investment objective

The Aurora Sandringham Dividend Income Trust (the Trust) is an ASX listed investment trust that aims to provide investors with gross income returns in excess of the cash rate while minimising capital risk.

Investment performance



Investment strategy

The Trust seeks to achieve the Investment Objective by investing in companies paying dividends and franking credits. Broadly, once a dividend has been earned by the Trust, the investment is realised thereby freeing up capital to invest in another dividend paying company. The holding period is typically more than 45 days. Investments are predominantly chosen from the 30 largest companies traded on the ASX.

The Trust is generally hedged in the order of 65% of share holdings at any given time. When opportunities exist, such as during the peak company reporting seasons of February-March and August-September, the Trust may use gearing to increase exposure to the strategy.

Investment Manager

Sandringham Capital Pty Limited ABN 97 112 639 648, AFSL 314178 (Sandringham) is the Investment Manager to the Trust. Sandringham is a funds management business which specialises in structured investments for institutional and wholesale investors. Sandringham, which was founded in January 2005, now manages in excess of \$50 million. Sandringham's executives have significant experience in capital markets, structured products and equities investment.

Trust features

Unit pricing	Monthly.
Distribution policy	At least 1.5% of Net Asset Value plus any franking credits ³ per Unit per quarter
Applications	Investors may acquire Units on the ASX or via the current Product Disclosure Statement.
Redemptions	On market by selling on the ASX or off-market at the end of each month.

Trust valuations

Fund Size	\$43.3 million
Net Assets Value per Unit	\$1.0241
Net Assets Value per Unit – incl. franking	\$1.0241
NAV Accumulation per Unit (since inception)	\$1.5956

Trust distributions (per Unit)¹

Period	Cash	Franking	Total	Yield at NAV (p.a.)
30 Jun 06	\$0.0430	\$0.0673	\$0.1103	14.7%
31 Dec 06	\$0.0188	\$0.0722	\$0.0910	15.9%
30 Jun 07	\$0.0440	\$0.0295	\$0.0735	12.6%
31 Dec 07	\$0.0375	\$0.0296	\$0.0671	11.6%
30 Jun 08	\$0.0417	\$0.0156	\$0.0573	9.9%
31 Dec 08	\$0.0400	\$0.0213	\$0.0613	10.4%
30 Jun 09	\$0.0100	\$0.0210	\$0.0310	5.3%
31 Dec 09	\$0.0300	\$0.0240	\$0.0540	10.2%
31 Mar 10	\$0.0160	\$0.0100	\$0.0260	9.9%
Total	\$0.2809	\$0.2906	\$0.5715	

Portfolio commentary

The S&P/ASX200 Accumulation Index hit new 2-year highs during April before falling steeply late in the month. The index finished down 1.38% for the month. The Trust's market exposure was increased during the month as positions were added in anticipation of receiving dividends in May. As of the end of April the Trust was invested at 77.3% of net assets and returned minus 0.62% for the month. ANZ was the worst performer down 4.6% for the month after releasing its' half year results late in the month. Although the headline profit number was strong, this was mostly due to net provision reductions and the market was concerned that net interest margins continue to be under pressure.

Significant portfolio holdings

Company	Weight
Westpac	15.9%
ANZ	15.7%
NAB	15.6%
Orica	15.3%
BHP	5.7%
Total invested as a % of NAV	77.3%

Dividend calendar

Company	Forecast dividend	Forecast ex date
ANZ	\$0.52	6 May 10
Macquarie	\$1.00	10 May 10
Incitec Pivot	\$0.018	14 May 10
Telecom NZ	\$0.0415	17 May 10
Westpac	\$0.65	17 May 10
Orica	\$0.41	26 May 10
NAB	\$0.74	4 Jun 10
CSR	\$0.06	9 Jun 10

Source: www.asx.com.au

Note: The Trust may or may not make investments in the above companies.

About Aurora

Aurora Funds Management (Aurora) is an investment management and distribution group owned and operated by a group of professionals with considerable experience in retail funds management, stockbroking, margin lending, corporate advisory and investment banking.

Aurora aims to source, package and distribute carefully researched investment strategies that are managed by specialist wholesale investment managers.

Aurora is also the issuer and/or distributor of the:

- Aurora Sandringham Australian Equity Income Trust (ASX Code: ABW)
- Aurora Sandringham Global Income Trust (ARSN 131 291 499)
- Aurora Global Infrastructure Income Trust (ASX Code: AIB)
- Aurora Property Buy-Write Income Trust (ASX Code: AUP)
- CORALS Commodities Fund (ARSN 131 196 882)
- van Eyk Blueprint Alternatives Plus (ASX Code: VBP)

Aurora Funds Management

Level 11, 88 Phillip Street, Sydney NSW 2000 PO Box R1695, Royal Exchange NSW 1225

Telephone: 1300 553 431, Visit: www.aurorafunds.com.au, or Email: enquiries@aurorafunds.com.au

Notes: Since inception (17 Nov 05) the Trust has delivered an annualised return of 7.37%, assumes distributions and franking credits are reinvested. . 1. Please note each historical distribution has been divided by eight to reflect the Unit split carried out in July 08. 2. This number represents a cumulative return and assumes the reinvestment of distributions and franking credits. 3. The Trust intends to always distribute at least 1.5% of NAV, excluding any franking credits, 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.

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 Sandringham Dividend Income Trust (ARSN 108 249 154). 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 newsletter 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. In particular as the Investment Strategy was altered in February 2006, past performance prior to this date has little bearing on future performance and is not shown. The payment of franking credits to Unitholders is subject to the Trust achieving a taxable profit in that year. Please see www.asx.com.au for more information on the S&P/ASX 200 Accumulation Index.