



# Aurora Sandringham Dividend Income Trust ASX Code: AOD

## Performance Report - 30 November 2009

### Summary

- The Trust has returned 8.8% p.a. since strategy inception versus the S&P / ASX200 Accumulation Index which has returned 3.2% p.a.
- Since inception the Trust has paid distributions totalling \$0.4914 per Unit in cash and franking credits



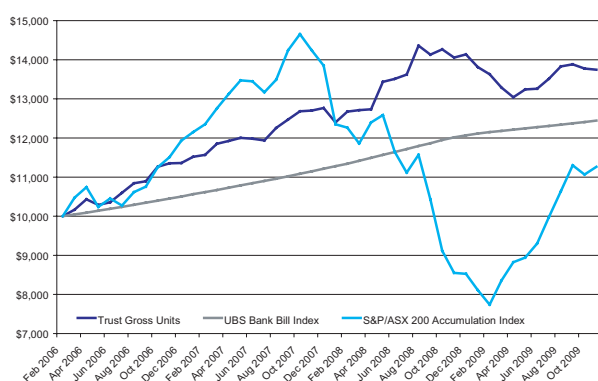
### Performance<sup>1</sup>

	1 mth	3 mths	6 mths	12 mths	3 yrs	Since strategy inception (p.a.)
Aurora Sandringham Dividend Income Trust	-0.22%	-0.61%	3.80%	-2.21%	6.54%	8.84%
S&P/ASX200 Accumulation Index	1.78%	5.88%	25.94%	31.72%	-0.72%	3.22%
UBS Bank Bill Index	0.30%	0.84%	1.64%	3.58%	5.99%	6.00%

### 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 is the Investment Manager of the Trust. Sandringham is a boutique investment manager specialising in structured investments. The Managing Director of Sandringham, Mr Stuart Roe, is a portfolio manager of the Trust's investment strategy.

### Trust features

Unit pricing	Monthly.
Distribution frequency	Quarterly.
Distribution policy	At least 1.5% of Net Asset Value plus any franking credits. <sup>2</sup>
Distribution Reinvestment Plan	Available.
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

Market capitalisation	\$46,601,192
Net Asset Value (NAV) – incl. franking	\$46,930,803
Units on issue	42,558,166
Net Assets Value per Unit	\$1.0775
Net Assets Value per Unit – incl. franking	\$1.1027
NAV Accumulation per Unit (since inception)	\$1.5941

### Trust distributions (per Unit)\*

Period	Cash	Franking	Total
30 Jun 06	\$0.0430	\$0.0673	\$0.1103
31 Dec 06	\$0.0188	\$0.0722	\$0.0910
30 Jun 07	\$0.0440	\$0.0295	\$0.0735
31 Dec 07	\$0.0375	\$0.0296	\$0.0671
30 Jun 08	\$0.0417	\$0.0156	\$0.0573
31 Dec 08	\$0.0400	\$0.0213	\$0.0613
30 Jun 09	\$0.0100	\$0.0210	\$0.0310
<b>Total since inception</b>	<b>\$0.1949</b>	<b>\$0.2352</b>	<b>\$0.4914</b>

\*Please note each historical distribution has been divided by eight to reflect the share split carried out in July 08.

## Portfolio commentary

After it's stellar run this calendar year, the S&P/ASX200 was range bound in November as continued positive economic news failed to push the market higher. The market fell close to 3% in one day late in the month on news that state owned Dubai World was seeking a debt restructure. Any fears that this may trigger some broader contagion were short-lived and the market quickly recovered any losses. The S&P/ASX 200 Accumulation Index finished +1.8% for the month.

With the Trust invested at 34.2% of net assets, in accordance with its investment strategy, the Trust returned -0.2% in November. The Trust's performance since inception of +8.8% per annum continues to materially outperform both equity market and cash returns of +3.2% and +6.0% per annum respectively.

## Significant portfolio holdings

Company	Weight
NAB	13.3%
Westpac	12.8%
Incitec Pivot	5.2%
BHP	2.8%
Total invested as a % of NAV	34.2%

## Dividend calendar

Company	Forecast dividend	Forecast ex date
Metcash	\$0.02	10 Dec 09
Asciano	\$0.23	21 Dec 09
CFS Retail	\$0.063	21 Dec 09
Stockland	\$0.17	23 Dec 09
Transurban	\$0.12	23 Dec 09
Mirvac	\$0.02	23 Dec 09
Dexus	\$0.035	23 Dec 09
Goodman	\$0.0965	23 Dec 09
Macquarie Infrastructure	\$0.10	23 Dec 09

Source: [www.asx.com.au](http://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 of the:

- Aurora Sandringham Australian Equity Income Trust (ASX code: ABW)
- 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

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Notes: Since inception (17 Nov 05) the Trust has delivered an annualised return of 8.4%, assumes dividends and franking credits are reinvested. Monthly performance prior to March 06 is not shown as the Investment Strategy was refined on 28 February 2006.

1. This number represents a cumulative return. 2. 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. The payment of franking credits to Unitholders is subject to the Trust achieving a taxable profit in that year.