

Aurora Sandringham Dividend Income Trust Performance Report - March 2013

Summary

- The Trust fell 1.1% for the month versus the market which fell 2.0%
- Since inception, the Trust has outperformed the equity market by 0.7% per annum after fees
- The Trust has achieved this outperformance with materially less volatility

Performance after Fees¹

		1 month	3 months	12 months	3 yrs (p.a)	5 yrs (p.a)	Since Inception 16-Nov-05 (p.a)
Return	Dividend Income Trust	-1.1%	5.6%	17.5%	7.7%	6.3%	7.7%
inc. franking credits	S&P/ASX 200 Accum Index	-2.0%	8.6%	21.5%	6.7%	4.6%	7.0%
Income	Dividend Income Trust		1.5%	10.5%	8.6%	9.2%	10.8%
inc. franking credits	S&P/ASX 200 Accum Index		1.7%	6.9%	6.1%	6.1%	7.8%
Volatility	Dividend Income Trust			7.3%	7.5%	7.5%	6.7%
	S&P/ASX 200 Accum Index			11.4%	12.1%	15.7%	14.6%

Objective

The objective of the Trust, relative to the Australian equity market, is to provide investors with:

- greater total returns over rolling 5 year periods;
- more income and franking credits each year; and
- less volatility.

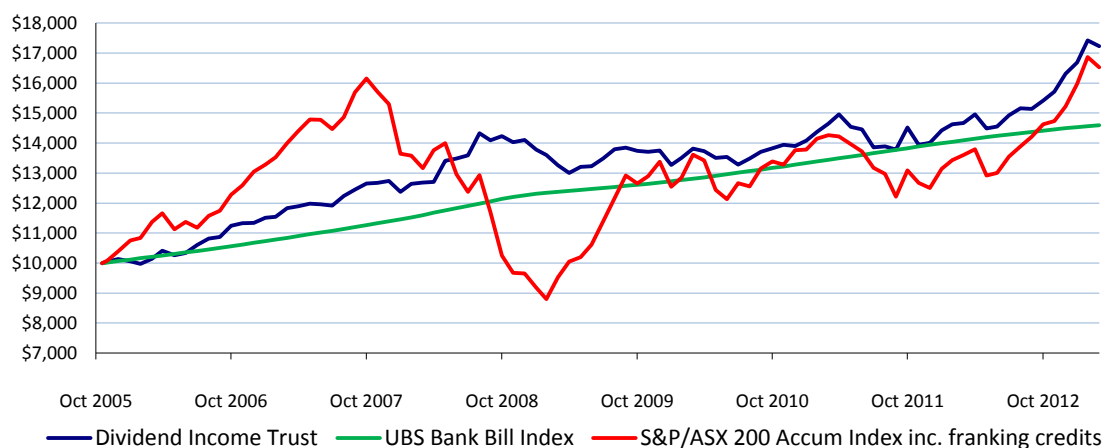
The Australian equity market is measured by the S&P/ASX 200 Accumulation Index adjusted to include franking credits.

Investment Strategy

The Trust seeks to achieve the objective by investing in an actively managed portfolio of fully franked dividend paying companies listed on the Australian Securities Exchange while hedging part of the equity market exposure.

Consequently, the Trust is expected to outperform when the market is weak and underperform when the market is strong.

Historic Performance Chart



Commentary

The S&P/ASX 200 Accumulation Index including franking credits finished down in March putting an end to a nine month positive streak.

Within the Aussie Index, Australian banks continued to perform relatively well and again it was resources that lead the market lower. Of note, both BHP and RIO fell by more than 10%. Concerns out of Cyprus, namely the treatment of bank deposits, and the possible ramifications for other debt ridden European economies forced risk back into the spotlight. Commodity price declines also weighed heavily on our market as lower demand lead to lower spot pricing; iron ore was particularly topical.

The Trust finished the month down 1.1% for the month. Given the the market was down 2.0% , the outperformance indicates the Trust's risk management program is continuing to provide protection in down markets.

Despite the lower risk profile, the Trust has outperformed the market over the long term and done so with materially less risk as measured by volatility.

Trust Valuations

Trust Size	\$21 million
Net Assets Value per Unit-incl. franking	\$1.0005

Significant Portfolio Holdings

Company
BHP Billiton
Telstra
Commonwealth Bank
Wesfarmers
Woolworths

Trust Details

ASX Code	AOD
ARSN	108 249 154
Minimum suggested timeframe	5 Years
Entry Fee	Nil
Exit Fee	Nil
Buy/Sell Spread	0.1%/0.1%
Total Management Cost	1.3% p.a.
Distribution frequency	Quarterly
Minimum quarterly distribution ²	1.5% cash + franking

About Aurora

Aurora Funds Limited ('Aurora', ASX Code: AFV) was listed on the ASX in July 2010. Aurora comprises the combined businesses of Aurora Funds Management Limited and Fortitude Capital Pty Ltd.

The combined group has in excess of \$500 million in funds under management and administration, and provides asset management and responsible entity/trustee services for Australian and New Zealand investors.

Aurora is also the issuer of the:

- Aurora Dividend Income Trust
(ARSN 151 947 732)
- Aurora Fortitude Absolute Return Fund
(ARSN 145 894 800)
- Aurora Absolute Return Fund
(ASX Code: ABW)
- Aurora Global Income Trust
(ASX Code: AIB)
- Aurora Property Buy-Write Income Trust
(ASX Code: AUP)
- van Eyk Blueprint Alternatives Plus
(ASX Code: VBP)

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Notes:

1. This represents a cumulative return and assumes the reinvestment of distributions and franking credits. The performance references against the S&P/ASX 200 Accumulation Index plus the value of franking credits as determined by Aurora.
2. The Trust intends to always distribute at least 1.5% of NAV in cash plus any available franking credits, per quarter regardless of performance. This means that if there is insufficient net income in a given quarter, investors may receive a partial (or full) return of capital.