

## Aurora Dividend Income Trust Performance Report - June 2013

### Summary

- The Trust had a marginally positive month in June, materially outperforming the broader equity market
- Since inception, the Trust has outperformed the equity market by 1.0% p.a. after fees with less risk
- High yielding stocks were generally up whilst global factors pushed mining companies lower

### Performance after Fees<sup>1</sup>

		1 month	3 months	12 months	3 yrs (p.a)	5 yrs (p.a)	Since Inception 16-Nov-05 (p.a)
Return inc. franking credits	Dividend Income Trust	0.2%	0.3%	18.5%	8.5%	5.1%	7.5%
	S&P/ASX 200 Accum Index	-2.3%	-2.2%	24.3%	10.0%	4.5%	6.5%
Income inc. franking credits	Dividend Income Trust		3.9%	9.6%	12.4%	10.7%	12.1%
	S&P/ASX 200 Accum Index		1.1%	7.0%	6.3%	6.1%	7.7%
Volatility	Dividend Income Trust			8.6%	8.2%	7.7%	7.0%
	S&P/ASX 200 Accum Index			11.1%	11.6%	15.5%	14.5%

### 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 market exposure .

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

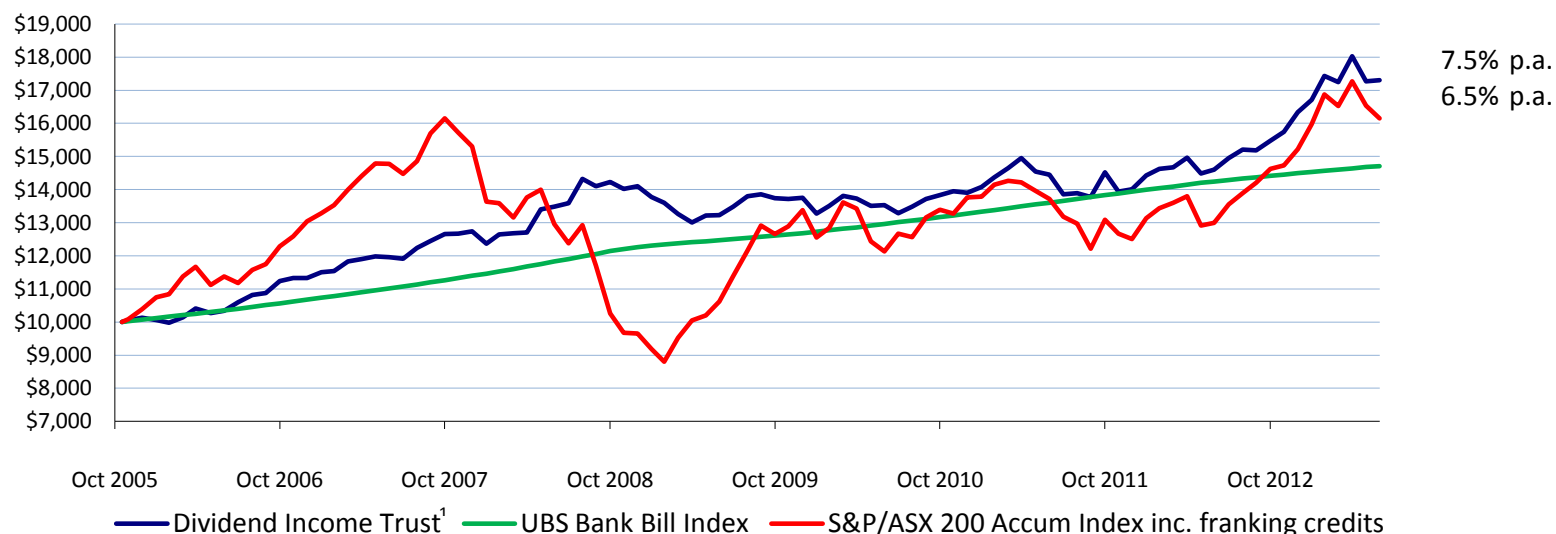
### Commentary

The fear of a slowdown in the US Federal Reserve's quantitative easing program caused significant concern across global financial markets in June.

Domestically, the S&P/ASX 200 Accumulation Index returned -2.32% but the dispersion between sectors was stark, largely reflected in the All Resources Index (-10.1%) versus the All Industrials Index (-0.5%). High yielding names including the major banks and Telstra were positive performers whilst continued concerns around Chinese economic growth put pressure on heavyweight mining companies such as BHP (-10.6%), Rio Tinto (-5.9%) and Newcrest (-32%).

The demand for quality high yielding stocks allowed the Trust to retain its value and finish flat for June 2013. Since inception, the Trust has outperformed the equity market by 1.0% per annum with materially less risk.

### Historic Performance Chart



## Trust Valuations

Trust Size	\$22 million
Net Assets Value per Unit-incl. franking	\$1.0032

The unit price is cum distribution

## Significant Portfolio Holdings

Company
BHP Billiton
Telstra
Commonwealth Bank
Wesfarmers
Westpac

## Trust Details

ARSN	151 947 732
ASX Code (Quoted Unit)	AOD
APIR Code (Unquoted Unit)	AFM0010AU
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 <sup>2</sup>	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 approximately \$480 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 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. These returns describe the consolidated returns after fees of the Trust (established 3 February 2011) and the Aurora Sandringham Dividend Income Trust (ARSN 108 249 154, 'ASDIT' established 16 November 2005). The performance references against the S&P/ASX 200 Accumulation Index plus the value of franking credits as determined by Aurora. The return on the Trust's strategy since inception is 9.07% per annum.
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.