

Aurora Dividend Income Trust Performance Report - November 2013

Summary

- The Trust declined -0.7% in November compared to the market which fell -1.1% including franking credits
- Domestic markets underperformed global peers amid economic growth concerns
- Our short positions in Newcrest Mining and WorleyParsons were our most profitable holdings

Performance after Fees¹

		1 month	3 months	12 months	3 yrs (p.a)	Since (p.a.) 31-Dec-10	Since Inception 16-Nov-05 (p.a)
Return	Dividend Income Trust	-0.7%	3.6%	20.9%	10.9%	11.4%	8.3%
inc. franking credits	S&P/ASX 200 Accum Index	-1.1%	5.2%	24.7%	11.4%	10.4%	7.9%
Income	Dividend Income Trust		2.3%	10.5%	13.0%	12.9%	11.9%
inc. franking credits	S&P/ASX 200 Accum Index		1.6%	6.6%	6.3%	6.4%	7.7%
Volatility	Dividend Income Trust			9.0%	8.3%	8.4%	7.0%
	S&P/ASX 200 Accum Index			11.8%	11.6%	11.7%	14.3%

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.

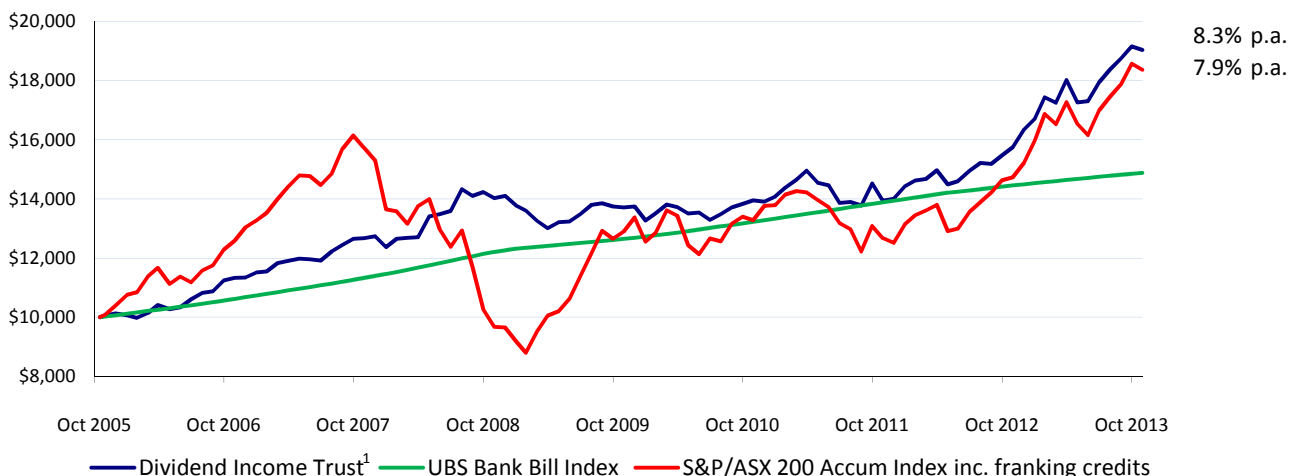
Commentary

The S&P ASX 200 Accumulation Index finished November down -1.1% including franking credits to record its first monthly decline since June. All sectors lost ground with Energy (-6.3%) a primary laggard due to solid growth in US oil inventories and the abatement of remote geopolitical risks. Alternatively, Materials reversed recent underperformance to finish the month slightly weaker (-0.7%) on the back of improving manufacturing metrics from selected developed and emerging markets.

In addition, our dollar fell sharply in the latter half of the month as our domestic economy fails to emulate the improvements in growth seen elsewhere, particularly the US and parts of Europe. The decline placed significant pressure on offshore investors to reduce Australian dollar denominated assets, which may have further exacerbated domestic market softness.

The Trust declined -0.7% in November. Since inception, the Trust has outperformed the market by 0.5% per annum with materially less risk.

Historic Performance Chart



Trust Valuations

Trust Size	\$25 million
Net Assets Value per Unit-incl. franking	\$1.0368

Significant Portfolio Holdings

Company
BHP Billiton
Telstra
Commonwealth Bank
Wesfarmers
Westpac Bank

Trust Details

ARSN	151 947 732
ASX Code (Quoted Unit)	AOD
APIR Code (Managed Fund)	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 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 had approximately \$670 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 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 investment strategy of these trusts was modified on 31 December 2010.
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.