

Appendix 4E

Preliminary Final Report To the Australian Securities Exchange

Name of Entity	Aurora Dividend Income Trust (Managed Fund)
ARSN:	151 947 732
Financial Year Ended:	30 June 2018
Previous Corresponding Reporting Period:	30 June 2017

RESULTS FOR ANNOUNCEMENT TO THE MARKET

	2018 \$'000	Percentage increase /(decrease) over corresponding period
Revenues from continuing operations	754	+990.98%
Profit for the year	440	+173.28%
Net profit for the year attributable to members	440	+173.28%

Distribution information	Cash per unit	Franked amount per unit
2018 final distribution	\$0.0030	\$0.0012
2018 interim distribution	\$0.0349	\$0.0101

Final distribution dates

Ex-entitlement date	28 June 2018
Record date	29 June 2018
Last election date for the DRP	2 July 2018
Payment date	30 July 2018

Dividend Reinvestment Plan

The Dividend Reinvestment Plan (DRP) is in operation and the final distribution of \$0.0030 per unit qualifies. The number of units received from the distribution is based on dividing the distribution by the DRP price as at 30 June 2018.

Unit holders may change their participation in the DRP at any time. However, in order to be valid, the election form to change participation must be submitted to the unit registry by the last election date.

Net Tangible Asset Backing

	30 June 2018	30 June 2017
Net tangible assets per security	\$0.5998	\$0.6217

This report is based on the financial statements which are in the process of being audited. This document comprises the information as required by Listing Rule 4.3A.

Appendix 4E Contents and checklist of requirements

1. Reporting period and corresponding period.	Refer to Page 1 of this Appendix 4E.
2. Results for announcement to the market.	Refer to Page 1 of this Appendix 4E.
3. Statement of comprehensive income.	Refer to Page 3 of this Appendix 4E.
4. Statement of financial position.	Refer to Page 4 of this Appendix 4E.
5. Statement of cash flows.	Refer to Page 6 of this Appendix 4E.
6. Statement of changes in equity.	Refer to Page 5 of this Appendix 4E.
7. Details of dividends or distributions.	Refer to Page 1 of this Appendix 4E.
8. Details of dividend or distribution reinvestment plans in operation and the last date of receipt of an election notice for participation in any dividend or distribution reinvestment plan.	Refer to Page 1 of this Appendix 4E.
9. Net tangible assets per security.	Refer to Page 1 of this Appendix 4E.
10. Details of entities over which control has been gained or lost during the period.	Not applicable.
11. Details of joint venture entities and associated entities.	Not applicable.
12. Any other information needed by an investor to make an informed assessment of the entity's financial performance and financial position.	Refer to Pages 7-9 of this Appendix 4E.
13. Accounting standards used in compiling reports by foreign entities.	Not applicable.
14. A commentary on the results for the period.	Refer to Page 7 of this Appendix 4E.
15. A statement as to whether the report is based on accounts which have been audited or subject to review, are in the process of being audited or reviewed, or have not yet been audited or reviewed.	This report is based on financial statements which are in the process of being audited.
16. If the accounts have not yet been audited or subject to review and are likely to be subject to dispute or qualification a description of the likely dispute or qualification.	At this stage, it is likely that the audit report will be unqualified.
17. If the accounts have been audited or subject to review and are subject to dispute or qualification, a description of the dispute or qualification.	Not applicable.

Financial Statement

Consolidated statement of profit or loss and other comprehensive income For the year ended 30 June 2018

	Consolidated	
	2018	2017
	\$	\$
Investment Income		
Interest income	5,776	34,879
Dividend and distribution income	302,710	442,562
Net gains/(losses) on financial instruments held at fair value through profit or loss	445,052	(561,995)
Total net investment income/(loss)	753,538	(84,554)
Expenses		
Management Fees	63,624	137,606
Dividend expense sold short	-	61,824
Transaction costs	4,342	26,029
Other operating expenses	245,327	290,731
Total operating expenses	313,293	516,190
Operating profit/(loss) for the year	440,245	(600,744)
Finance costs attributable to unitholders		
Distributions to unitholders	(434,942)	(798,663)
Decrease in net assets attributable to unitholders	(5,303)	1,399,407
Profit/(loss) for the year	-	-
Other comprehensive income for the year	-	-
Total comprehensive income for the year	-	-
Earnings/(loss) per unit (basic/ diluted)	0.033	(0.035)

Financial Statement

Statement of financial position As at 30 June 2018

	2018 \$	2017 \$
Assets		
Cash and cash equivalents	19,385	1,948,347
Dividends Receivable	-	2,855
Receivables	29,840	49,711
Due from brokers - receipts for securities sold	24,145	116,649
Financial assets held at fair value through profit or loss	6,206,070	7,081,995
Total assets	6,279,440	9,199,557
Liabilities		
Distributions payable	31,104	198,248
Dividend payable	-	8,703
Due to brokers - payable for securities purchased	11,275	82,370
Financial liabilities held at fair value through profit or loss	-	772,060
Other payables	14,979	59,464
Total liabilities (excluding net assets attributable to unitholders)	57,358	1,120,845
Net assets attributable to unitholders	6,222,082	8,078,712
Liabilities attributable to unitholders	(6,222,082)	(8,078,712)
Net assets	-	-

Financial Statement

Consolidated statement of changes in equity For the year ended 30 June 2018

	Consolidated	
	2018 \$	2017 \$
Balance at the beginning of the financial year		
Profit/(loss) for the year	-	-
Other comprehensive income	-	-
Total comprehensive income	-	-
Transactions with unitholders in their capacity as unitholders	-	-
Total equity at the end of the financial year	-	-

Under Australian Accounting Standards, net assets attributable to unitholders are classified as liability rather than equity. As a result, there was no equity at the start or end of the financial year.

Financial Statement

Statement of cash flows For the year ended 30 June 2018

	2018 \$	2017 \$
Cash flows from operating activities		
Proceeds from sale of financial instruments held at fair value through profit or loss	7,351,327	31,741,155
Purchase of financial instruments held at fair value through profit or loss	(6,781,002)	(28,882,458)
Transaction costs on sale and purchase of financial instruments	-	(26,029)
Dividends and distributions received	305,617	653,910
Interest received	5,509	39,411
GST recovered/(paid)	20,138	(34,119)
Dividend expense short sold	(8,703)	(53,121)
Management and responsible entity fees paid	(130,761)	(143,335)
Other operating expenses paid	(234,205)	(242,485)
Net cash inflow/(outflow) from operating activities	527,921	3,052,929
Cash flows from financing activities		
Proceeds from applications by unitholders (excluding treasury units)	110,178	3,408,724
Payments for redemptions by unitholders (excluding treasury units)	(1,110,872)	(3,493,101)
Proceeds from treasury unit applications	110,974	130,032
Payments for treasury unit redemptions	(965,075)	(3,782,383)
Distributions paid	(602,086)	(669,562)
Net cash (inflow)/outflow from financing activities	(2,456,882)	(4,406,290)
Net (decrease)/increase in cash and cash equivalents	(1,928,962)	(1,353,361)
Cash and cash equivalents at the beginning of the year	1,948,347	3,301,708
Cash and cash equivalents at the end of the year	19,385	1,948,347
Non-cash financing activities	110,178	121,724

1. Principal activities

The principal activities of the Trust during the financial year were managing its investment strategy in accordance with the provision of the Trust Constitution and the Product Disclosure Statement.

The Trust did not have any employees during the year.

The Trust is currently listed on the Australian Securities Exchange (ASX: AOD).

There were no significant changes in the nature of the Trust's activities during the year.

2. Review and results of operations

During the year, the Trust continued to invest in accordance with the target asset allocations as set out in the governing documents of the Trust and in accordance with the provisions of the Trust Constitution.

3. Financial results for the year

The performance of the Trust, as represented by the results of its operations, was as follows:

	2018 \$	2017 \$
Operating profit before finance costs attributable to unitholders	440,245	(600,744)
Distributions paid and payable	(434,942)	(798,663)
Unquoted units		
Distribution (cents per unit) 30 September	0.93	1.09
Distribution (cents per unit) 31 December	0.99	1.06
Distribution (cents per unit) 31 March	0.97	1.05
Distribution (cents per unit) 30 June	0.90	1.02
Quoted units		
Distribution (cents per unit) 30 September	0.93	1.09
Distribution (cents per unit) 31 December	0.99	1.06
Distribution (cents per unit) 31 March	0.97	1.05
Distribution (cents per unit) 30 June	0.90	1.02

4. Financial position

Net Tangible Assets (NTA) per unit as disclosed to the ASX are shown as follows:

	2018 \$	2017 \$
At 30 June	0.5998	0.6217
High during period	0.6563	0.7367
Low during period	0.5962	0.6217

5. Information on Underlying Performance

The performance of the Trust is subject to the performance of the Trust's underlying investment portfolio. There has been no change to the investment strategy of the Trust during the year, and the Trust continues to invest in accordance with target asset allocations as set out in the governing documents of the Trust and in accordance with the provisions of the Trust Constitution.

6. Strategy and Future Outlook

The Trust continues to be managed in accordance with the investment objectives and guidelines as set out in the governing documents of the Trust and in accordance with the provisions of the Trust Constitution.

The results of the Trust's operations will be affected by a number of factors, including the performance of investment markets in which the Trust invests. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

Further information on likely developments in the operations of the Trust and the expected results of those operations have not been included in this report because the Responsible Entity believes it would be likely to result in unreasonable prejudice to the Trust.

7. Significant changes in state of affairs

On 27 April 2017, the PDS was withdrawn and on 2 August 2017 a replacement PDS was lodged with ASIC and released via an ASX announcement.

In the opinion of the Directors, other than the matters already referred to in this report, there were no significant changes in the state of affairs of the Trust that occurred during the financial year.

8. Matters subsequent to the end of the financial year

Other than the changes mentioned above, no other matters or circumstances have arisen since 30 June 2018 that have significantly affected, or may significantly affect:

- (i) the operations of the Trust in future financial years, or
- (ii) the results of those operations in future financial years, or
- (iii) the state of affairs of the Trust in future financial years.

9. Significant accounting policies

These financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the *Corporations Act 2001*, as appropriate for for-profit oriented entities. These financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

The financial statements have been prepared on the basis of fair value measurement of assets and liabilities, except where otherwise stated.

The Statement of Financial Position is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and do not distinguish between current and non-current. All balances are expected to be recovered or settled within twelve months, except for investments in financial assets and net assets attributable to unitholders. The amount expected to be recovered or settled within twelve months after the end of each reporting period cannot be reliably determined.

10. Net assets attributable to unitholders

Movements in the number of units and net assets attributable to unitholders during the year were as follows:

	2018 No.	2017 No.	2018 \$	2017 \$
Opening balance – excluding treasury units	13,305,214	18,662,289		
Applications	-	4,795,800		
Redemptions	(3,116,472)	(10,318,142)		
Units issued upon reinvestment of distributions	172,585	165,267		
Closing balance – excluding treasury units	10,361,327	13,305,214		
Opening balance – treasury units	2,400,568	2,392,859		
Applications	1,546,345	5,390,906		
Redemptions	(2,056,007)	(183,197)		
Cancellation of treasury units	-	(5,200,000)		
Closing balance – treasury units	1,890,906	2,400,568		
Opening balance – including treasury units	15,705,782	21,055,148	8,078,712	13,209,755
Applications	1,546,345	10,186,706	110,972	3,417,032
Redemptions	(5,172,479)	(10,501,339)	(2,083,083)	(7,270,392)
Units issued upon reinvestment of distributions	172,585	165,267	110,178	121,724
Cancellation of treasury units	-	(5,200,000)	-	-
Increase/(decrease) in net assets attributable to unitholders			5,303	(1,399,407)
Closing balance – including treasury units	12,252,233	15,705,782	6,222,082	8,078,712