

5 July 2017

ASX Limited
Level 6, Exchange Centre
20 Bridge Street
Sydney NSW 2000
Attention: Company Announcements

AURORA ABSOLUTE RETURN FUND

We advise that the estimated Net Asset Value per Unit of the Fund including franking credits as at 4 July 2017 was \$0.6675.

The Trust has an exposure to Molopo Energy Limited (**MPO**) through its investment in Aurora Fortitude Absolute Return Fund. MPO was in a trading halt, and quotation of its shares was then voluntarily suspended, during the period from 29 May 2017 to 3 June 2017 pending the announcement of a strategic investment (which MPO subsequently announced is not proceeding) and determination of the review applications to the Takeovers Panel (Panel). The Trust has valued its exposure to MPO at its last trading price of \$0.12 (on 4 July 2017) in accordance with the Trust's Valuation and Unit Pricing policy. At that valuation it currently represents approximately 28% of the value of the assets of the Trust.

Additionally, unit holders should note the Trust's announcement on 3 July 2017 that the Panel has made a declaration in relation to those review applications. The Panel is now considering the question of the orders to make, and Aurora will make a further announcement in due course. The Trust notes that the Panel has previously made orders for the MPO shares held by the Trust to be vested in the Commonwealth and sold by a broker appointed by the Australian Securities and Investments Commission within 6 months. These orders are currently stayed due to the review applications.

Unit holders should note these facts and understand there is currently an inherent uncertainty in the calculation of the NAV of the Trust, due to the inability of Aurora to accurately calculate the value of the MPO exposure until such time as the proceedings before the Panel are resolved.

About the Aurora Absolute Return Fund

The Fund aims to produce positive returns irrespective of the direction of the share market, by investing in predominantly Australian listed securities and derivatives through the unlisted Aurora Fortitude Absolute Return Fund (ARSN 145 894 800).

Yours faithfully

Aurora Funds Management Limited
as responsible entity for
Aurora Absolute Return Fund



Betty Poon
Company Secretary