

20 July 2015

Manager, Announcements  
Companies Office, ASX Limited  
20 Bridge Street  
Sydney NSW 2000

By: E-lodgement

## HHY FUND ENHANCEMENT TO INVESTMENT STRATEGY

Aurora Funds Management Limited ("Aurora"), as responsible entity of the HHY Fund ("HHY"), has undertaken a strategic review of HHY's investment strategy, and is pleased to advise current and potential unit holders of our intention to enhance the investment strategy of HHY, effective 19 August 2015.

Aurora has determined that enhancing the current investment strategy in the manner outlined below, will provide unit holders with improved returns and a more regular source of income given the current size of the fund.

The existing investment strategy provides investors with exposure to high yield securities in the form of loans and hybrid securities issued by Australian entities and international entities from OECD countries; and unlisted and unrated securities that are not otherwise readily accessible to ASX investors. This will not change.

The additional investment strategies will include the ability to invest in listed Australian and international equities, unlisted Australian and international securities, options, convertible securities, and other derivative securities. Each investment will be actively managed and selected at the discretion of the Investment Manager with a focus on value investing. All of the capital may be invested in a single investment opportunity or a number of different opportunities.

The Investment Manager may also reduce part of the equity market exposure by short selling securities, or using appropriate levels of interest rate or currency hedging to limit exposures to fluctuations in these markets without sacrificing long-term investment performance. The Fund may also use borrowings to increase its levels of investment into the enhanced investment strategy.

The gross allocation range for HHY Fund will be as follows (net of hedging):

Asset Type	Allocation Range
Cash and cash equivalents	0% - 100%
Australian and International loans and hybrid securities	0% - 100%
Australian and International listed equities	0% - 100%
Australian and International unlisted securities	0% - 100%

If you have any questions please do not hesitate us on 1300 553 431 (toll free within Australia) or 0800 446 637 (toll free within New Zealand).

Yours faithfully

**Aurora Funds Management Limited**  
**As Responsible Entity for HHY Fund**



Simon Lindsay  
**Managing Director**