



14 January 2016

Dear Unitholders,

### Current Activities in the HHY Fund

Aurora Funds Management Limited ("Aurora") was appointed as Responsible Entity and Investment Manager of the HHY Fund (previously known as the Hastings High Yield Fund) at the beginning of July 2015.

Since then, Aurora's investment team has been looking for suitable investment opportunities and commenced Investing in a basket of Australian and global listed equities and other unlisted instruments aiming to deliver sound absolute returns for investors.

As at 31 December 2015, HHY's investments were 73% in listed equities and other investments and 27% in cash.

Below is a table outlining the change in monthly unaudited Net Tangible Assets (NTA) since Aurora took over management of the Fund. In light of volatile markets, we are very pleased with the increase in underlying value of units in the fund to date:

2015 - Month	July	August	September	October	November	December
NTA Per Share	10.9 cents	11.0 cents	11.0 cents	11.2 cents	11.3 cents	11.7 cents
Cash	100%	97%	70%	58%	48%	27%
Investments	-	3%	30%	42%	52%	73%
Monthly Investment Performance	n/a	0.9%	-	1.8%	0.9%	3.5%

Over the six month period Aurora has been responsible for managing the assets of the Fund and as we have found more investment opportunities, gradually reducing the cash holdings, the Fund has returned 6.4%.

### Background on Aurora

Aurora was founded in 2003 and has over this period developed a number of Managed Investment Funds that are open to retail investors. For further information, please see ASX codes: ABW, AUP, AOD & AIB or visit [www.aurorafunds.com.au](http://www.aurorafunds.com.au).

### Fund Communications

We will continue to provide monthly NTA reports for the HHY Fund and additional information on any material investments in due course through ASX announcements.

Please do not hesitate to contact me should any investor have any questions regarding the HHY Fund's investment activities, or in relation to any other Aurora products.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Simon Lindsay', with a long, sweeping underline.

Simon Lindsay  
Managing Director  
Aurora Funds Management Limited

Disclaimer: This information has been prepared by Aurora Funds Management Limited ABN 69 092 626 885 AFSL 222110 in its capacity as Responsible Entity for its managed investment schemes. The information in this letter is of a summary nature only and does not constitute advice of any kind, nor is it an offer of any financial product. Past performance is not a reliable indication of future performance.