

Aurora Funds Limited

ABN 39 143 194 165

Consolidated interim financial report For the half-year ended 31 December 2014

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Directors' report

The Directors of Aurora Funds Limited present their interim report on the consolidated entity ("the Group") consisting of Aurora Funds Limited ("the Company") and the entities it controlled at the end of, or during, the half-year ended 31 December 2014.

Directors

The following persons held office as directors of Aurora Funds Limited during the half-year and up to the date of this report unless otherwise indicated:

John Corr
Simon Lindsay
Oliver Morgan
Steuart Roe

Principal activities

The Group acts as a fund manager and issuer of retail and wholesale funds in the Australian market.

Financial results for the half-year

The consolidated profit before tax attributable to shareholders of Aurora Funds Limited for the half-year was \$102,481 (2013: operating profit \$172,737). The consolidated profit after tax attributable to shareholders of Aurora Funds Limited was \$71,737 (2013: operating profit \$120,916). Please refer to the consolidated statement of profit or loss and other comprehensive income on page 5 for further information.

Information on underlying performance

The main factors impacting the performance of the Group was the level of funds under management which is subject to market movements, fund performance and net inflows/outflows of each of the managed investment schemes and client mandates. Total funds under management at 31 December 2014 is \$221m (30 June 2014: \$256m).

Strategy and future outlook

Future revenue growth will depend upon the Group's average level of funds under management, and the investment performance of our funds and client mandates.

The Group will continue to pursue its financial objectives which are to increase the profitability of the Group over time by increasing the value and performance of funds under management.

Cost management remains a key focus of the Group. Initiatives during the year have had a positive impact on results and will continue to provide efficiencies into the future.

Significant changes in state of affairs

On 19 December 2014, the Group announced that it had entered into a binding term sheet with Keybridge Capital Limited to sell its 100% share in Aurora Funds Management Limited for a cash consideration of \$4.3 million (subject to adjustments).

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 Group that occurred during the financial year.

Director's report (continued)

Matters subsequent to the end of the financial year

On 16 February 2015, the Group executed the share sale agreement with Keybridge Capital to sell its 100% share in Aurora Funds Management Limited, a wholly owned subsidiary of the Group for a cash consideration of \$4.3 million. The total consideration is payable for the shares in Aurora Funds Management Limited is payable in two parts as follows:

- (i) \$3.5 million payable on the Completion Date (Initial Payment); and
- (ii) \$0.8 million payable 12 months from the Completion Date (Deferred Payment).

The Consideration is subject to upwards/downwards adjustments as follows:

- (i) the Initial Payment of \$3.5 million is to be reduced by 2.5 cents per \$1 that the retail funds under management at Completion is less than \$170 million; and
- (ii) the Deferred Payment of \$0.8 million is to be reduced by:
 - A. 2.75 cents per \$1 that the retail funds under management at the first anniversary of the Completion Date is less than \$150 million; and
 - B. any amounts set-off by Keybridge for warranty/indemnity claims.
- (iii) To be reduced or increased for net assets of Aurora Funds Management at Completion.

There are a number of conditions precedent that are required to be satisfied before the Transaction is completed including the Company obtaining the approval of shareholders to enter into the Transaction, the Board of Keybridge having approved the terms of the transaction, Keybridge and directors of the Group entering into Escrow Arrangement and all key persons signing new employment agreements with Aurora.

A general meeting of the Company's shareholders to approve the sale Transaction will be held on 24 March 2015.

The impact of the sale to the half year financial statements is as follows:

- (i) Condensed Statement of Profit/Loss - total income reduced by \$1.4 m and total operating expenses reduced by \$1.5m;
- (ii) Condensed Statement of Financial Position – total net assets reduced by \$3.5m payable on Completion Date, \$0.8m payable 12 months from Completion Date and upward/downwards adjustment.

The Group has not disclosed the investment in Aurora Funds Management Limited as a Held for Sale asset in accordance with AASB 5 'non-current Assets held for sale and discontinued operations' in recognition of the fact there is no active marketing of the investment for sale and in the unlikely event that the sale doesn't proceed, Aurora's intention is continue to operate the business as normal.

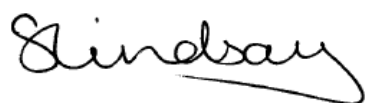
Except for the matters discussed above, no matter or circumstances have arisen since 31 December 2014 that has significantly affected, or may significantly affect:

- (a) the Group's operations in future financial years, or
- (b) the results of those operations in future financial years, or
- (c) the Group's state of affairs in future financial years.

Auditor's Independence Declaration

A copy of the auditors' independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 4 of the interim half-year report.

The report is made in accordance with a resolution of the directors.



Simon Lindsay
Managing Director
27 February 2015

The Directors
Aurora Funds Limited
Level 4, 1 Alfred Street
Sydney NSW 2000

27 February 2015

Dear Directors

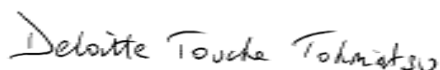
Independence Declaration – Aurora Funds Limited

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Aurora Funds Limited.

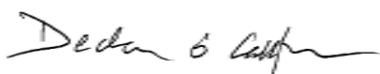
As lead audit partner for the review of the financial statements of Aurora Funds Limited for the half-year ended 31 December 2014, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours sincerely



DELOITTE TOUCHE TOHMATSU



Declan O'Callaghan
Partner
Chartered Accountants
Sydney

Condensed consolidated statement of profit or loss and other comprehensive income
for the half-year ended 31 December 2014

Notes	31 Dec 2014 \$	31 Dec 2013 \$
Revenue from continuing operations		
Management fee income	1,632,418	1,687,082
Interest income from financial assets not held at fair value	75,687	60,581
Other income	32,066	494,335
Total income	1,740,171	2,241,998
Occupancy expenses	73,875	90,258
Personnel expenses	986,109	1,345,853
Fund expenses	339,550	373,622
Other expenses	195,307	218,310
Finance costs	42,849	41,218
Total operating expenses	1,637,690	2,069,261
Profit/(loss) before tax	102,481	172,737
Income tax expense	30,744	51,821
Profit/(loss) for the year from continuing operations	71,737	120,916
Profit/(loss) attributable to shareholders of Aurora Funds Limited	71,737	120,916
Other comprehensive income, net of income tax		
Items that will not be reclassified subsequently to profit or loss	-	-
Items that may be reclassified subsequently to profit or loss	-	-
Other comprehensive income for the year, net of income tax	-	-
Total comprehensive income/(loss) attributable to the shareholders of Aurora Funds Limited	71,737	120,916
	Cents	Cents
Earnings per share		
Basic earnings per share (cents)	0.64	1.10
Diluted earnings per share (cents)	0.64	1.10

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

Condensed consolidated statement of financial position

as at 31 December 2014

	Notes	31 Dec 2014 \$	30 Jun 2014 \$
Current assets			
Cash and cash equivalents		4,605,831	4,074,683
Trade and other receivables		705,361	621,487
Other current assets		63,803	64,524
Total current assets		5,374,995	4,760,694
Non-current assets			
Plant and equipment		39,728	38,583
Deferred tax asset		812,653	843,398
Loans and receivables	6	46,903,000	8,903,000
Intangible assets	4	3,822,006	3,822,006
Total non-current assets		51,577,387	13,606,987
Total assets		56,952,382	18,367,682
Current liabilities			
Trade and other payables		1,556,390	1,223,652
Other current liabilities		57,117	-
Short-term borrowings		21,425	21,192
Sub-ordinated debt	7	1,000,000	-
Total current liabilities		2,634,932	1,244,844
Non-current liabilities			
Trade and other payables		71,308	71,308
Other non-current liabilities		255,857	107,457
Financial liabilities	8	46,903,000	8,903,000
Sub-ordinated debt	7	-	1,000,000
Total non-current liabilities		47,230,165	10,081,765
Total liabilities		49,865,097	11,326,609
Net assets		7,087,285	7,041,072
Equity			
Share capital		13,041,605	12,957,414
Accumulated losses		(5,954,320)	(5,916,342)
Total equity		7,087,285	7,041,072

The above consolidated statement of financial position should be read in conjunction with the accompanying notes.

Condensed consolidated statement of changes in equity
for the half-year ended 31 December 2014

	Notes	Share capital \$	Accumulated profit/(loss) \$	Share based payment reserve \$	Total \$
Balance at 1 July 2013		10,907,304	(6,783,065)	1,500,000	5,624,239
Comprehensive Income for the year		-	120,916	-	120,916
Shares issued		573,975	-	-	573,975
Capital raising costs		(23,865)	-	-	(23,865)
Share based payment reserve		1,500,000	-	(1,500,000)	-
Balance at 31 December 2013		12,957,414	(6,662,149)	-	6,295,265
Balance at 1 July 2014		12,957,414	(5,916,342)	-	7,041,072
Comprehensive Income for the year		-	71,737	-	71,737
Dividends paid	3	-	(109,715)	-	(109,715)
Dividends reinvested	5	84,191	-	-	84,191
Balance at 31 December 2014		13,041,605	(5,954,320)	-	7,087,285

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

Condensed consolidated statement of cash flows

for the half-year ended 31 December 2014

Notes	31 Dec 2014 \$	31 Dec 2013 \$
Cash flows from operating activities		
Receipts from customers	1,581,332	2,273,257
Payments suppliers and employees	(1,050,368)	(1,783,416)
Interest received	75,687	40,691
Interest and other cost of finance paid	(42,616)	(43,240)
Net cash generated by/(used in) operating activities	564,035	487,292
Cash flows from investing activities		
Payment for plant and equipment	(7,363)	-
Loans to other entities	(38,000,000)	-
Net cash used in investing activities	(38,007,363)	-
Cash flows from financing activities		
Proceeds from issue of corporate bond	38,000,000	-
Proceeds from issue of equity instruments of the Company	-	573,975
Dividends paid	(25,524)	-
Payment for share issue costs	-	(23,865)
Net cash generated by financing activities	37,974,476	550,110
Net increase/(decrease) in cash and cash equivalents	531,148	1,037,402
Cash and cash equivalents at the beginning of the year	4,074,683	2,472,838
Cash and cash equivalents at the end of the year	4,605,831	3,510,240

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.

Notes to the condensed consolidated financial statements

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- 2 Segment information
- 3 Dividends
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- 5 Issues, repurchases and repayments of equity securities
- 6 Loans and receivables
- 7 Borrowings
- 8 Financial liabilities
- 9 Financial risk management
- 10 Events occurring after reporting period

Notes to the condensed consolidated financial statements

1. Significant accounting policies

Statement of compliance

The half-year financial report is a general purpose financial report prepared in accordance with the *Corporations Act 2001* and AASB 134 *'Interim Financial Reporting'*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *'Interim Financial Reporting'*. The half-year report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent annual financial report.

Basis of preparation

The condensed consolidated financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the Company's 2014 annual financial report for the financial year ended 30 June 2014, except for the impact of the Standards and Interpretations described below. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

The financial statements were authorised for issue by the directors as at the date of the directors' report. The directors have the power to amend and re-issue the condensed consolidated financial statements.

New or revised Standards and Interpretations that are first effective in the current reporting period

The Group has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to their operations and effective for the current half-year.

New and revised Standards and amendments thereof and Interpretations effective for the current half-year that are relevant to the Group include:

- AASB 1031 'Materiality' (2013);
- AASB 2012-3 'Amendments to Australian Accounting Standards – Offsetting Financial Assets';
- AASB 2013-3 'Amendments to AASB 136 – Recoverable Amount Disclosures for Non-Financial Assets';
- AASB 2013-9 'Amendments to Australian Accounting Standards' – Part B: 'Materiality';
- AASB 2014-1 'Amendments to Australian Accounting Standards'
 - Part A: 'Annual Improvements 2010-2012 and 2011-2013 Cycles'
 - Part C: 'Materiality'

The adoption of the above accounting standards had no material impact on the Group.

Notes to the condensed consolidated financial statements (continued)

2. Segment information

The Group is organised into one main segment which operates solely in the business of funds management with Australia.

The Group operates in Australia and holds all assets within Australia.

The Company has identified its operating segments based on the internal management reports that are reviewed and used by the Board of Directors (who are the chief operating decision makers) in assessing performance and determining the allocation of resources.

The Directors are of the opinion that the current financial position and performance of the Group is equivalent to the operating segments identified above and as such no further disclosure has been provided.

3. Dividends

Dividends paid and payable by the Company during the half-year:

	\$
Declared and paid during the half-year	
Fully franked final dividend declared for the year ended 30 June 2014	109,715
Fully franked final dividend for the year ended 30 June 2014– paid on 31 October 2014	(109,715)
Total dividends declared and paid during the half-year	-

4. Intangible assets

(a) Carrying amount allocated to each cash generating unit

Each cash-generating unit is considered to be the funds allocated to each investment manager which generates management fee income. The cash-generating units are set out below:

	Fortitude Capital Pty Ltd	Sandringham Capital Pty Ltd	Total
	\$	\$	\$
31 December 2014			
Intangible Assets	1,330,285	2,491,721	3,822,006
Carrying amount	1,330,285	2,491,721	3,822,006

(b) Key assumptions

The recoverable amount of each of the Group’s cash-generating units was based on fair value less cost to sell calculations (30 June 2014: fair value less cost to sell calculations) covering a five-year period with a terminal value growth rate applied at the end of that period. The following key assumptions have been used for the calculation of each cash-generating unit:

Cashflows

The cash flows for the fair value less cost to sell calculations are based on financial forecasts approved by management covering a five-year period, then a constant growth rate of 0% to 5% (30 June 2014: 0% to 10%).

The Directors believe it is appropriate to use a standard cost to sell rate for all impairment testing as each cash-generating unit shares similar risk profiles. The Group has considered the current economic climate in determining the appropriate cost to sell rate to use in impairment testing. At 31 December 2014, the cost to sell rate used has been determined to be 2%.

Notes to the condensed consolidated financial statements (continued)

4. Intangible assets (continued)

Terminal Growth rates

The terminal growth rate used to extrapolate cash flows beyond the five year forecast period is 2.5% (30 June 2014: 2.5%). The growth rate does not exceed the long term growth rate for any of the cash-generating units and is consistent with others in the industry.

Discount rate

In performing the fair value less cost to sell calculations for each cash-generating unit, the Group has applied post tax discount rates of 11.3% (30 June 2014: 11.3%). The discount rates used reflects the current market assessment of risks specific to each cash-generating unit, taking into consideration the time value of money and specific circumstances of each cash-generating unit.

Cost to sell

The Group has applied the cost to sell for each cash-generating unit to be the post-tax discount rate of 11.3% (30 June 2014: 11.3%). The discount rates and cost to sell assumptions used reflects the current market assessment of risks specific to each cash-generating unit, taking into consideration the time value of money and specific circumstances of each cash-generating unit.

(c) Impairment tests for intangibles

Where the recoverable amount of the cash-generating unit is less than the carrying amount, an impairment loss is recognised. The impairment test is performed at each annual reporting period, and an assessment of impairment indicators conducted for each half-year reporting period.

On 16 February 2015, the Group executed a share sale agreement for the funds management business for a cash consideration of \$4.3 million (subject to adjustments).

As a result, management do not believe a reasonable possible change in assumptions for any cash-generating unit would cause the units carrying amount to be lower than the recoverable amount. The Directors have determined that there are no indications of impairment for any assets held at 31 December 2014.

5. Issues, repurchases and repayments of equity securities

During the half-year, the contributed equity increased by \$84,191 amount (from \$12,957,414 to \$13,041,605) as a result of the Group issuing 195,734 shares for the dividend reinvestment plan.

There were no other movements in the ordinary share capital or other issued share capital of the Group in the current or prior half-year.

6. Loans and receivables

	31 Dec 2014	30 Jun 2014
	\$	\$
Loans to third parties	46,903,000	8,903,000
Total loans and receivables	46,903,000	8,903,000

Loans and receivables comprise loans made to third parties at arms-length. The loans are secured against units in the Aurora SIV Investment Fund (in which the borrower is the registered holder), and repayable in 2018/2019.

Notes to the condensed consolidated financial statements (continued)

7. Borrowings

The Group entered into a subordinate debt arrangement with HSI No. 1 Pty Ltd atf HSI Noteholders Trust on 23 December 2010 with a total borrowing of \$1 million for 5 years. The repayment is sub-ordinated to all creditors as approved by the Australian Securities and Investment Commission. Interest is payable quarterly in arrears at a floating rate of RBA Cash rate plus 6%. The total interest expense for the half-year was \$42,849 (31 December 2011: \$41,218).

8. Financial liabilities	31 Dec 2014 \$	30 Jun 2014 \$
Corporate Bond	46,903,000	8,903,000
Total financial liabilities	46,903,000	8,903,000

As at reporting date, the Company issued Corporate Bonds to the value of \$46,903,000, to the SIV Investment Fund. The Corporate Bond is recognised at amortised cost and matures in 2018/2019.

9. Financial Risk Management

The Group holds the following financial instruments:

	31 Dec 2014 \$	30 Jun 2014 \$
Financial assets		
Cash and cash equivalents	4,605,831	4,074,683
Trade and other receivables	705,360	621,487
Loans and receivables	46,903,000	8,903,000
Total current assets	52,214,191	13,599,170
Financial liabilities		
Trade and other payables	1,549,391	1,223,652
Short-term borrowings	21,425	21,192
Sub-ordinated debt	1,000,000	-
Total current liabilities	2,570,816	1,244,844
Trade and other payables	71,308	71,308
Financial liabilities	46,903,000	8,903,000
Sub-ordinated debt	-	1,000,000
Total non-current liabilities	46,974,308	9,974,308

For all financial instruments other than those measured at fair value their carrying value approximates fair value.

Fair value measurement

The Group classifies the fair value measurements of financial assets and financial liabilities using the three level fair value hierarchy set out below, to reflect the source of valuation inputs used when determining fair value:

- Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.
- Level 2: valuation techniques using market observable inputs either directly (as prices) or indirectly (derived from prices).
- Level 3: valuation techniques using non-market observable inputs.

The Group holds a 10% equity interest in Registry Direct. This is an equity instrument that does not have a quoted market price in an active market and therefore its fair value cannot be reliably measured, and hence the investment is measured at cost. The cost of Registry Direct was nil.

No other financial assets and liabilities are measured at fair value, therefore no further disclosures have been made.

The carrying amounts of trade and other receivables and trade and other payables and borrowings are reasonable approximations of their respective fair values.

Notes to the condensed consolidated financial statements (continued)

10. Events occurring after the reporting period

On 16 February 2015, the Group executed the share sale agreement with Keybridge Capital to sell its 100% share in Aurora Funds Management Limited, a wholly owned subsidiary of the Group for a cash consideration of \$4.3 million. The total consideration is payable for the shares in Aurora Funds Management Limited is payable in 2 parts as follows:

- (iii) \$3.5 million payable on the Completion Date (Initial Payment); and
- (iv) \$0.8 million payable 12 months from the Completion Date (Deferred Payment).

The Consideration is subject to downwards adjustments as follows:

- (iv) the Initial Payment of \$3.5 million is to be reduced by 2.5 cents per \$1 that the retail funds under management at Completion is less than \$170 million; and
- (v) the Deferred Payment of \$0.8 million is to be reduced by:
 - A. 2.75 cents per \$1 that the retail funds under management at the first anniversary of the Completion Date is less than \$150 million; and
 - B. any amounts set-off by Keybridge for warranty/indemnity claims.

There are a number of conditions precedent that are required to be satisfied before the Transaction is completed including the Company obtaining the approval of shareholders to enter into the Transaction, the Board of Keybridge having approved the terms of the transaction, Keybridge and directors of the Group entering into Escrow Arrangement and all key persons signing new employment agreements with Aurora.

A general meeting of the Company's shareholders to approve the sale Transaction will be held on 24 March 2015.

The impact of the sale to the half year financial statements is as follows:

- (i) Condensed Statement of Profit/Loss - total income reduced by \$1.4 m and total operating expenses reduced by \$1.5m;
- (ii) Condensed Statement of Financial Position – total net assets reduced by \$3.5m payable on Completion Date, \$0.8m payable 12 months from Completion Date and upward/downwards adjustment.

The Group has not disclosed the investment in Aurora Funds Management Limited as a Held for Sale asset in accordance with AASB 5 'non-current Assets held for sale and discontinued operations' in recognition of the fact there is no active marketing of the investment for sale and in the unlikely event that the sale doesn't proceed, Aurora's intention is continue to operate the business as normal.

Except for the matters discussed above, no matter or circumstances have arisen since 31 December 2014 that has significantly affected, or may significantly affect:


- (a) the Group's operations in future financial years, or
- (b) the results of those operations in future financial years, or
- (c) the Group's state of affairs in future financial years.

Director's declaration

In the opinion of the directors of the Responsible Entity:

- (a) the condensed financial statements and notes set out on pages 5 to 14 are in accordance with the Corporations Act 2001, including:
 - (i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the Trust's financial position as at 31 December 2014 and of its performance for the financial half-year ended on that date; and
- (b) there are reasonable grounds to believe that the Trust will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors.

A handwritten signature in black ink that reads "Simon Lindsay". The signature is written in a cursive, flowing style with a long horizontal stroke at the end.

Simon Lindsay
Managing Director
27 February 2015

Independent Auditor's Review Report to the Members of Aurora Funds Limited

We have reviewed the accompanying half-year financial report of Aurora Funds Limited (the "Company"), which comprises the condensed consolidated statement of financial position as at 31 December 2014, and the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of cash flows and the condensed consolidated statement of changes in equity for the half-year ended on that date, selected explanatory notes and, the directors' declaration of the consolidated entity comprising the Company and the entities it controlled at the end of the half-year or from time to time during the half-year as set out on pages 5 to 15.

Directors' Responsibility for the Half-Year Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2014 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Aurora Funds Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Auditor's Independence Declaration

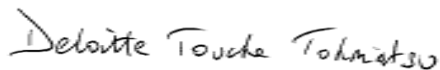
In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Aurora Funds Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

Deloitte.

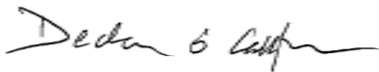
Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Aurora Funds Limited is not in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2014 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.



DELOITTE TOUCHE TOHMATSU



Declan O'Callaghan
Partner
Chartered Accountants
Sydney, 27 February 2015