

Aurora Buy-Write Income Trust ASX Code: ABW

Performance Report - 30 September 2009

Summary

- The Trust returned +5.4% for the month versus the S&P/ASX200 Accumulation Index which returned +6.2%
- The Trust has finalised the new Investment Strategy, and has continued to maintain exposure to the Australian share market



Monthly Performance

Jul 06	Aug 06	Sep 06	Oct 06	Nov 06	Dec 06	Jan 07	Feb 07	Mar 07	Apr 07	May 07	Jun 07	12mths ²	Index ¹	Outperformance
-0.16%	1.99%	3.78%	4.49%	4.04%	3.16%	2.47%	0.39%	3.36%	2.38%	0.12%	-1.56%	26.88%	28.66%	-1.78%
Jul 07	Aug 07	Sep 07	Oct 07	Nov 07	Dec 07	Jan 08	Feb 08	Mar 08	Apr 08	May 08	Jun 08	12mths ²	Index ¹	Outperformance
-2.43%	2.77%	2.23%	1.94%	-1.37%	-4.21%	-7.93%	-4.38%	0.38%	-0.27%	-1.26%	-11.35%	-22.96	-13.40%	-9.56%
Jul 08	Aug 08	Sep 08	Oct 08	Nov 08	Dec 08	Jan 09	Feb 09	Mar 09	Apr 09	May 09	Jun 09	12mths ²	Index ¹	Outperformance
-1.50%	2.03%	-4.23%	-4.09%	-1.69%	1.20%	-1.20%	+1.08%	-0.19%	0.17%	0.00%	0.80%	-6.93%	-20.14%	+13.21%
Jul 09	Aug 09	Sep 09										3mths ²	Index ¹	Outperformance
7.96%	6.91%	5.35%										21.59%	21.50%	+0.09%

Trust features

Unit pricing	Monthly.
Distribution frequency	Half-yearly.
Distribution policy	The Trust will distribute 100% of its net realised gains each year.
Distribution Reinvestment Plan	Available.
Applications	Investors may acquire Units on market or via the current Product Disclosure Statement.
Redemptions	On market by selling on the ASX or off-market at the end of each month.

Trust valuations

Market capitalisation	\$8,881,252
Net Asset Value (NAV)	\$9,090,986
Units on issue	1,325,560
Net Assets Value per Unit	\$7.4312
NAV plus distributions paid (since inception)	\$10.5870

Trust distributions (per Unit)

Period	Cash	Franking	Total	Yield at NAV (p.a.)
31 Dec 06	\$0.2915	\$0.1249	\$0.4164	9.0%
30 Jun 07	\$1.1774	\$0.2227	\$1.4001	25.3%
31 Dec 07	\$0.2000	\$0.1990	\$0.3990	7.6%
30 Jun 08	\$0.3514	\$0.2402	\$0.5916	11.9%
31 Dec 08	\$0.2700	\$0.0000	\$0.2700	7.6%
30 Jun 09	\$0.1600	\$0.0000	\$0.1600	5.1%
Total	\$2.4503	\$0.7868	\$3.2371	

Trust Update

The Trust has finalised the change of the Investment Strategy. A new PDS will be issued shortly.

The S&P/ASX 200 Accumulation Index rose 6.2% in September, the seventh consecutive monthly gain. Over the 12 months to September 2009 the index had risen by 8.3%. Since reaching its low on 6 March 2009, the S&P/ASX 200 Accumulation Index had risen by 54.3% to the end of September 2009.

Confidence in the share market was again boosted by the positive mid-year reporting season as well as the emergence of stronger than expected economic data.

The August reporting season revealed that 44% of Australian companies had posted positive earnings surprises, 38% were on target while 18% delivered negative earnings surprises. In other words, more than 80% of companies met or exceeded their earnings expectations.

Looking at Australian equity valuations, the market rally has pushed the forward price to earnings ratio (P/E ratio) just past its longer term historical average, suggesting that the Australian share market is currently trading at or around fair value.

The Australian share market P/E ratio (on a 12 month forward consensus earnings forecast) is at almost 16 times expected earnings, which is not too far from its longer-term historical average.

We continued to hold approximately share market index weight exposure over the month.

Appointment of new Investment Manager

Sandringham Capital Pty Ltd ("Sandringham") has been appointed as the new Investment Manager of the Trust. Sandringham has established a strong track record and market reputation for creating consistent income returns for investors through the Aurora Sandringham Dividend Income Trust and the Sandringham Global Earnings Trust.

Change of Name

We expect to shortly ask Unit holders to vote on a change of the name of the Trust to the Aurora Sandringham Australian Equity Trust.

Significant portfolio holdings

	Weight (NAV%)	ASX Code
SPDR S&P/ASX200 Fund	99.0	STW
Total Invested as a % of NAV	99.0	

About Aurora

Aurora Funds Management (Aurora) is an investment management and distribution group owned and operated by a group of professionals with considerable experience in retail funds management, stockbroking, margin lending, corporate advisory and investment banking.

Aurora aims to source, package and distribute carefully researched investment strategies that are managed by specialist wholesale investment managers.

Aurora is also the issuer of the:

- Aurora Sandringham Dividend Income Trust (ASX code: AOD)
- Aurora Infrastructure Buy-Write Income Trust (ASX code: AIB)
- Aurora Property Buy-Write Income Trust (ASX code: AUP)
- van Eyk Blueprint Alternatives Plus (ASX code: VBP)

Aurora Funds Management

Level 11, 88 Phillip Street, Sydney NSW 2000 PO Box R1695, Royal Exchange NSW 1225
Telephone: 1300 553 431, Visit www.aurorafunds.com.au, or Email: enquiries@aurorafunds.com.au

1 S&P/ASX200 Accumulation Index. 2. Assumes reinvestment of cash distributions
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