

Aurora Absolute Return Fund

STRATEGIC INVESTMENT BY MOLOPO ENERGY LIMITED

Aurora Funds Management Limited provides an announcement in respect of the Aurora Fortitude Absolute Return Fund ("AFARF") which directly impacts the Aurora Absolute Return Fund (ABW).

Further information

If you have any queries or concerns, please contact us.

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ASIC DISCLOSURE NOTICE

27 July 2017

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Following the proposed takeover bid announced this morning by Aurora Funds Management Limited (**Aurora**), as responsible entity of the Aurora Fortitude Absolute Return Fund (**AFARF**), for Molopo Energy Limited (**Molopo**), Molopo announced it had completed a 'strategic investment' and requested a suspension of trading in its shares until 31 July 2017 while it finalises its 'technical announcement'.

AFARF and the Aurora Global Income Trust both have investments in Molopo. Molopo has been a 'cashbox' for more than 4 years, and since November 2015 has made repeated public statements that it would obtain shareholder approval before making a material investment. Further, under chapter 11 of the ASX Listing Rules, Molopo is required to obtain shareholder approval for any proposed transaction that would result in a significant change to the nature or scale of its activities.

Entering into a 'strategic' investment without shareholder approval may trigger a defeating condition under Aurora's proposed takeover bid, potentially denying Molopo shareholders the opportunity to participate in the significant premium to Molopo's recent market price afforded by the takeover bid.

Aurora looks forward to Molopo's 'technical' announcement and will carefully consider all of its options if the Board of Molopo proceeds with the investment without shareholder approval.

Yours faithfully



Betty Poon
Company Secretary
Aurora Funds Management Limited
as responsible entity of
Aurora Fortitude Absolute Return Fund

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