

Dexion Absolute Limited

MONTHLY PORTFOLIO REVIEW

AUGUST 2014

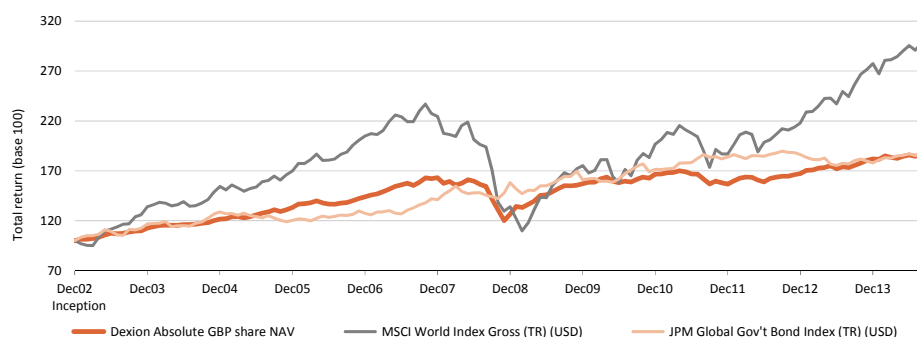
www.dexionabsolute.com

Investment Adviser Portfolio Outlook

Global markets are experiencing a scenario of diverging central banking and economic policies between the US, Europe and Japan. Mario Draghi of the ECB announced an asset-backed security purchase program, which many have viewed as Europe's foray into QE similar to what the US Federal Reserve has undertaken in recent years. Conversely, in the US, investors have continued to speculate over how the Fed will engineer its own exit from the QE program while minimising disruption to market functionality. Finally, in Japan, the government is facing a dilemma related to implications arising from a higher consumption tax introduced early this year, which has seemingly weakened economic data and distorted the effect of "Abenomics."

The Investment Adviser continues to believe that more offensively-oriented, security selection strategies (Event driven, Long/short equities) are best suited to capitalise on the near-term opportunity set. At the same time, however, changing factors related to the macro environment may produce greater volatility and more varied market outcomes. The Investment Adviser is actively monitoring a number of important market indicators and will adjust allocations to strategies such as Macro and Portfolio hedge (tail-risk opportunities, in particular) should the opportunity set change. These allocations are on the lower end of their historical ranges today but the vast toolkit available to such managers positions them well to capitalise in more dislocated and volatile markets.

Performance Data¹



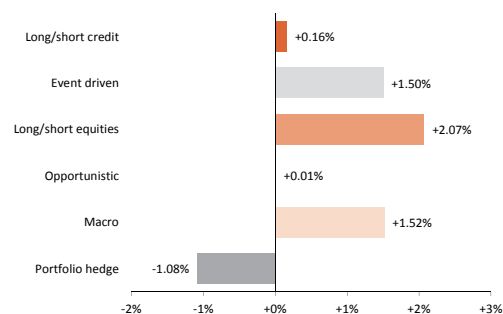
Source: Bloomberg

Since inception of each DAL share class								
	Aug (%)	YTD (%)	12m (%) ²	24m (%) ^{1,2}	36m (%) ^{1,2}	Ret (%) ^{1,2}	Vol (%) ^{1,2}	Sharpe Ratio ^{1,2,3}
Dexion Absolute GBP Share NAV	+0.66%	+2.07%	+7.16%	+6.55%	+4.72%	+5.45%	6.52%	+0.41
Dexion Absolute EUR Share NAV	+0.85%	+2.14%	+7.66%	+6.40%	+8.85%	+4.05%	9.49%	+0.25
Dexion Absolute USD Share NAV	+0.66%	+1.92%	+7.15%	+6.35%	+11.88%	+6.32%	10.52%	+0.43
MSCI World Index Gross (TR) (USD) ⁴	+2.24%	+7.20%	+21.74%	+20.01%	+16.14%	+9.79%	15.42%	+0.52
JPM Global Gov't Bond Index (TR) (USD) ⁴	+0.57%	+4.76%	+5.35%	-0.38%	+0.01%	+5.48%	6.75%	+0.55

Source: Dexion Capital plc (calculation), Bloomberg (data)

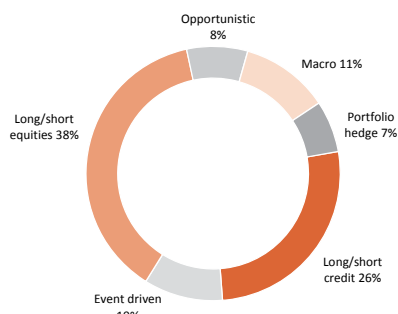
Strategy Overview

Monthly strategy performance (as at 29 August 2014)⁵



Source: Aurora Investment Management L.L.C.

Strategy allocation (as at 1 September 2014)⁶



Source: Aurora Investment Management L.L.C.

Share class information

	INCEPTION DATE	BLOOMBERG	REUTERS	ISIN	SEDOL
GBP	19 Dec 2002	DAB LN	DAB.L	GB0032287020	3228702
EUR	28 Jun 2005	DABE LN	DABx.L	GB00B0FXK920	B0FXK92

GBP as at 29 August 2014

NAV	182.55p
Return	+0.66%
Share Price*	171.375p
Net Assets	£247.07m
Opening NAV per GBP share 98.25p	

EUR as at 29 August 2014

NAV	€2.6379
Return	+0.85%
Share Price*	€2.4525
Net Assets	€3.65m
Opening NAV per EUR share €1.8325	

USD as at 29 August 2014

NAV	\$3.8845
Return	+0.66%
Share Price*	\$3.6500
Net Assets	\$10.58m
Opening NAV per USD share \$2.2158	

*Closing mid-price at month end

Key Facts

Manager

Dexion Capital (Guernsey) Limited

Investment Adviser

Aurora Investment Management L.L.C.

Investment Consultant

Dexion Capital plc

Overview

Dexion Absolute Limited is a Guernsey registered, closed-end investment company listed on the London Stock Exchange. The Company's investment objective (which is consistent with that of Aurora Offshore Fund Ltd II ("AOFL II")) is to generate consistent long-term capital appreciation with low volatility and little correlation with the equity and bond markets. The Company seeks to achieve its investment objective by investing substantially all of its assets (other than the illiquid investments and any funds required for short term working capital purposes and subject to realising those investments which are not the subject of in specie transfers to AOFL II) in shares of AOFL II. The Company's shares are denominated in GBP, EUR and USD. The Company invests in underlying assets which are predominantly US dollar denominated and the Company generally implements a hedging policy in an attempt to reduce the impact of currency fluctuations on the GBP and EUR shares. (Currency hedging was suspended between 14 November 2008 and 27 January 2009.) Effective 1 April 2013, the Company made an investment in AOFL II, as part of its transition to a feeder fund of AOFL II. As at 1 September 2014, 90.40% of the Company's total net assets were invested in AOFL II.

Total Net Assets £256.34m

Fees

Management 1.00%
Performance 10% (trigger 3%)

Contact Details

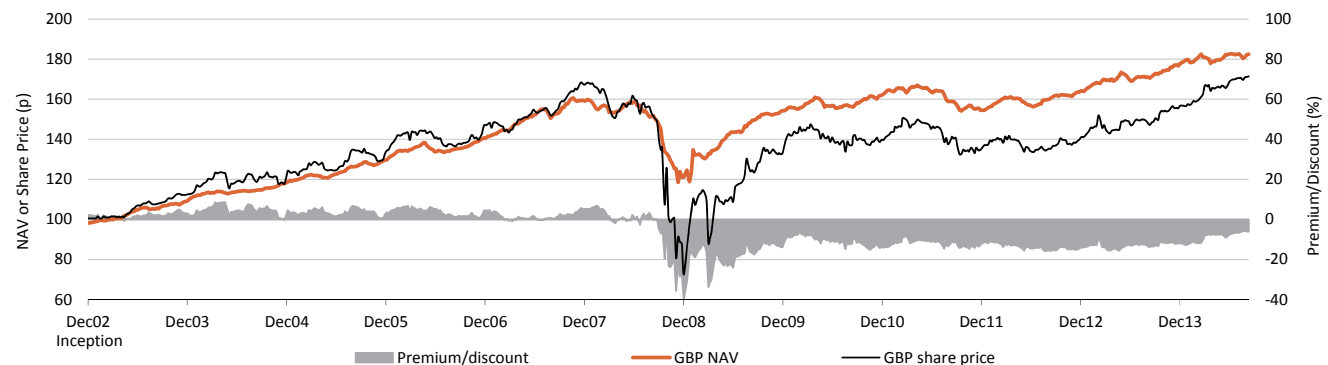
Dexion Absolute Limited,
1 Le Truchot, St Peter Port, Guernsey

Email

clientservices@dexionabsolute.com

USD 28 Jun 2005 DABU LN DABu.L GB00B0FXL332 B0FXL33

Share Price Performance (GBP)^{1,7}



Source: Bloomberg

Historical NAV Performance (%)⁸

Monthly GBP NAV performance (%)¹

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2014	-0.29%	+1.95%	-0.80%	-0.52%	+1.12%	+0.71%	-0.74%	+0.66%					+2.07%
2013	+1.92%	+0.26%	+1.08%	+0.35%	+1.05%	-1.70%	+1.11%	-0.40%	+1.29%	+1.29%	+1.50%	+0.82%	+8.84%
2012	+1.97%	+1.84%	+0.66%	-0.27%	-1.73%	-1.03%	+2.11%	+0.85%	+0.60%	+0.02%	+0.83%	+0.71%	+6.67%
2011	+0.15%	+0.75%	+0.19%	+0.96%	-0.54%	-1.35%	-0.10%	-2.97%	-2.97%	+1.71%	-1.03%	-0.77%	-5.94%
2010	+0.99%	+0.13%	+2.13%	+0.88%	-2.57%	-0.77%	+0.91%	-0.54%	+1.79%	+1.20%	-0.51%	+2.39%	+6.09%
2009	+5.89%	-0.68%	+2.37%	+2.37%	+4.10%	+0.42%	+2.15%	+2.10%	+1.94%	-0.16%	+0.30%	+1.03%	+23.95%
2008	-3.52%	+1.26%	-2.34%	+1.21%	+2.27%	-0.89%	-1.99%	-1.35%	-8.13%	-7.55%	-8.43%	+5.55%	-22.31%
2007	+1.14%	+0.85%	+1.44%	+1.70%	+1.85%	+1.05%	+1.02%	-1.43%	+2.08%	+2.73%	-0.48%	+0.62%	+13.23%
2006	+2.54%	+0.28%	+0.71%	+1.42%	-1.52%	-0.78%	-0.08%	+0.83%	+0.35%	+1.39%	+1.44%	+1.34%	+8.13%
2005	+0.29%	+1.54%	+0.06%	-0.87%	+0.88%	+1.38%	+1.51%	+0.86%	+1.75%	-1.41%	+1.40%	+1.72%	+9.46%
2004	+1.39%	+0.96%	+0.38%	-0.18%	+0.03%	+0.61%	-0.06%	+0.39%	+0.86%	+0.41%	+1.70%	+1.38%	+8.13%
2003	+1.44%	+0.02%	+0.78%	+1.37%	+2.11%	+1.56%	-0.48%	+0.27%	+1.48%	+0.72%	+0.31%	+2.39%	+12.59%

Monthly EUR NAV performance (%)¹

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2014	-0.32%	+2.14%	-0.93%	-0.61%	+1.27%	+0.79%	-1.02%	+0.85%					+2.14%
2013	+1.76%	+0.36%	+0.82%	+0.31%	+0.98%	-1.72%	+1.06%	-0.45%	+1.37%	+1.35%	+1.69%	+0.89%	+8.69%
2012	+1.92%	+1.76%	+0.56%	-0.30%	-1.90%	-0.89%	+15.85%	+0.71%	+0.66%	-0.08%	+0.73%	+0.66%	+20.28%
2011	+0.10%	+0.75%	+0.05%	+0.81%	-0.55%	-1.33%	-0.16%	-3.21%	-3.11%	+1.69%	-1.05%	-0.92%	-6.82%
2010	+0.82%	+0.07%	+2.14%	+0.91%	-2.74%	-0.90%	+0.85%	-0.58%	+1.62%	+1.11%	-0.54%	+2.32%	+5.06%
2009	+11.13%	-0.49%	+1.34%	+2.65%	+4.20%	+0.70%	+2.13%	+1.87%	+1.85%	-0.16%	+0.28%	+1.01%	+29.34%
2008	-3.62%	+1.18%	-2.35%	+0.07%	+2.17%	-0.97%	-2.11%	-1.41%	-8.31%	-7.44%	-4.69%	-9.76%	-31.38%
2007	+1.02%	+0.73%	+1.29%	+1.59%	+1.72%	+0.92%	+0.91%	-1.57%	+1.88%	+2.60%	-0.65%	+0.45%	+11.38%
2006	+2.26%	+0.15%	+0.52%	+1.31%	-1.68%	-0.91%	-0.04%	+0.55%	+0.21%	+1.30%	+1.30%	+1.23%	+6.32%
2005	-	-	-	-	-	-	+1.28%	+0.67%	+1.64%	-1.58%	+1.16%	+1.54%	+4.78%

Monthly USD NAV performance (%)¹

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2014	-0.33%	+1.98%	-0.84%	-0.54%	+1.09%	+0.70%	-0.78%	+0.66%					+1.92%
2013	+1.84%	+0.27%	+0.82%	+0.33%	+0.96%	-1.67%	+1.09%	-0.40%	+1.39%	+1.28%	+1.53%	+0.84%	+8.55%
2012	+1.92%	+1.84%	+0.54%	-0.26%	-1.80%	-1.20%	+25.79%	+0.84%	+0.76%	-0.04%	+0.76%	+0.74%	+30.95%
2011	+0.16%	+0.73%	+0.01%	+0.90%	-0.65%	-1.44%	-0.22%	-3.21%	-3.01%	+1.61%	-1.13%	-0.79%	-6.93%
2010	+0.81%	+0.03%	+2.08%	+0.88%	-2.46%	-0.84%	+0.85%	-0.59%	+1.74%	+1.17%	-0.58%	+2.36%	+5.48%
2009	+5.54%	-0.41%	+1.58%	+2.37%	+4.67%	+0.49%	+2.16%	+2.00%	+1.89%	-0.17%	+0.27%	+0.96%	+23.35%
2008	-3.61%	+1.10%	-2.52%	+0.98%	+2.05%	-1.10%	-2.21%	-1.49%	-8.42%	-5.71%	-3.41%	-1.11%	-23.06%
2007	+1.15%	+0.85%	+1.45%	+1.74%	+1.81%	+1.04%	+1.01%	-1.46%	+2.06%	+2.73%	-0.57%	+0.53%	+12.99%
2006	+2.58%	+0.25%	+0.71%	+1.54%	-1.45%	-0.71%	-0.01%	+0.92%	+0.38%	+1.45%	+1.53%	+1.33%	+8.79%
2005	-	-	-	-	-	-	+1.37%	+0.82%	+1.74%	-1.41%	+1.32%	+1.72%	+5.66%

Legend:

- Reflects the impact of the 2009 reverse auction¹
- Reflects the impact of foreign exchange¹
- Reflects the impact of the reverse auction and foreign exchange¹
- Reflects the impact of the 2010 reverse auction¹
- Reflects the impact of the 2012 reverse auction¹

Source: Bloomberg

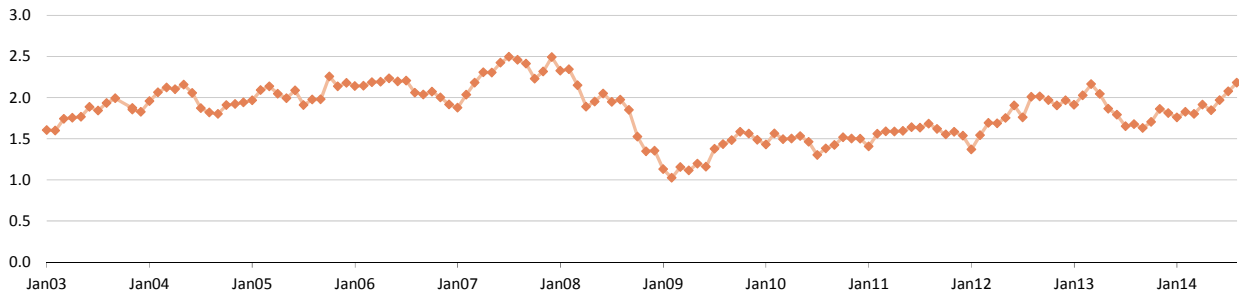
Historical Look-Through Portfolio Leverage⁹ as at 1 August 2014

Dexion Absolute Limited

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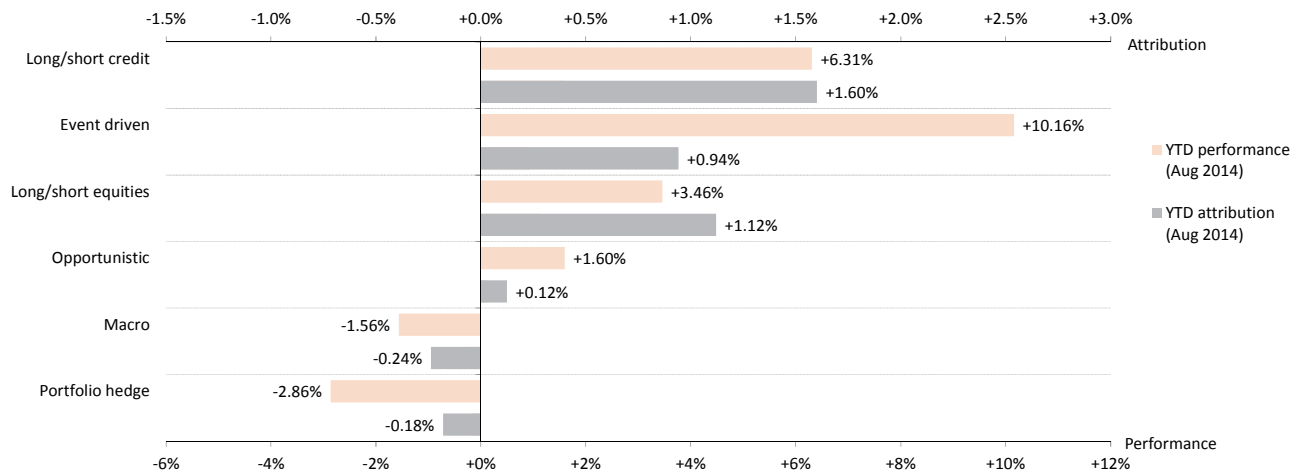
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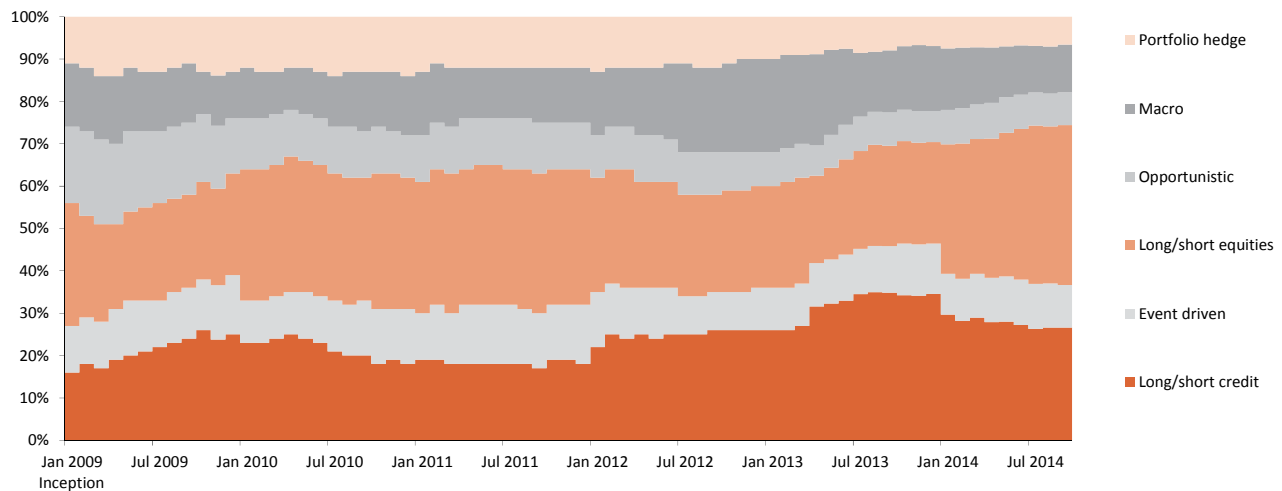
Source: Aurora Investment Management L.L.C.

Strategy Performance and Attribution^{5,10}



Source: Aurora Investment Management L.L.C.

Historical Strategy Allocation^{11,12}



Source: Aurora Investment Management L.L.C.

Country / Region Weightings

Equities ¹³ (as at 1 August 2014)	Long	Short	Net	Gross
Asia	3.0%	-2.8%	0.2%	5.8%
Canada	2.9%	-1.1%	1.8%	4.0%
Emerging Markets	2.6%	-1.5%	1.1%	4.1%
Europe	14.9%	-6.4%	8.5%	21.3%
Japan	1.9%	-0.5%	1.4%	2.4%
United Kingdom	3.4%	-1.3%	2.1%	4.7%
United States	43.9%	-25.8%	18.1%	69.7%
Total	72.6%	-39.4%	33.2%	112.0%

Credit ¹⁴ (as at 1 August 2014)	Long	Short	Net	Gross
Asia	0.9%	-0.1%	0.8%	1.0%
Canada	0.4%	0.0%	0.4%	0.4%
Emerging Markets	0.6%	0.0%	0.6%	0.6%
Europe	4.4%	-1.4%	3.0%	5.8%
United States	9.9%	-5.9%	4.0%	15.8%
Total	16.2%	-7.4%	8.8%	23.6%

Source: Aurora Investment Management L.L.C. Numbers may not total due to rounding.

Strategy

Market overview

- Strong economic data from the US and solid corporate earnings fueled equity markets in August, with the S&P 500 closing above the 2,000 level during the month for the first time. Higher-yielding sectors, notably utilities and consumer staples, were among the best performing segments of the market.
- Outside of the US, equity performance was mixed, with weaker economic data from Europe and Japan weighing on those markets.
- Global bond markets finished the month higher, led by reduced expectations for inflation in Europe and a rally in US treasuries.
- Within foreign exchange markets, the US dollar continued to demonstrate strength, once again appreciating against most major currencies, including the euro, sterling and the yen.
- Finally, commodity markets finished weaker in August. This was led by negative performance in energy-related commodities, particularly oil. Metals produced mixed results, with gold appreciating while silver and copper fell.

	Perf MTD % ⁵	Alloc. % ⁶	Number of mgrs ⁶	Context for performance
Long/short credit	+0.16%	26%	7	Gains during the month were driven by both credit and equity exposure across a number of regions. More specifically, municipal debt holdings in Puerto Rico and Latin America and corporate credit exposures yielded profits. Further gains emanated from equity exposure to US financials. Losses were attributable to US treasury short exposures, an equity holding in an Italian bank and Latin American sovereign exposure.
Long/short equities	+2.07%	38%	17	The strategy benefited from the equity rally in August, as markets recouped their losses from July. Gains were led by long equity exposure to the telecommunications sector, both in the US and elsewhere, particularly in Europe. Additional profits were attributable to long equity holdings in a collection of internet-based businesses and in semiconductor firms. Conversely, short exposures to the energy sector, particularly in firms specialising in exploration and production, generally yielded negative returns.
Opportunistic	+0.01%	8%	4	The strategy yielded gains on the back of long equity and credit holdings in the US, Latin America and Europe. In particular, gains were driven by long media and financials holdings, including credit exposure to a Portuguese bank and equity positions in a real estate company. Additional profits were attributable to exposure to a Brazil-based hospitality group and a German engineering company. Short equity index exposure detracted from the strategy's performance for the month, as did one manager's short exposure geared to a rise in yield on the 10-year US treasury.
Macro	+1.52%	11%	6	Long equity exposure to the US, Brazil and India contributed positively, as did short equity exposures in South Africa and South Korea. Additional profits emanated from long fixed-income exposure, in particular long positioning in European and Brazilian interest rates. Foreign exchange exposure also proved to be a profit center, with gains emanating from exposure to the renminbi, yen and euro. Commodity exposure, specifically short positions in natural gas and coal, detracted modestly.

Strategy (continued)

	Perf MTD % ⁵	Alloc. % ⁶	Number of mgrs ⁶	Context for performance
Portfolio hedge	-1.08%	7%	4	<p>Both the short selling and tail-risk opportunities sub-strategies yielded negative returns amid strong equity market performance and declining implied equity volatility.</p> <p>Short sellers' losses emanated from short equity holdings in a number of healthcare companies, one of the stronger performing sectors during the month.</p> <p>Moreover, short credit positions in various sectors such as consumer discretionary, consumer staples and industrials also detracted from performance.</p> <p>Offsetting a portion of the losses were gains from short exposures to companies in the e-commerce and restaurant industries.</p> <p>In tail-risk opportunities, gains from interest rate and foreign exchange volatility trading were more than offset by losses incurred from declining equity market volatility in the US and Europe.</p>
Event driven	+1.50%	10%	5	<p>The strategy produced the bulk of its gains via equity exposure across the US and Canada.</p> <p>Exposure to the healthcare, energy and food service industries contributed the majority of the strategy's profits during the month.</p> <p>Furthermore, special opportunities contributed notable gains, outperforming the S&P 500 for the month.</p> <p>Long exposure to European equities detracted modestly, including positions in a handful of Portuguese banks.</p>

Source: Aurora Investment Management L.L.C.

Top 10 Investments¹⁵

Name of investment	Strategy	Alloc. %	Trading style
Palomino Thoroughbred Composite	Long/short credit	6.05%	<p>Palomino Thoroughbred Composite makes long and short investments across the capital structure focusing on stressed, distressed and value-orientated credit opportunities. These hedge funds employ a fundamental, bottom-up approach and will, at times, participate in situations where they can play a proactive role in corporate reorganisations and throughout the bankruptcy process. Palomino employs a more opportunistic approach and may have significant exposure in non-credit securities. Thoroughbred will ordinarily invest no more than 30% of its net assets in non-fixed income instruments.</p>
Redwood Offshore Fund, Ltd.	Long/short credit	4.66%	<p>Redwood Offshore Fund, Ltd. makes long and short investments across the capital structure focusing on stressed, distressed and value-orientated credit opportunities. The hedge fund employs a fundamental, bottom-up approach and at times will play a proactive role throughout the bankruptcy process. The composition of the hedge fund's portfolio is generally well diversified with a moderate level of concentration in higher conviction positions.</p>
Pennant Broadway Gate Composite	Long/short equities	3.61%	<p>Pennant Broadway Gate Composite invests primarily in long and short equity securities across global markets. The hedge funds' investment manager combines macro analysis to identify long-term themes, with bottom-up research to select well-positioned companies. The hedge funds will engage in non-equity investments on an opportunistic basis.</p>
Columbus Hill Overseas, Ltd.	Long/short credit	3.24%	<p>Columbus Hill Overseas, Ltd. makes long and short investments across the capital structure, focusing on stressed, distressed and value-orientated credit opportunities. The manager employs a fundamental, bottom-up approach and at times will participate in situations where it can play a proactive role in corporate reorganisations and throughout the bankruptcy process. The composition of the manager's portfolio is more concentrated with exposure to a diverse group of industries.</p>
Centerbridge Credit Partners Offshore, Ltd.	Long/short credit	3.19%	<p>Centerbridge Credit Partners Offshore, Ltd. seeks to invest across the capital structure, focusing on stressed, distressed and value-orientated credit opportunities. The hedge fund employs a fundamental, bottom-up approach and will participate in situations where it can play a proactive role in corporate reorganisations. The hedge fund is primarily long biased but will look to add short positions opportunistically.</p>

Top 10 Investments¹⁵ (continued)

Name of investment	Strategy	Alloc. %	Trading style
Greenlight Composite	Long/short equities	3.08%	Greenlight Composite invests primarily in long and short equities across developed markets. Utilising fundamental research and thorough due diligence, the hedge fund invests in value-orientated companies with secular tailwinds, strong balance sheets and quality management teams. Short positions focus on declining businesses with excessive leverage and structural challenges. The hedge fund also opportunistically invests in non-equity securities.
AKO Fund Limited	Long/short equities	3.04%	AKO Fund Limited employs a long/short equity strategy across developed European markets. The hedge fund engages in fundamental research to identify long positions with strong balance sheets and accelerating earnings. Short positions are typically shorter-term than the hedge fund's long positions. The hedge fund is long-biased and opportunistically invests in emerging markets.
Discovery Composite	Macro	3.04%	Discovery Composite employs a fundamentally-driven, discretionary global macro strategy with an emphasis on emerging markets. The hedge fund combines a macro-driven, top-down approach with fundamental bottom-up security selection to develop investment themes. These themes are expressed through equities, fixed income, currencies and related derivatives.
Monarch Opportunities Fund Ltd.	Long/short credit	3.03%	Monarch Opportunities Fund Ltd. makes long and short investments across the capital structure focusing on stressed, distressed and value-orientated credit opportunities. The manager employs a fundamental, bottom-up approach and favours event-driven situations that require a deep understanding of the restructuring process. The manager primarily focuses on the US but can have up to 50% in positions elsewhere.
Stonehill Offshore Partners Limited	Long/short credit	2.85%	Stonehill Offshore Partners Limited makes long and short investments across the capital structure focusing on stressed, distressed and value-orientated credit opportunities. The manager employs a fundamental, bottom-up approach and at times will participate in situations where it can play a proactive role in corporate reorganisations and throughout the bankruptcy process. While the manager participates primarily in larger capitalisation prospects, the manager also specialises in identifying investment opportunities in underfollowed, smaller issuers.

Top 5 Investments (AOFL II by contribution to performance in August 2014)

Fund	Strategy	Contribution % ¹⁶	Context for performance
Fund 1	Long/short equities	+0.15%	Long equity holdings led profits in August with core holdings in an aerospace and defence company, a Spanish pharmaceutical company and a US biotechnology company leading the way. Long positions in a mortgage servicer and an information technology outsourcer detracted from gains.
Fund 2	Long/short equities	+0.12%	Broad-based gains emanated from the fund's long book, including positions in online-focused businesses and airline holdings. Short positions generally detracted, with exposure to the consumer/retail sector among the hardest hit.
Fund 3	Long/short equities	+0.11%	Stock selection on both sides of the book drove gains as the portfolio was positioned approximately 20% net long during the month. The largest position is a producer of sand for natural gas fracking which appreciated meaningfully based on continued robust demand for the company's product. Additional gains were attributable to long holdings in oil and gas exploration and production companies.
Fund 4	Macro	+0.09%	Gains emanated from core currency positions that were all expressed via options. Long exposure to the renminbi accounted for nearly half of the monthly return as the currency continued its recent appreciation. Short exposure to the yen and euro produced additional gains. Equities and fixed income detracted slightly.
Fund 5	Long/short equities	+0.09%	Long exposure to a beverage company contributed gains on news of a strategic partnership with a large, diversified global beverage company. Exposure to an internet company specialising in online reviews also performed well due to a strong earnings announcement. The short book was down slightly but added alpha on an exposure-adjusted basis.

Source: Aurora Investment Management L.L.C.

Bottom 5 Investments (AOFL II by contribution to performance in August 2014)

Fund	Strategy	Contribution % ¹⁶	Context for performance
Fund 1	Opportunistic	-0.05%	A net short bias, combined with losses from a handful of macro-related positions, led to a negative return during the month. Short equity index positions (Russell 2000, S&P 500), as well as a short position in a healthcare services company, detracted. Interest rate swaps added further to losses as the 10-year US treasury yield declined. A long position in a Brazilian hospitality firm was positive after the company received an offer to be taken private.
Fund 2	Long/short equities	-0.05%	Losses emanated from the energy book as two short positions in petroleum-focused businesses proved particularly costly. Offsetting a portion of those losses were gains from core long positions in a German building materials company and a thoroughbred racetrack company.
Fund 3	Portfolio hedge	-0.02%	Losses were driven by short credit positions, expressed through credit default swaps, in the consumer retail, printing and gaming industries.
Fund 4	Portfolio hedge	-0.02%	Losses were led by short exposures in healthcare, in particular pharmaceuticals, and information technology. Conversely, short exposure to consumer discretionary was additive, including short holdings in two restaurant companies.
Fund 5	Long/short credit	-0.02%	A long equity holding in an Italian bank, long credit positions in Argentinean sovereign debt, and claims in a now-defunct investment bank produced the bulk of losses during the month. Gains from equity positions in a chemical conglomerate and a bank holding company helped to offset those losses.

Source: Aurora Investment Management L.L.C.

Summary of Recent Announcements*

Total Voting Rights (29 August 2014)

As at 29 August 2014, the Company's issued share capital (excluding shares held in treasury) consists of:

- 135,346,768 GBP Shares
- 1,384,843 EUR Shares
- 2,724,495 USD Shares

All shareholders have equal voting rights based on the number of shares held. Accordingly, the total number of voting rights in the Company is 139,456,106. This figure may be used by shareholders as the denominator for the calculations by which they will determine if they are required to notify their interest in, or a change to their interest in the Company under the FCA's Disclosure and Transparency Rules.

2012 Redeemed Shares Fifth Payment of Redemption Monies for Redeemed € & US\$ Shares (22 September 2014)

Further to the announcement on 21 May 2014, the Board of Dexion Absolute Limited (the "Company") confirms that the fifth redemption payment for 2012 Redeemed € Shares and Redeemed US\$ Shares will be US\$ 0.084054 per Redeemed € Share and US\$ 0.092444 per Redeemed US\$ Share. Payment is expected to be made on or about 30 September 2014.

*Please refer to the original RNS announcement for further detail.

Past Performance Percentage Growth¹

The table shows performance information for five complete 12-month periods, the most recent of which ends with the last full calendar quarter up to and including the reporting month.

	Q2 2009 – Q2 2010	Q2 2010 – Q2 2011	Q2 2011 – Q2 2012	Q2 2012 – Q2 2013	Q2 2013 – Q2 2014
Dexion Absolute Limited GBP Shares	+8.4%	+5.5%	-4.8%	+8.3%	+8.0%
Dexion Absolute Limited EUR Shares	+7.4%	+4.6%	-5.6%	+22.0%	+8.5%
Dexion Absolute Limited USD Shares	+7.8%	+4.7%	-5.7%	+33.0%	+8.0%

Percentage Growth Rate for the year = $((P1 - P0)/P0) * 100$ and rounded to the nearest 0.1% (with exact 0.05% rounded to the nearest even 0.1%) and where P0 is the price at the start of the 12-month period and P1 is the price on the same day in the following 12-month period.

FOOTNOTES

Dexion Absolute Limited ("DAL" or the "Company")

- 1 **Foreign Exchange:** The approximate impact of foreign exchange on the net asset values of the Company's Shares during the period between the Company suspending and reinstating its currency hedging arrangements were +3.7% for the GBP Shares, and -4.9% for the EUR Shares. The approximate impact of foreign exchange on the net asset values of the Company's Shares during the period between 1st January 2009 and the reinstatement of its currency hedging arrangements were +2.0% for the GBP Shares and +5.5% for the EUR Shares. Currency hedging was suspended on 13 November 2008 and reinstated on 27 and 28 January 2009 (see RNS announcements dated 29 January 2009, No. 4916M and 27 January 2009, No. 3345M).
- Reverse Auction (January 2009):** The approximate impact of the reverse auction, held in January 2009, on the net asset values of the Company's Shares on the basis of the redemption prices as announced on 30 January 2009 were +1.7% for the GBP Shares, +2.5% for the EUR Shares and +2.9% for the USD Shares.
- Reverse Auction (January 2010):** The approximate impact of the reverse auction, held in January 2010, on the net asset values of the Company's Shares on the basis of the redemption prices as announced on 1 February 2010 were +0.3% for the GBP Shares, +0.2% for the EUR Shares and +0.2% for the USD Shares.
- Reverse Auction (July 2012):** The approximate impact of the reverse auction, held in July 2012, on the net asset values of the Company's Shares on the basis of the redemption prices as announced on 31 July 2012 were +0.9% for the GBP Shares, +14.0% for the EUR Shares and +24.1% for the USD Shares.
- 2 Annualised for stated period, and based on monthly data. Investments are subject to risk; the value of shares may go down as well as up and you may not get back the amount invested; past performance is not necessarily an indication of, and cannot be relied on as a guide to, future performance and may be affected by currency fluctuations.
- 3 Risk free rate is average 1M GBP LIBOR since December 2002 (2.77%) for DAL GBP, average 1M EUR LIBOR since June 2005 (1.68%) for DAL EUR, average 1M USD LIBOR since June 2005 (1.79%) for DAL USD and average 1M USD LIBOR since December 2002 (1.76%) for USD indices.
- 4 MSCI World Index and JPM Global Government Bond Index annualised since December 2002.
- 5 Effective 31 May 2011, 31 May 2012 and 28 February 2013, DAL created separate redemption portfolios for redeeming shareholders from the EUR (for 2011, 2012 and 2013), USD (for 2012 and 2013) and GBP (for 2013 only) share classes. All information presented herein is for the continuing portfolio only. Strategy returns are in USD, are net only of the fees and expenses of the underlying managers and gross of the fees of DAL's investment manager and investment adviser and the operating expenses of DAL and AOFL II. In addition to DAL's direct holdings, strategy returns include the underlying manager holdings in AOFL II. The investment adviser implements the 'Modified Dietz' methodology for calculating the DAL portfolio hedge strategy returns, which takes into account the amount of time an investment is held. Under unusual market circumstances, there are certain limitations to the Modified Dietz methodology and under such circumstances the investment adviser may modify, adjust or apply a different methodology if it determines in its reasonable discretion that doing so will more accurately reflect the rate of return of the DAL portfolio hedge strategy.
- 6 Allocations for the continuing portfolio are based on 29 August 2014 results and 1 September 2014 capital allocations, net of cash effect and including, for Portfolio hedge only, the delta-adjusted exposure derived from option hedges, the notional value of futures hedges, and dedicated notional gold exposure, if any. From April 2013 through July 2013, strategy allocations excluded the notional exposures. If the notional exposures had been included during April 2013 through July 2013, the effect would have been an increase to the Portfolio hedge Strategy by approximately 3% and a reduction to the allocations in each of Long/short equities, Long/short credit, and Macro by approximately 1%. Strategy allocations have included notional exposures going forward. Effective 1 April 2013, DAL made an investment in AOFL II. In addition to the DAL's direct holdings, strategy allocations and manager counts include the underlying manager holdings in AOFL II. DAL classifies all managers by reference to only one of the core trading strategies provided in the chart (which include several strategies whose nature is multi-strategy). In certain instances, and over time, a manager may utilise multiple trading strategies. Consequently, it is possible that the DAL's determination of a manager's primary trading strategy may change over time and may differ from how others may classify such manager's primary trading strategy. Strategy allocations may vary over time.
For purposes of determining manager count, the manager treats investments in different hedge funds managed by the same manager using the same strategy as a composite and does not include any "Excluded Managers". An Excluded Manager is any manager (1) for which DAL has submitted a full redemption request and has at any point thereafter represented less than 0.5% of DAL's net asset value or consisted solely of designated investments or (2) that manages only "Market Opportunities Investments" within the strategy. Market Opportunities Investments represent an aggregation of a select set of unique, concentrated, and opportunistic investments that may be added to DAL's portfolio to benefit from compelling and timely risk seeking and risk limiting investment opportunities. DAL's Investment Adviser classifies all of the DAL's managers by reference to only one of the core trading strategies provided in the chart (which include several strategies whose nature is multi-strategy). In certain instances, and over time, a manager may utilise multiple trading strategies. Consequently, it is possible that DAL's Investment Adviser's determination of a manager's primary trading strategy may change over time and may differ from how others may classify such manager's primary trading strategy.
- 7 Calculated using weekly published estimated NAVs and closing mid-weekly share prices to August 2014. Note that current premium/discount may be higher or lower.
- 8 Historical monthly NAV performance is net of all fees. AUD share class was open from October 2006 and closed on 28 August 2009. Investments are subject to risk; the value of shares may go down as well as up and you may not get back the amount invested; past performance is not necessarily an indication of, and cannot be relied on as a guide to, future performance and may be affected by currency fluctuations.
- 9 DAL's look-through portfolio leverage is the aggregate gross exposures (i.e. longs and shorts plus other exposure) of the underlying managers (including AOFL II) divided by DAL's net asset value at the beginning of each calendar month. Effective 31 May 2011, 31 May 2012 and 28 February 2013, DAL created separate redemption portfolios for shareholders that elected to redeem from the EUR (for 2011, 2012 and 2013), USD (for 2012 and 2013) and GBP (for 2013 only) share classes. Beginning 1 June 2011, DAL's portfolio gross exposure has been reported for the continuing portfolio only. Look-through portfolio leverage is derived from information provided by the underlying managers and is presented for the continuing portfolio. Certain Macro managers provide Value at Risk ("VaR") instead of long, short, or gross exposure. For these macro managers, an estimated VaR derived gross exposure is determined by calculating the VaR equivalent portfolio by the underlying manager's net asset value. The resulting VaR derived gross exposure is then aggregated with the other macro managers' gross exposure to arrive at an estimated aggregate gross exposure. When VaR reporting or gross exposure is not available for a macro manager, portfolio information may be analysed to derive an estimated VaR and an estimated VaR derived gross exposure may then be determined using the process described above. For reports prepared after 1 January 2011, the methodology used to calculate certain underlying managers' gross exposure has changed for periods prior to 1 December 2008.
- 10 Strategy attributions for the continuing portfolio have been calculated for each strategy based on the sum of the managers' attribution effect within each strategy. The monthly manager level attribution effects are calculated based on the manager's monthly income (which is net of each underlying manager's fee and expenses but gross of the fees of DAL's Investment Manager, AOFL II's Investment Manager and Investment Adviser and the operating expenses of DAL and AOFL II) over DAL's beginning of the month net asset value. Multi-period attribution is calculated using the 'Frongello linking' method, which takes into account the return of the portfolio and the effects of weighting changes within the portfolio over the full period presented. The Portfolio hedge strategy's attribution effect will be based on the delta-adjusted exposure derived from any option hedges, the notional value of futures hedges and dedicated notional gold exposure, if any. Past performance is not necessarily indicative of future results.
- 11 Strategy allocations are net of cash effect and are for the continuing portfolio only. For purposes of the historical strategy allocation, the notional exposures that were excluded from the monthly allocations for the period April 2013 through July 2013 (as described in footnote 6 above) have been retroactively included.
- 12 DAL has re-categorised the strategies by which it classifies managers over time. The historical strategy allocation chart retroactively classifies managers since inception using DAL's current core trading strategies. See www.dexionabsolute.com for details.
- 13 Geographic equities exposure is calculated from the underlying managers' (including AOFL II) reported geographic exposure and is expressed as a percentage of DAL's net asset value. Geographic equities exposure is reported for the continuing portfolio only at 1 August 2014. Some underlying managers may not report country-specific exposure. For example, an underlying hedge fund manager may report Asian exposure, but not exposure to specific Asian countries such as Japan. Discretion may be exercised in order to determine how to categorise such managers' geographic exposure. Geographic equities exposure generally excludes portfolios of certain macro managers that trade broad asset classes due to the nature of their top down trading style.
- 14 Geographic credit exposure is calculated from the underlying managers' (including AOFL II) reported geographic exposure and is expressed as a percentage of DAL's net asset value. Geographic credit exposure is reported for the continuing portfolio only at 1 August 2014. Some underlying managers may not report country-specific exposure. For example, an underlying hedge fund manager may report Asian exposure, but not exposure to specific Asian countries such as Japan. Discretion may be exercised in order to determine how to categorise such managers' geographic exposure. Geographic credit exposure generally excludes exposure to interest rates and sovereign debt as well as the portfolios of certain Macro managers that trade broad asset classes due to the nature of their top down trading style.
- 15 Top 10 manager allocations are as at 1 September 2014 for the continuing portfolio only. In addition to DAL's direct holdings, Top 10 Manager Allocations include the underlying manager holdings in AOFL II. The allocation percentage is derived from dividing the value of DAL's investment with the manager by the net asset value of DAL.

DAL treats investments in different hedge funds of the same manager which are managed in the same strategy as a composite for the purpose of determining manager count and computing percentage allocations.

- 16 Top 5 and Bottom 5 Managers are as of 29 August 2014. Attribution is calculated based on AOFL II's performance. The contribution of each manager to AOFL II's monthly performance is expressed in basis points. The monthly manager level attribution effects are calculated based on the manager's monthly income (which is net of the underlying manager's fee and expenses) over AOFL II's beginning of the month net asset value. All figures are estimated and unaudited. Contribution includes the performance of managers, Special opportunities investments and dedicated notional gold exposure, if any, and does not include the performance of option hedges and futures hedges, which, when expressed as the delta-adjusted exposure derived from the option hedges and the notional amount of the futures hedges, may be significant. AOFL II treats investments in different hedge funds of the same manager, which are managed in the same strategy, as a composite. Investments are subject to risk; the value of shares may go down as well as up and you may not get back the amount invested; past performance is not necessarily an indication of, and cannot be relied on as a guide to, future performance and may be affected by currency fluctuations.

Dexion Absolute Limited (the "Company")'s investments in underlying funds may be considered speculative and involve a high degree of risk. Underlying hedge funds may trade with a high degree of leverage and performance may be volatile. Underlying funds and hence the Company's investments may have high fees and expenses that reduce returns. An investor in the Company could lose all or a substantial amount of its, his or her investment. Dexion Capital (Guernsey) Limited is responsible for the management of the Company's portfolio. Dexion Capital (Guernsey) Limited has delegated certain of its duties, including making investment decisions to Aurora Investment Management L.L.C. ("Aurora Investment Management"). The use of a single fund of funds manager applying one set of allocation procedures could mean lack of diversification and, consequently, higher risk. There are restrictions on transferring interests in the Company to US and certain other persons. The high fees and expenses of the Company and underlying managers may offset the underlying manager's trading profits. A substantial portion of the trades executed by the underlying managers may take place on lightly regulated exchanges.

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