

Silverdale FUNDS

Fund Description

Silverdale Bond Fund is a diversified portfolio of primarily investment grade short duration USD bonds, actively managed for superior absolute returns, using ring-fenced leverage.

Investor Benefits

Active management with real time response, capitalizing on opportunistic investments and employing prudent risk management systems. Embedded leverage for higher return without hassles of loan management

Fund Information

Fund	Silverdale Bond Fund
ISIN Code	MU0308S00009
Bloomberg Code	SILV007 MP Equity
Monthly NAV Launch Date	2 July 2012
Weekly NAV Launch Date	1 Oct 2013

Subscription Details

Minimum Investment	US\$ 100,000
NAV Computation	Weekly
Subscription	Weekly
Redemption	Weekly
Management Fee	1% p.a.

Fund Management Details

THE FUND

Share Class-E of Sri Silverdale Opportunities Fund, a Mauritius based umbrella fund, authorised and regulated by Financial Services Commission (FSC)

INVESTMENT MANAGER

Sri Silverdale Capital Partners
Authorised & Regulated by FSC

INVESTMENT ADVISOR

Silverdale Capital Pte Ltd

Monetary Authority of Singapore Registered Fund Manager

Bankers / Custodians

Standard Chartered Bank
Barclays Bank
Bank Julius Baer
ABN Amro Bank

Fund Administrator

Orangefield Trust (Mauritius) Ltd.
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Silverdale Bond Fund

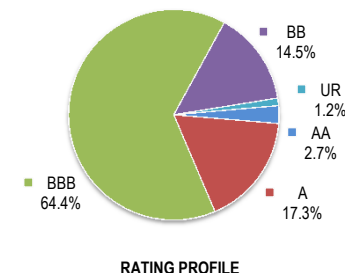
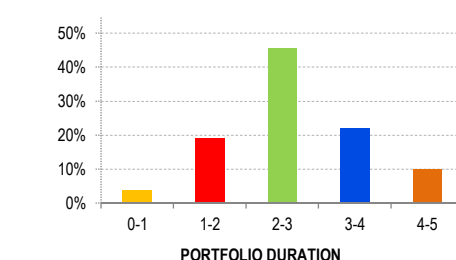
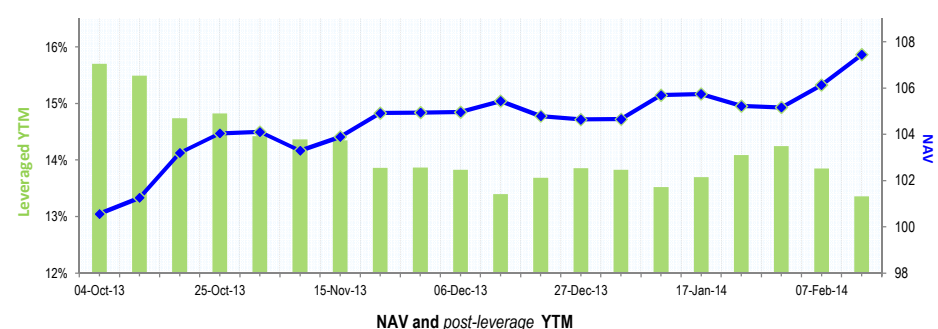
Communique as at 14th February 2014

OVERVIEW

Silverdale Bond Fund generates enhanced investor returns by clever use of asset-level ring-fenced leverage, while actively managing its portfolio duration. For the week ended 14th February 2014, the Fund NAV appreciated by 1.24% to US\$ 107.44 (previous week US\$ 106.13) with portfolio yield (post-leverage) of ~13.36% (previous week 13.85%) and duration of 2.69 years (previous week 2.73 years).

Portfolio Dashboard

Performance (not annualised)* †	Fund Statistics	NAV US\$	107.4414
Previous week	Leveraged Yield to Maturity	13.36 %	
Trailing 1 month	Portfolio Yield to Maturity	4.02 %	
Trailing 2 months	Average Duration	2.69 years	
Trailing 3 months	Average Maturity	3.09 years	
(*) net of fees			
Top Holdings	% age		
Vtb Bank (Vtb Capital Sa	7.94 %		
Vedanta Resources Plc	7.30 %		
Zijin Intl Finance Co Lt	7.15 %		
Turkiye Is Bankasi A.S	6.99 %		
Macquarie Group Ltd	6.89 %		



Portfolio Update

During the week the Fund bought Shenzhen International 2017 bonds while it booked profits in ICICI Bank 2018 and Time Warner Cable 2019 bonds.

Shenzhen International Holdings (Market Cap: US\$ 2bn) operates six logistics park with aggregate area of 300,000 sqm located at the three most prosperous regions in China, namely the Pearl River Delta, the Yangtze River Delta and the Bohai-Rim. These logistics parks have average occupancy rate of ~94-95%. Further, it operates 17 toll roads (across Shenzhen, Guangdong and other provinces in China) covering more than 500km, with a core asset portfolio of seven toll roads in Shenzhen. The concession periods of these toll roads last till 2022 to 2034 (8-20 years remaining) which would generate steady cash flow in the long term. It also holds a 49% stake in Shenzhen Airlines (fifth-largest airline in China) with the balance 51% being held by Air China. Shenzhen Investment Holdings Company Limited (SIHCL) is the controlling shareholder (~48%) which is wholly-owned by Shenzhen SASAC.

Subscription Details

Subscription can be made only as per terms & conditions of the composite Private Placement Memorandum (including Class Supplement) which may be obtained free of cost from the Fund Administrator at mauritius@silverdalegroup.com

DISCLAIMER

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