

Silverdale

FUNDS

Fund Description

Silverdale Fixed Income Fund is a diversified portfolio of primarily investment grade USD bonds that is actively managed for consistent returns with minimal risks.

Investor Benefits

Active management with real time response, capitalizing on opportunistic investments and employing prudent risk management systems. It yields quarterly distribution, with re-investment option.

Fund Information

| | |
|------------------------|--|
| Fund | Silverdale Fixed Income Fund |
| ISIN Code | MU0308S00058 |
| Bloomberg Code | SILV009 MP Equity |
| Previous Dividend Date | 27 Dec 2013 (3% pro rata) |
| Next Dividend Date | 28 Mar 2014 (3% pro rata) [#] |

Subscription Details

| | |
|-----------------------|--------------|
| Minimum Subscription | US\$ 100,000 |
| NAV Computation | Weekly |
| Subscription | Weekly |
| Redemption | Weekly |
| Dividend Distribution | Quarterly |
| Management Fee | 0.75% p.a. |

Fund Management Details

THE FUND

Share Class-J of Sri Silverdale Opportunities Fund, a Mauritius based umbrella fund, authorised and regulated by Financial Services Commission.

INVESTMENT MANAGER

Sri Silverdale Capital Partners

Authorised & Regulated by Financial Services Commission

INVESTMENT ADVISOR

Silverdale Capital Pte Ltd

Monetary Authority of Singapore Registered Fund Manager

Bankers / Custodians

Standard Chartered Bank
Bank Julius Baer
Barclays Bank

Fund Administrator

Orangefield Trust (Mauritius) Ltd.

355 NeXTeracom Tower 1, Cybercity, Ebene, Mauritius

Tel.: +230 464 7275 Fax: +230 464 3290

Email: mauritius@silverdalegroup.com

For subscription & information, please

Email: mauritius@silverdalegroup.com

Or, Call: +65 6835 7130

DISCLAIMER

The above commentary does not provide a complete analysis of every material fact regarding the market, industry, security, portfolio or the fund. It is not a recommendation to buy or sell any security nor an investment advice. The portfolio holdings, opinions and information may change without notice. The contents of this document, including any narrative does not constitute an offer to sell or a solicitation of any offer to buy the units or shares in Silverdale Fixed Income Fund or Silverdale Bond Fund or Silverdale Equity Fund or any other Class of Sri Silverdale Opportunities Fund or any of the funds managed by Sri Silverdale Capital Partners or advised by Silverdale Capital Pte Ltd., and is strictly for information only. Any application for units or shares must be made solely on the basis of the fund's private placement memorandum, class supplements, application form and appendices (together "the PPM"). Past performance is not necessarily a guide to the future performance. Opinions and estimates contained in this document are subject to change without notice, and the actual results would differ from the said opinions and estimates. Please refer to the PPM for Risk Factors. This document is written for the benefit of and being communicated only to expert investors as defined in Securities (Collective Investment Schemes and Closed-end Funds) Regulations 2008, issued under the Securities Act 2005 of Mauritius. The recipient should obtain opinion from independent professional adviser before making any decision based on this document. (#) Indicative (†) Based on: 1 month = 4 weeks, 2 months = 8 weeks, 3 months = 13 weeks and 6 months = 26 weeks

Silverdale Fixed Income Fund

Communique as at 14th March 2014

OVERVIEW

Silverdale Fixed Income Fund is actively managed for stable returns and quarterly distributions; the portfolio duration is kept low to manage interest rate risks and credit risks. During the week ended 14th March 2014, the sharp fall in prices of Russian bonds dragged the Fund NAV to US\$ 102.31 (previous week: US\$ 102.73) increasing portfolio yield to 4.75% (previous week: 4.38%) with duration of 2.48 years (previous week: 2.34 years).

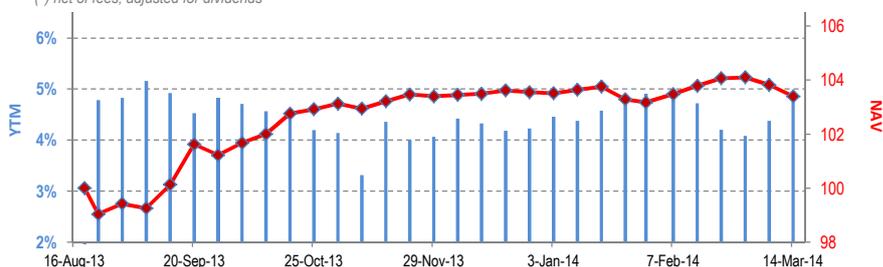
Portfolio Dashboard

(Ex-Dividend) NAV US\$ 102.3056

Performance (not annualised) * †

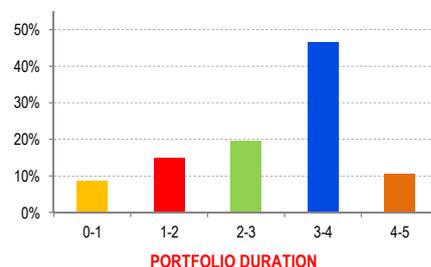
| | |
|-------------------|-----------|
| Previous week | -0.4133 % |
| Trailing 1 month | -0.3770 % |
| Trailing 2 months | -0.3465 % |
| Trailing 3 months | -0.0929 % |
| Trailing 6 months | 3.2620 % |

(* net of fees, adjusted for dividends)

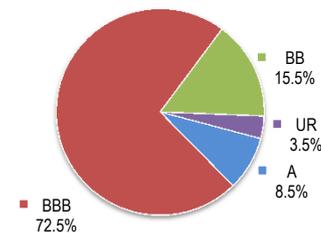


NAV and YTM Trend

(* net of fees, adjusted for dividend)



PORTFOLIO DURATION



RATING PROFILE

Portfolio Update

During the week ended 14th March 2014, the Fund purchased Petrobras International 2018 bond.

Petrobras International is a wholly-owned subsidiary of Petroleo Brasileiro S.A. (Mkt Cap: US\$ 70bn), which is owned ~50.3% by Brazilian Government. Petrobras is the largest Brazilian company by revenue. It is primarily into exploration, production and refining of oil, and is present in over 24 countries. The company operates over 100 platforms, 242 vessels, 15 refineries and ~30km of pipelines, and has reserves of over 16bn boe. It has a daily production capacity of 2.62mn barrels of oil and 0.45mn barrels of natural gas. It generates annual EBITDA and operating cash flow of ~US\$ 25bn with Net Debt/EBITDA of ~3.6x and interest coverage ratio of ~5.2x.

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



SILVERDALE FIXED INCOME FUND