

# Silverdale

## F U N D S

### Fund Description

Silverdale Bond Fund is a diversified portfolio of primarily investment grade short duration US dollar 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

#### FUND MANAGER

**Silverdale Capital Pte Ltd**

Monetary Authority of Singapore Registered Fund Manager

### Bankers / Custodians

Standard Chartered Bank  
Barclays Bank  
ABN Amro Bank

### Fund Administrator

**Orangefield Trust (Mauritius) Ltd.**  
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# Silverdale Bond Fund

Communique as at 16th May 2014

### OVERVIEW

Silverdale Bond Fund generates enhanced investor returns by clever use of asset-level ring-fenced leverage, while actively managing its portfolio duration. During the week ended 16th May 2014, the Fund NAV appreciated by ~1.40% to US\$ 114.15 (previous week US\$ 112.57) with portfolio yield (post-leverage) of 12.79% per annum (previous week 12.64% p.a.) and average duration of 2.25 years (previous week 2.24 years).

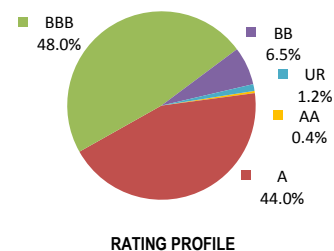
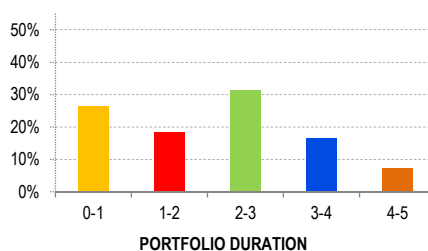
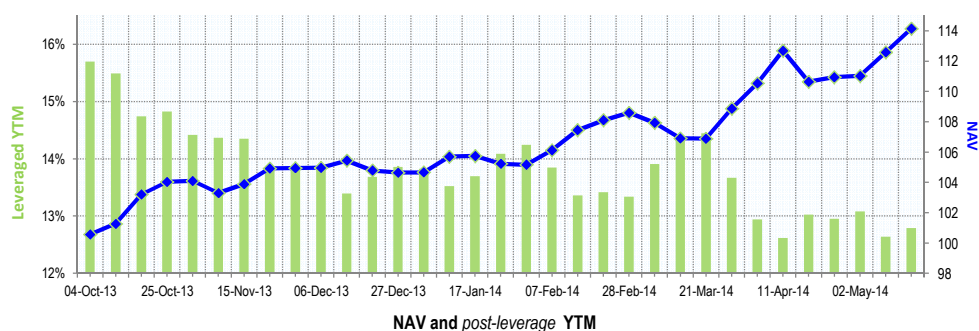
### Portfolio Dashboard

Performance (not annualised)* †	
Previous 1 week	1.3992 %
Trailing 1 month	3.1688 %
Trailing 3 months	6.2422 %
Trailing 6 months	9.8747 %

(\*) net of fees

Fund Statistics	
Leveraged Yield to Maturity	12.79 %
Portfolio Yield to Maturity	3.27 %
Average Duration^	2.25 years
Average Maturity	2.48 years

NAV US\$	114.1481
Top Holdings	% age
Agricultural Bk China Hk	11.57 %
China Construct Bk Asia	8.17 %
Cssc Capital 2013 Ltd	6.63 %
Zijin Intl Finance Co Lt	6.07 %
Macquarie Group Ltd	5.95 %



### Portfolio Update

During the week, the Fund purchased Far East Horizon 2017 bond while it booked profits in Akbank 2015, Rural Electrification Corp 2016, Union Bank of India 2016, Axis Bank 2016, Vedanta Resources 2016, Bank of Baroda 2016, Indian Overseas Bank 2016 and Kuwait Projects 2016 bonds.

Far East Horizon (Market Cap: US\$ 2.3bn) is a leading financial leasing company in China with ~4% market share. It mainly leases to 8 industries: healthcare, education, infrastructure construction, shipping, printing, machinery, textiles, and infotech. It had net interest margin of 4.02% and generates return on assets of ~2.61%. Its asset quality is stable with NPA of 0.80% and 30 day lease overdue ratio of 0.45%. Established in 1991, it was acquired by Sinochem Group in 2000. Its key shareholders are Sinochem (~27.9%), KKR (~17%), Cathay Life (~9.0%), and a Government of Singapore Sovereign Wealth Fund (~7.35%).

### 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

