

Silverdale FUNDS

Fund Description

Silverdale Fixed Income Fund is a diversified portfolio of primarily investment grade US dollar 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	28 Mar 2014 (3% pro rata)
Next Dividend Date	27 June 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.

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DISCLAIMER

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Silverdale Fixed Income Fund

Communique as at 13th June 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 13th June 2014, the Fund NAV appreciated by ~0.13% to US\$ 104.96 (previous week: US\$ 104.82) with portfolio yield of 4.38% per annum (previous week: 4.03% p.a.) and average portfolio duration of 2.81 years (previous week: 2.52 years).

Portfolio Dashboard

Performance (not annualised) * †

Previous 1 week	0.1272 %
Trailing 1 month	1.0027 %
Trailing 3 months	3.3100 %
Trailing 6 months	3.2140 %

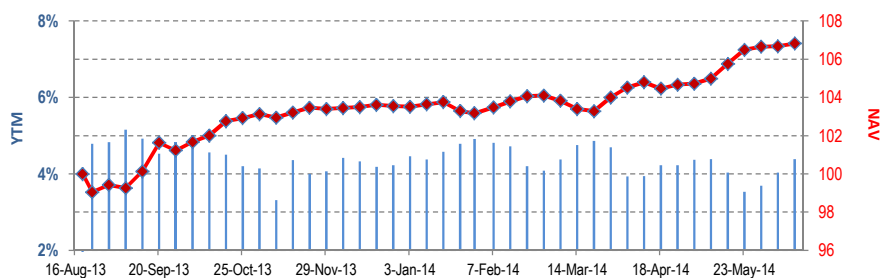
(* net of fees, adjusted for dividends)

Fund Statistics

Yield to Maturity	4.38 %
Effective Duration	2.81 years
Average Maturity	3.10 years
Average Coupon	5.12 %
Total Dividend Paid	US\$ 1.8626

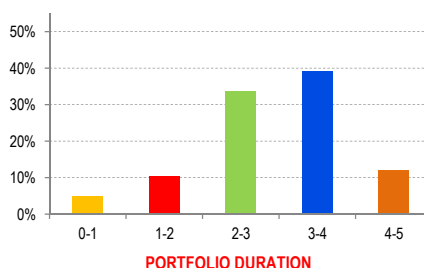
Top Holdings

Yuexiu Property Co Ltd	9.80 %
Ae Rotor Holding Bv	8.72 %
Cliffs Natural Resource	8.54 %
Wanda Properties	8.47 %
Vtb Bank	7.05 %

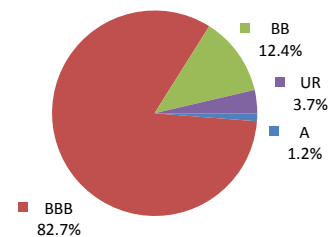


NAV and YTM Trend

(* net of fees, adjusted for dividend)



PORTFOLIO DURATION



RATING PROFILE

Portfolio Update

During the week ended 13th June 2014, the Fund purchased Yuexiu Property 2018 and Wanda Properties 2018 bonds.

Yuexiu Property (Market Cap: US\$ 1.8bn) is a real estate developer controlled by Guangzhou Yuexiu (a state-owned enterprise under the supervision of the Guangzhou SASAC). It has established a niche in Guangzhou real estate market, and has entered the other provincial markets including Hainan and Hong Kong. As of Dec 2013, it had total landbank of 15.26mm sqm with 34 projects under construction with GFA of 7.73mm sqm. Its debt outstanding was ~US\$4bn against which it had cash & equivalents of ~US\$ 835mn. It had a net debt to equity ratio of 0.75x. It also owns ~35.14% of Yuexiu REIT, which manages six commercial properties in Guangzhou.

Wanda Properties is a wholly owned subsidiary of Dalian Wanda Commercial Properties, which is one of the largest privately owned construction groups in China. As of June 2013, it operated 71 Wanda Plazas across 48 cities with an aggregate GFA of 11.9mn sqm yielding rental income of ~US\$ 0.65bn. It owns 39 hotels with total of 11,891 rooms across 33 cities. It also owns AMC and Wanda Cinema Line, and Superstar KTV. As of June 2013, its aggregate GFA of projects under development was ~64.3mn sqm. Its gross debt to equity ratio was 1.49x, while the net debt to equity ratio was 0.69x. The interest coverage ratio was 4.26x and the net debt to EBITDA ratio was 2.99x. The company has cash & equivalent of ~55% of its total debt outstanding.

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