

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
Bank Julius Baer
Barclays Bank
ABN Amro Bank

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DISCLAIMER

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Silverdale Bond Fund

Communique as at 27th June 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 27th June 2014, the Fund NAV appreciated by ~0.62% to US\$ 117.68 (previous week US\$ 116.95) with portfolio yield (post-leverage) of 11.47% per annum (previous week 11.52% p.a.) and average duration of 2.23 years (previous week 2.21 years).

Portfolio Dashboard

Performance (not annualised, net of fees)

Previous 1 week	0.6167 %
Trailing 1 month	1.0427 %
Trailing 3 months	8.1019 %
Trailing 6 months	12.4543 %

(*) net of fees

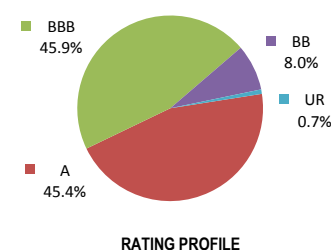
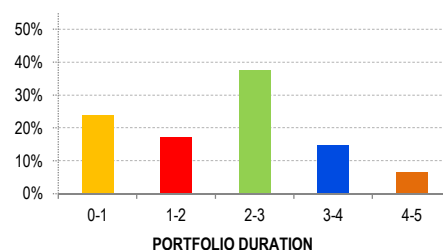
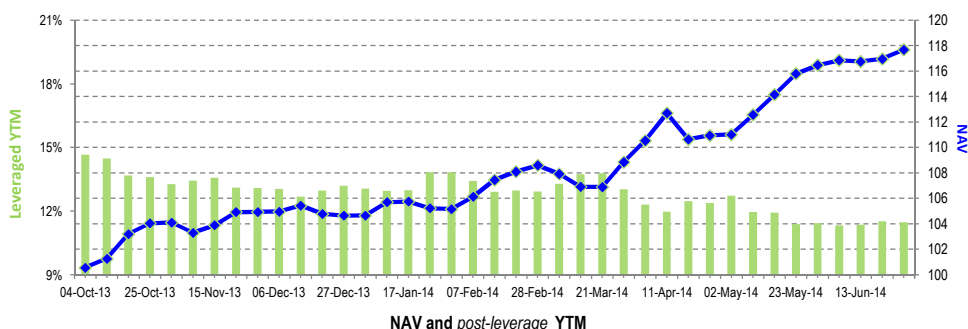
Fund Statistics

Leveraged Yield to Maturity^	11.47 %
Portfolio Yield to Maturity	3.11 %
Average Duration^^	2.23 years
Average Maturity	2.44 years

NAV US\$ 117.6754

Top Holdings

	% age
Agricultural Bk China Hk	10.53 %
China Construct Bk Asia	7.44 %
Cssc Capital 2013 Ltd	5.98 %
Zijin Intl Finance Co Lt	5.52 %
Macquarie Group Ltd	5.40 %



Portfolio Update

During the week, the Fund booked profits in Akbank 2015 and Cliff Natural 2018 bonds, and purchased MMC Holding (HK) Corp 2017, Axis Bank 2017, and AngloGold 2020 bonds.

MMC Holding (Hong Kong) Corp. is the wholly owned subsidiary of Metallurgical Corp. of China Ltd (Market Cap: US\$ 5bn), which is part of China Metallurgical Group Corp (CMGC). CMGC is fully owned by State-owned Assets Supervision and Administration Commission (SASAC) of China. CMGC is engaged in engineering and construction, equipment manufacturing, property development and resource development business. The said bonds are supported by irrevocable Stand-By Letter of Credit by Bank of China as well as a Keepwell Deed by CMGC.

Axis Bank (Mkt Cap: US\$ 15bn) is the third largest full-service private sector bank in India with ~3.8% market share. It has total assets of ~US\$ 64.5bn and shareholder equity of ~US\$ 6.4bn. It has capital adequacy ratio of ~16.07% with Tier-I ratio of ~12.6%. It has ~2,402 domestic branches and ~12,922 ATMs, and Current And Savings Account (CASA) deposits of ~45%. It has stable asset quality with net NPA of 0.40%, and net interest margin (NIM) of ~3.9%.

AngloGold Ashanti Limited (Mkt Cap: US\$ 6.7bn) is a global gold mining and exploration company and world's third largest gold producer. It produced ~4.105Moz of gold in 2013. It has ore reserves of ~233.02Moz and resources of ~67.9 Moz. It has 21 mining operations in 11 countries. It has cash & equivalents of US\$ ~526mn against total debt at US\$ 3.6bn. It has Net Debt/EBITDA of ~1.95x and EBITDA to Interest coverage of ~4.5x. The said bonds are callable.

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

