

Silverdale

F U N D S

Fund Description

Silverdale Fixed Income Fund is a diversified portfolio of primarily investment grade Asian 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
Inception Date [†]	9 Sep 2010
Launch Date	19 Aug 2013
Previous Dividend Date	27 June 2014 (3% pro rata)
Next Dividend Date	26 Sep 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 5th September 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 5th September 2014, the Fund NAV appreciated by ~0.25% to US\$ 105.11 (previous week: US\$ 104.85) with portfolio yield of 4.12% per annum (previous week: 4.17% p.a.) and average portfolio duration of 2.65 years (previous week: 2.49 years).

Portfolio Dashboard

Growth NAV US\$ 107.7660 Ex-Dividend NAV US\$ 105.1142

Performance (not annualised)*

Previous 1 week	0.2475 %
Trailing 1 month	1.0322 %
Trailing 3 months	1.0150 %
Trailing 6 months	3.7953 %
Trailing 12 months	8.5739 %

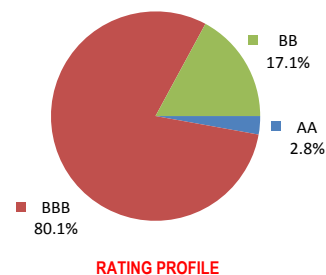
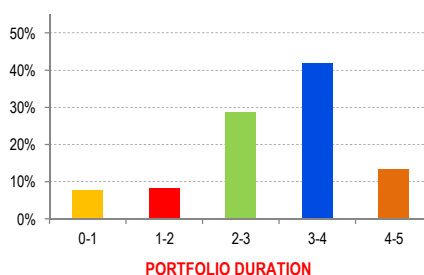
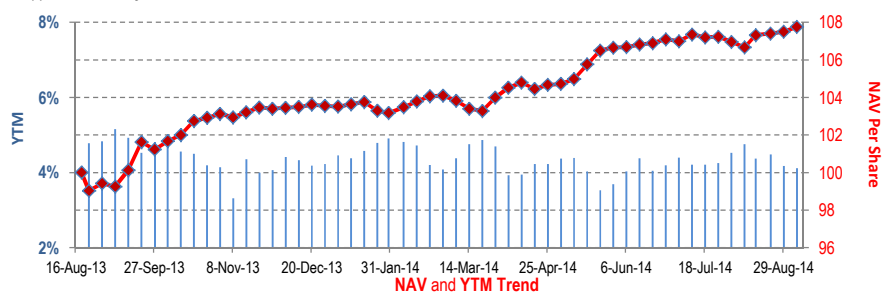
(* net of fees, adjusted for dividends)

Fund Statistics

Yield to Maturity	4.12 %
Effective Duration	2.65 years
Average Maturity	2.92 years
Average Coupon	5.39 %
Total Dividend Paid	US\$ 2.6518

Top Holdings

Far East Horizon Ltd	9.89 %
Poly Real Estate Finance	9.61 %
Yuexiu Property Co Ltd	9.19 %
Wanda Properties	8.54 %
Ae Rotor Holding Bv	6.13 %



Portfolio Update

During the week, the Fund sold Jaiprakash Power 2015 and purchased Fufeng Group 2016, Kaisa Group 2017 and Poly Real Estate 2018 bonds.

Fufeng Group (Market Cap: US\$ 0.87bn) is world's largest producer of monosodium glutamate (MSG) and xanthan gum with production capacity of ~1,050,000 tonnes of MSG and ~74,000 tonnes of xanthan gum. It has cash & equivalents of ~US\$ 140mn against total debt of ~USD 787mn. Its Net Debt/EBITDA is ~2.37x with EBITDA to interest coverage ratio of ~5.2x.

Kaisa Group Holdings Ltd (Market Cap: US\$ 2.0bn) is the largest residential property developer in Shenzhen, with landbank of ~GFA 23.6mn sqm, of which ~8.6mn sqm is under development. As at June 2014, Kaisa had cash & equivalents of ~US\$ 1.8bn against total debt of ~USD 5bn. Its Net Debt/EBITDA was ~4.4x, with EBITDA to interest coverage of ~2.3x and cash/short-term debt at ~1.8x.

Poly Real Estate Group Co. Ltd (Market Cap: US\$ 10.3bn) is one of the largest property developer in China, with landbank of GFA ~85mn sqm. Its adjusted debt/capitalization is ~66% with EBITDA to interest coverage of ~3.1x. It had cash on hand of ~US\$ 6.3bn as at June 2014, representing 1.5x of its short-term debt. The company is the largest subsidiary of China Poly Group which in turn is owned by Central SASAC. The said bonds are issued by Poly Real Estate Finance Ltd. which is wholly owned subsidiary of Poly Real Estate Group Co Ltd.

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