

Silverdale FUNDS

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
SEDOL No.	B6SKGT4
Swiss Valor No.	21462609
Bloomberg Code	SILV007 MP Equity
Inception Date [†]	9 Sep 2010
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

Fund Administrator

Orangefield (Mauritius) Limited

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DISCLAIMER

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Silverdale Bond Fund

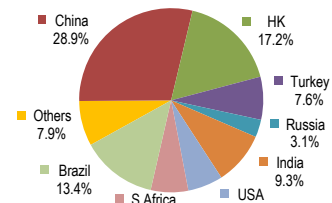
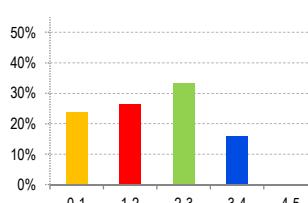
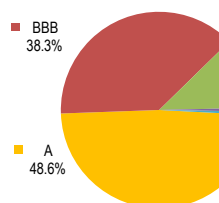
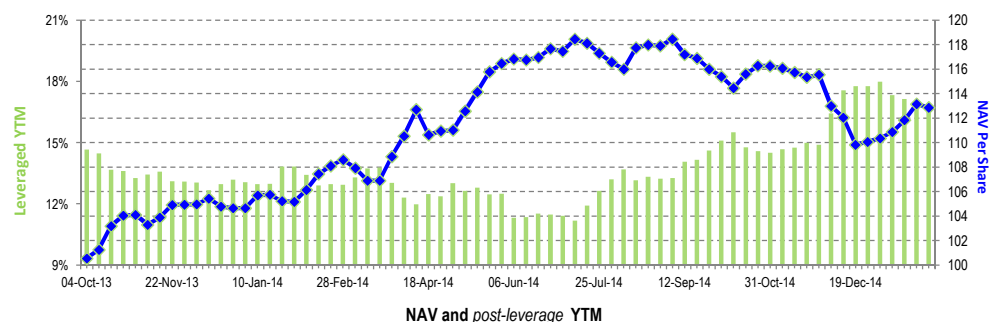
Communique as at 30th January 2015

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 30th January 2015, the Fund NAV marginally declined by ~0.26% to US\$ 112.85 (previous week: US\$ 113.15), with optimum portfolio yield (post-leverage) of 16.87% per annum (previous week: 16.67% p.a.), and average duration of 1.92 years (previous week: 1.95 years).

Portfolio Dashboard

Performance		Fund Statistics		NAV US\$ 112.8522	
Previous 1 week	-0.2601 %	Leveraged Yield to Maturity [^]	16.87 %	Top Holdings	
Trailing 1 month	2.2607 %	Portfolio Yield to Maturity	3.90 %	Agricultural Bk China Hk	11.05 %
Trailing 3 months	-2.9352 %	Average Coupon	4.88 %	China Construct Bk Asia	7.80 %
Trailing 6 months	-3.1786 %	Average Duration ^{^^}	1.92 years	Mcc Holding Hk Corp Ltd	5.84 %
Trailing 9 months	1.6501 %	Average Maturity	2.11 years	Anglogold Holdings Plc	4.91 %
Trailing 12 months	7.3133 %			Banco Btg Pactual/Cayman	4.70 %
	(not annualised, net of fees)			Far East Horizon Ltd	4.16 %
				Hebei Iron & Steel Hong	3.66 %



Portfolio Update

During the week ended 30th January 2015, Silverdale Bond Fund sold VTB Bank 2018, and AngloGold 2020 bonds, while it purchased Electrobras 2015, Turkiye Halk Bankasi 2017, and Eastern Creation 2017 bonds.

Centrais Elétricas Brasileiras S.A. - Eletrobrás (Mkt Cap: US\$ 2.7bn) is the largest power generator in Latin America, with installed capacity of ~44 GW (~34% of Brazil's total capacity). It operates ~58,000 Km of transmission lines (~49% of Brazil's total high voltage transmission lines). As at 30 Sep 2014, it had total debt of ~US\$ 16bn, of which less than ~US\$ 1bn is due in 2015. It had cash & equivalents of ~US\$ 4.2bn. Its majority shareholder is Government of Brazil (~77.9% of voting capital).

Turkiye Halk Bankasi (Market Cap: US\$ 8.1bn) majority owned by Turkish Government, is one of the largest banks in Turkey with over 886 branches in Turkey and abroad, and over 15,000 employees. As of Sep'14, it had total assets worth ~US\$ 66.5bn and book value of equity worth ~US\$ 6.5bn. It has capital adequacy ratio of ~13.6% with Tier-I ratio of ~12.7%. Its Non Performing Loans (NPL) ratio was at 3.7% along with NPL coverage of 59.3%. Its Net Interest Margin ratio was at 4.1%.

Beijing Infrastructure Investment Co Ltd (BII) is a fully integrated subway service company wholly owned by the Beijing SASAC. BII operates 14 of the 17 railway lines operating in Beijing. It is the largest subway company in China in terms of ridership and operating mileage. The bonds are issued by Eastern Creation II Investment Holdings Ltd. which is indirectly owned by BII. The bonds are supported by a guarantee from Beijing Infrastructure Investment (HK) Ltd and a keepwell deed by BII.

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

