

Silverdale

FUNDS

Fund Description

Silverdale Bond Fund is a diversified portfolio of primarily investment grade short duration USD 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 Identifiers

Fund	Silverdale Bond Fund
ISIN Code	MU0308S00009
Bloomberg Code	SILV007 MP Equity

Weekly NAV since 1st October 2013

Subscription Details

Minimum Investment	USD 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 (FSC)

Investment Manager

Sri Silverdale Capital Partners
Authorised & Regulated by FSC

Investment Advisor

Silverdale Capital Pte Ltd

Monetary Authority of Singapore Registered Fund Manager

Bankers / Custodians

Standard Chartered Bank
Barclays Bank
Bank Julius Baer
ABN Amro Bank

Fund Administrator

Orangefield Trust (Mauritius) Ltd.

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Silverdale Bond Fund

Communique as at 15th November 2013

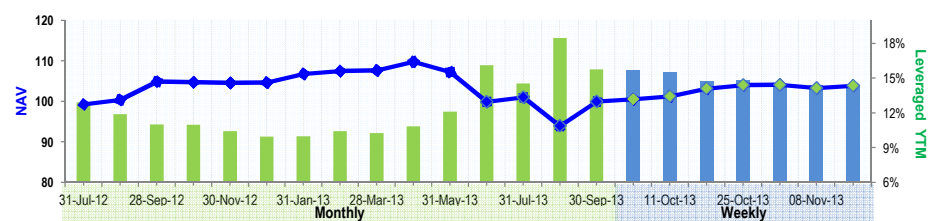
OVERVIEW

Silverdale Bond Fund generates enhanced investor returns by clever use of asset-level ring-fenced leverage, while actively managing its portfolio duration. For the week ended 15th November 2013, the Fund NAV appreciated by 0.58% to US\$ 103.89 (last week US\$ 103.29), with portfolio yield (post leverage) of 14.4% (last week 14.4%) and duration of 2.98 years (last week 3.00 years).

With effect from 1st October 2013, the erstwhile Silverdale Multi Strategy Fund has exited equity & non-USD exposure and has been re-christened as Silverdale Bond Fund with Weekly (earlier Monthly) subscription/redemption facility.

Portfolio Dashboard

NAV US\$ 103.894



NAV and post-leverage YTM

Performance (Net of Fees)

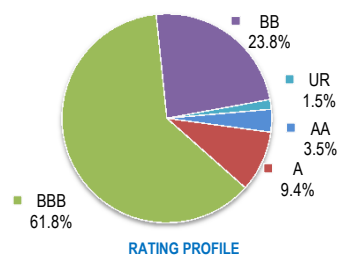
1 Week	(not annualised)	0.5780 %
Previous Week	(not annualised)	(0.7749) %
Trailing 4 Weeks	(not annualised)	0.6714 %

Top Holdings

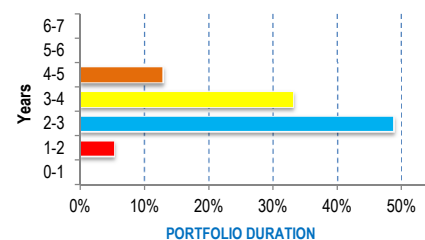
	% age
Vedanta Resources Plc	11.16 %
Zijin Intl Finance Co Lt	9.42 %
Turkiye Is Bankasi A.S	9.33 %
Macquarie Group Ltd	8.98 %
Ae Rotor Holding Bv	6.47 %
Yapi Ve Kredi Bankasi	5.79 %
Turkiye Vakiflar Bankasi	5.77 %

Fund Statistics

Leveraged Yield to Maturity	14.35 %
Portfolio Yield to Maturity	4.32 %
Average Duration	2.98 years
Average Maturity	3.36 years



RATING PROFILE



PORTFOLIO DURATION

Portfolio Update

During the week, the Fund booked profits in ICICI Bank 2016 bond and redeployed the proceeds into Turkiye Is Bankasi 2016. Thus, increased yield (post leverage) by ~400bps on its investment without any material increase in duration. The Fund also purchased additional VTB Bank 2017 bonds.

Turkiye Is Bankasi (Mkt cap: US\$ 11.6bn) is the largest privately-owned commercial bank in Turkey with total assets of US\$114.5bn. It has excellent asset quality with stable Net Interest Margin (~4%) and Non-Performing Loans (~2%). It has capital adequacy ratio of 14.8%.

VTB Bank (Mkt cap: US\$ 17.9bn) is the second-largest lender in Russia with assets of ~US\$ 254bn (~15% market share by assets). It is owned 61% by the Russian Govt., and has Tier-I capital at 11%.

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

DISCLAIMER

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SILVERDALE BOND FUND