

# 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 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 (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.**  
355 NeXTeracom Tower 1, Cybercity,  
Ebene, Mauritius  
Tel.: +230 464 7275  
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Or, Call: +65 6835 7130

# Silverdale Bond Fund

Communique as at 21st February 2014

## 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 21st February 2014, the Fund NAV appreciated by 0.61% to US\$ 108.10 (previous week US\$ 107.44) with portfolio yield (post-leverage) of ~13.42% (previous week 13.36%) and duration of 2.69 years (previous week 2.69 years).

## Portfolio Dashboard

### Performance (not annualised)\* †

Previous week	0.6118 %
Trailing 1 month	2.7306 %
Trailing 2 months	3.3026 %
Trailing 3 months	3.0297 %

(\*) net of fees

### Fund Statistics

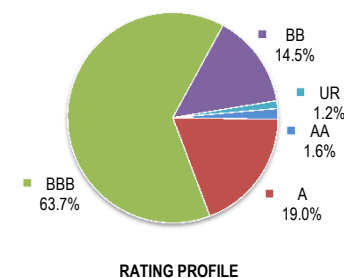
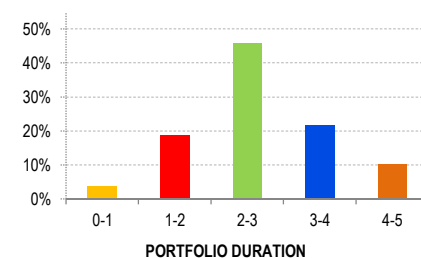
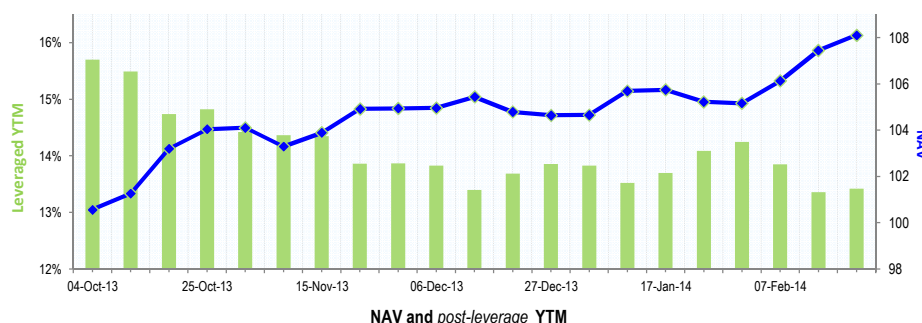
Leveraged Yield to Maturity	13.42 %
Portfolio Yield to Maturity	4.02 %
Average Duration	2.69 years
Average Maturity	3.10 years

NAV US\$

108.0987

### Top Holdings

Vtb Bank (Vtb Capital Sa	8.19 %
Zijin Intl Finance Co Lt	7.38 %
Turkiye Is Bankasi A.S	7.27 %
Macquarie Group Ltd	7.10 %
Cssc Capital 2013 Ltd	7.09 %



## Portfolio Update

During the week ended 21st Feb 2014, the Fund booked profits in Rural Electrification Corp 2016, Axis Bank 2016, Vedanta Resource 2016, Bank of Baroda 2016 and China Resource Cement 2017 bonds. The fund bought Jingneng Investment 2017 and Safeway Inc 2017 bonds.

Jingneng Investment Group Co. is an indirect subsidiary of Beijing Energy Investment Holding (BEIH) which in turn is wholly owned by Beijing Municipal SASAC. BEIH generates ~63bn KWh of power, accounting for ~70% of total power consumed in Beijing (Installed Capacity 14,062 MW). It operates the largest centralized heating network in China serving ~27% of Beijing's total heated floor area. Bonds are supported by a Keepwell Deed by BEIH. The bonds are also backed by irrevocable Stand-By Letter of Credit (SBLC) by Agricultural Bank of China (Market Cap: ~US\$128bn), one of the largest banks in the world with ~US\$ 2.4tn of assets.

Safeway Inc (Market Cap: US\$ 8.9bn) is one of the largest food and drug retailers operating ~1,335 stores in the United States. It holds 49% interest in Casa Ley which operates 195 food and general merchandise stores in western Mexico. It has ~US\$ 4.65bn cash & equivalents and unutilised credit facility of ~US\$ 1.5bn against total debt obligations of ~US\$ 4.2bn.

## 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

The above commentary does not provide a complete analysis of every material fact regarding the market, industry, security, portfolio or the fund. It is not a recommendation to buy or sell any security nor an investment advice. The portfolio holdings, opinions and information may change without notice. The contents of this document, including any narrative does not constitute an offer to sell or a solicitation of any offer to buy the units or shares in Silverdale Bond Fund, Silverdale Fixed Income Fund or Silverdale Equity Fund or any other Class of Sri Silverdale Opportunities Fund or any of the funds managed by Sri Silverdale Capital Partners or advised by Silverdale Capital Pte Ltd., and is strictly for information only. Any application for units or shares must be made solely on the basis of the fund's private placement memorandum, class supplements, application form and appendices (together "the PPM"). Past performance is not necessarily a guide to the future performance. Opinions and estimates contained in this document are subject to change without notice, and the actual results would differ from the said opinions and estimates. Please refer to the PPM for Risk Factors. This document is written for the benefit of and being communicated only to expert investors as defined in Securities (Collective Investment Schemes and Closed-end Funds) Regulations 2008, issued under the Securities Act 2005 of Mauritius. The recipient should obtain opinion from independent professional adviser before making any decision based on this document. (†) Based on: 1 month = 4 weeks, 2 months = 8 weeks and 3 months = 13 weeks.



SILVERDALE BOND FUND