

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
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

Fund Administrator

Orangefield Trust (Mauritius) Ltd.

355 NeXTeracom Tower 1, Cybercity,
Ebene, Mauritius

Tel.: +230 464 7275

Fax: +230 464 3290

Email: mauritius@silverdalegroup.com

For subscription & information, please

Email: mauritius@silverdalegroup.com

Or, Call: +65 6835 7130

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Silverdale Bond Fund

Communique as at 8th August 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 8th August 2014, the Fund NAV declined by ~0.48% to US\$ 115.99 (previous week US\$ 116.56) enhancing optimum portfolio yield (post-leverage) to 13.69% per annum (previous week 13.20% p.a.), with average duration of 2.23 years (previous week 2.25 years).

Portfolio Dashboard

Performance (not annualised, net of fees)

Previous 1 week	-0.4835 %
Trailing 1 month	-2.0682 %
Trailing 3 months	3.0386 %
Trailing 6 months	9.2982 %

(*) net of fees

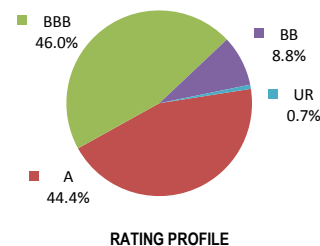
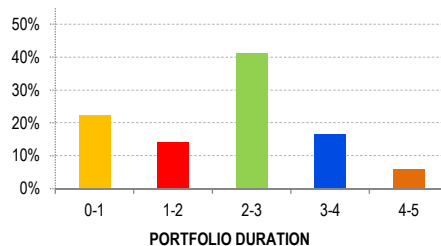
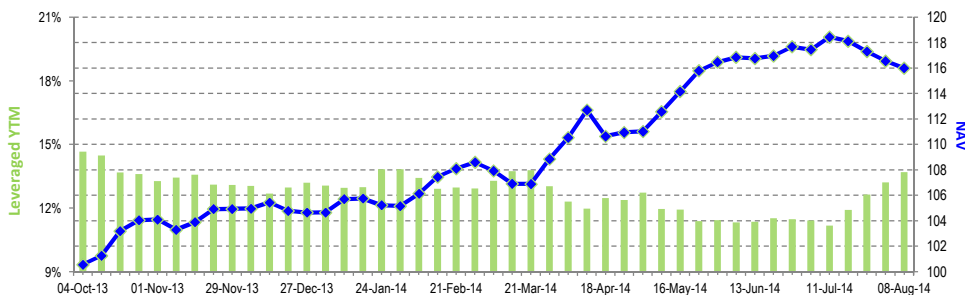
Fund Statistics

Leveraged Yield to Maturity ^A	13.69 %
Portfolio Yield to Maturity	3.46 %
Average Duration ^{AA}	2.23 years
Average Maturity	2.45 years

Top Holdings

	% age
Agricultural Bk China Hk	10.97 %
China Construct Bk Asia	7.75 %
Cssc Capital 2013 Ltd	6.18 %
Mcc Holding Hk Corp Ltd	5.74 %
Zijin Intl Finance Co Lt	5.58 %

NAV US\$ 115.9936



Portfolio Update

During the week, the Fund booked profits in Bank of China 2017 bond. It purchased Kaisa Group 2017, Caixa Economica 2018, and AngloGold 2020 bonds.

Kaisa Group Holdings Ltd (Market Cap: US\$ 1.8bn) is the largest residential property developer in Shenzhen, with landbank of ~GFA 24.23mn sqm, of which ~9.09mn sqm is under development. As at December 2013, Kaisa had unbooked contracted sales of ~US\$ 3.1bn. Its Net Debt/EBITDA was ~3.2x, with EBITDA to interest coverage of ~7.3x.

Caixa Economica Federal SA is the third-largest bank in Brazil in terms of total assets (market share ~13.06%) and the second-largest bank in terms of both deposits (market share ~19.10%) and loans and leases (market share ~17.66%). As of 31 March 2014, it had net interest margin of ~3.9%, with non-performing loans of ~3%. Its capital adequacy ratio is at ~13.7%. Established in 1861, Caixa is wholly owned by the Brazilian Government.

AngloGold Ashanti Limited (Mkt Cap: US\$ 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

