



SILK ROAD INCOME FUND

FACT SHEET



SILK ROAD INCOME FUND

The industrialisation of the Silk Road, across Central Asia, Africa and the Middle East, is providing fixed income investors with unrivalled opportunities. At Silk Invest we believe that this new generation of nations will develop their bond markets and fill out their yield curves. Our focus in these markets is to invest in the liquid high yielding instruments and deliver:

- Fixed income fund with equity like returns
- UCITS fund domiciled in Luxembourg
- Weekly liquidity with NAV in Euros

INVESTMENT OBJECTIVES

The Silk Road Fixed income Fund aims to realize a double digit capital growth investing in a combination of sovereign and corporate fixed income issuers. The fund will be approximately 80% in sovereigns, 20% in corporates and 50%-50% between local and international currencies.

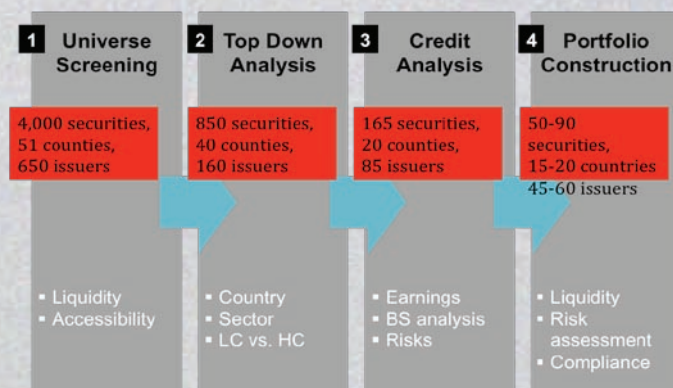
SILK INVEST

Silk Invest is a specialist investment manager focused on African and Arab markets. The company is headquartered in London and also has staff on the ground in South Africa, Morocco, Egypt and Cameroon. The Silk Invest team consists of highly experienced specialists from South Africa, Nigeria, Egypt, Pakistan, UK, Belgium, Netherlands, Ivory Coast, Cameroon, and Morocco.

INVESTMENT APPROACH

We believe the Silk Road fixed income markets are mispriced because they are not included in traditional indexes. We follow a rigorous investment process focusing on maximizing diversification opportunities across countries and issuers. We aim to build a portfolio designed to substantially outperform its hurdle rate of 5.5%. Our starting point is the macro universe covered by our Head of Fixed Income, John Bates. We then focus in depth on individual regions and specific issuers within the strategic parameters of our portfolio. Our head of Origination, Patrick Landi assesses the attractiveness of each issue at the local level. The local investment managers support this process by delivering insights both on the macro well as issue level.

The Chief Investment Officer, Daniel Broby, centralizes all inputs and approves the team's trades. On a tactical basis we may vary duration to reduce overall risk. We plan to manage a broad diversified portfolio of 50-90 securities.



STRONG MACRO CASE

History shows that the collective Silk Road countries have consistently out-stripped GDP growth across the globe as a whole, backed up by increasing FDI and M & A flows, low levels of debt, substantial capital reserves and natural resources, double-digit population growth, generally improving political and reform agendas as well as being located in complimentary strategic geographies.

ATTRACTIVE ASSET CLASS

The Silk Road Income fund gives investors access to one of the most attractive investment opportunities:

- Hard assets: Many countries in our universe have vast resources providing investors with a strong insurance for servicing their debt.
- USD peg: Local Arab Gulf currencies are pegged to USD and have vast financial reserves. Their debt however is trading at significant spreads vs. USD fixed income.
- Depth: Universe incorporates more than \$400bn of outstanding debt and consists of some 650 issuers represented across 51 countries.
- Benchmark: Covered countries are largely under-represented in investment indices. For example, the allocation to Venezuela in the EMBI+ index is higher than the total allocation to our complete universe in Africa, Central Asia and Middle East ex. Turkey and Lebanon!
- Silk Road: Covered regions are increasingly becoming an integrated economic block benefitting from a large young population representing 74% of the world's total, a strong competitive edge and complimentary geographies linking the Middle East, Africa and Asia.

INVESTMENT TEAM

Silk Invest has a unique team of investment specialists focused on the region. They have on average of 10 years emerging markets experience each. In addition to the portfolio managers John Bates and Patrick Landi, the team includes professionals from the key various African and Arab markets and is headed by Chief Investment Officer, Daniel Broby.



Daniel Broby has extensive experience in emerging markets, working more than 23 years in the fund management industry and holding positions as CEO, Head of Asset Management, CIO and

Chief Portfolio Manager. Daniel managed a 5 star rated global fund and launched Denmark's first regulated and listed hedge fund. He also launched and was a director of the Renaissance Africa Fund.



John Bates was Head of African Credit Research at Renaissance Capital before joining Silk Invest. His extensive experience in Emerging Markets Fixed Income has seen him covering the Fixed

Income space in Asia, Latin America as well as Eastern Europe. Previously he covered Central Asia while at ABN AMRO as Senior EM Credit Analyst. John holds a BA (Hons) from University College London and a Postgraduate Diploma in European Business.



Patrick Landi has extensive experience in Emerging Markets, and is an expert in African Fixed Income and Equities origination, trading and distribution. Prior to joining Silk Invest he was a senior

salesman at Exotix and before that held senior Capital Markets positions at ABN AMRO as well corporate finance positions at HSBC and Broadview US Bancorp. He holds a BSc from the University of Bath.



Youssef Lahlou worked for the largest Moroccan institutional investment house, CDG Capital before joining Silk Invest. He started his career in the United States after completing his

Bachelor degree at Arizona University. Youssef holds an MSc degree from London School of Economics and is Moroccan.



Chris Muller founded the Cedar Fund in 1998 and received different awards for his investment skills in South Africa. Beforehand, Chris was a director at Fleming Martin (now JPMorgan). Chris

combines his role within Silk Invest with lecturing finance to MBA students at Wits Business School in Johannesburg. Chris is a national of South Africa.



Funmi Akinluyi managed 25% of the total assets of Nigeria's biggest asset manager IBTC Chartered before moving to the UK. She has in-depth expertise in the African Oil & Gas sector

and worked for one of Africa's leading research houses in this field. Her previous employers include Citibank Nigeria, Barings Asset Management and Northern Trust. Funmi holds an MSc in finance from Imperial College. Funmi is Nigerian and has an extensive network in Sub-Saharan Africa.



Hesham Saad was responsible for managing a MENA portfolio of EGP2.3 billion (\$440M) for the Egyptian-Saudi Holding company NAEEM. He has lived and travelled extensively in different

MENA countries and has worked for both the Arab Bank and CIB. Hesham is a CFA III candidate and is Egyptian.

FUND DETAILS

Fund Name:	Silk Road Income Fund
Custodian:	DZ Bank International
Auditor:	KPMG
ISIN Code:	R Class: LU I Class: LU
Fund Management fees:	R Class: 1.75% I Class: 1.25%
Performance Fees:	20% above hurdle rate of 5.5% (semi-annual 2.75%)
Fund currency:	USD



UNITED KINGDOM
4 Lombard St.
London EC3V 9HD

SOUTH AFRICA
37 Kingfisher Dr.
0240 Hartebeespoort

EGYPT
24 Iskandar Al-Akbar St.
11341 Heliopolice, Cairo

NETHERLANDS
Prinses Beatrixlaan 614
2595 BM Den Haag

IMPORTANT NOTICE

This document is not directed at you if Silk Invest is prohibited by any law of any jurisdiction from making the information on this document available to you, and is not intended for any use, which would be contrary to local law or regulation. This document is being distributed, only to and is directed only at persons who have professional experience in matters relating to investments falling within paragraph 19 of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2001 (all such person together being referred as "relevant persons"). This document does not constitute or form part of, and should not be construed as, an offer, invitation or inducement to purchase or subscribe for securities nor to enter in any contract for the provision of investment services, nor shall it be relied upon in connection with any such transaction.

Every effort has been made to ensure the accuracy of the financial information herein but it is based on unaudited figures so may not be accurate. Past performance is not a guarantee of future performance. The price of shares can go down as well as up and may be affected by changes in rates of exchange. An investor may not get back the amount invested.

This document has been issued and approved by Silk Invest Limited, Lombard Street 4, London, EC3V 9HD. Silk Invest limited is a limited company registered in England and Wales. Registered Company Number: 6603042. Authorized and regulated by the Financial Services Authority, 25 The North Colonnade, Canary Wharf, London, E14 5HS.

SUBSCRIPTION INFORMATION

For more information please contact
Baldwin Berges,

mail: Baldwin.berges@silkinvest.com

phone: +44 207 933 8610

online: www.silkinvest.com