

Sterling Global Fund (SGF)

About the Fund as at December 31, 2016

Manager:	Sterling Asset Management International Limited
Auditors:	KPMG Peat Marwick
Regulators:	Financial Services Commission, British Virgin Islands
Assets under Management:	US\$18.56 million
Asset Class:	Global Fixed Income securities and private equity.
Inception Date:	2003
NAV per share:	\$4.99442
Minimum Initial Investment:	1,000 units
Average annual return	12.57%
Expense Ratio:	0.95%

Sterling Global Funds is an open-ended investment company incorporated in the B.V.I under The International Business Companies Act of the BVI and was established in 2003. The Fund is a registered public fund and offers its Shares to investors on a continuing basis and Shareholders may redeem their Shares at a price calculated by reference to the Net Asset Value of that Class of Shares of the Fund. The assets of Sterling Global Funds are currently managed by Sterling Asset Management International Limited (SAM International).

Top 8 Issuers as at December 31, 2016

Societe Generale	10.59%
Credit Agricole	9.89%
BNP Paribas	5.66%
Cantor Fitzgerald	5.06%
BPCE SA	3.82%
State of California	3.66%
County of Sacramento	3.65%
Petroleos de Venezuela	3.63%

SGF has delivered an average annual return of 12.57% since inception.

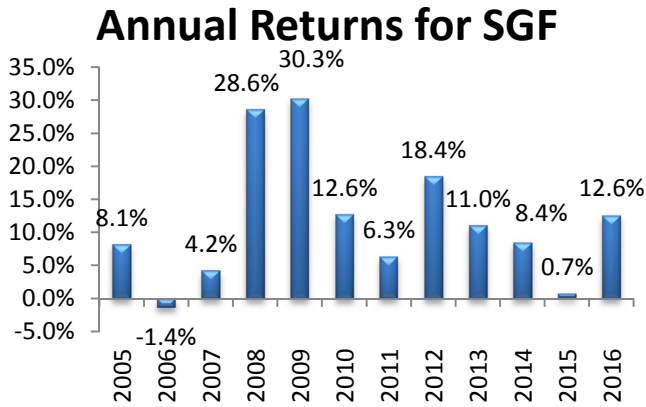
Investment Strategy

The Fund is concentrated primarily in US dollar denominated fixed income instruments. Throughout its existence, the Fund Manager has effectively used moderate amounts of leverage to enhance returns. More recently, positive returns have also been generated through capital appreciation on securities purchased during and since the 2008-2009 financial crisis.

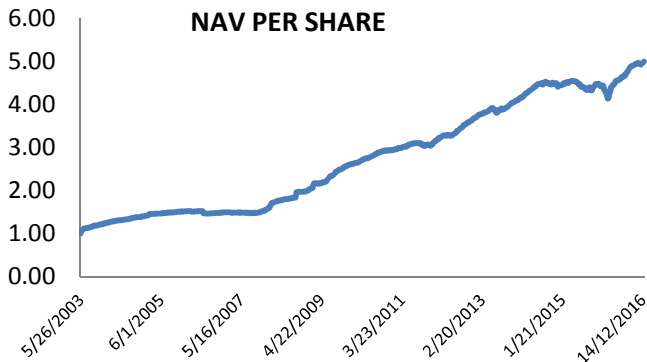
While the Fund's prospectus permits investments in equities, real estate and emerging market instruments, the Managers have pursued an investment strategy that focuses primarily on fixed income investments throughout the Fund's existence. This strategy has yielded generous returns per unit of credit risk assumed. During times of higher interest rates, the fund invested heavily in investment grade rated structured notes and used modest amounts of leverage to enhance yield and return. During times of lower interest rates the fund invested in corporate bonds which generated attractive capital gains. As the fund prepares for a rise in interest rates, duration has been shortened significantly and a small private equity investment has been made to sustain attractive returns.

The fund has demonstrated strong performance during times of high and low interest rates. The year on year growth in the NAV/share is shown below:

Change in the NAV per share Y-O-Y (%)



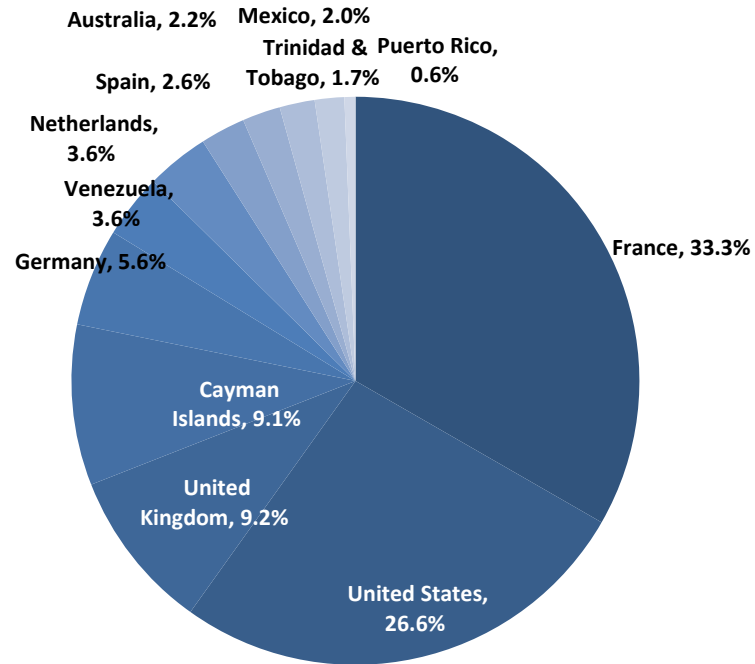
US\$10,000 invested in SGF at inception is valued at US\$499,442 as at December 31, 2016



Call / Maturity Profile

0 – 3 Years	37.13%
3 – 5 Years	26.06%
5-7 Years	30.76%
7 – 10 Years	6.05%

Fixed Income Portfolio Composition by Country



The Investment Advisor

Sterling Asset Management Limited (SAM) is a licensed securities dealer regulated by the Financial Services Commission of Jamaica and has been in operation for fifteen (15) years. All portfolios under SAM's management have outperformed other managed portfolios currently available in the local market. SAM's commitment to high credit quality fixed income instruments has insulated the Company and the portfolios it manages from much of the turmoil in the wider financial sector.