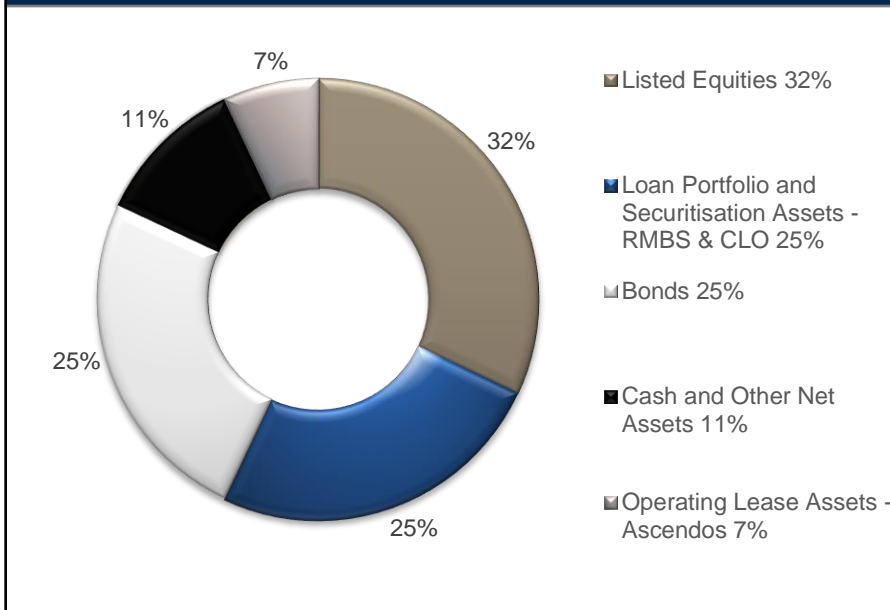


# Current Asset Review

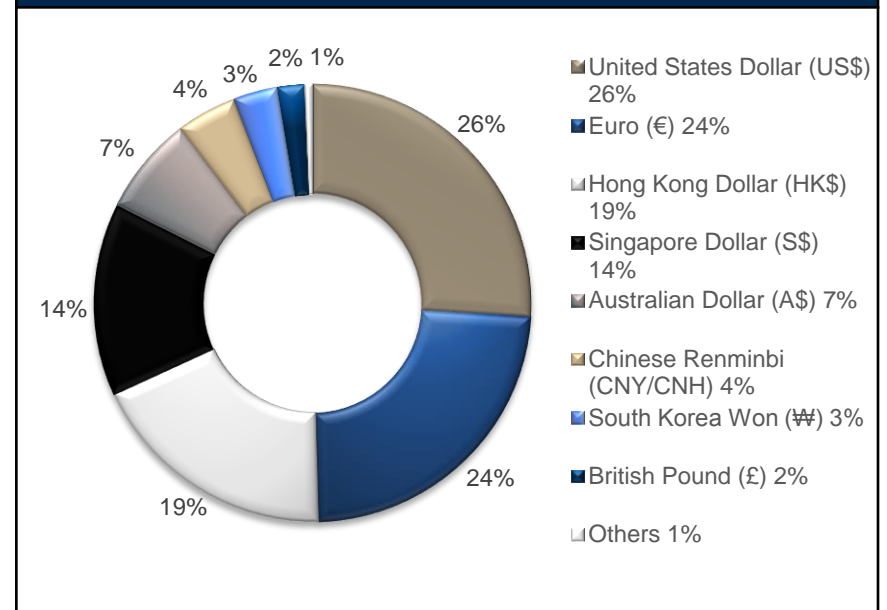
Period ended 31 December 2014

# NET ASSET VALUE

Breakdown by Asset Class and Investment <sup>1</sup>



Breakdown by Currency <sup>1</sup>



<sup>1</sup> As at 31 December 2014 by carrying value

# ASCENDOS INVESTMENTS LIMITED

- GIL has a 40.56% equity interest in Ascendos Investments Limited (“Ascendos”).
- Ascendos’ wholly-owned subsidiary Ascendos Rail Leasing S.à.r.l. (“ARLS”) is a Luxembourg incorporated operating lessor with a portfolio of 237 rail equipment consisting of 3 passenger train fleets, over 30 locomotives and 100 freight wagons in mainland Europe.
- In June 2014, ARLS announced the forward sale of its fleet of 67 Bombardier Double Deck Coaches to the Danish State Railways (“DSB”). DSB will acquire the Double Deck Coaches at the end of their lease term in October 2017.
- In Europe, freight demand declined in 4Q 2014 due to weaker commodities markets and poor global trade. Stricter EU Stage IIIB emission guidelines will apply for all new build diesel locomotives beginning in 2015, limiting their demand. This will help to support lease rates and valuations for existing diesel engines. The freight rail market outlook for 2015 remains cautious, but with expectations of slight growth over 2014.

## KEY INFORMATION

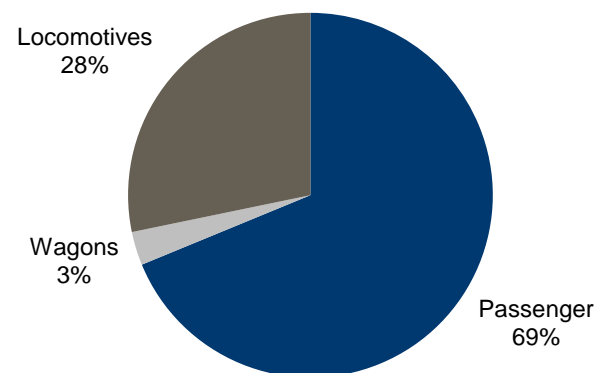
As at 31 Dec 14

**Carrying Value <sup>1</sup>** € 12.81 m

**Cumulative Fair Value Gain :** € 7.00 m

<sup>1</sup> As the investment has been reclassified as an available-for-sale financial asset, the carrying value is in accordance with the requirements of IFRS reflecting the fair value of the investment.

## Railcar type breakdown by value



# RESIDENTIAL MORTGAGE-BACKED SECURITIES (“RMBS”)

- GIL is invested in a portfolio of Australian RMBS, which are securitisation vehicles that hold Australian residential mortgage loans. Resimac Bastille Trust Series 2012-1NC and 2013-1NC, hold Australian non-conforming and prime residential property mortgage loans, whilst Seiza Series 2006-1 Trust holds Australian non-conforming residential and commercial property mortgages, and Liberty Series 2013-2 holds Australian non-conforming residential property mortgage loans.
- Total interest collected from the portfolio in 4Q 2014 amounted to approximately A\$0.92 million.
- There is a high risk that coupons to the Seiza Series 2006-1 Trust Class G may be suspended in the short to mid term due to delinquencies and possible defaults in the underlying portfolio.

Security	Current Rating (Moody's/S&P)	Current Face	Coupon	Credit Support
SEIZA SERIES 2006-1 TRUST CLASS F	NR/NR	10,212,000	BBSW + 5.5%	19.81%
SEIZA SERIES 2006-1 TRUST CLASS G	NR/NR	20,910,187	BBSW + 9.5%	0.00%
SEIZA SERIES 2006-1 TRUST SENIOR NIM	NR/NR	8,900,121	BBSW + 9.5%	0.00%
RESIMAC BASTILLE TRUST SERIES 2012- 1NC D	NR/BBB	2,400,000	BBSW + 5.75%	7.23%
RESIMAC BASTILLE TRUST SERIES 2012- 1NC E	NR/BB	2,550,000	BBSW + 8.0%	3.71%
RESIMAC BASTILLE TRUST SERIES 2013- 1NC D	NR/BBB	550,000	BBSW + 4.50%	4.57%
RESIMAC BASTILLE TRUST SERIES 2013- 1NC E	NR/BB	500,000	BBSW + 6.50%	2.59%
LIBERTY SERIES 2013-2 CLASS E	NR/BB	1,000,000	BBSW + 7.0%	2.45%
<b>RMBS Total</b>		<b>47,022,308</b>		

## KEY INFORMATION

As at 31 Dec 14

**Carrying Value <sup>1</sup>** A\$ 19.16 m

**Cumulative Impairment <sup>2</sup>:** A\$ 23.28 m

<sup>1</sup> The carrying value is determined in accordance with the requirements of IFRS and is not reflective of the current realisable value in the event of immediate disposal.

<sup>2</sup> The cumulative impairment is in respect of investment in Seiza Series 2006-1 Trust Class G and Seiza Series 2006-1 Senior NIM.

# COLLATERALISED LOAN OBLIGATION (“CLO”) SECURITIES

- GIL is invested in a portfolio of USD and EUR denominated CLO. The CLO investments are in mezzanine and subordinated notes which are issued by securitization vehicles that hold collateral consisting of mainly senior secured corporate debt.

## USD Portfolio

- Under the USD CLO portfolio, total investment amounted to US\$11.30 million as at 31 December 2014 with total current face amount of US\$12.50 million.
- In 4Q14, total interest collected from the USD portfolio amounted to approximately US\$91,000.
- During the quarter ended 31 Dec 2014, the Goldentree Loan Opportunities IV Class D note was sold for gross proceeds of US\$3.39 million. Symphony CLO Ltd 2014-15A Class E note was purchased for US\$4.56 million.
- During the quarter, the credit rating of the ALM IV Ltd Class E notes was upgraded by S&P from BB to BBB-.
- Structured credit fundamentals remain positive with stable over-collateralisation levels across the capital structure and low corporate default rates.

## USD Denominated CLO Portfolio

Security	Current Rating (Moody's/S&P/Fitch)	Current Face	Coupon	Credit Support
ALM IV, Ltd Class E	NR/BBB-/NR	3,000,000	3mL + 420bp	10.56%
Keuka Park CLO Ltd 2013-1X Class E	Ba3/NR/NR	2,500,000	3mL + 450bp	7.91%
Figueroa CLO Ltd 2013-2A Class D	NR/BB/NR	2,000,000	3mL + 500bp	8.96%
Symphony CLO Ltd 2014-15A Class E	Ba3/NR/NR	5,000,000	3mL + 505bp	8.00% <sup>1</sup>
<b>Total</b>		<b>12,500,000</b>		

<sup>1</sup> Credit support is indicative.

# COLLATERALISED LOAN OBLIGATION (“CLO”) SECURITIES

(cont.)

## EUR Portfolio

- Under the EUR CLO portfolio, total investment amounted to €31.60 million as at 31 December 2014 with total current face amount of €32.25 million.
- In 4Q14, total interest collected from EUR denominated CLO securities amounted to approximately €1.30 million.
- During the quarter, Cadogan Square CLO V Class E note was sold for gross proceeds of €3.78 million.
- There is a high risk that coupons to the Avoca VI and VII securities may be suspended in the short to mid term due to ratings downgrades and possible defaults in the underlying portfolios.

## EUR Denominated CLO Portfolio

Security	Current Rating (Moody's/S&P/ Fitch)	Current Face	Coupon	Credit Support
Avoca CLO VI PLC Class M	NR/NR/NR	4,000,000.00	N.A.	N.A.
Avoca CLO VII PLC Class F	NR/CCC-/CCC	7,000,000.00	6mE <sup>1</sup> + 495bp	2.59%
Avoca CLO VII PLC Class G	NR/NR/NR	8,000,000.00	N.A.	N.A.
Avoca Capital CLO X Ltd Class E	Ba2/BB/NR	1,000,000.00	6mE <sup>1</sup> + 450bp	11.01%
Carlyle Global Market Strategies Euro CLO 2013-2 Class D	NR/BB/BB	2,000,000.00	3mE <sup>1</sup> + 500bp	11.39%
Carlyle Global Market Strategies Euro CLO 2013-2 Class E	NR/B/B-	1,000,000.00	3mE <sup>1</sup> + 550bp	9.00%
Grosvenor Place 2013-1X Class D	Ba2/NR/BB	1,500,000.00	3mE <sup>1</sup> + 510bp	11.78%
Grosvenor Place 2013-1X Class E	B2/NR/B-	750,000.00	3mE <sup>1</sup> + 610bp	8.55%
Euro Galaxy CLO BV 2013-3X Class E	NR/BB/BB	2,000,000.00	3mE <sup>1</sup> + 520bp	9.58%
Richmond Park CLO Ltd 1X Class D	Ba2/NR/BB	5,000,000.00	3mE <sup>1</sup> + 525bp	10.53%
<b>Total</b>		<b>32,250,000.00</b>		

<sup>1</sup> 3mE and 6mE refer to 3-month Euribor and 6-month Euribor respectively

N.A.: Not Applicable

## KEY INFORMATION

As at 31 Dec 14	USD CLOs	EUR CLOs
<b>Carrying Value</b> <sup>1</sup>	US\$ 11.52 m	€ 21.51 m
<b>Cumulative Impairment (less reversals)</b> <sup>2</sup> :	Nil	€ 9.44 m
<b>Cumulative Fair Value Gain Due to Price Change:</b>	Nil	€ 1.23 m

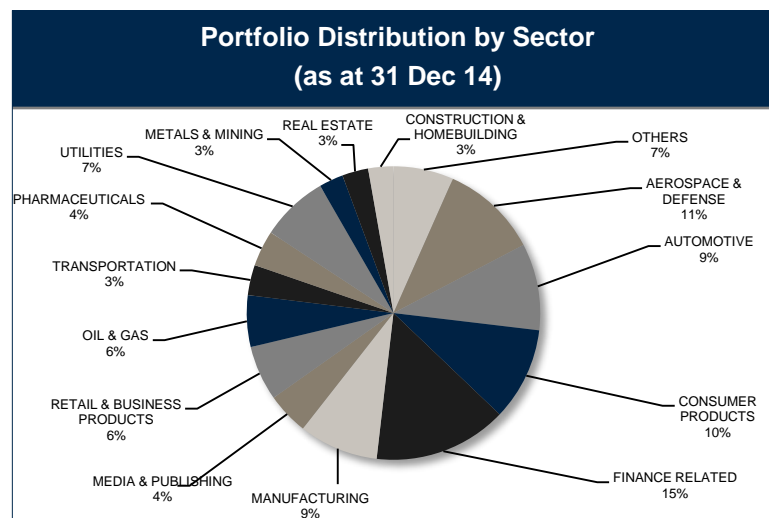
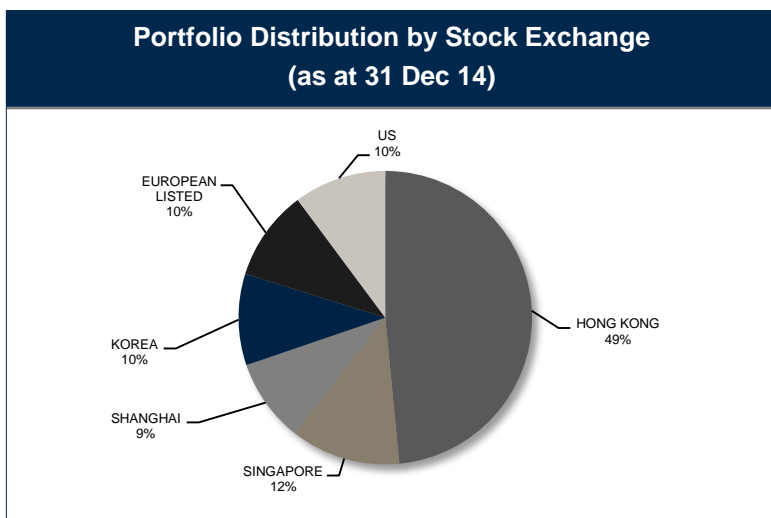
<sup>1</sup> The carrying value is determined in accordance with the requirements of IFRS and is not reflective of the current realisable value in the event of immediate disposal.

<sup>2</sup> The cumulative impairment is in respect of investments in Avoca VI PLC Class M, and Avoca VII PLC Class F and Class G.

# LISTED EQUITY PORTFOLIO

KEY INFORMATION	
As at 31 Dec 14	
<b>Carrying Value <sup>1</sup>:</b>	S\$ 92.43 m
<b>Cumulative Impairment <sup>2</sup>:</b>	S\$ 13.17 m
<b>Cumulative Fair Value Gain Due to Price Change:</b>	S\$ 7.19 m
Portfolio as at 31 Dec 14	
<b>No. of Securities</b>	83

- During the quarter, the Company established positions in China 'A' Shares listed on the Shanghai Stock Exchange. At the same time, it reduced exposure in the European market. As at 31 December 2014, the total carrying value of the listed equity portfolio was \$92.43 million and the cumulative fair value gain was S\$7.19 million. The Company registered gain on sale of equities of approximately S\$1.49 million and dividend income of about S\$0.31 million for 4Q 2014.
- As at 31 December 2014, the equity portfolio was 48.47% weighted in Hong Kong listed equities, followed by 12.1% in Singapore, 10.18% in US, 10.08% in Korea, 9.98% in Europe and 9.18% in Shanghai. In terms of sector distribution, the highest weighting was in Finance related (14.7%), followed by Aerospace & Defense (10.68%) and Consumer Products (10.25%).



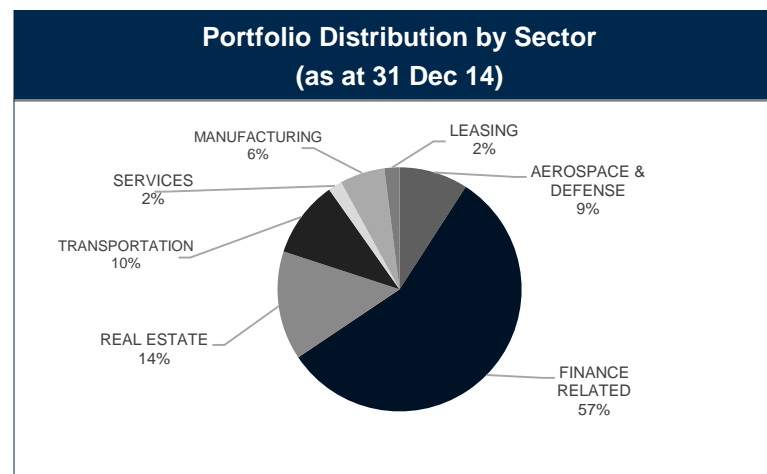
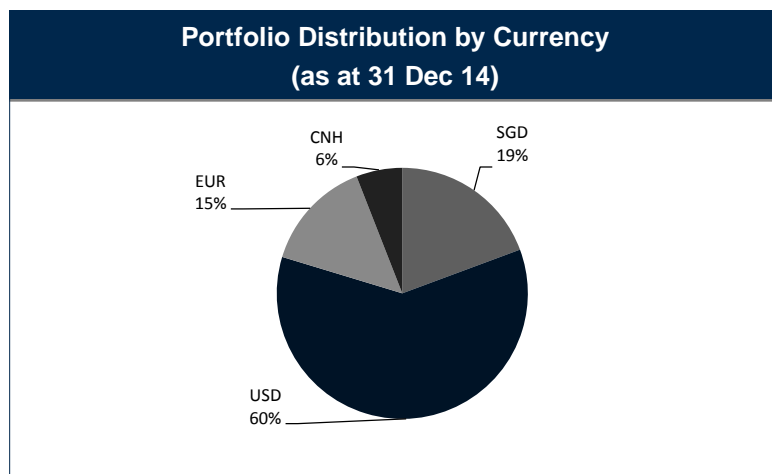
<sup>1</sup> The carrying value is determined in accordance with the requirements of IFRS and is not reflective of the current realisable value in the event of immediate disposal.

<sup>2</sup> The cumulative impairment is in respect of investment in Fly Leasing Limited, denominated in United States Dollar, which has been translated using the historical rate at the point of acquisition in 2007.

# BONDS

KEY INFORMATION	
As at 31 Dec 14	
<b>Carrying Value <sup>1</sup>:</b>	S\$ 69.86 m
<b>Cumulative Impairment :</b>	Nil
<b>Cumulative Fair Value Gain Due to Price Change :</b>	S\$ 0.64 m
Portfolio as at 31 Dec 14	
<b>No. of Securities</b>	15

- The carrying value as at 31 December 2014 was S\$69.86 million.
- In terms of sector distribution, it was 56.5% in Finance-related, 14.4% in Real Estate, 10.2% in Transportation, 9.1% in Aerospace & Defense, 5.9% in Manufacturing, 2% in Leasing and 1.8% in Services. 60.3% of the portfolio was in USD, 19.3% in SGD, 14.4% in EUR with the balance of 5.9% in CNH.
- Approximately 27% of the portfolio is unrated while the rated issues have a weighted average rating of Ba2.
- As at 31 December 2014, the approximate weighted average coupon was 7.2%. The approximate weighted average maturity of the bond portfolio was 5.36 years <sup>2</sup>.



<sup>1</sup> The carrying value is determined in accordance with the requirements of IFRS and is not reflective of the current realisable value in the event of immediate disposal.

<sup>2</sup> Calculation of weighted average maturity assumes maturity at the first call date, if available.