



September 11, 2013

## June 2013 Quarterly Update on the Surefin India Value Fund

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Dear Investor,

Please find below the performance of the fund. This is the performance of the master series. Each of you will receive your individual performances separately. Please find the performance update also on the website at: <http://www.surefin.com/newsletter.htm>

Surefin Investments is up 1.2% in the last quarter, registering an 87.4% return since April 1st, 2007 and is up 1235.9% since inception in May 2001 after fees and other expenses<sup>1</sup>. This fund has grossed a CAGR of 23.8% over the last 12 years after fees and other expenses.

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<sup>1</sup>Fees are calculated differently for different clients, depending on when they entered the fund. However, now fees are charged at 0% management fees and 25% carry, over a 5% hurdle rate, with high water marks.

## Performance Evaluation of Surefin India Value Fund

### Index Value

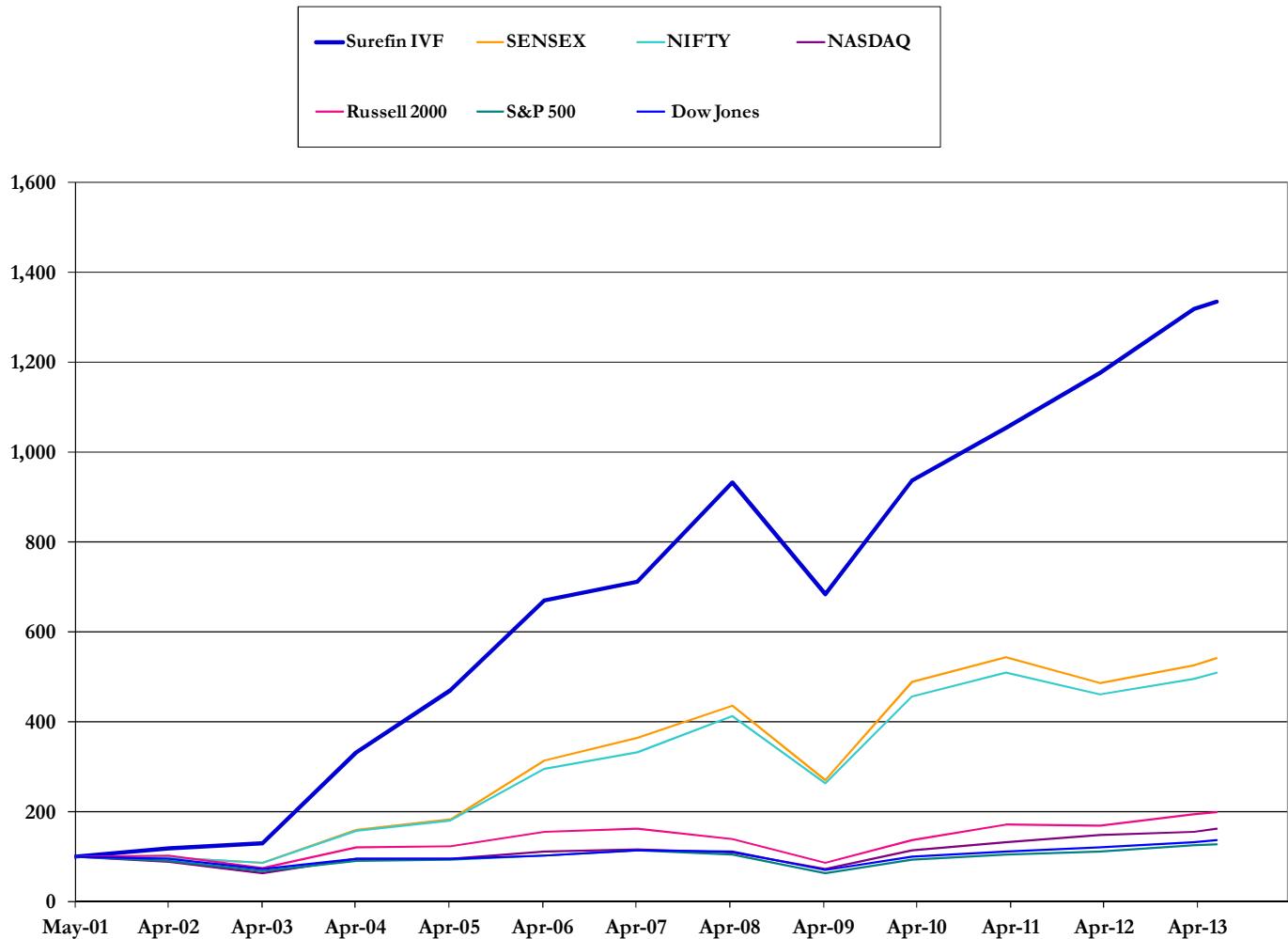
Date	Surefin IVF	SENSEX	NIFTY	NASDAQ	Russell		
					2000	S&P 500	Dow Jones
May 15, 2001	1,000.0	3,577.0	1,145.3	2,085.6	489.6	1,249.4	10,873.0
April-02	1,200.0	3,500.2	1,139.0	1,862.6	504.5	1,146.5	10,362.7
April-03	1,308.0	3,081.0	984.3	1,348.3	368.7	858.5	8,069.9
April-04	3,322.3	5,740.9	1,819.7	2,015.0	595.3	1,132.2	10,373.3
April-05	4,717.7	6,605.0	2,067.7	1,984.8	611.6	1,172.9	10,404.3
April-06	6,699.1	11,280.0	3,402.6	2,339.8	765.1	1,294.9	11,109.3
April-07	7,129.9	13,072.1	3,821.6	2,421.6	800.7	1,420.9	12,354.4
April-08	9,334.4	15,644.4	4,734.5	2,279.1	688.0	1,322.7	12,262.9
April-09	6,845.5	9,708.5	3,021.0	1,528.6	422.8	797.9	7,608.9
April-10	9,370.1	17,527.8	5,249.1	2,398.0	678.6	1,169.4	10,856.6
April-11	10,548.0	19,445.2	5,833.8	2,781.1	843.6	1,325.8	12,319.7
April-12	11,774.9	17,404.2	5,295.6	3,091.6	830.3	1,408.5	13,212.0
April-13	13,200.8	18,835.8	5,682.6	3,267.5	951.5	1,569.2	14,578.5
June-13	13,358.6	19,395.8	5,842.2	3,403.3	977.5	1,606.3	14,909.6
<b>CAGR</b>	<b>23.8%</b>	<b>14.9%</b>	<b>14.4%</b>	<b>4.1%</b>	<b>5.9%</b>	<b>2.1%</b>	<b>2.6%</b>

### Percentage Return

Date	Surefin IVF	SENSEX	NIFTY	NASDAQ	Russell		
					2000	S&P 500	Dow Jones
May 15, 2001	-	-	-	-	-	-	-
April-02	20.0%	(2.1%)	(0.6%)	(10.7%)	3.0%	(8.2%)	(4.7%)
April-03	9.0%	(12.0%)	(13.6%)	(27.6%)	(26.9%)	(25.1%)	(22.1%)
April-04	154.0%	86.3%	84.9%	49.4%	61.5%	31.9%	28.5%
April-05	42.0%	15.1%	13.6%	(1.5%)	2.7%	3.6%	0.3%
April-06	42.0%	70.8%	64.6%	17.9%	25.1%	10.4%	6.8%
April-07	6.4%	15.9%	12.3%	3.5%	4.6%	9.7%	11.2%
April-08	30.9%	19.7%	23.9%	(5.9%)	(14.1%)	(6.9%)	(0.7%)
April-09	(26.7%)	(37.9%)	(36.2%)	(32.9%)	(38.6%)	(39.7%)	(38.0%)
April-10	36.9%	80.5%	73.8%	56.9%	60.5%	46.6%	42.7%
April-11	12.6%	10.9%	11.1%	16.0%	24.3%	13.4%	13.5%
April-12	11.6%	(10.5%)	(9.2%)	11.2%	(1.6%)	6.2%	7.2%
April-13	12.1%	8.2%	7.3%	5.7%	14.6%	11.4%	10.3%
June-13	1.2%	3.0%	2.8%	4.2%	2.7%	2.4%	2.3%
<b>Percent Change</b>	<b>1,235.9</b>	<b>442.2</b>	<b>410.1</b>	<b>63.2</b>	<b>99.6</b>	<b>28.6</b>	<b>37.1</b>

\* The returns till 2005 are calculated on an XIRR basis.

\* XIRR is the internal rate of return of an investment that does not necessarily have periodic payments. This function is closely related to the net present value function (NPV). The IRR is the interest rate for a series of cash flows where the net present value is zero.



## Portfolio Evaluation and Mistakes

We were up 1.2% for the quarter. In comparison the Indian large cap indices were up 3.0%. We believe that one quarter or even one year is a short and insufficient time frame to measure performance.

A large part of our portfolio is invested into companies whose businesses could eventually benefit from a devaluation in the Indian National Rupee (INR). We plan to give a detailed commentary on our views on the

currency and how we had prepared the portfolio over the last few years in case sharp devaluations happened. It is one of the things we have focused on in all of our companies in our portfolio. We will talk more about this in our annual letter to you.

We have not made any mistakes that we know of during the quarter.

As we have written earlier we will be writing a detailed annual letter after the end of the December to March quarter every year along with briefer quarterly letters like this one. Please feel free to get in touch with us for any questions or thoughts. We deeply appreciate your interest with us.

Warm regards,

A handwritten signature in black ink, appearing to read "Atul Sinha".

Portfolio Manager  
Surefin India Value Fund  
[www.surefin.com](http://www.surefin.com)