

## STOCK EXCHANGE ANNOUNCEMENT

*For immediate release*

*20 January 2014*

### GLOBAL FIXED INCOME REALISATION LIMITED

**(a closed-ended investment company incorporated in Guernsey with registration number 45717,  
formerly Signet Fixed Income Strategies Limited)**

**(the "Company")**

#### **Update**

#### **Background**

On 23 December, the Company announced that as at the close of business on 29 November 2013, the final Net Asset Value per share was GBP 0.7782.

This valuation, which has been prepared in good faith by the Company, is based principally on formal valuations supplied to the Company by the administrators of the Company's underlying investments. In the case of certain of the Company's investments, estimated valuations prepared by the administrators of the underlying funds have been utilised. Furthermore, the board has agreed to take reserves against certain of the valuations of the Company's underlying investments (as previously disclosed). Such valuations or estimates are unaudited and may not comply with generally accepted accounting or valuation principles.

This announcement provides an interim update on certain of the Company's assets, ahead of the publication of the final Net Asset Value per share as at the close of business on 31 December 2013.

The total cash held by the Company as at the date of this announcement is GBP 3,491,315.74.

#### **Update**

Since taking over management of the Company's portfolio at the beginning of 2013, Gottex Asset Management (UK) Limited ("Gottex") has been conducting ongoing, detailed investigation of the funds in the portfolio and the assets held by those funds. Primary focus has been given to the larger fund holdings.

As at the end of November, 65.9% of the NAV of the Company is in assets categorized as Real Estate holdings. The bulk of this is comprised of the assets of the four largest fund holdings in the portfolio: Autonomy Fund IID, South Asian Real Estate, 3DPropCo Ltd and Ubique Gallois Fund. Together, these four funds account for 62.1% of the NAV.

Assigning a reasonable valuation to a real estate investment involves a degree of discretion on the part of the administrator and directors of a fund. Gottex has spent considerable time familiarizing itself with the assets of these funds and the policies used to value them.

In the opinion of the Board and Gottex (following recent detailed discussions), the methodologies used to provide net asset values for two of these funds, Ubique Gallois and South Asian Real Estate, lead to valuations that are unlikely to be achieved in any foreseeable course of events. Consequently, the Board has decided to take reserves against these two funds. A reserve held against a fund has the effect of reducing the price at which that fund is recorded in the NAV.

In addition, the Ukrainian property development that comprises a large portion of the Ubique Gallois Fund portfolio is also present in three of the Company's other fund holdings: Ubique Green Fund, Signet Credit Fund and Autonomy II C-LTV. Gottex has applied the same reserve methodology to these funds on a 'look-through' basis as far as possible given the information available to Gottex, and the Board has decided to reserve against these holdings also. In the case of the Signet Credit Fund, the look-through analysis has also been applied to that fund's holdings of the Vision group of funds for consistency.

These reserves will be reviewed periodically by the Board with the Investment Manager.

The aggregate impact on the stated NAV of the Company is a reduction of 18.8% to GBP 0.6319. The breakdown of this amount is shown in the following table:

	Weight as at 29/11/13	Reserve applied	NAV impact
Signet Credit Fund GBP Share Class	1.0%	27.0%	0.3%
Autonomy Fund II C LTV	3.9%	9.6%	0.4%
Ubique Fund SPC Ltd - Gallois Investment Fd	14.8%	47.1%	7.0%
Ubique Fund SPC Ltd - The Green Fund SP	2.5%	51.4%	1.3%
South Asian Real Estate GBP Class	16.4%	60.0%	9.9%
<b>Total impact on NAV of reserves taken</b>			<b>18.8%</b>

Note: values may not match due to rounding.

The reserves applied represent an asset-by-asset view of the portfolios of each fund. While every effort has been applied to measuring values as accurately as possible, shareholders should understand that the analyses used to derive these valuations are inherently imprecise and constrained by the imprecision of the input forecasts. The ultimate value realized from these investments may be substantially different from the value at which it is being held in the Company's portfolio.

Shareholders should further recognize that the taking of reserves in no way impacts the desire of the Board or of the Investment Manager to maximize recovery from the portfolio. The primary effect of the reserves is to reduce those of the Company's expenses that are paid as a percentage of NAV. The largest of these is the management fee paid to Gottex. Gottex will therefore suffer adversely from the taking of these further reserves. Gottex continues to operate with the potential future benefit of an incentive fee payable if the amount of cash achieved from liquidating the portfolio reaches a

threshold level. Taking these further reserves however does not alter in any way the threshold level. The amount of the incentive declines the longer it takes to reach the threshold level.