

Public Securities Update

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Ferndale Capital Management, LLC (“Ferndale”) Public Securities Division reports a weighted average yield of 6.7%, up from 5.4% in April, allocated as follows:

<u>Security</u>	<u>Value</u>	<u>Weight</u>	<u>Cash Yield</u>	<u>Weighted Yield</u>
Harrahs 10.00% due 12/15/15	\$1,710	1.7%	11.4%	0.19%
Harrahs 10.75% due 2/1/16	1,660	1.7%	12.3%	0.20%
Harrahs 10.00% due 12/15/18	8,963	8.9%	16.0%	1.42%
Affinion 11.50% due 10/15/15	3,775	3.8%	15.2%	0.57%
Travelport 11.875% due 9/1/16	<u>1,860</u>	<u>1.9%</u>	12.8%	<u>0.24%</u>
Fixed Income	17,968	17.9%		2.63%
Newmont Mining	\$12,835	12.8%	5.2%	0.66%
Freeport McMoran	12,000	12.0%	4.6%	0.54%
STMicroelectronics NV	7,401	7.4%	3.7%	0.27%
Veolia Environnement	6,347	6.3%	6.8%	0.43%
Royal Bank of Scotland	6,057	6.0%	-	0.00%
Lockheed Martin	6,004	6.0%	4.2%	0.25%
Total SA	5,875	5.9%	5.3%	0.31%
Pfizer	4,613	4.6%	3.4%	0.16%
Apollo Residential Mortgage	4,321	4.3%	18.8%	0.81%
Intel	3,895	3.9%	3.9%	0.15%
Conoco	2,648	2.6%	4.2%	0.11%
Verizon	2,047	2.0%	4.0%	0.08%
Coca Cola	2,027	2.0%	2.8%	0.06%
Entergy	1,724	1.7%	4.8%	0.08%
Aflac	1,160	1.2%	2.4%	0.03%
Eaton	1,019	1.0%	2.5%	0.03%
NTT Docomo	925	0.9%	4.5%	0.04%
Barrick Gold	483	0.5%	5.8%	0.03%
Annaly Capital Management	475	0.5%	13.5%	0.06%
Western Union	430	0.4%	2.9%	0.01%
Zoetis	<u>155</u>	<u>0.2%</u>	0.8%	<u>0.00%</u>
Equities	82,441	82.1%		4.11%
	<u>\$100,409</u>			<u>6.74%</u>

Disclaimer: Ferndale is not a registered investment adviser; the above information is for reference only and not a solicitation for purchase or sale of any mentioned securities. This notice is for information purposes only.

- Primary portfolio movements were led by sales of Lockheed Martin and Travelport and increased positions in Newmont Mining, Freeport McMoran, STMicroelectronics and Veolia.
- Ferndale added three tranches of Harrah’s bonds and will continue to add to the Dec-15 and Feb-16 bonds to balance the Dec-18’s. New equity purchases include Aflac, NTT Docomo, Eaton, Barrick Gold, Annaly, Western Union and Zoetis.