

Silverdale

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Fund Description

Silverdale Bond Fund is a diversified portfolio of primarily investment grade short duration US dollar bonds, actively managed for superior absolute returns, using ring-fenced leverage.

Investor Benefits

Active management with real time response, capitalizing on opportunistic investments and employing prudent risk management systems. Embedded leverage for higher return without hassles of loan management.

Fund Information

Fund	Silverdale Bond Fund
ISIN Code	MU0308S00009
SEDOL No.	B6SKGT4
Swiss Valor No.	21462609
Bloomberg Code	SILV007 MP Equity
Inception Date [†]	9 Sep 2010
Monthly NAV Launch Date	2 July 2012
Weekly NAV Launch Date	1 Oct 2013

Subscription Details

Minimum Investment	US\$ 100,000
NAV Computation	Weekly
Subscription	Weekly
Redemption	Weekly
Management Fee	1% p.a.

Fund Management Details

THE FUND

Share Class-E of Sri Silverdale Opportunities Fund, a Mauritius based umbrella fund, authorised and regulated by Financial Services Commission

FUND MANAGER

Silverdale Capital Pte Ltd

Monetary Authority of Singapore Registered Fund Manager

Bankers / Custodians

Standard Chartered Bank
Bank Julius Baer
Barclays Bank

Fund Administrator

Orangefield (Mauritius) Limited

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Silverdale Bond Fund

Communique as at 13th March 2015

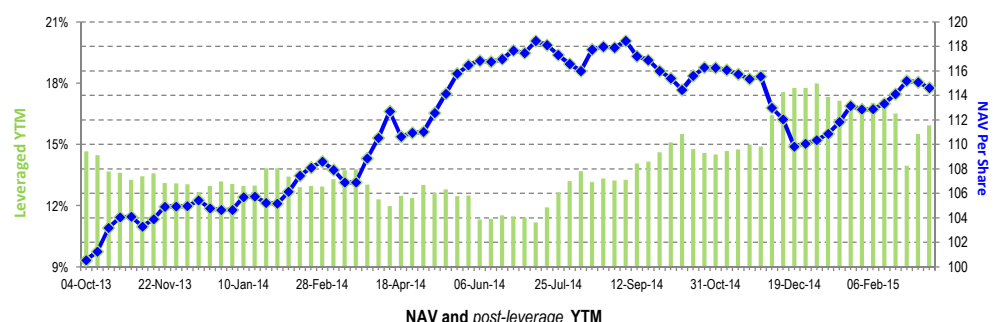
OVERVIEW

Silverdale Bond Fund generates enhanced investor returns by clever use of asset-level ring-fenced leverage, while actively managing its portfolio duration. During the week ended 13th March 2015, the Fund NAV declined by ~0.41% to US\$ 114.61 (previous week: US\$ 115.08), with optimum portfolio yield (post-leverage) of 15.93% per annum (previous week: 15.50% p.a.), and average duration of 1.80 years (previous week: 1.71 years).

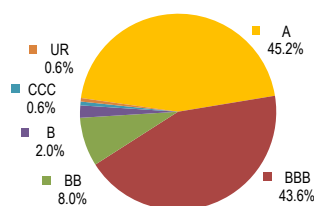
Portfolio Dashboard

Performance		Fund Statistics		Top Holdings		% age
Previous 1 week	-0.4080 %	Leveraged Yield to Maturity^	15.93 %	Agricultural Bk China Hk		10.93 %
Trailing 1 month	1.1311 %	Portfolio Yield to Maturity	3.80 %	China Construct Bk Asia		7.72 %
Trailing 3 months	2.2798 %	Average Coupon	4.88 %	Mcc Holding Hk Corp Ltd		5.43 %
Trailing 6 months	-2.2142 %	Average Duration^^	1.80 years	Anglogold Holdings Plc		4.80 %
Trailing 9 months	-1.8318 %	Average Maturity	1.97 years	Banco Btg Pactual/Cayman		4.62 %
Trailing 12 months	7.2107 %			Far East Horizon Ltd		4.03 %
(not annualised, net of fees)				Hebei Iron & Steel		3.63 %

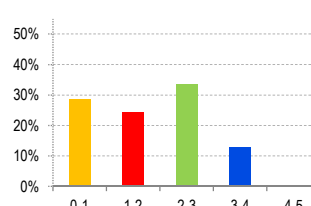
(not annualised, net of fees)



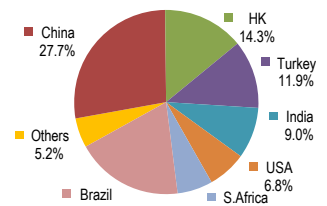
NAV and post-leverage YTM



RATING PROFILE¹



PORTFOLIO DURATION²



GEOGRAPHICAL EXPOSURE³

Portfolio Update

During the week ended 13th March 2015, Silverdale Bond Fund purchased Vale 2016, Türkiye Is Bankasi 2016, Bestgain Real Estate 2018 and Türkiye Vakiflar 2018 bonds.

Vale S.A. (Mkt Cap: US\$ 28.9bn) is the largest global supplier of iron ore (~330mn MT), and the second largest global producer of nickel (~275,000 MT). For FY2014, Vale reported turnover of ~US\$ 38.3bn with EBITDA of ~US\$ 13.4bn. It had ~US\$ 4.1bn in cash with ~US\$ 9bn in unused revolving credit facilities against ~US\$ 1bn maturing in 2015. It reported TTM Net Debt/EBITDA at 1.8x with interest coverage of 8.6x.

Türkiye Is Bankasi (Mkt Cap ~US\$ 9.8bn) is the largest privately-owned commercial bank in Turkey in terms of assets and loans, with 1,333 domestic and 25 overseas branches. As of Dec'14, it had total assets worth ~US\$ 118bn and book value of equity of ~US\$ 12.1bn. It reported Net Interest Margin at ~3.89% and Non-Performing Loans (NPL) at 1.5% along with NPL coverage of 76.9%. It had capital adequacy ratio of ~16.0% with Tier-I ratio of ~13.6%.

China Vanke (Mkt Cap ~US\$ 22.2bn) is the largest residential developer in China with contracted sales of over ~USD 35bn in 2014. As at Sep'14, it reported landbank with GFA of ~38.80 mn sqm. It reported Debt/EBITDA at 3.0x and Net debt/EBITDA at 1.1x. It has more than 400 projects in over 60 cities. China Resources Co Ltd (indirectly owned by SASAC) is the largest shareholder. The underlying bonds are issued by Bestgain Real Estate, indirect subsidiary of China Vanke, and is supported by a keep well deed and a deed of equity interest purchase undertaking by China Vanke.

Türkiye Vakiflar Bankasi (Mkt Cap ~US\$ 4.1bn) is the seventh largest commercial bank in Turkey and is majority owned by Government of Turkey. As of Dec'14, it had total assets worth ~US\$ 70.0bn and book value of equity of ~US\$ 6.2bn. It reported Net Interest Margin at ~3.85% and Non-Performing Loans (NPL) at 3.67% along with NPL coverage of 94%. It had capital adequacy ratio of ~14.0% with Tier-I ratio of ~11.4%.

Subscription Details

Subscription can be made only as per terms & conditions of the composite Private Placement Memorandum (including Class Supplement) which may be obtained free of cost from the Fund Administrator at mauritius@silverdalegroup.com

