

Silverdale FUNDS

Fund Description

Silverdale Fixed Income Fund is a diversified portfolio of primarily Asian investment grade US dollar bonds that is actively managed for consistent returns with minimal risks.

Investor Benefits

Active management with real time response, capitalizing on opportunistic investments, and employing prudent risk management systems. It yields quarterly distribution, with re-investment option.

Fund Information

Fund	Silverdale Fixed Income Fund
ISIN	MU0308S00058
Swiss Valor No.	22123988
Bloomberg Code	SILV009 MP Equity
Inception Date [†]	9 Sep 2010
Launch Date	19 Aug 2013
Previous Dividend Date	27 Mar 2015 (3% pro rata)
Next Dividend Date	26 June 2015 (3% pro rata) [#]

Subscription Details

Minimum Subscription	US\$ 100,000
NAV Computation	Weekly
Subscription	Weekly
Redemption	Weekly
Dividend Distribution	Quarterly
Management Fee	0.75% p.a.

Fund Management Details

THE FUND

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

INVESTMENT MANAGER

Sri Silverdale Capital Partners

Authorised & Regulated by Financial Services Commission

INVESTMENT ADVISOR

Silverdale Capital Pte Ltd

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Custodian

Standard Chartered Bank

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DISCLAIMER

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Silverdale Fixed Income Fund

Communique as at 29th May 2015

OVERVIEW

Silverdale Fixed Income Fund is actively managed for stable returns and quarterly distributions; the portfolio duration is kept low to manage interest rate risks and credit risks. During the week ended 29th May 2015, the Fund NAV was flattish at US\$ 102.62 (previous week: US\$ 102.66), with portfolio yield of 3.64% p.a. (previous week: 3.40% p.a.) and average portfolio duration of 2.23 yrs (previous week: 2.17 yrs).

Portfolio Dashboard

Growth NAV US\$ 107.5864 Ex-Dividend NAV US\$ 102.6183

Performance (not annualised)*

Previous 1 week	-0.0396 %
Trailing 1 month	0.5825 %
Trailing 3 months	2.3034 %
Trailing 6 months	-0.6161 %
Trailing 9 months	0.0804 %
Trailing 12 months	0.8756 %

(* net of fees, adjusted for dividends)

Fund Statistics

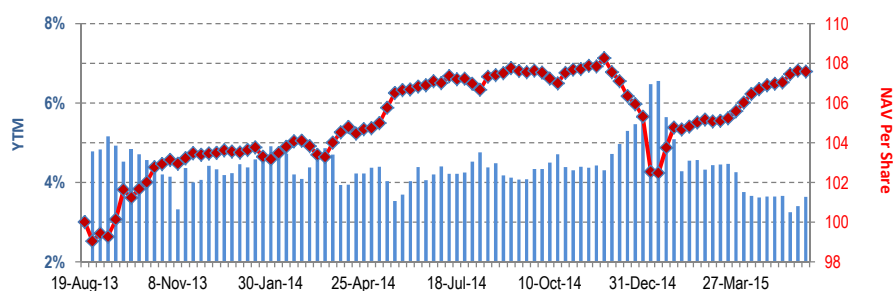
Yield to Maturity	3.64 %
Effective Duration	2.23 years
Average Maturity	2.41 years
Average Coupon	5.05 %
Last Dividend Paid	US\$ 0.7602
Total Dividend Paid	US\$ 4.9681

Top Holdings

Far East Horizon	7.56 %
Yuexiu Property	7.35 %
Ae Rotor Holding	6.68 %
Wanda Properties	6.59 %
Poly Real Estate	5.74 %
Türkiye Halk Bankası	4.78 %
Türkiye Vakıflar	4.53 %

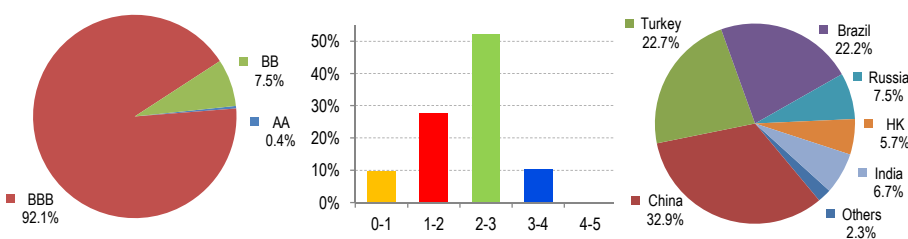
Distribution Date	27-Sep-13	27-Dec-13	28-Mar-14	27-Jun-14	26-Sep-14	26-Dec-14	27-Mar-15	Total
Dividend (US\$)	0.3166	0.7742	0.7718	0.7892	0.7873	0.7688	0.7602	4.9681

DIVIDEND DISTRIBUTION



NAV and YTM Trend

(* net of fees, adjusted for dividend)



RATING PROFILE

PORTFOLIO DURATION

GEOGRAPHICAL EXPOSURE¹

Portfolio Update

During the week ended 29th May 2015, Silverdale Fixed Income Fund purchased Lukoil 2017, and China Hongqiao 2017 bonds.

Lukoil (Mkt Cap: US\$ 39.9bn) is world's largest private owner of proven hydrocarbon reserves of ~17.6bn boe. It produced ~2.4mn boe/day in 2014 (~2% of global and ~16% of Russian oil production). It carries exploration activities in 14 countries and retails its products in 23 countries. For FY2014, it reported ~0.17x debt/equity, ~0.85x Debt/EBITDA, and ~25x EBITDA to interest coverage. It has ~US\$ 13.5bn debt against annual EBITDA of ~US\$ 16bn. The bonds are issued by its wholly owned subsidiary Lukoil International Finance, and are guaranteed by it.

China Hongqiao Group Ltd (Mkt Cap: US\$ 6.3bn) is China's largest aluminium producer with capacity of ~4.02 MTPA. It has lowest cost among its peers, being vertically integrated with in-house power and alumina production. Its geographical proximity to its customers, enables it to deliver aluminium in molten form. During FY14 it reported turnover of ~US\$ 5.9bn generating EBITDA of ~US\$ 2bn. It reported total debt at ~US\$ 5.8bn against which it had cash & equivalent of ~US\$ 1.2bn; with Debt to EBITDA of ~2.96x and EBITDA to interest coverage of ~6.73x.

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



SILVERDALE FIXED INCOME FUND