Silverdäle FUNDS

Silverdale Bond Fund

Communique as at 26th June 2015

Fund Description

Silverdale Bond Fund is a diversified portfolio of primarily investment grade short duration US dollar bonds, actively managed for enhanced 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, or Silverdale Fund SP-1
Fund Type	Segregated Portfolio Company
Domicile	Cayman Islands
Inception Date†	9 Sep 2010
Weekly NAV Launch Date	1 Oct 2013
Cayman Feeder Launch Dt	8 May 2015
Previous Dividend Date	26 June 2015 *(6% pro rata)*
Next Dividend Date	25 Sep 2015 *(6% pro rata #)*
NAV Computation	Weekly *(Friday*)*
Subscription	Weekly *(Monday*)*
Redemption	Weekly *(Monday*)*
Management Fee	0.50% p.a.

Class 1A Details

ISIN	KYG8135U1076
CUSIP	G8135U 107
Swiss Valor No.	28213010
Bloomberg Code	SILV01A KY Equity
Minimum Investment	US$ 1,000,000
Initial Sales Charge	1.00%
Exit Load	0.25%

Class 1B Details

ISIN	KYG8135U1159
CUSIP	G8135U 115
Swiss Valor No.	TBC
Bloomberg Code	SILV01B KY Equity
Minimum Investment	US$ 100,000
Initial Sales Charge	0.00%
Contingent Load	3.00% - 0.25%
Exit Load	1.00%

Fund Management Details

THE FUND

Silverdale Bond Fund or Silverdale Fund SP-1 is a segregated portfolio of Silverdale Fund SPC, a Cayman Islands domiciled segregated portfolio company, registered with Cayman Islands Monetary Authority

FUND MANAGER

Silverdale Capital Pte Ltd
Monetary Authority of Singapore Registered Fund Manager

Banker/Custodian

Standard Chartered Bank
Bank Julius Baer & Co., Singapore Branch

Fund Administrator

Orangefield (Mauritius) Limited
355 NeXTeracom Tower 1, Cybercity,
Ebene, Mauritius
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Silverdale Fund SP-1

Silverdale Bond Fund (or Silverdale Fund SP-1) generates enhanced investor returns by clever use of asset-level segregated leverage, while actively managing its portfolio duration. As at 26th June 2015, the Fund declared quarterly dividend payout of 6% p.a. pro rata, amounting to US$ 0.9731 per share; the ex-dividend NAV of the Fund was US$ 120.67 as compared to previous week (cum-dividend) NAV of US$ 121.47. The optimum portfolio yield (post-leverage) of the portfolio was 12.93% p.a. (previous week: 12.82% p.a.) with average portfolio duration of 2.01 yrs (previous week: 2.00 yrs).

Portfolio Dashboard

NAV US$ 120.6667

Performance

Previous 1 week	0.1400 %
Trailing 1 month	0.0702 %
Trailing 3 months	5.0037 %
Trailing 6 months	10.5150 %
Trailing 9 months	4.8639 %
Trailing 12 months	3.3690 %

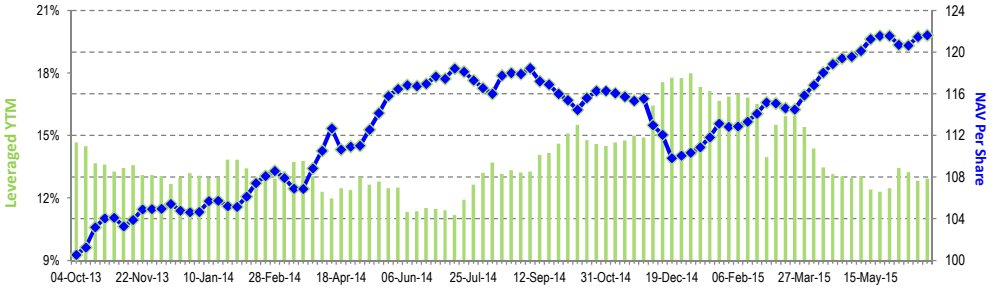
(not annualised, net of fees)

Fund Statistics

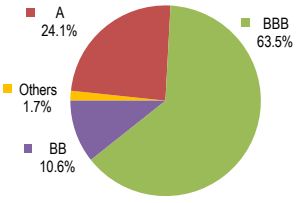
Leveraged Yield to Maturity^	12.93 %
Portfolio Yield to Maturity	3.34 %
Average Coupon	4.79 %
Average Duration^^	2.01 years
Average Maturity	2.16 years
Dividend Paid	US$ 0.9731

Top Holdings

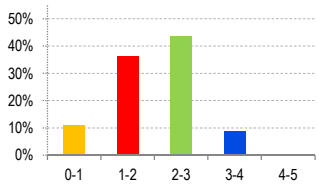
	% age
Mcc Holding Hk Corp Ltd	5.33 %
Banco Btg Pactual/Cayman	4.61 %
Anglogold Holdings Plc	4.45 %
Far East Horizon Ltd	4.04 %
Israel Electric Corp Ltd	3.59 %
Hebei Iron & Steel	3.57 %
Yapi Ve Kredi Bankasi	3.25 %



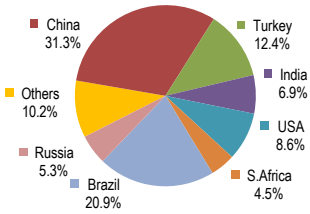
NAV and *post-leverage* YTM



RATING PROFILE[1]



PORTFOLIO DURATION[2]



GEOGRAPHICAL EXPOSURE[3]

Portfolio Update

During the week, Silverdale Bond Fund sold Petrobras 2016, Turkiye Is Bankasi 2016, and Anglogold 2020 bonds, and purchased Raizen 2017, Yuexiu REIT 2018.

Raizen Energia S.A. is the largest manufacturer in the fragmented sugar and ethanol sector in Brazil with crushing capacity of 65.8mn tons and 24 sugar-ethanol mills (~11% market share). It is part of Raizen, a 50:50 joint-venture between Cosan Group and Royal Dutch Shell. As at Dec 2014, Raizen reported revenue of ~US$ 21.5bn with EBITDA of ~US$ 1.5bn. It reported cash & equivalents of ~US$ 1bn and SBLC from promoters of US$ 500mn, against current debt at ~US$ 1.2bn and net debt at ~US$ 3bn.

Yuexiu REIT (Mkt Cap: US$ 1.6bn) is a Hong Kong based real estate investment trust. It was established in 2005 following the acquisition of four commercial properties from Yuexiu Property Company Limited. Its property portfolio consists of six properties in Guangzhou region: wholesale malls, Grade A offices, retail malls, premium international brand 5-star hotels and serviced apartments, with total area of ~680,971 square meters. The company is 36.11% held by Yuexiu Property Company Ltd, which in turn is 49.9% owned by the Guangzhou municipal government (SASAC).

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 spc@silverdalegroup.com

DISCLAIMER

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