

Silverdale

F U N D S

Bloomberg
TOP-5
ASIAN FUND

Silverdale Bond Fund

Communique as at 31st July 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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For subscription & information, please

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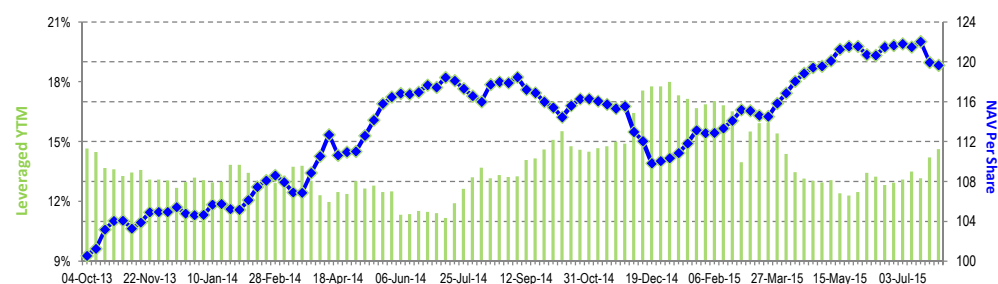
Or, Call: +65 6835 7130

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. During the long week ended 31st July 2015, the Fund NAV declined by 0.25% to US\$ 118.67 (previous week: US\$ 118.97), with optimum portfolio yield (post-leverage) of 14.63% per annum (previous week: 14.20% p.a.), and average duration of 2.13 years (previous week: 2.12 years).

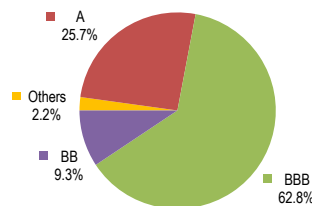
Portfolio Dashboard

Performance (Not annualised)*	Growth NAV US\$	119.6390	Ex-Dividend NAV US\$	118.6659
Previous 1 week	-0.2514 %			
Trailing 1 month	-1.7828 %			
Trailing 3 months	0.0707 %			
Trailing 6 months	6.0139 %			
Trailing 9 months	2.9022 %			
Trailing 12 months	2.6441 %			
(*) net of fees, adjusted for dividends				
Fund Statistics				
Leveraged Yield to Maturity ^A	14.63 %			
Portfolio Yield to Maturity	3.65 %			
Average Coupon	4.61 %			
Average Duration ^{AA}	2.13 years			
Average Maturity	2.30 years			
Dividend Paid	US\$ 0.97			
Top Holdings				% age
Mcc Holding Hk Corp Ltd				5.17 %
Banco Btg Pactual/Cayman				4.00 %
Far East Horizon Ltd				3.92 %
Anglogold Holdings Plc				3.78 %
Hebei Iron & Steel				3.46 %
Israel Electric Corp Ltd				3.15 %
Jingneng Inv Group Co				3.14 %

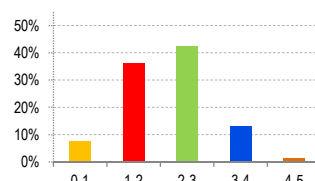


NAV and post-leverage YTM

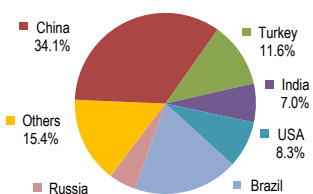
(*) net of fees, adjusted for dividend



RATING PROFILE¹



PORTFOLIO DURATION²



GEOGRAPHICAL EXPOSURE³

Portfolio Update

During the week, Silverdale Bond Fund sold Vale 2016, Cliff Natural 2018, and Israel Electric 2018 bonds, and purchased CNOOC 2020, and Adani Ports 2020 bonds.

CNOOC Limited (Mkt Cap: US\$ 55bn) is China's largest and one of the worlds largest oil and gas exploration and production company. It has net proven reserves of 4.43 billion barrels of oil equivalent (boe) with average daily production of 1.13 million boe. The group has oil and gas assets in Asia, Africa, North America, South America and Oceania. As at Dec 2014, it reported annual EBITDA of ~US\$ 22.5bn with Net Debt/EBITDA of ~0.33x and interest coverage ratio of ~58x. The company is 64% owned by the Chinese Government through China National Offshore Oil Corp. The said bonds are issued by its wholly owned subsidiary, and guaranteed by it.

Adani Ports and Special Economic Zone (APSEZ, Mkt Cap: US\$ 10bn) operates eight ports in India, including Mundra Port and allied SEZ spread over ~16,000 acres. Mundra is India's largest privately owned port with cargo volumes of ~111 MT. As at Mar'15, APSEZ reported revenue of ~US\$ 1bn with EBITDA of ~US\$ 650mn and net debt at ~US\$ 2.7bn. It reported Net Debt/EBITDA of ~4.2x and interest coverage ratio of ~3.4x. APSEZ is promoted by Adani family which has a 56.26% equity stake.

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

The above commentary does not provide a complete analysis of every material fact regarding the market, industry, security, portfolio or the fund. It is not a recommendation to buy or sell any security nor an investment advice. The portfolio holdings, opinions and information may change without notice. The contents of this document, including any narrative does not constitute an offer to sell or a solicitation of any offer to buy the units or shares in Silverdale Bond Fund (or Silverdale Fund SP-1), or any other segregated portfolio or Class of Silverdale Fund SPC or any of the funds managed or advised by Silverdale Capital Pte Ltd., and is strictly for information only. Any subscription for units or shares must be made solely on the basis of the fund's private placement memorandum, class supplements, application form and appendices (together "the Composite PPM"). Past performance is not necessarily a guide to the future performance. Opinions and estimates contained in this document are subject to change without notice, and the actual results would differ from the said opinions and estimates. The Fund may use or invest in financial derivative instruments. Please refer to the Composite PPM for Risk Factors. This document is written for the benefit of and being communicated only to Accredited Investors or Institutional Investors as defined under the Securities and Futures Act (Cap. 289) of Singapore or any similarly defined investor in any other securities legislation. The recipient should obtain opinion from independent professional adviser before making any decision based on this document. The NAV performance is computed taking: 1 month = 4 weeks, 3 months = 13 weeks, 6 months = 26 weeks, 9 months = 39 weeks, and 12 months = 52 weeks. NAV prior to 8 May 2015 is based on NAV of underlying fund (Class E of Sri Silverdale Opportunities Fund). (*) Assuming to be Business Day. (#) Indicative. (A) At optimum leverage. (AA) Average duration excludes favourable impact of interest rate hedges. (†) Initially launched as multi-assets fund with quarterly NAV. (1), (2) & (3) Based on gross investments into securities. (1) Credit exposure of those rated below "BB" has been clubbed as "Others". (3) Country exposure of less than 4% has been clubbed as "Others".