

Silverdale FUNDS

Bloomberg
TOP-5
ASIAN FUND

Silverdale Bond Fund

Communique as at 20th November 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 Launch Date	8 May 2015
Previous Dividend Date	25 Sep'15 (US\$ 1.75 per share)
Next Dividend Date	24 Dec'15 (US\$ 1.75 per share) ^{††}
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
Initial Sales Charge	1.00%
Exit Load	0.25%

Class 1B Details

ISIN	KYG8135U1159
CUSIP	G8135U 115
Bloomberg Code	SILV01B KY Equity
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

Fund Administrator

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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. During the week ended 20th November, the Fund NAV appreciated by 1.14% to US\$ 119.98 (previous week: US\$ 118.62), with actual portfolio yield (post-leverage) of 12.27% per annum (previous week: 12.98% p.a.), and average duration of 1.94 years (previous week: 1.95 years).

Portfolio Dashboard

Performance (Not annualised)*

Previous 1 week	1.1170 %
Trailing 1 month	1.4836 %
Trailing 3 months	3.5264 %
Trailing 6 months	0.9418 %
Trailing 9 months	7.5341 %
Trailing 12 months	6.3888 %

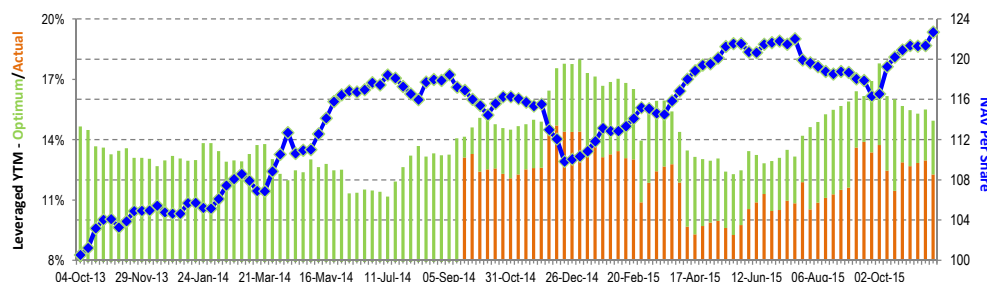
(*) net of fees, adjusted for dividends

Growth NAV US\$

122.7004	
Fund Statistics	
Portfolio Yield to Maturity	3.73 %
Leveraged YTM - Actual	12.27 %
Leveraged YTM - Optimum	14.94 %
Average Coupon	4.46 %
Average Duration ^{††}	1.94 years
Last Dividend Paid	US\$ 1.75
Total Dividend Paid	US\$ 2.72

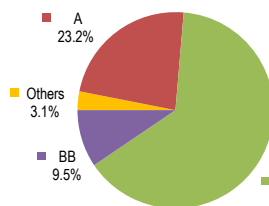
Ex-Dividend NAV US\$

119.9773	
Top Holdings	% age
Mcc Holding Hk Corp Ltd	4.93 %
Ae Rotor Holding Bv	4.21 %
Banco Btg Pactual/Cayman	3.80 %
Israel Electric Corp Ltd	3.69 %
Far East Horizon Ltd	3.65 %
Hebei Iron & Steel	3.58 %
Yuexiu Reit Mtn Co	3.48 %

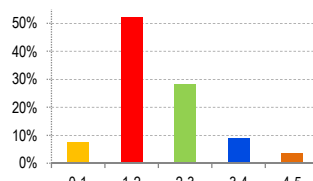


NAV and post-leverage YTM

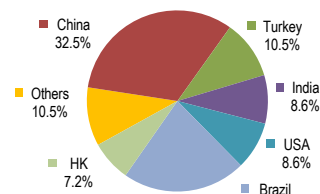
(* net of fees, adjusted for dividend)



RATING PROFILE¹



PORTFOLIO DURATION²



GEOGRAPHICAL EXPOSURE³

Portfolio Update

During the week, Silverdale Bond Fund purchased Vale 2016, Embraer 2017 and Ares 2018 bonds.

Vale SA (Mkt Cap ~US\$ 18.7bn) is one of the largest mining enterprises globally, being the world's largest producer of iron ore and nickel. Vale's principal mining operations are located in Brazil, Canada, Australia, Indonesia, and Mozambique. In addition, the company is active in exploration activities in nine countries. As at 30th Sep 2015, it reported debt at ~US\$ 28.7bn (~67% of which matures after 2018), against cash of ~US\$ 4.4bn and unutilized credit line of ~US\$ 6.4bn. It reported EBITDA of ~US\$ 8bn, net debt/EBITDA at 3.05x with EBITDA to interest of ~5.3x. The bonds are issued by its wholly owned subsidiary and guaranteed by it.

Embraer SA (Mkt Cap ~US\$ 5.8bn) is the third largest manufacturer of mid-sized airplanes catering to commercial aviation, executive jets, and defense. As at 30th Sep 2015, it reported order book of ~US\$ 22.8bn. It reported debt at ~US\$ 3.4bn, against cash of ~US\$ 2.8bn, with EBITDA to interest of ~4.8x. The bonds are issued by its wholly owned subsidiary and guaranteed by it.

Ares Capital Corp (Mkt Cap: US\$ 4.9bn) is an investment management firm that provides loans to middle-market companies. As of Sep 2015, it reported total assets of US\$ 9.2bn, and net debt of ~US\$ 3.4bn against unused line of credit of ~US\$ 2bn. Ares has a diversified portfolio of investments in 216 companies with fair value of investment of ~US\$ 8.7bn.

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