

# Silverdale FUNDS

**Bloomberg**  
TOP-5  
ASIAN FUND

## Silverdale Bond Fund

Communique as at 27th 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 <sup>†</sup>	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) <sup>#</sup>
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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### DISCLAIMER

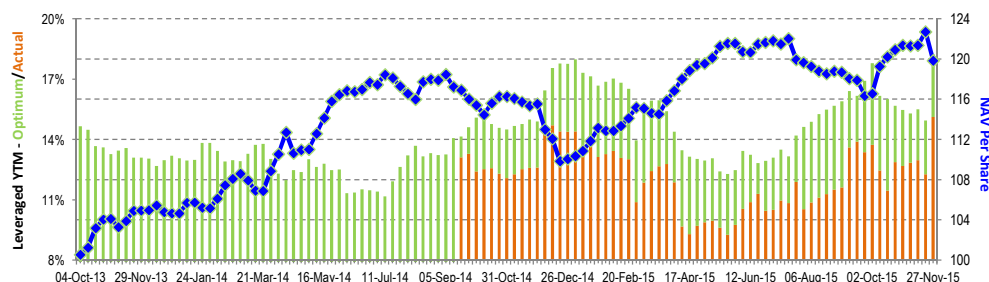
The above commentary does not provide a complete analysis of every material fact regarding the market, industry, security, portfolio or the fund. It is not a recommendation to buy or sell any security nor an investment advice. The portfolio holdings, opinions and information may change without notice. 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. (\*\*) At optimum leverage. (\*\*\*) 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'. Ranking source: Bloomberg's special report on Asia's Hedge Fund dated June 26, 2015; category: Multi Strategy.

### 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 27th November, the Fund NAV declined by 2.40% to US\$ 117.10 (previous week: US\$ 119.98), with actual portfolio yield (post-leverage) of 15.11% per annum (previous week: 12.27% p.a.), and average duration of 1.92 years (previous week: 1.94 years).

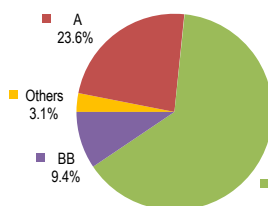
### Portfolio Dashboard

Performance (Not annualised)*	Growth NAV US\$	119.8192	Ex-Dividend NAV US\$	117.0961
Previous 1 week	-2.3482 %			
Trailing 1 month	-1.2784 %			
Trailing 3 months	0.8642 %			
Trailing 6 months	-1.4276 %			
Trailing 9 months	4.0261 %			
Trailing 12 months	3.6966 %			
(*) net of fees, adjusted for dividends				
Fund Statistics				
Portfolio Yield to Maturity	4.37 %			
Leveraged YTM - Actual	15.11 %			
Leveraged YTM - Optimum	18.23 %			
Average Coupon	4.45 %			
Average Duration <sup>AA</sup>	1.92 years			
Last Dividend Paid	US\$ 1.75			
Total Dividend Paid	US\$ 2.72			
Top Holdings				
Mcc Holding Hk Corp Ltd	4.92 %			
Ae Rotor Holding Bv	4.20 %			
Israel Electric Corp Ltd	3.69 %			
Far East Horizon Ltd	3.65 %			
Hebei Iron & Steel	3.58 %			
Banco Btg Pactual/Cayman	3.52 %			
Yuexiu Reit Mtn Co	3.47 %			

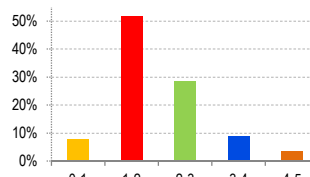


### NAV and post-leverage YTM

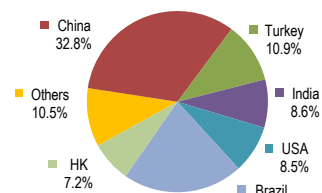
(\*) net of fees, adjusted for dividend



RATING PROFILE<sup>1</sup>



PORTFOLIO DURATION<sup>2</sup>



GEOGRAPHICAL EXPOSURE<sup>3</sup>

### Portfolio Update

The primary reason for fall in NAV is fall in prices of BTG Pactual Group bonds, following the arrest of its CEO for alleged charges of obstructing investigation into Petrobras corruption scandal. During the week, Silverdale Bond Fund purchased Coca-Cola Içecek 2018, and Guangzhou Metro 2018 bonds.

Coca-Cola Içecek (CCI, Mkt Cap: US\$ 3.3bn) headquartered in Istanbul, Turkey, is engaged in the production, marketing and sales of sparkling and still beverages. It is the fifth largest independent bottler of Coca-Cola USA. It has 26 production facilities with annual production capacity of ~1.5bn unit cases in 10 countries. CCI is the market leader in sparkling beverages, fruit juice, and sport drinks; besides being second largest in ice tea and bottled water categories in Turkey. CCI is market leader in sparkling beverages in Iraq, Pakistan, and Kazakhstan. As at Sep 2015, it reported total debt at ~US\$ 800mn with net debt to EBITDA at ~2.5x. Anadolu Efes owns 50.3% stake in the Company followed by The Coca Cola Co. with 20.1% stake, and Ozgorkey Family with 3.7% stake.

Guangzhou Metro (GZ Metro) invests in, constructs, and operates the Guangzhou city's metro system. It is mandated by the Guangzhou Municipal Government to execute the government's urban mass transportation policies. It also engages in metro-related businesses, including property development along its metro lines, the provision of consultancy services for metro operations, and the renting of underground advertising and other commercial spaces. As of end-June 2015, GZ Metro operated nine inter-connecting metro lines totaling 260km in length, accounting for ~45% market share by passenger numbers. It has another 11 metro lines under construction totalling to 300km in length. It was ranked third-largest in China by operating distance and daily ridership number. Founded in 1992, GZ Metro is wholly owned by the SASAC of the Guangzhou Municipal Government.

### 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