

Silverdale

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ASIAN FUND

Silverdale Bond Fund

Communique as at 27th May 2016

Silverdale Fund SP-1

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
NAV Computation	Weekly
Subscription	Weekly (Friday)*
Redemption	Weekly (Monday)*
Management Fee	0.50% p.a. ^{^^} (Monday)*
Next Dividend Date	24 Jun'16 (US\$ 1.75 per share) [#]
Previous Dividend Date	24 Mar'16 (US\$ 1.75 per share) 24 Dec'15 (US\$ 1.75 per share) 25 Sep'15 (US\$ 1.75 per share) 26 Jun'15 (US\$ 0.97 per share)

Class 1A Details

ISIN	KYG8135U1076
CUSIP	G8135U 107
Swiss Valor No.	28213010
Bloomberg Code	SILV01A KY Equity
Morningstar SecID	F00000WLJR
Initial Sales Charge	1.00%
Exit Load	0.25%

Class 1B Details

ISIN	KYG8135U1159
CUSIP	G8135U 115
Bloomberg Code	SILV01B KY Equity
Morningstar SecID	F00000WLJW
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

Regulated by Monetary Authority of Singapore
UEN# 200820921K

Fund Administrator

Orangefield (Mauritius) Limited
355 NeXTeracom Tower 1, Cybercity,
Ebene, Mauritius
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Email: spc@silverdalegroup.com

Silverdale Capital by **AI HEDGE** fund
Best Fund Management Solution

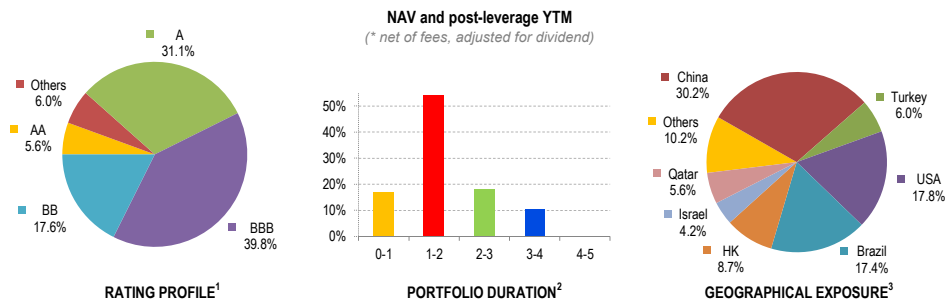
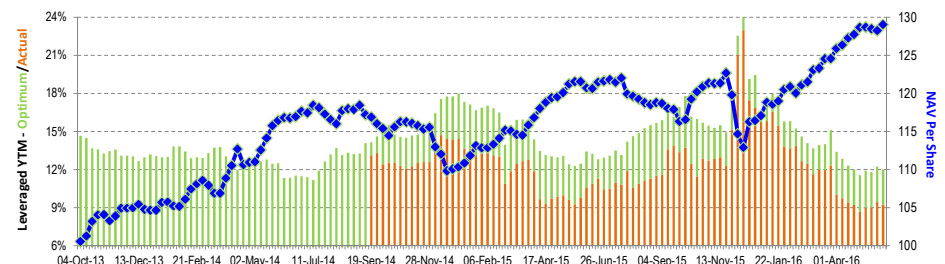
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Portfolio Dashboard

Performance (Not annualised)*	Growth NAV US\$	129.0380	Ex-Dividend NAV US\$	122.8149
Previous 1 week	0.5990 %			
Trailing 1 month	0.2696 %			
Trailing 3 months	6.1724 %			
Trailing 6 months	7.6939 %			
Trailing 9 months	8.6246 %			
Trailing 12 months	6.1565 %			
(*) net of fees, inclusive of dividends				
Fund Statistics				
Portfolio Yield to Maturity	3.69 %			
Leveraged YTM - Actual	9.24 %			
Leveraged YTM - Optimum	12.01 %			
Average Coupon	4.27 %			
Average Duration [^]	1.80 years			
Last Dividend Paid	US\$ 1.75			
Total Dividend Paid	US\$ 6.22			



Portfolio Update

During the week ended 27th May 2016, Silverdale Bond Fund purchased Midea Investment Development 2019 bonds.

Midea Group Co., Ltd. (Market Cap: US\$ 20.8bn) is one of the largest manufacturers of electronic appliances and components in China. Its key products include air conditioners (51% of total revenue in 2015), refrigerators (9%), washing machines (9%), and small household appliances (26%). Most of its domestic products are sold under its own brands, including Midea, Little Swan, MDV, Hualing, Welling and GMCC. It holds leading market share in various consumer appliances sub-segments. The company derives ~38% of its revenue from exports. Midea Group was founded in 1968 by Mr He Xiangjian. For FY15 it reported total debt/EBITDA at 0.3x, cash/debt at 4.2x and EBITDA to interest expense at 108x. The Xiangjian family owns ~35% of Midea Group, management 5.5%, Rongrui ~7.1%, CDH Investments 4.6%, Xiaomi Inc. 1.28%, with the remaining 46.4% being owned by public shareholders.

During the month of May 2016, Silverdale Bond Fund NAV appreciated by 0.27%, primarily contributed by interest accruals. Bond prices were lower by ~0.35%. This drop in bond prices was broad based with US credits being the key laggard largely offset by positive move in Brazilian credits.

The Fund continues to maintain its conservative position with ~76.4% of its investments being in investment grade bonds and continuing its weighted average duration of less than 2 years (1.80 years).

2016 ALTERNATIVE INVESTMENTS AWARDS FOR
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Investors' Choice Award
EM Credit Fund of 2015
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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