

Silverdale

F U N D S

Fund Description

Silverdale Fixed Income Fund is a diversified portfolio of primarily Asian investment grade US dollar bonds that is actively managed for consistent returns.

Investor Benefits

Active management with real time response, capitalizing on opportunistic investments, and employing prudent risk management systems. It yields quarterly distribution, with re-investment option.

Fund Information

Fund	Silverdale Fixed Income Fund
ISIN	MU0308S00058
Swiss Valor No.	22123988
Bloomberg Code	SILV009 MP Equity
Inception Date [†]	9 Sep 2010
Launch Date	19 Aug 2013
Previous Dividend Date	25 Mar 2016 (3% pro rata)
Next Dividend Date	24 June 2016 (3% pro rata) [#]

Subscription Details

Minimum Subscription	US\$ 100,000
NAV Computation	Weekly
Subscription	Weekly
Redemption	Weekly
Dividend Distribution	Quarterly
Management Fee	0.75% p.a.

Fund Management Details

THE FUND

Share Class-J of Sri Silverdale Opportunities Fund, a Mauritius based umbrella fund, authorised and regulated by Financial Services Commission.

INVESTMENT MANAGER

Sri Silverdale Capital Partners

Regulated by Financial Services Commission

INVESTMENT ADVISOR

Silverdale Capital Pte Ltd

Regulated by Monetary Authority of Singapore
UEN# 200820921K

Banker

Standard Chartered Bank

Fund Administrator

Orangefield (Mauritius) Limited

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Silverdale Capital
Best Fund Management Solution



Silverdale Fixed Income Fund

Communique as at 17th June 2016

OVERVIEW

Silverdale Fixed Income Fund is actively managed for stable returns and quarterly distributions; the portfolio duration is kept low to manage interest rate risks and credit risks. During the week ended 17th June 2016, the Fund NAV was flatish at US\$ 103.32 (previous week: US\$ 103.31), with portfolio yield of 3.85% per annum (previous week: 3.35% p.a.), and average duration of 1.89 years (previous week: 1.68 years).

Portfolio Dashboard	Growth NAV US\$	111.3217	Ex-Dividend NAV US\$	103.3202
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Performance (not annualised) *

Previous 1 week	0.0131 %
Trailing 1 month	0.8386 %
Trailing 3 months	2.1108 %
Trailing 6 months	4.3767 %
Trailing 12 months	3.5743 %
Since Inception (Aug'13)	11.3217 %

Fund Statistics

Yield to Maturity	3.85 %
Effective Duration	1.89 years
Average Maturity	2.06 years
Average Coupon	4.96 %
Last Dividend Paid	US\$ 0.7634
Total Dividend Paid	US\$ 8.0015

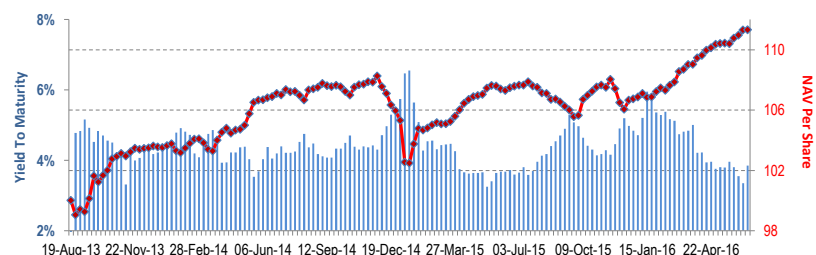
Top Holdings

Wanda Properties	6.32 %
Türkiye Halk Bankası	6.31 %
Türkiye Vakıflar	6.12 %
Vale Overseas Li	5.44 %
Li & Fung Ltd	5.43 %
Gap Inc/The	5.42 %
Gtl Trade Finance	5.36 %

(*) net of fees, inclusive of dividends

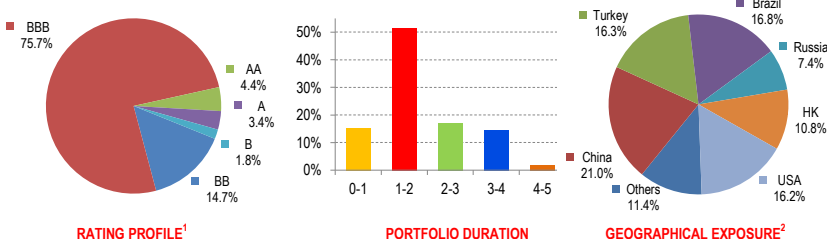
Distribution Date	27-Sep-13	27-Dec-13	28-Mar-14	27-Jun-14	26-Sep-14	26-Dec-14	27-Mar-15	26-Jun-15	25-Sep-15	24-Dec-15	25-Mar-16	Total
Dividend (US\$)	0.3166	0.7742	0.7718	0.7892	0.7873	0.7686	0.7602	0.7695	0.7486	0.7519	0.7634	8.0015

DIVIDEND DISTRIBUTION



NAV and YTM Trend

(*) net of fees, adjusted for dividend



Portfolio Update

During the week ended 17th June 2016, Silverdale Fixed Income Fund purchased AE Rotor 2018, BTG Invest 2018, Lukoil 2020 and Taqa 2021 bonds. It also received proceeds from tender of Poly Real Estate 2018 bonds.

AE-Rotor Holding incorporated in the Netherlands, is subsidiary of the India-based Suzlon Group. Suzlon makes and installs windmills and has installed over 14GW of wind power globally. The said bonds are backed by irrevocable standby letter of credit (SBLC) from State Bank of India (India's largest bank with assets of US\$ 450bn).

BTG Investments (BTGI) holds investments of BTG Pactual Group, including private equity funds and joint ventures. BTGI is majority owned (90%) by the BTG Pactual Group. As of 31 March 2016, it reported total assets of ~USD 600mn. The bonds are guaranteed by BTG Pactual Holding S.A., which is the majority owner of Banco BTG Pactual SA, which, in turn, is the largest investment bank in Latin America.

Lukoil (Mkt Cap: US\$ 34.5bn) is Russia's largest private owned oil company with proved hydrocarbon reserves of ~16.6bn boe. It produced ~2.1mn boe/day in 2015, excluding equity affiliates. It carries exploration activities in over 14 countries and retails its products in 23 countries. For FY2015, it reported ~0.27x debt/equity, ~1.05x Debt/EBITDA, and ~18.5x EBITDA to interest coverage. It has ~US\$ 11.8bn debt against annual EBITDA of ~US\$ 13.5bn. The bonds are issued by its wholly owned subsidiary Lukoil International Finance, and are guaranteed by Lukoil.

Abu Dhabi National Energy Company (TAQA, Mkt Cap: US\$ 900 mn) owns, invests and operates power-generation, water-desalination, and oil and gas companies in 11 countries across four continents. TAQA supplies over 90% of Abu Dhabi's power and water needs through eight majority-owned power and water plants in the UAE. TAQA has a total gross power generation capacity of 17,300 MW and a water desalination capacity of 887 MIGD. Further TAQA has a portfolio of oil and gas assets with operations in North America, the UK North Sea, Netherlands and Kurdistan region of Iraq. It reported oil and gas reserves of 522.3 million barrels of oil equivalent (boe) with average daily production of 158.9 thousand boe. It reported net debt at ~US\$ 19.5bn against which it had unused line of credit of ~US\$ 2.4bn. It reported Net Debt/EBITDA at 7.2x with EBITDA to Interest at 2.5x. TAQA is ~74.4% owned by Abu Dhabi Government.

Dividend

The Fund is likely to declare a dividend of 3% per annum[#] on the shares held on Friday, June 24, 2016 (Dividend Record Date).

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 mauritius@silverdalegroup.com

DISCLAIMER

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