

Silverdale FUNDS

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	24 June 2016 (3% pro rata)
Next Dividend Date	30 Sep 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

Vistra (Mauritius) Limited
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Silverdale Capital

Ranked as
Best Fund Management Solution



Silverdale Fixed Income Fund

Communique as at 29th July 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 month ended 29th July 2016, the Fund NAV appreciated by 0.93% to US\$ 103.76 (previous month: US\$ 102.81), with portfolio yield of 3.69% per annum (previous month: 3.85% p.a.), and average duration of 2.06 years (previous month: 1.91 years).

Portfolio Dashboard

Growth NAV US\$ 112.5433

Ex-Dividend NAV US\$ 103.7649

Performance (not annualised)*

Previous 1 week	0.1015 %
Trailing 1 month	0.4145 %
Trailing 3 months	1.9755 %
Trailing 6 months	4.9681 %
Trailing 12 months	4.6839 %
Since Inception (Aug'13)	12.5433 %

(* after all fees, before dividends)

Fund Statistics

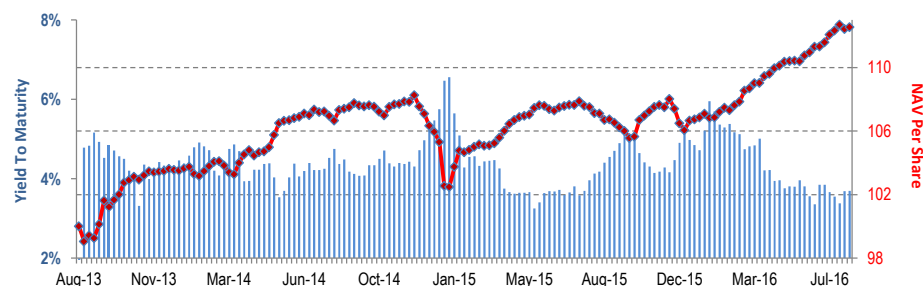
Yield to Maturity	3.69 %
Effective Duration	2.06 years
Average Maturity	2.24 years
Average Coupon	5.00 %
Last Dividend Paid	US\$ 0.7769
Total Dividend Paid	US\$ 8.7784

Top Holdings

Lukoil Intl Finance Bv	6.61 %
Wanda Properties	6.36 %
Türkiye Halk Bankasi	6.09 %
Türkiye Vakiflar	6.01 %
Gap Inc/The	5.61 %
Gtl Trade Finance	5.50 %
Li & Fung Ltd	5.47 %

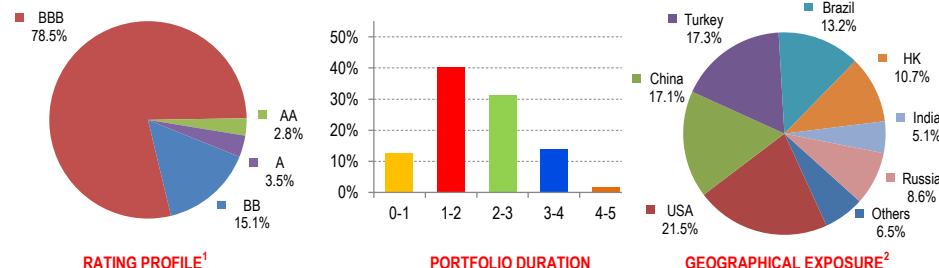
Distribution Date	27-Sep-13	27-Dec-13	28-Mar-14	27-Jun-14	26-Sep-14	26-Dec-14	27-Mar-15	26-Jun-15	25-Sep-15	24-Dec-15	25-Mar-16	24-Jun-16	Total
Dividend (US\$)	0.3166	0.7742	0.7718	0.7892	0.7873	0.7688	0.7602	0.7695	0.7486	0.7519	0.7634	0.7769	8.7784

DIVIDEND DISTRIBUTION



NAV and YTM Trend

(* net of fees, adjusted for dividend)



RATING PROFILE¹

PORTFOLIO DURATION

GEOGRAPHICAL EXPOSURE²

Portfolio Update

During the week ended 29th July 2016, Silverdale Fixed Income Fund purchased Lukoil 2019 bonds. It also received proceeds from tender of Petrobras Argentina 2017 bonds

Lukoil (Mkt Cap: US\$ 37.2bn) 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.

During the month of July 2016, Silverdale Fixed Income Fund NAV appreciated by ~0.93%, contributed approx. three-fifth by yield tightening and balance by interest accrual. US and Brazilian credits were the key contributors to price appreciation while Turkish credits were the major drag.

During the month, Silverdale Fixed Income Fund NAV sold Vale 2017, Yuexiu Property 2018, Akbank 2018, Lukoil 2018, and China Hongqiao 2017 bonds while it purchased Raizen Energy 2017, AE Rotor 2018, Yapi ve Kredi Bankasi 2018, Seagate 2018, China Hongqiao 2018, Türkiye Halk Bankasi 2019, BTG Investment 2018, Lukoil 2019 and Lukoil 2020 bonds. It also received proceeds from tendering of Petrobras Argentina bonds.

The Fund continued to maintain its conservative position with ~84.9% of its investments being in investment grade bonds with its weighted average duration of approx 2 years (2.06 years).

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

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 Fixed Income Fund or Silverdale Bond Fund or Silverdale India Equity Fund or any other Class of Sri Silverdale Opportunities Fund or any of the funds managed or advised by Sri Silverdale Capital Partners or by Silverdale Capital Pte Ltd., and is strictly for information only. Any application 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 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. Please refer to the PPM for Risk Factors. This document is written for the benefit of and being communicated only to expert investors as defined in Securities (Collective Investment Schemes and Closed-end Funds) Regulations 2008, issued under the Securities Act 2005 of Mauritius. 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. (†) Initially the portfolio was launched as part of multi-assets fund with quarterly NAV. (#) Indicative. (1) Credit exposure of less than 5% has been clubbed into 'Others'. (2) Country exposure of less than 5% and cash-on-hand has been clubbed into 'Others'.



SILVERDALE FIXED INCOME FUND

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