

Silverdale FUND S

**Bloomberg
TOP-5
ASIAN FUND**

Silverdale Bond Fund

Communique as at 9th December 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 ¹	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	30 Dec'16 (US\$ 1.90 per share)*
Previous Dividend Dates	30 Sep'16 (US\$ 1.90 per share) 24 Jun'16 (US\$ 1.75 per share) 24 Mar'16 (US\$ 1.75 per share) 24 Dec'15 (US\$ 1.75 per share) 25 Sep'15 (US\$ 1.75 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% / 2% / 1%
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

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Email: spc@silverdalegroup.com

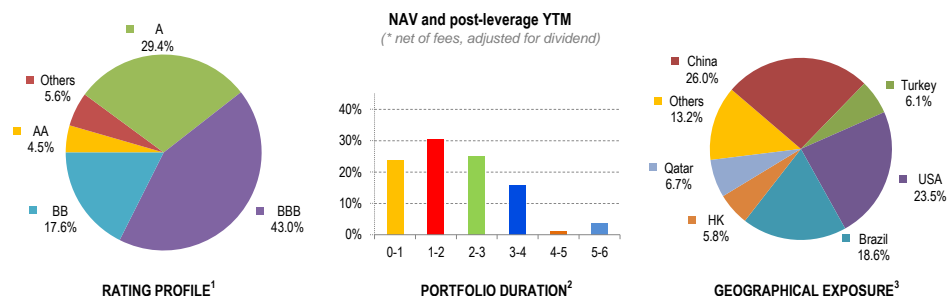
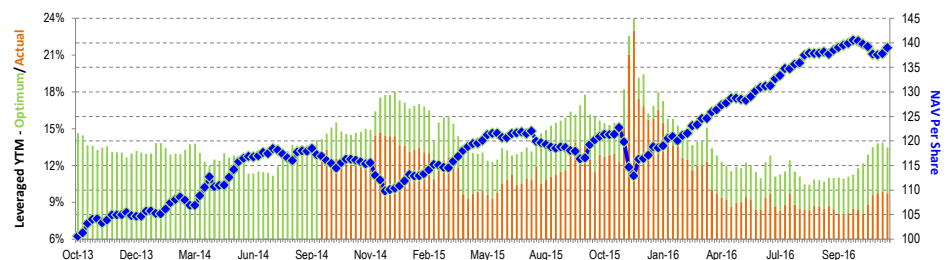


Silverdale Bond Fund
Best Fixed Income Fund
Nominee

For subscription & information, please
Email: spc@silverdalegroup.com
Or Call: +65 6835 7130

Portfolio Dashboard

Performance*	Growth NAV US\$	138.9770	Ex-Dividend NAV US\$	129.1039
Previous 1 week	0.8574 %			
Trailing 1 month	-0.1679 %			
Trailing 3 months	0.5966 %			
Trailing 6 months	6.1551 %			
Trailing 12 months	23.1043 %			
Trailing 3 years	9.64% p.a.			
(*) after all fees, before dividends				
Fund Statistics				
Portfolio Yield to Maturity	3.57 %			
Leveraged YTM - Actual	9.75 %			
Leveraged YTM - Optimum	13.47 %			
Average Coupon	4.35 %			
Average Duration^	2.05 years			
Total Dividend Paid	US\$ 9.87			
Sharpe Ratio	1.29			



Portfolio Update

During the week ended 9th December 2016, Silverdale Bond Fund purchased Petrobras 2017, Petrobras 2018, Autonation 2018, Dell 2018, Ares Capital 2018, Vale 2019, Vale 2020, Dell 2020, and Jabul Circuit 2020 bonds.

Petroleo Brasileiro S.A. (Mkt Cap: US\$ 66bn), is an integrated energy company, with total assets of over ~US\$ 200bn. As at 30th Sep 2016, it reported TTM EBITDA of ~US\$ 24.3bn with Net Debt/EBITDA of ~4.1x and interest coverage ratio of ~3.2x. Brazilian Govt owns ~46% of its capital and ~60% of its voting shares. The bonds are issued by its wholly owned subsidiary and guaranteed by it.

Dell Tech is one of the world's leading providers of personal computers, servers, network security and storage services. It operates in 180 countries serving 98% of Fortune 500 companies. After the merger with EMC, it has become the largest privately held technology company in the world with projected annual revenues of over US\$ 75bn. As at 29th July 2016, it reported debt at ~US\$ 36.3bn, against cash & equivalents of ~US\$ 30.5bn (~US\$ 23.3bn restricted cash) and TTM EBITDA of ~US\$ 3bn.

Ares Capital (Mkt Cap: US\$ 5.3bn) is an investment management firm that provides loans to middle-market companies. As at June 2016, it reported total assets of US\$ 9.1bn, and net debt of ~US\$ 3.6bn against unused line of credit of ~US\$ 1.5bn. Ares has a staggered debt maturity profile with no material debt maturities until 2018. Ares has a diversified portfolio of investments in 215 companies with fair value of investment of ~US\$ 8.8bn.

Vale SA (Mkt Cap ~US\$ 44bn) is one of the largest mining enterprises globally, being the largest global supplier of iron ore and the largest global producer of nickel. As at 30th Sep 2016, it reported debt at ~US\$ 31.5bn, against cash & equivalents of ~US\$ 5.5bn and unutilized credit line of over US\$ 3bn. It reported TTM EBITDA of ~US\$ 8.8bn, net debt/EBITDA at 2.9x with EBITDA to interest of ~5x. The bonds are issued by its wholly owned subsidiary and guaranteed by it.

Jabil Circuit, Inc. (Mkt Cap ~US\$ 4bn) is the third-largest electronics contract manufacturer in the world with 90 facilities in 23 countries. The company reports in two segments: Electronic Manufacturing Services (~60% of FY16 revenue) and Diversified Manufacturing Services (~40% of FY16 revenue). Apple Inc is its largest customer (~24%) with top 5 customers accounting for ~49% of FY16 revenue. As of FY16, it reported debt at ~US\$ 2.1bn, against cash & equivalents of ~US\$ 900mn and unutilized credit line of ~US\$ 1.9bn. It reported TTM EBITDA of ~US\$ 1.2bn, net debt/EBITDA at ~1x with EBITDA to interest of ~8.9x.

Dividend

The Fund is likely to declare a dividend of circa US\$ 1.90 per share on the shares held on Friday, December 30, 2016 (Dividend Record Date). All subscriptions received on or before 23rd December 2016 are eligible for dividend distribution.

2016 ALTERNATIVE INVESTMENTS AWARDS
Best Emerging Markets Credit Fund



Investors' Choice Award
EM Credit Fund of 2015
Nominee

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

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