

Silverdale

Fund Management

Bloomberg
TOP-5
ASIAN FUND

Silverdale Bond Fund

Communique as at 7th April 2017

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	30 Jun'17 (US\$ 1.90 per share)*
Previous 4 Dividend Dates	31 Mar'17 (US\$ 1.90 per share) 30 Dec'16 (US\$ 1.90 per share) 30 Sep'16 (US\$ 1.90 per share) 24 Jun'16 (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 mutual fund, 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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Silverdale Fund SP-1

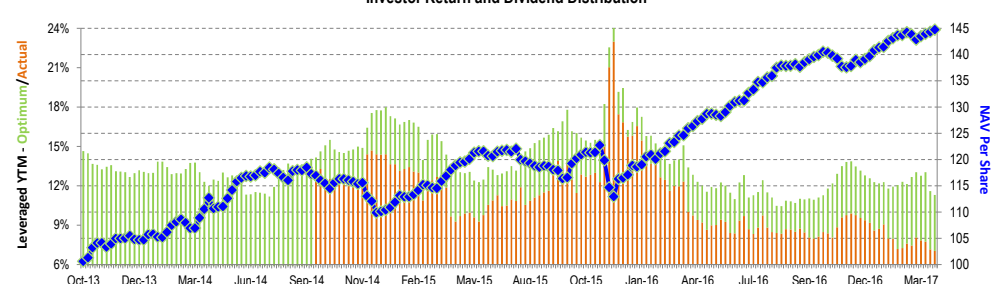
Silverdale Bond Fund (or Silverdale Fund SP-1) generates enhanced investor returns by clever use of asset-level leverage, while actively managing the portfolio duration. During the week ended 7th April 2017, the Fund NAV appreciated by 0.32% to US\$ 131.08 (previous week: US\$ 130.66), with actual portfolio yield (post-leverage) of 7.02% per annum (previous week: 7.16% p.a.), and average duration of 2.06 years (previous week: 2.02 years).

Portfolio Dashboard

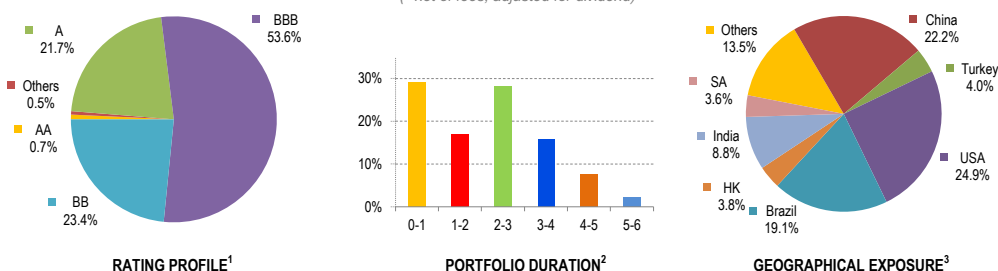
Performance*	Growth NAV US\$	144.7488	Ex-Dividend NAV US\$	131.0757
Previous 1 week	0.3185 %			
Trailing 1 month	1.4541 %			
Trailing 3 months	3.0533 %			
Trailing 6 months	4.0182 %			
Trailing 12 months	15.3030 %			
Trailing 3 years	8.70% p.a.			
(*) after all fees, grossing up for dividends				
Fund Statistics				
Portfolio Yield to Maturity	3.46 %			
Leveraged YTM - Actual	7.02 %			
Leveraged YTM - Optimum	11.30 %			
Average Coupon	4.47 %			
Average Duration^	2.06 years			
Total Dividend Paid	US\$ 13.67			
Sharpe Ratio	1.38			
Top Holdings	% age			
Block Financial Llc 2020	2.43 %			
Chang Development 2020	2.41 %			
Prospect Capital 2019	2.38 %			
Seagate Hdd 2023	2.37 %			
Gap Inc/The 2021	2.30 %			
Seagate Hdd 2022	2.21 %			
Reliance - Cln 2022	2.15 %			

Period	Oct'13-Dec'13	2014	2015	2016	Apr'16-Jun'16	Jul'16-Sep'16	Oct'16-Dec'16	Jan'17-Mar'17
Dividend	-	-	4.47	7.3000	1.7500	1.9000	1.9000	1.9000
Ex-Dividend Price	104.6428	110.3573	112.6058	127.9435	123.2694	129.1991	127.9435	130.6642
Return to Investor	4.06%	5.46%	6.09%	20.10%	5.62%	6.35%	0.50%	3.61%

Investor Return and Dividend Distribution



NAV and post-leverage YTM (* net of fees, adjusted for dividend)



Portfolio Update

During the week ended 7th April 2017, Silverdale Bond Fund sold Autonation 2018 (BBB-/Baa3/-), and Gap 2021 (BB+/Baa2/BB+) bonds while it purchased Macys 2022 (BBB-/Baa3/BBB) and UBS 2022 (Subordinated: BBB+/-/BBB+).

Macy's Inc (Mkt Cap: US\$ 8.9bn) is one of the largest fashion goods retailers in the world with FY 2017 sales at ~US\$ 25.8bn. It operates 880 stores as well as through websites such as macys.com, bloomingdales.com, and bluemercury.com. As at 28th Jan 2017, it reported net debt of ~US\$ 5.5bn and available line of credit amounting to ~US\$ 1.5bn. It reported TTM EBITDA of ~US\$ 2.4bn with Net Debt/EBITDA of ~2.4x and interest coverage ratio of ~6.5x. The bonds are issued by its wholly owned subsidiary and guaranteed by it.

UBS (Mkt Cap ~US\$ 59.8bn) is the largest Swiss bank with a global presence in over 50 countries and over 50,000 employees. It provides wealth management, asset management, and investment banking services for private, corporate, and institutional clients worldwide. As of 31 Dec'16, it reported total assets worth ~US\$ 919bn and book value of equity of ~US\$ 52.7bn. It reported common equity Tier-1 Capital ratio at 13.8% and Total Capital Ratio at 17.9%.



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Email: spc@silverdalegroup.com
Or, Call: +65 6835 7130

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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