

Silverdale

Fund Management

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 pays 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 ¹	9 Sep 2010
Launch Date	19 Aug 2013
Next Dividend Date	30 June 2017 (3% pro rata)
Last Dividend Date	31 Mar 2017 (3% pro rata)
Last Dividend Paid	US\$ 0.7892

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 mutual 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
Regulated by Financial Services Commission
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Tel.: +230 464 7275
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Silverdale Fixed Income Fund

Communique as at 23rd June 2017

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 23rd June 2017, the Fund NAV marginally appreciated to US\$ 105.30 (previous week: US\$ 105.26), with portfolio yield of 4.07% per annum (previous week: 4.13% p.a.), and average duration of 2.34 years (previous week: 2.41 years).

Portfolio Dashboard

Growth NAV US\$

116.4302

Ex-Dividend NAV US\$

105.2979

Performance*

Previous 1 week	0.0344 %
Trailing 1 month	0.0582 %
Trailing 3 months	0.9735 %
Trailing 6 months	2.7548 %
Trailing 12 months	4.7089 %
Trailing 3 Years	2.89% p.a.

(* after all fees, before dividends)

Fund Statistics

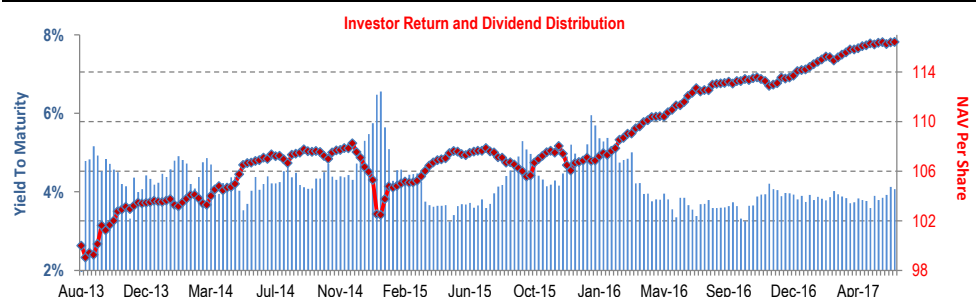
Yield to Maturity	4.07 %
Effective Duration	2.34 years
Average Maturity	2.62 years
Average Coupon	5.25 %
Sharpe Ratio	0.88
Total Dividend Paid ^Δ	US\$ 11.1323

(^Δ) Since Inception

Top Holdings

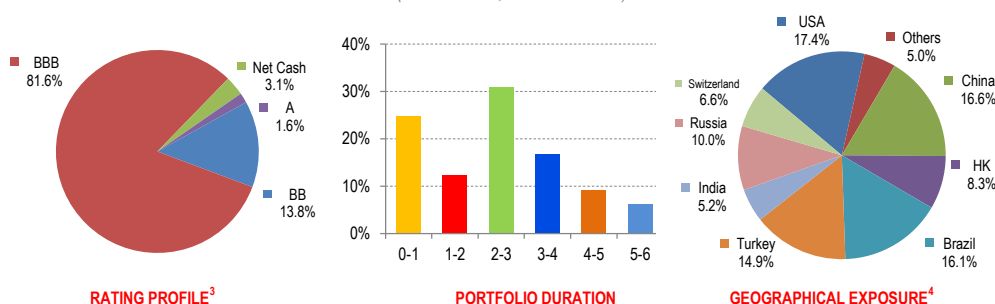
Credit Suisse 2023	6.20 %
Lukoil Intl Finance 2020	5.93 %
Vale Overseas 2021	5.82 %
Dnb Bank Asa 2020	5.61 %
Seagate Hdd Caym 2022	5.59 %
Yapi Ve Kredi 2019	5.55 %
Tewoo Group 2019	5.46 %

Period	Aug'13-Dec'13	2014	2015	2016	Apr'16-Jun'16	Jul'16-Sep'16	Oct'16-Dec'16	Jan'17-Mar'17
Dividend	1.0908	3.1171	3.0302	3.1050	0.7769	0.7837	0.7810	0.7892
Ex-Dividend Price	102.4604	101.0974	99.6221	103.3656	102.8106	103.7177	103.3656	104.4499
Investor Return	3.55%	1.71%	1.54%	6.87%	2.53%	1.64%	0.41%	1.81%



NAV and YTM Trend

(* after all fees, before dividends)



Portfolio Update

During the week ended 23rd June 2017, we purchased Yapi ve Kredi Bankasi 2019 (-/Ba1/BBB-), and DNB Bank Perpetual (BBB/Baa3/-) bonds.

Yapi ve Kredi Bankasi (Mkt Cap: US\$ 5.5bn) is the fourth largest private bank in Turkey in terms of assets and loans, with ~850 branches. As of March 2017, it had total assets worth ~US\$ 77.5bn and book value of equity of ~US\$ 7.6bn. It reported Net Interest Margin at ~3.4% and Non-Performing Loans (NPL) at ~4.6% with NPL coverage of ~111%. It reported capital adequacy ratio at ~14.4% with Tier-1 ratio at ~10.7%.

DNB ASA (Market Cap: US\$ 26.4bn) is Norway's largest financial services group with total assets of over US\$ 330bn. The Bank's services include retail, commercial, corporate, and investment banking, real estate broking and life and non-life insurance. As of 31 Mar 2017, it reported net non-performing and net doubtful loans and guarantees at 1.3%. Further, it reported Common Equity Tier-1 Capital ratio at 15.8%, Tier-1 capital ratio at 17.2% and Total Capital Ratio at 19.2%. The two largest shareholders of DNB are the Norwegian Government (~34%) and Sparebankstiftelsen (~10%).

Dividend

The Fund has declared Sixteenth Quarterly Dividend of 3% per annum pro rata for June 2017 quarter. All investors holding shares as of 30th June 2017 are eligible for dividend distribution.

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



SILVERDALE FIXED INCOME FUND