

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.

KEY FEATURES

- Investment grade (Min 75%)
- Short duration (2-3 years)
- No forex risk (US dollars only)
- Enhanced returns, using ring-fenced leverage
- Quarterly dividend distribution

FUND INFORMATION

Fund	Silverdale Bond Fund
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 (Friday)*
Subscription / Redemption	Weekly (Monday)*
Management Fee	0.50% p.a. ^{^^}
Next Dividend Date	29 Dec'17 (US\$ 2.00 per share) [#]
Previous Dividend Date	29 Sep'17 (US\$ 2.00 per share)

FUND MANAGEMENT DETAILS

THE FUND

Silverdale Bond Fund

is the segregated portfolio-1 (SP-1) 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

Vistra (Mauritius) Limited

Regulated by Financial Services Commission
355 NeXTeracom Tower 1, Cybercity
Ebene, Mauritius
Tel.: +230 464 7275 Fax: +230 464 3290
Email: spc@silverdalegroup.com

CLASS DETAILS	CLASS 1A	CLASS 1B
ISIN	KYG8135U1076	KYG8135U1159
CUSIP	G8135U 107	G8135U 115
Swiss Valor No.	28213010	TBC
Bloomberg Code	SILV01A KY Equity	SILV01B KY Equity
Morningstar SecID	F00000WLJR	F00000WLJW
Initial Sales Charge	1.00%	0.00%
Exit Load	0.25%	1.00%
Contingent Load	N.A.	3% / 2% / 1%

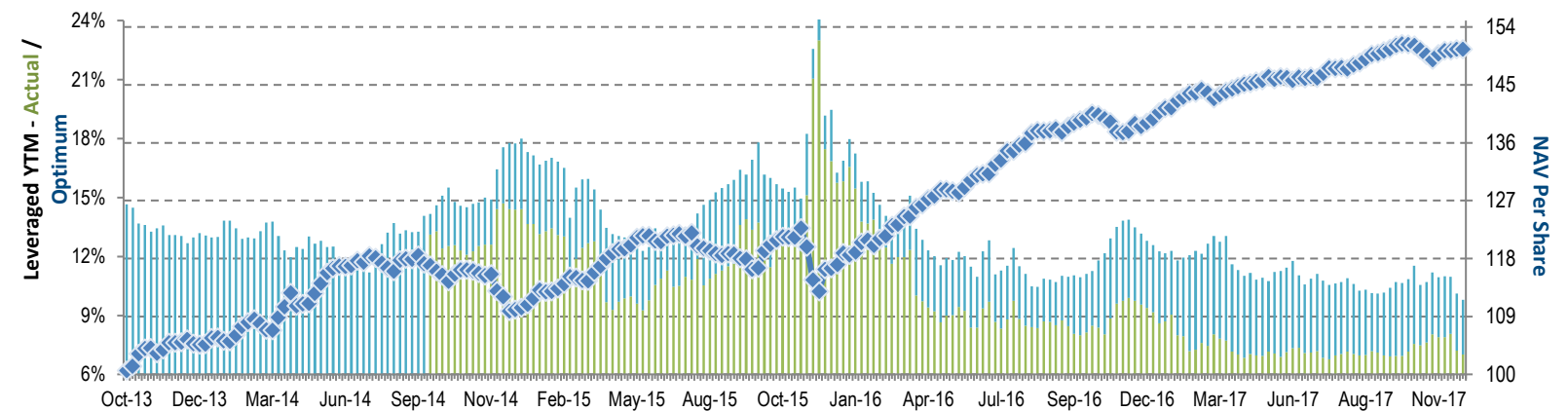
CLASS DETAILS	CLASS 1C	CLASS 1D
ISIN	KYG8135U2066	KYG8135U2306
CUSIP	G8135U 206	G8135U 230
Swiss Valor No.	TBC	TBC
Bloomberg Code	SILV01C KY Equity	SILV01D KY Equity
Morningstar SecID	TBC	TBC
Initial Sales Charge	Upto 5%	0.00%
Exit Load	0.25%	1.00%
Contingent Load	N.A.	5% / 4% / 3% / 2% / 1%

Silverdale Bond Fund generates enhanced investor returns by clever use of asset-level leverage, while actively managing the portfolio duration. During the week ended 22nd December 2017, the Fund NAV was flattish at US\$ 133.00 (previous week: US\$ 132.99), with actual portfolio yield (post-leverage) of 7.02% per annum (previous week: 7.20% p.a.), and average duration of 2.16 years (previous week: 2.19 years).

PORTFOLIO DASHBOARD		Growth NAV US\$	150.5734	Ex-Dividend NAV US\$	133.0003
PERFORMANCE*		FUND STATISTICS		TOP HOLDINGS	
Year to Date	8.4856 %	Portfolio Yield to Maturity	3.95 %	Tewoo Group Fin 2019	3.06 %
Trailing 1 month	0.5763 %	Leveraged YTM - Actual	7.02 %	Yapi Ve Kredi 2019	2.60 %
Trailing 3 months	0.2668 %	Leveraged YTM - Optimum	9.80 %	Turkiye Garanti 2019	2.58 %
Trailing 6 months	3.4778 %	Average Coupon	4.86 %	Chang Development 2020	2.50 %
Trailing 12 months	8.8605 %	Average Duration	2.16 years	Seagate Hdd 2022	2.35 %
Trailing 3 years	11.01% p.a.	Total Dividend Paid	US\$ 17.57	Macys Retail 2020	2.22 %
(*) after all fees, grossing up for dividends		Sharpe Ratio (1 Year) ^{††}	3.40	Petrobras 2021	2.20 %

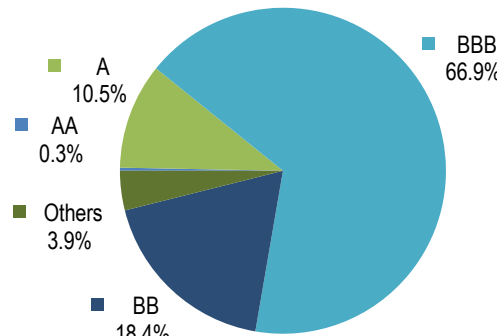
Period	Oct'13-Dec'13	2014	2015	2016	Oct'16-Dec'16	Jan'17-Mar'17	Apr'17-Jun'17	Jul'17-Sep'17
Dividend	-	-	4.4731	7.3000	1.9000	1.9000	1.9000	2.0000
Ex-Dividend Price	104.6428	110.3573	112.6058	127.9435	127.9435	130.6596	130.7470	133.0544
Return to Investor	4.06%	5.46%	6.09%	20.10%	0.50%	3.61%	1.52%	3.29%

Investor Return and Dividend Distributions

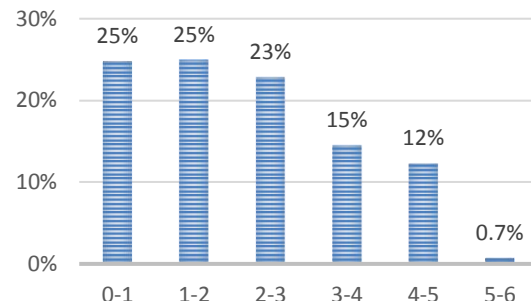


NAV and post-leverage YTM

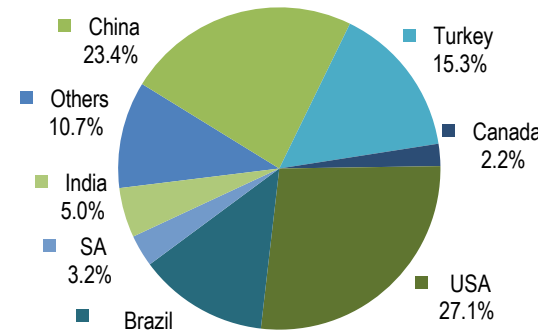
(* net of fees, adjusted for dividend)



RATING PROFILE¹



PORTFOLIO DURATION²



GEOGRAPHICAL EXPOSURE³

PORTFOLIO UPDATE

During the week ended 22nd December 2017, the Fund sold Embraer Overseas 2020 (Ba1/BBB/BBB-) bonds while it purchased Tewoo 2019 (-/BBB-), and Western Digital 2024 (BB+/Ba2/BB+) bonds.

Tewoo Group is the largest conglomerate in Tianjin by sales (~US\$ 68bn) and amongst five largest global trading companies; with ~72% of its sales being generated from selling metals and minerals products in China. It is the largest ferrous metals trading and non-ferrous metals trading enterprise in China. It is headquartered in Tianjin, with operations across China, United States, Germany, Japan, Singapore, Philippines and Hong Kong. As at 30th June 2017, it reported total assets of US\$ 38bn. It is a wholly owned subsidiary of Tianjin SASAC.

Western Digital (Mkt Cap ~US\$ 23.9bn) is a worldwide leader in the design, manufacture and marketing of hard disk drive products in a duopolist market with ~45% market share. It is the second largest player (~16% share) in solid state drive market. As at 30 Sep 2017, it reported net debt at ~US\$ 6.2bn and unutilized credit line of ~US\$ 1bn. It reported EBITDA of ~US\$ 5.5bn, net debt/EBITDA at ~1.1x, and interest coverage ratio at ~5.2x.

DIVIDEND DETAILS

The Fund has recommended dividend of circa US\$ 2.00 per share on the shares held on Friday, December 29, 2017 (Dividend Record Date). All subscriptions received on or before 22nd December 2017 shall be eligible for dividend distribution.



Investors' Choice Award

2016 ALTERNATIVE INVESTMENTS AWARDS

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

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

DISCLAIMER

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