

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 Jun'18 (US\$ 2.00 per share) [#]
Previous Dividend Date	29 Mar'18 (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

Visra (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

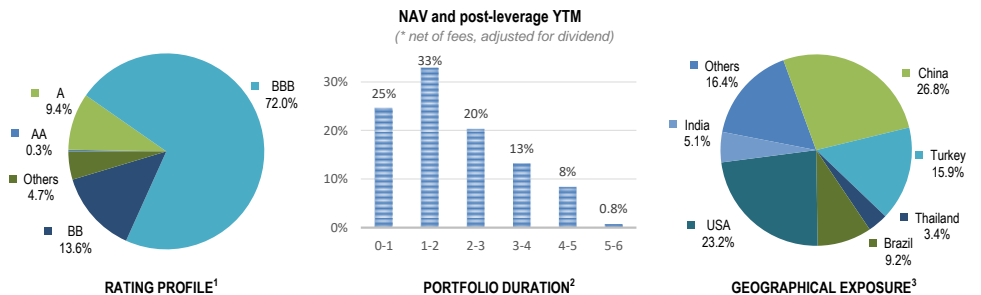
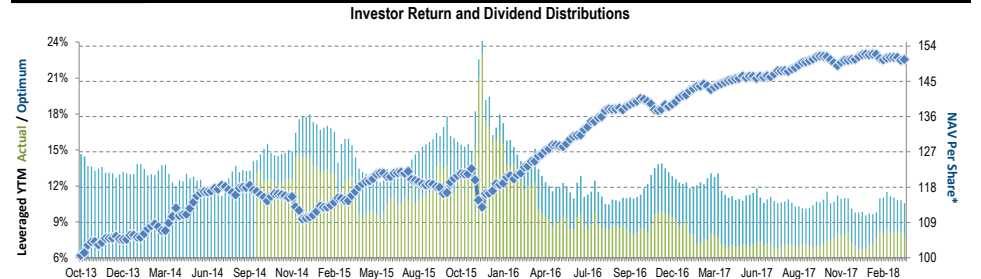
CLASS DETAILS	CLASS 1A	CLASS 1B
ISIN	KYG8135U1076	KYG8135U1159
CUSIP	G8135U 107	G8135U 115
Swiss Valor No.	28213010	TBC
Bloomberg Code	SILV01A KY Equity	SILV01B KY Equity
Morningstar SecID	F00000WLJR	F00000WLJW
Initial Sales Charge	1.00%	0.00%
Exit Load	0.25%	1.00%
Contingent Load	Nil	3% / 2% / 1%

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	Nil	5% / 4% / 3% / 2% / 1%

PORTFOLIO DASHBOARD

	Growth NAV US\$	150.5035	Ex-Dividend NAV US\$	128.9304
PERFORMANCE*	FUND STATISTICS			
Year to Date	-0.5709 %	Portfolio Yield to Maturity	4.51 %	TOP HOLDINGS
Trailing 1 month	-0.4161 %	Leveraged YTM - Actual	8.04 %	Pttep Treasury 2019
Trailing 3 months	-0.5709 %	Leveraged YTM - Optimum	10.62 %	Tewoo Group 2019
Trailing 6 months	-0.0932 %	Average Coupon	4.89 %	Chang Development 2020
Trailing 12 months	4.7228 %	Average Duration	1.93 years	Vedanta Resources 2021
Trailing 3 years	8.80% p.a.	Total Dividend Paid	US\$ 21.57	Qnb Finansbank 2019
(*) after all fees, before dividend payout		Sharpe Ratio (1 Year) ^{††}	1.58	Turkiye Garanti 2019
				Huarong Finance 2022

Period	Oct'13-Dec'13	2014	2015	2016	2017	Apr'17-Jun'17	Jul'17-Sep'17	Oct'17-Dec'17	Jan'18-Mar'18
Dividend	-	-	4.4731	7.3000	7.8000	1.9000	2.0000	2.0000	2.0000
Ex-Dividend Price	104.6428	110.3573	112.6058	127.9435	131.6822	130.7470	133.0544	131.6822	128.9304
Return to Investor	4.06%	5.46%	6.09%	20.10%	9.02%	1.52%	3.29%	0.47%	-0.57%



PORTFOLIO UPDATE

During the week ended 29th March 2018, we sold EIB Sukuk 2021 bonds (-/-A+) while we purchased Türkiye Vakıflar 2018 (-/Ba2/BB+), and PTT Exploration & Production (BB+/Baa3/-, First call 2019) bonds. Further we received proceeds from maturity of AE Rotor Holding BV 2018 (-/Baa2/-) and early call/tender of Braskem 2018 (BBB-/Ba1/BBB-) and Petrobras 2021 (BB-/Ba3/BB-) bonds.

Türkiye Vakıflar Bankası (Mkt Cap: US\$ 4.1bn) is the seventh largest bank in Turkey with assets of ~US\$ 74.2bn. It reported Net Interest Margin at 4.31% and Non-Performing Loans (NPL) at 4.11% with NPL coverage of 86.1%. It reported capital adequacy ratio at 14.95% with Tier-I ratio at 11.92%. Turkish Govt is the largest shareholder with 58.5% equity stake followed by Vakıfbank pension fund at 16.1%.

PTT Exploration and Production (Mkt Cap: US\$ 14.8bn) is engaged in the exploration and production of crude oil and natural gas. As at Dec 2017, it reported proven reserves of ~631 million barrels; gross debt of ~US\$ 2.9bn as against cash of ~US\$ 4.5bn and TTM EBITDA of ~US\$ 3.1bn. It is 65.29% owned by PTT Public Company Ltd which in turn is majority owned by Thai Government.

During the month of March 2018, our Fund NAV declined by 0.27%, primarily owing to fall in bond prices, which was partially mitigated by the net interest earned. Energy, Industrial, and Basic Materials sectors were the key positive contributors; offset by drop in Financial and Consumer non-cyclical sectors. Geographically, Brazil and US were the key positive contributors while France and UK credits were the key laggards.

During March 2018, we sold Seagate 2018 (BB+/Baa3/BBB-), Yapi 2019 (-/Ba2/BBB-), Macys 2021 (BBB-/Baa3/BBB-), EIB Sukuk 2021 bonds (-/-A+) while we purchased Dell 2018 (BBB-/Ba1/BBB-), Türkiye Vakıflar Bankası 2018 (-/Ba2/BB+), Ehi Car 2018 (BB-/BB-), Prospect Capital 2019 (BBB-/Ba1/BBB-), QNB Finansbank 2019 (-/Ba2/BBB-), Dell 2020 (BBB-/Ba1/BBB-), Yapi 2020 (-/Ba2/BBB-), PTT Exploration & Production (BB+/Baa3/-, First call 2019), and Credit Agricole Perps (BB+/Ba1/BBB-, First call 2019), China Minmetals Perp (-/Baa1/-, First Call 2021), and Tewoo Group Perps (-/BBB-, First call 2021) bonds. Further we received proceeds from maturity of AE Rotor Holding BV 2018 (-/Baa2/-), and early call/tender of Braskem 2018 (BBB-/Ba1/BBB-), TransAlta Corp 2018 (BBB-/Ba1/BBB-), Vale Overseas 2021 (BBB-/Ba1/BBB-), Petrobras 2021 (BB-/Ba3/BB-), and Western Digital 2023 (BBB-/Baa2/-) bonds.

We continue to maintain a conservative position with about 81.8% of our investments in Investment Grade bonds with a short duration of just 1.93 years.

DIVIDEND DETAILS

The Fund has declared Twelfth Quarterly Dividend of US\$ 2 per share for March 2018 quarter. All investors holding shares as at 29th March 2018 have been paid dividend.

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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Or, Call: +65 6835 7130

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