

Silverdale Bond Fund

Communique as at 6th April 2018

Bloomberg
TOP-5
ASIAN FUND

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

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 | 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% |

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

DISCLAIMER

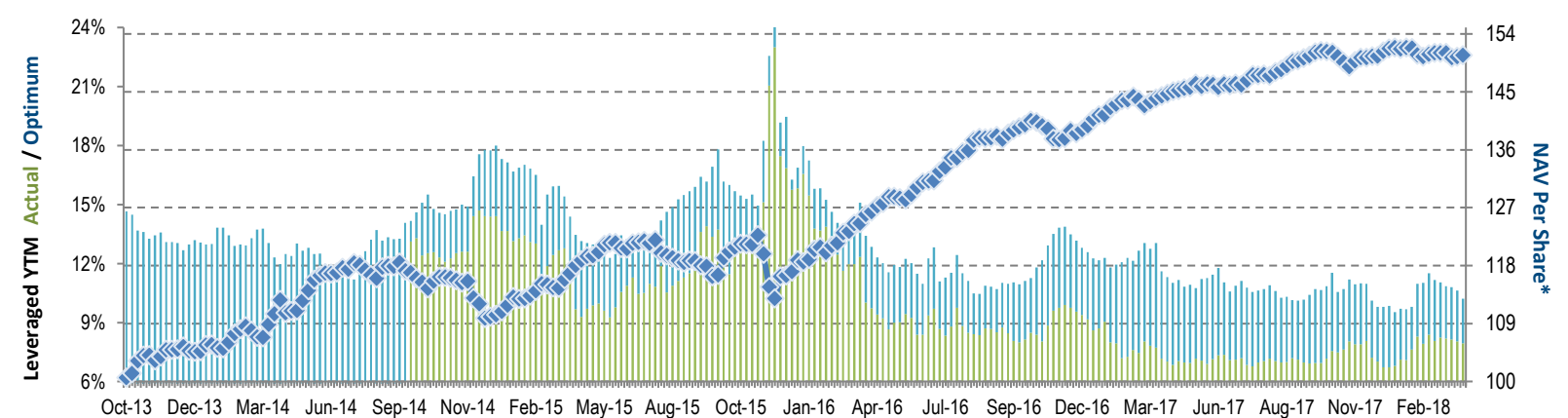
The above commentary does not provide a complete analysis of every material fact regarding the market, industry, security, portfolio or the fund. It is not a recommendation to buy or sell any security nor an investment advice. The portfolio holdings, opinions and information may change without notice. The contents of this document, including any narrative does not constitute an offer to sell or a solicitation of any offer to buy the units or shares in Silverdale Bond Fund (or Silverdale Fund SP-1), or any other segregated portfolio or Class of Silverdale Fund SPC or any of the funds managed or advised by Silverdale Capital Pte Ltd., and is strictly for information only. Any subscription for units or shares must be made solely on the basis of the fund's private placement memorandum, class supplements, application form and appendices (together "the Composite PPM"). Past performance is not necessarily a guide to the future performance. Opinions and estimates contained in this document are subject to change without notice, and the actual results would differ from the said opinions and estimates. The Fund may use or invest in financial derivative instruments. Please refer to the Composite PPM for Risk Factors. This document is written for the benefit of and being communicated only to Accredited Investors or Institutional Investors as defined under the Securities and Futures Act (Cap. 289) of Singapore or any similarly defined investor in any other securities legislation. The recipient should obtain opinion from independent professional adviser before making any decision based on this document. The NAV performance is computed taking: 1 month = 4 weeks, 3 months = 13 weeks, 6 months = 26 weeks, 9 months = 39 weeks, 12 months = 52 weeks, and 3 years = 156 weeks. NAV prior to 8 May 2015 is based on NAV of underlying fund (Class E of Sri Silverdale Opportunities Fund). (*) Assuming to be Business Day. (#) Indicative. (†) Initially launched as multi-assets fund with quarterly NAV.(1), (2), & (3) Based on gross investments into securities. (1) Credit Rating is based on best of the three ratings (S&P/Moodys/Fitch), with those rated below "BB" being clubbed as "Others". (3) Country exposure of less than 3% has been clubbed as 'Others'. (^^) Based on Gross Assets. Ranking source: Bloomberg's special report on Asia's Hedge Fund dated June 26, 2015; category: Multi Strategy. (††) Sharpe Ratio: Source Bloomberg.

Silverdale Bond Fund generates enhanced investor returns by clever use of asset-level leverage, while actively managing the portfolio duration. During the week ended 6th April 2018, the Fund NAV appreciated by 0.13% to US\$ 129.10 (previous week: US\$ 128.93), with actual portfolio yield (post-leverage) of 7.94% per annum (previous week: 8.04% p.a.) and average duration of 1.94 years (previous week: 1.93 years).

| PORTFOLIO DASHBOARD | | Growth NAV US\$ | 150.6738 | Ex-Dividend NAV US\$ | 129.1007 |
|--|------------|-------------------------------------|------------|------------------------|----------|
| PERFORMANCE* | | FUND STATISTICS | | TOP HOLDINGS | |
| Year to Date | -0.4416 % | Portfolio Yield to Maturity | 4.50 % | Pttep Treasury 2019 | 3.45 % |
| Trailing 1 month | -0.2936 % | Leveraged YTM - Actual | 7.94 % | Tewoo Group 2019 | 2.88 % |
| Trailing 3 months | -0.7861 % | Leveraged YTM - Optimum | 10.21 % | Chang Development 2020 | 2.75 % |
| Trailing 6 months | -0.3354 % | Average Coupon | 4.91 % | Vedanta Resources 2021 | 2.74 % |
| Trailing 12 months | 4.5203 % | Average Duration | 1.94 years | Qnb Finansbank 2019 | 2.63 % |
| Trailing 3 years | 8.48% p.a. | Total Dividend Paid | US\$ 21.57 | Turkiye Garanti 2019 | 2.32 % |
| (*) after all fees, before dividend payout | | Sharpe Ratio (1 Year) ^{††} | 1.58 | Huarong Finance 2022 | 2.31 % |

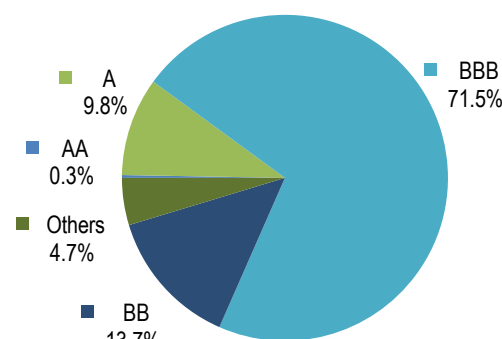
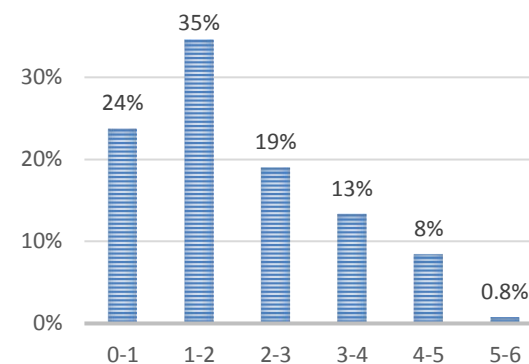
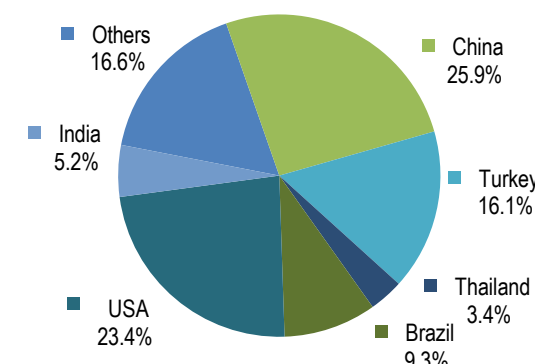
| Period | Oct'13-Dec'13 | 2014 | 2015 | 2016 | 2017 | Apr'17-Jun'17 | Jul'17-Sep'17 | Oct'17-Dec'17 | Jan'18-Mar'18 |
|--------------------|---------------|----------|----------|----------|----------|---------------|---------------|---------------|---------------|
| Dividend | - | - | 4.4731 | 7.3000 | 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% |

Investor Return and Dividend Distributions



NAV and post-leverage YTM

(* net of fees, adjusted for dividend)

RATING PROFILE¹PORTFOLIO DURATION²GEOGRAPHICAL EXPOSURE³

PORTFOLIO UPDATE

During the week ended 6th April 2018, we sold Abu Dhabi National Energy Co 2021 bonds (-/A3/A). Further we received proceeds from maturity of Astra Sedaya 2018 (-/Baa3/-) and Beijing Capital Group 2018 (-/Baa3/-) bonds.

The Fund continues to invest and book profit opportunistically for its target duration adjusted returns, details of which shall be shared in the communiques of ensuing weeks.



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