

Silverdale

Fund Management

FUND DESCRIPTION

Silverdale Fixed Income Fund is a diversified portfolio of primarily investment grade US dollar bonds that is actively managed for consistent returns.

KEY FEATURES

- ☐ Investment grade (Min 80%)
- ☐ Short duration (2-3 years)
- ☐ Low Volatility
- ☐ No forex risk (US dollars only)
- ☐ Quarterly dividend distribution

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	29 Jun 2018 (3.50% pro rata) ²
Last Dividend Date	29 Mar 2018 (3.50% pro rata)
Last Dividend Paid	US\$ 0.9159

SUBSCRIPTION DETAILS

Minimum Subscription	US\$ 100,000
NAV Computation	Weekly
Subscription	Weekly
Redemption	Weekly
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
3rd Floor, 355 NEX, Rue du Savori,
Cybercity, Ebene, Mauritius
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Silverdale Fixed Income Fund

Communique as at 1st June 2018

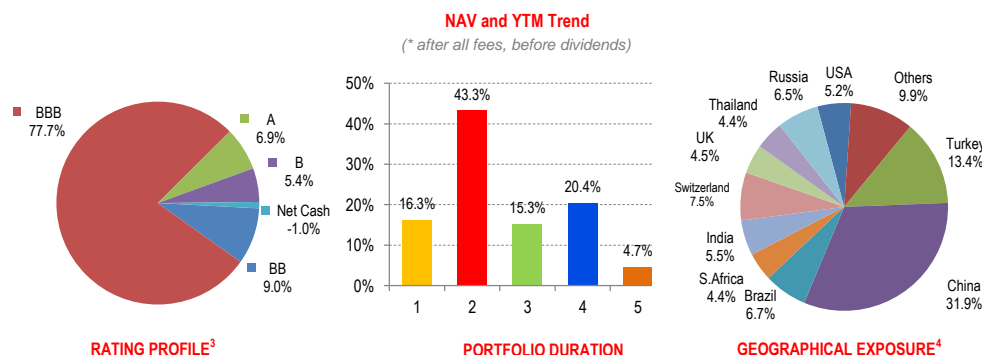
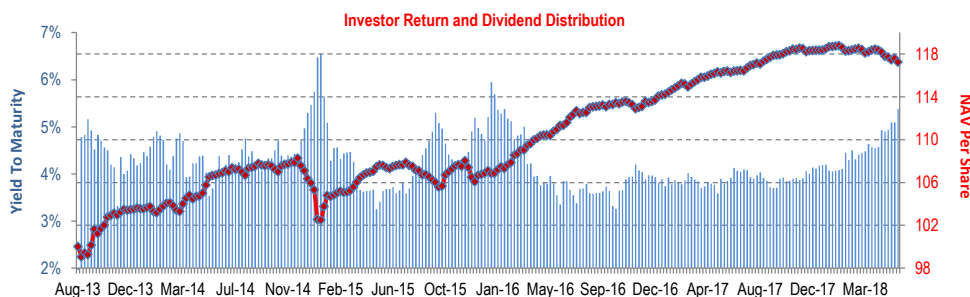
OVERVIEW

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 1st June 2018, the Fund NAV decreased by 0.34% to US\$ 102.81 (previous week: US\$ 103.16), with portfolio yield of 5.38% per annum (previous week: 5.10% p.a.) and average duration of 2.08 years (previous week: 2.09 years). The fall in NAV was primarily due to drop in Chinese credits (especially Chinese Local Government Financing Vehicles) driven by default of China Energy Reserve & Chemicals Group, indirectly owned by Chinese Government. We don't own any bonds issued by this Group. Small part of NAV fall was due to drop in prices of Vedanta bonds following closure of their Copper plant in Tuticorin (contributing 5.4% of EBITDA).

PORTFOLIO DASHBOARD

Performance*		Growth NAV US\$		Ex-Dividend NAV US\$	
		117.2361		102.8091	
Performance*		Fund Statistics		Top Holdings	
Year to Date	-1.1934 %	Yield to Maturity	5.38 %	Credit Suisse Ag 2023	4.72 %
Trailing 1 month	-0.5292 %	Effective Duration	2.08 years	Braskem Finance 2020	4.59 %
Trailing 3 months	-1.1686 %	Average Maturity	2.32 years	Lukoil Intl Fin 2019	4.57 %
Trailing 6 months	-1.0292 %	Average Coupon	5.42 %	Hsbc Holdings 2021	4.54 %
Trailing 12 months	0.7884 %	Sharpe Ratio (1 Year) [†]	0.47	Pttet Treasury 2019	4.44 %
Trailing 3 Years	3.11% p.a.	Total Dividend Paid**	US\$ 14.4270	Anglogold Holdings 2022	4.41 %
(*) after all fees, before dividends		(**) Since Inception		Dnb Bank Asa 2020	4.38 %

Period	Aug'13-Dec'13	2014	2015	2016	2017	Jan'17-Mar'17	Apr'17-Jun'17	Jul'17-Sep'17	Oct'17-Dec'17	Jan'18-Mar'18
Dividend	1.0908	3.1171	3.0302	3.1050	3.1680	0.7892	0.7899	0.7957	0.7932	0.9159
Ex-Dividend Price	102.4604	101.0974	99.6221	103.3656	104.9778	104.4499	104.5364	105.3060	104.9778	103.7589
Investor Return	3.55%	1.71%	1.54%	6.87%	4.62%	1.81%	0.84%	1.50%	0.44%	-0.29%



PORTFOLIO UPDATE

During the week ended 1st June 2018, we purchased QNB Finansbank 2019 (-/Ba2/BBB-) bonds.

QNB Finansbank (Mkt Cap: US\$ 3.3bn) is a Turkish bank with total assets of US\$ 36bn. As of Mar 2018, it reported Net Interest Margin at 4.6% and Non-Performing Loans (NPL) at 5% with NPL coverage of 128%. It reported capital adequacy ratio at 14.6% with Tier-I ratio at 12.1%. Qatar National Bank (QNB, Mkt Cap: US\$ 40bn) with assets of ~US\$ 228bn is the largest shareholder with 99.9% equity stake. Qatar Investment Authority is the single largest shareholder of QNB with ~52% equity stake.



Investors' Choice Award

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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 mauritius@silverdalegroup.com

DISCLAIMER

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SILVERDALE FIXED INCOME FUND