

Silverdale Fund SP-12

Communique as at 28th September 2018

Silverdale Fund SP-12 is a diversified portfolio of primarily investment grade short duration US dollar bonds, actively managed for enhanced returns, using ring-fenced leverage. During the week ended 28th September 2018, the Fund NAV increased by 0.68% to US\$ 100.68 (previous week: US\$ 100.00)

| Portfolio statistics | 1 Week | 1 Month | 3 Month | 6 Month | 9 Month | 12 Month Yr to Date | Since 23 Jun'17 |
|----------------------|--------|---------|---------|---------|---------|---------------------|-----------------|
|----------------------|--------|---------|---------|---------|---------|---------------------|-----------------|

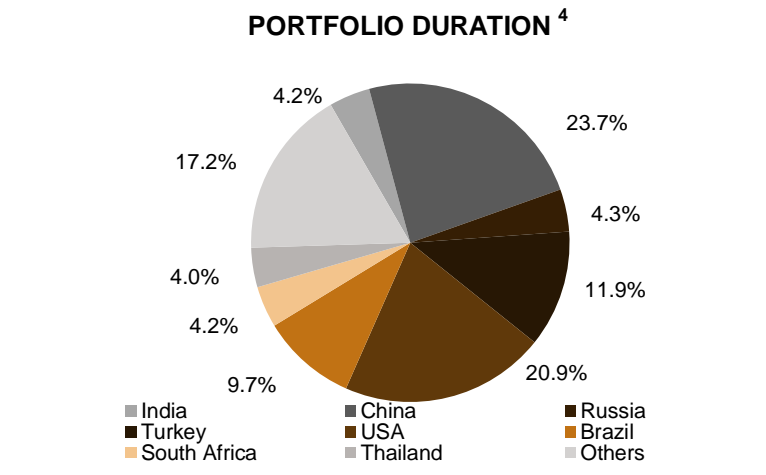
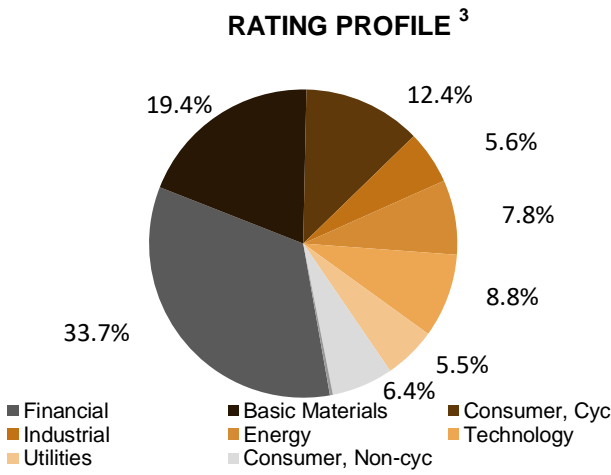
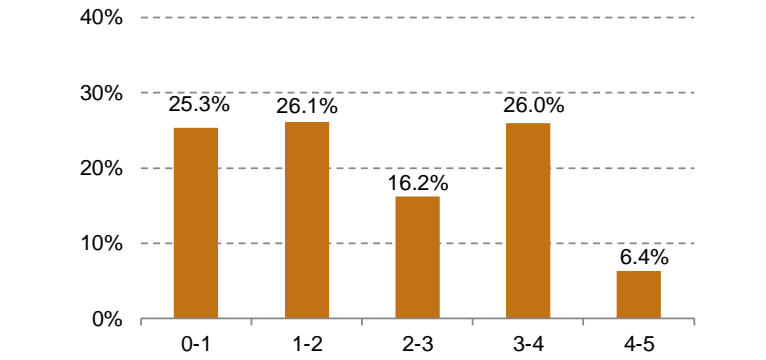
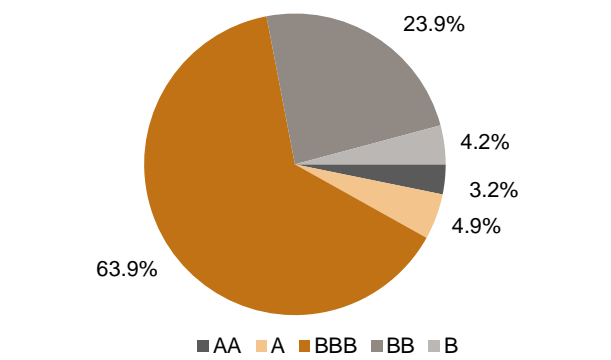
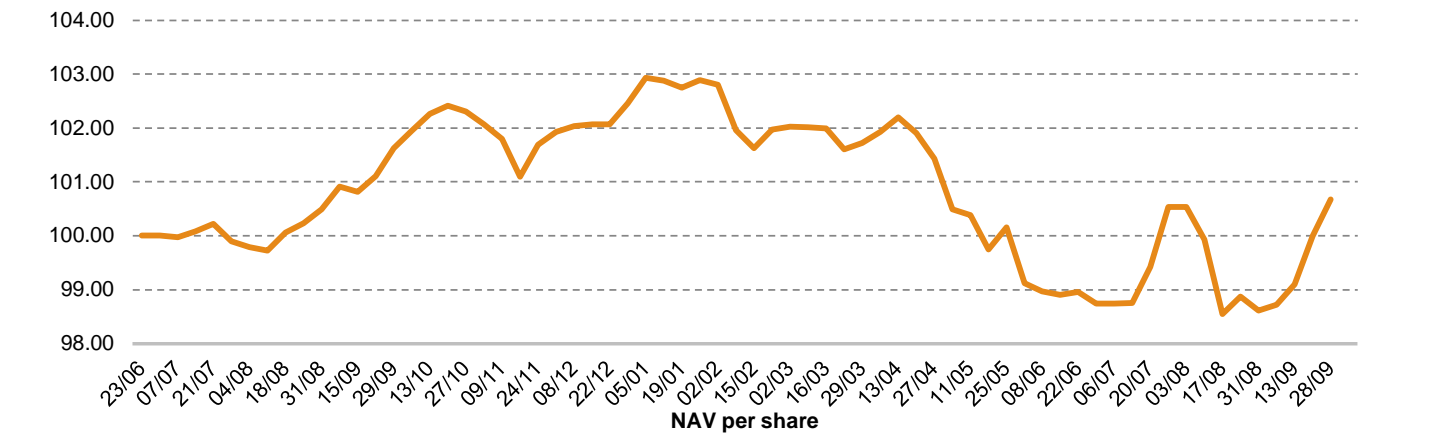
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|------------------------|--------|--------|-------|--------|--------|--------|--------|-------|
| Silverdale Fund SP-12* | 0.68% | 2.09% | 1.96% | -1.02% | -1.74% | -0.94% | -1.74% | 0.68% |
| Annualized: | 41.95% | 30.92% | 8.08% | -2.04% | -2.31% | -0.94% | -2.31% | 0.53% |

(*) after all fees

Portfolio update NAV US\$ 100.6750

During the week ended 28th September 2018, the Fund has sold Gerdau (BBB-/-BBB-) bonds. The Fund has purchased Alpha Star Holding 2019 (BB-/-) and Turkiya Is Bankasi 2020 (-/B2/BB-) bonds.

During the month of September 2018, the Fund NAV increased by 2.09% contributed circa 60% by price appreciation while balance by coupon accruals. The increase in NAV was primarily owing to Turkish, Brazilian and US credits. Sectorially, Financial, Basic Materials and Energy were the key contributors while Consumer Cyclical is the key drag.



Holdings % age⁹

| | |
|-----------------------|-------|
| Prospect Capital 2023 | 10.3% |
| Pttep Treasury C 2019 | 9.3% |
| Alrosa Finance S 2020 | 8.0% |
| Vedanta Resource 2021 | 7.8% |
| Dnb Bank Asa 2020 | 7.6% |
| Ehi Car Services 2018 | 7.5% |
| Gerdau Trade Inc 2023 | 7.5% |
| Transalta Corp 2022 | 7.4% |
| Qnb Finance Ltd 2021 | 7.4% |
| Seagate Hdd Caym 2022 | 7.3% |
| Yapi Ve Kredi Ba 2019 | 7.2% |
| Anglogold Holdin 2020 | 5.9% |
| Health And Happi 2020 | 5.8% |
| Braskem Finance 2022 | 5.7% |
| Gap Inc/The 2021 | 5.7% |

Holdings % age⁹

| | |
|------------------------|------|
| Chang Developmen 2020 | 5.4% |
| Chouzhou Intl In 2020 | 5.4% |
| Tewoo Group Fin 2019 | 5.4% |
| Binhai Investmen 2020 | 5.3% |
| Macys Retail Hld 2023 | 4.9% |
| Turkiye Is Bankas 2020 | 4.5% |
| Tc Ziraat Bankas 2019 | 4.3% |
| Ubs Ag Stamford 2022 | 4.1% |
| Tewoo Group No 5 2021 | 4.1% |
| Cemex Finance LI 2021 | 3.9% |
| Anglogold Holdin 2022 | 3.9% |
| Country Garden H 2020 | 3.8% |
| Alpha Star Holdi 2019 | 3.7% |
| Turkiye Vakiflar 2018 | 3.7% |
| Avic Intl Financ 2021 | 3.7% |

For accredited and institutional investors only

Silverdale

Fund Management

Key features

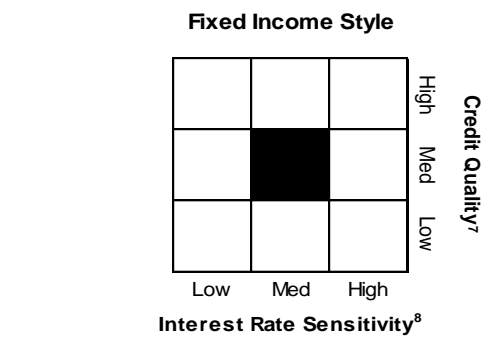
Short duration (low interest rate risk)
Primarily Investment Grade
No forex risk (US dollars only)
Enhanced returns, using ring-fenced leverage

Fund information

| | |
|---------------------------|-------------------------------|
| Fund information | Silverdale Fund SP-12 |
| Domicile | Cayman Islands |
| Inception Date | 23 Jun 2017 |
| NAV Computation | Weekly (Friday) ¹ |
| Subscription / Redemption | Weekly (Tuesday) ¹ |
| Class | 12A |
| ISIN | KYG8135U2223 |
| CUSIP | G8135U222 |
| Bloomberg Code | SILV12A KY Equity |
| Morningstar Security ID | NA |
| Management Fee | 0.50% p.a. ² |
| Initial Sales Charge | 1.00% |
| Exit Load | 0.25% |
| Contingent Load | NIL |
| Performance Fee | NIL |

Fund statistics

| | |
|-----------------------------|-----------------|
| Portfolio Yield to Maturity | 5.68% |
| Levered YTM - Optimum | 10.66% |
| Levered YTM - Actual | 9.51% |
| Average Coupon | 5.31% |
| Average Duration | 2.08 years |
| Sharpe Ratio | NA |
| Net Assets | US\$ 27 million |
| Gross Assets | US\$ 64 million |



PLEASE REFER OVERLEAF FOR IMPORTANT DISCLOSURES

Silverdale Fund SP-12

Fund Details

Silverdale Fund SP-12
is the segregated portfolio of
Silverdale Fund SPC,
a Cayman Islands mutual fund,
registered with Cayman Islands Monetary Authority

Fund Manager

Silverdale Capital Pte Ltd
Regulated by Monetary Authority of Singapore
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ⓘ Disclaimer

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Fund Management

Fund Administrator

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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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