

# 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.

- ☐ 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 <sup>1</sup>	9 Sep 2010
Launch Date	19 Aug 2013
Next Dividend Date	28 Dec 2018 (3.50% pro rata) <sup>2</sup>
Last Dividend Date	28 Sep 2018 (3.50% pro rata)
Last Dividend Paid	US\$ 0.9019

## 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 Savoir,  
Cybercity, Ebene, Mauritius  
**Tel.:** +230 260 7275  
**Fax:** +230 464 3290  
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## Silverdale Fixed Income Fund

Communique as at 14th December 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 14th December 2018, the Fund NAV increased by 0.12% to US\$ 101.59 (previous week: US\$ 101.46), with portfolio yield of 6.55% per annum (previous week: 6.63% p.a.) and average duration of 1.97 years (previous week: 1.97 years).

PORTFOLIO DASHBOARD	Growth NAV US\$	117.8135	Ex-Dividend NAV US\$	101.5854
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### Performance (net of fees)

Year to Date	-0.6434 %
Trailing 1 month	-0.1255 %
Trailing 3 months	-0.0256 %
Trailing 6 months	0.4889 %
Trailing 12 months	-0.5013 %
Trailing 3 Years	3.58% p.a.
Since Inception	3.13% p.a.

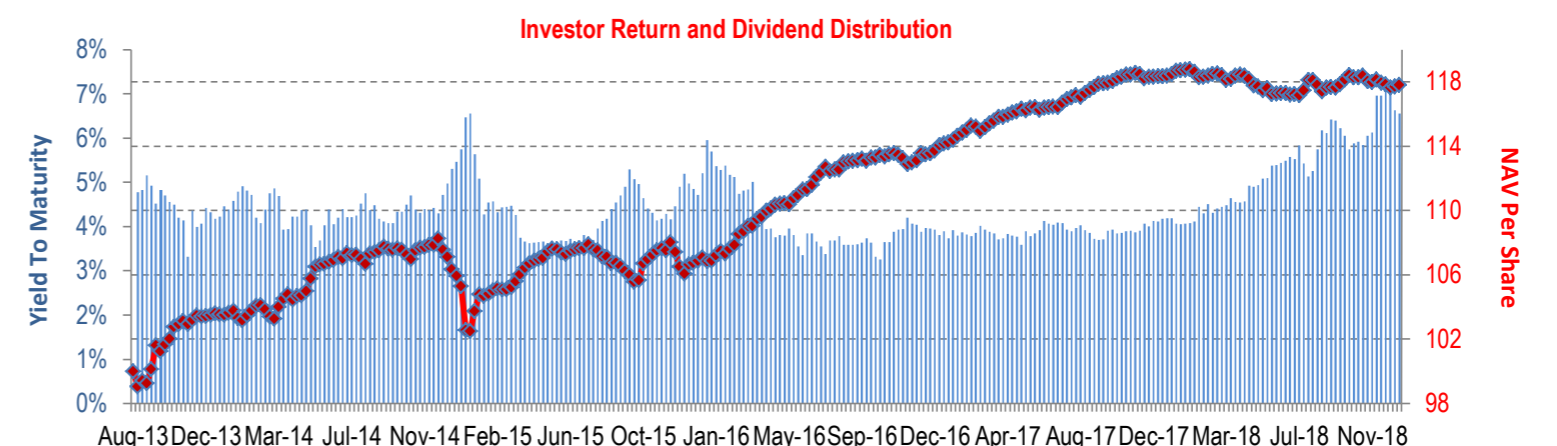
### Fund Statistics

Yield to Maturity	6.55 %
Effective Duration	1.97 years
Average Maturity	2.19 years
Average Coupon	5.33 %
Sharpe Ratio (3 Year) <sup>†</sup>	1.98
Total Dividend Paid**	US\$ 16.2281
(**) Since Inception	

### Top Holdings

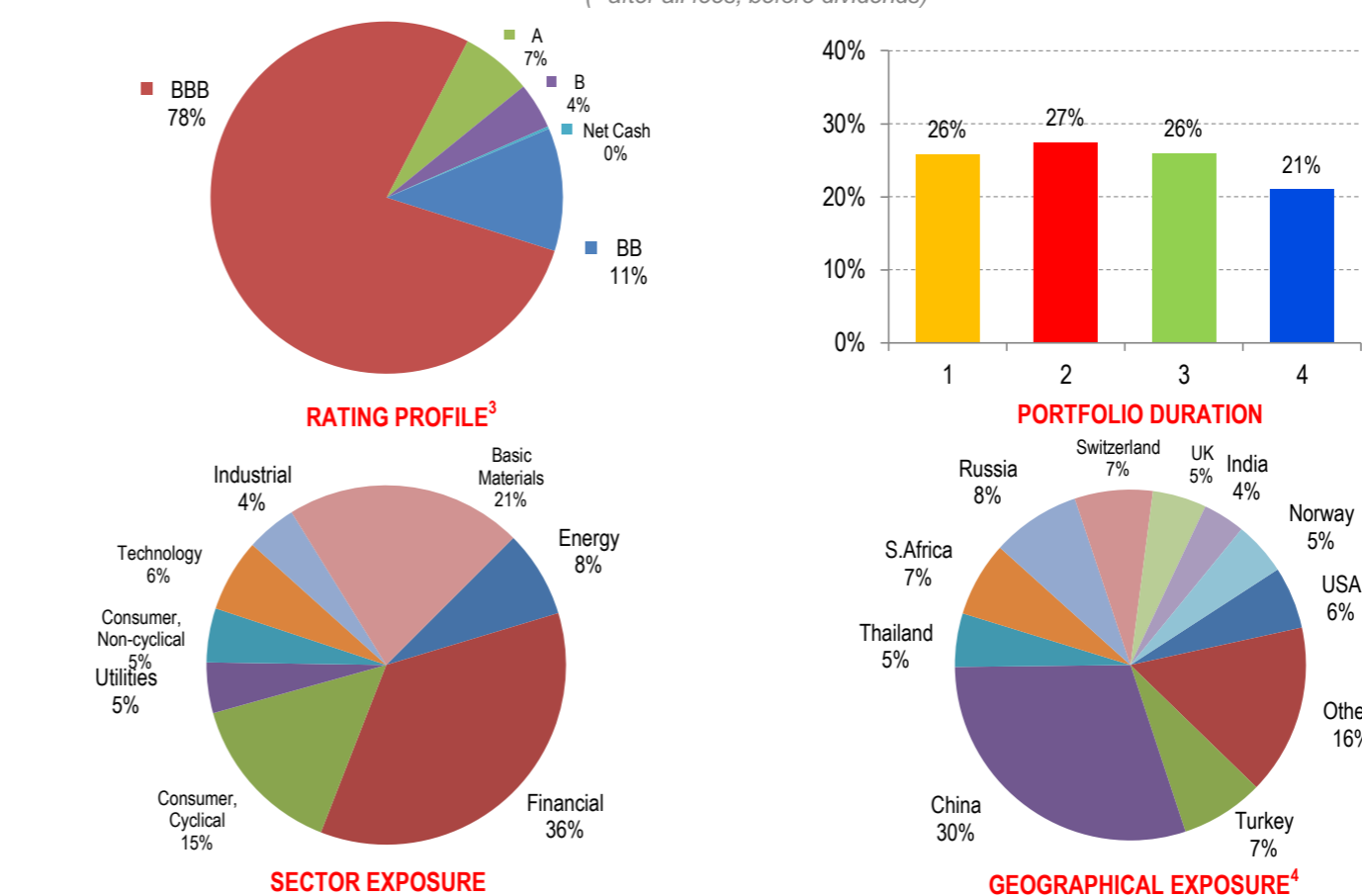
Credit Suisse Ag 2023	5.06 %
Alrosa Finance 2020	5.05 %
Hsbc Holdings 2021	4.88 %
Anglogold 2022	4.87 %
Pttet Treasury 2019	4.84 %
Dnb Bank Asa 2020	4.83 %
Samvardhana Mot 2021	4.77 %

Period	Aug'13-Dec'13	2014	2015	2016	2017	Oct'17-Dec'17	Jan'18-Mar'18	Apr'18-Jun'18	Jul'18-Sep'18
Dividend	1.0908	3.1171	3.0302	3.1050	3.1680	0.7932	0.9159	0.8992	0.9019
Ex-Dividend Price	102.4604	101.0974	99.6221	103.3656	104.9778	104.9778	103.7589	101.8767	102.1827
Investor Return	3.55%	1.71%	1.54%	6.87%	4.62%	0.44%	-0.29%	-0.95%	1.19%



### NAV and YTM Trend

(\* after all fees, before dividends)



## PORTFOLIO UPDATE

During the week ended 14th December 2018, we sold Adani Ports (BBB-/Baa3/BBB-) bonds while we purchased PT Indonesia Asahan Alumini (-/Baa2/BBB-) bonds.

PT Indonesia Asahan Aluminium (Inalum) is 100% owned by the Government of Indonesia. It is second-largest aluminum producer in Southeast Asia's. It holds 65% stakes in PT Aneka Tambang (Gold, Ferronickel), PT Bukit Asam (coal) and PT Timah (tin) and 9.4% stake in PT Freeport (Copper). It recently raised funds to finance acquisition of stake to 51.2% in PT Freeport. As of June 2018, it reported TTM EBITDA of US\$ 1bn, gross debt of US\$ 1.1bn (net cash of US\$ 0.6bn) resulting in gross leverage of 1.1x and interest coverage ratio of 9.3x.

## DIVIDEND

The Fund is likely to declare Twenty Second Quarterly Dividend of 3.50% per annum pro rata on the shares held on Friday, December 28th, 2018 (Dividend Record Date). All subscriptions received on or before 21st December 2018 shall be eligible for dividend distribution.



## 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

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 Fixed Income Fund or Silverdale Bond Fund or Silverdale India Equity Fund or any other Class of Sri Silverdale Opportunities Fund or any of the funds managed or advised by Sri Silverdale Capital Partners or by Silverdale Capital Pte Ltd., and is strictly for information only. Any application 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 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. Please refer to the PPM for Risk Factors. This document is written for the benefit of and being communicated only to expert investors as defined in Securities (Collective Investment Schemes and Closed-end Funds) Regulations 2008, issued under the Securities Act 2005 of Mauritius. 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 and 12 months = 52 weeks. (1) Initially the portfolio was launched as part of multi-assets fund with quarterly NAV. (2) Indicative. (3) Credit Rating is based on best of the three ratings (S&P/Moodys/Fitch), Rating exposure of less than 5% and cash-on-hand has been clubbed into 'Others'. (4) Country exposure of less than 5% and cash-on-hand has been clubbed into 'Others'. (†) Sharpe Ratio: Source Bloomberg.



SILVERDALE FIXED INCOME FUND

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