For accredited and institutional investors only

Silverdale Fund SP-12

Communique as at 31st October 2019

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 31st October 2019, the Fund NAV increased by 0.11% to US$ 106.16 (previous week: US$ 106.05) taking leveraged YTM (actual) to 9.04% (previous week: 8.85%) with duration of 1.54 years (previous week: 1.53 years).

Portfolio statistics

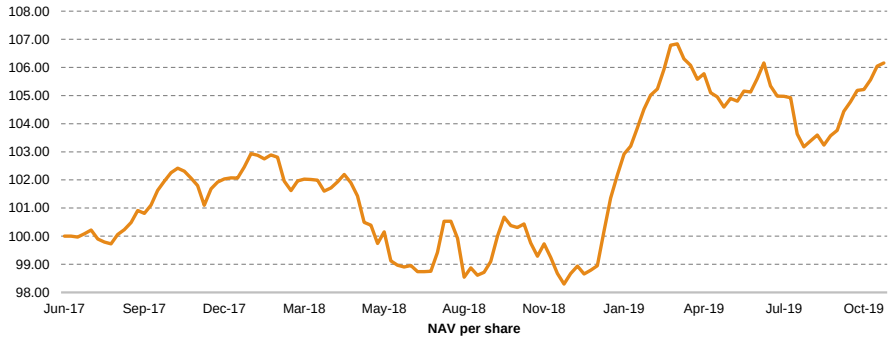
	1 Week	1 Month	3 Month	6 Month	9 Month	12 Month	Yr to Date	Since 23 Jun'17
Silverdale Fund SP-12*	0.11%	0.93%	2.44%	1.01%	3.15%	6.93%	7.46%	6.16%
Annualized:	5.82%	12.80%	10.13%	2.03%	4.22%	6.93%	8.90%	2.56%

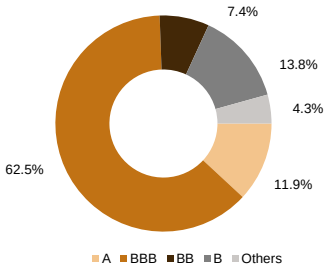
(*) after all fees

Portfolio update

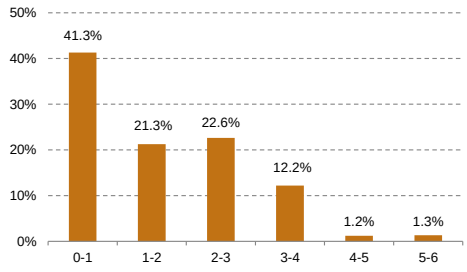
NAV US$ 106.1615

During the week ended 31st October 2019, the Fund has purchased Credit Agricole (BBB-/-/BBB-), and Gold Fields (BB+/Baa3/-) bonds.

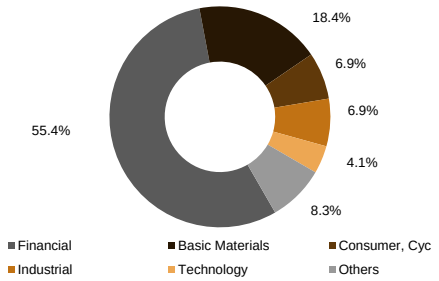




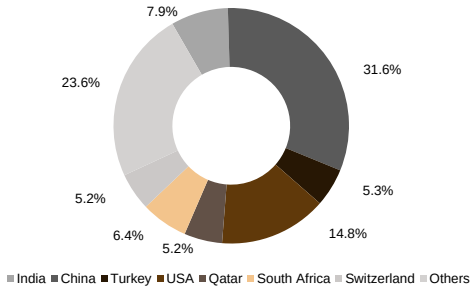
RATING PROFILE [3]



PORTFOLIO DURATION [4]



SECTOR PROFILE [5]



GEOGRAPHICAL EXPOSURE [6]

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
Perfomance Fee	NIL

Fund statistics

Portfolio Yield to Maturity	5.25%
Levered YTM - Optimum	10.93%
Levered YTM - Actual	9.04%
Average Coupon	5.36%
Average Duration	1.54 years
Sharpe Ratio	NA
Gross Book[12]	US$ 98 million
Gross Investments	US$ 63 million
Net Assets	US$ 27 million

2016 Best Fund Managers Award
Best Emerging Markets Credit Fund

WealthBriefingAsia AWARDS 2018
BEST ASSET MANAGEMENT FIRM SERVING FAMILY OFFICES AND PRIVATE BANKS
WINNER Silverdale Capital

Fund Manager

Silverdale Capital Pte Ltd
Regulated by Monetary Authority of Singapore (UEN# 200820921K)
8 Temasek Boulevard, #35-02 Suntec Tower-3, Singapore: 038988, Tel: +65 6835 7130, Email: ir@silverdalegroup.com

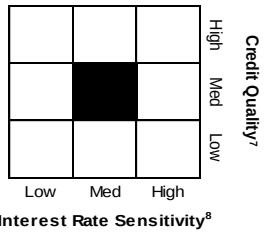
Silverdale Fund SP-12

During the month of October 2019, the Fund NAV increased by 1.32%. The increase in NAV was led by Chinese, US and Swiss credits which was partially offset by Indian credits. Sectorially, Consumer Cylical, Financial, and Basic Materials sectors were the key positive contributors.

Holdings	% age[9]
Dnb Bank Asa 2020	9.7%
Prospect Capital 2023	8.2%
Country Garden H 2020	7.7%
Qnb Finance Ltd 2021	7.6%
Chang Developmen 2020	6.8%
Braskem Finance 2022	6.1%
Ubs Group Ag 2021	6.1%
Vedanta Resource 2021	6.0%
Citadel Lp 2022	6.0%
Bnp Paribas 2022	6.0%
Turkiye Halk Ban 2020	5.6%
Transalta Corp 2022	5.0%
Turkiye Is Banka 2020	4.9%
Gold Fields Orog 2024	4.9%
Anglogold Holdin 2020	4.7%
Macys Retail Hld 2023	4.4%
Ubs Ag Stamford 2022	4.3%
Fufeng Group Ltd 2021	3.9%
Anglogold Holdin 2022	3.9%
Avic Intl Financ 2021	3.9%
Sunac China Hold 2019	3.9%
Huarong Finance 2022	3.8%
Samvardhana Moth 2021	3.8%
At Securities Bv 2023	3.8%
Cln - Reliance L+245	3.8%
Huarong Finance 2020	3.8%
Indusind Bank/Gi 2022	3.8%
Qiib Senior Suku 2022	3.8%
China Evergrande 2020	3.8%
Cln - Country Garden 5.35%	3.8%

Holdings	% age[9]
Cln - Dell L+285	3.7%
Huarong Finance 2021	3.7%
Binhai Investmen 2020	3.6%
Gap Inc/The 2021	3.5%
Citadel Lp 2026	3.1%
Pitney Bowes Inc 2020	3.1%
China Evergrande 2023	2.8%
Seagate Hdd Caym 2022	2.7%
Alrosa Finance S 2020	2.5%
Tewoo Group No 5 2021	2.1%
Credit Agricole 2024	2.1%
Lukoil Intl Fina 2020	2.0%
Cpi Property Gro 2023	2.0%
Bnp Paribas 2021	2.0%
Sberbank (Sb Cap 2022	2.0%
Enn Clean Energy 2021	2.0%
Braskem Finance 2021	2.0%
Zijin Intl Cap C 2021	1.9%
Yuexiu Reit Mtn 2021	1.9%
Coastal Emerald 2024	1.9%
Chouzhou Intl In 2020	1.9%
Jsw Steel Ltd 2019	1.9%
Huayi Finance I 2019	1.9%
Yapi Ve Kredi Ba 2020	1.9%
Weichai Intl Hk 2022	1.9%
China Jinjiang E 2020	1.9%
Others[10]	19.3%
Loans	-131.7%
Net Expenses[11]	-3.2%
Total	**100.0%**

Fixed Income Style



How to Invest

Please ask your private bank/distributor to subscribe to Silverdale Fund SP-12 as per terms of the Composite PPM.
Should you seek any support, please: Call Fund Administrator at +230 2607 275
or Fund Management Company at +65 6835 7130 or Email: spc@silverdalegroup.com

Fund Manager

Silverdale Capital Pte Ltd
Regulated by Monetary Authority of Singapore (UEN# 200820921K)
8 Temasek Boulevard, #35-02 Suntec Tower-3, Singapore: 038988, Tel: +65 6835 7130, Email: ir@silverdalegroup.com

Fund Details

Silverdale Fund SP-12 is the segregated portfolio of Silverdale Fund SPC, a Cayman Islands Monetary Authority registered fund
c/o Vistra (Cayman) Limited, P.O. Box 31119, Grand Pavilion
802 West Bay Road, Grand Cayman, KY1 - 1205, Cayman Islands
Tel.: +230 260 7275
Fax: +230 464 3290
spc@silverdalegroup.com

Fund Administrator

Vistra (Mauritius) Limited
Regulated by Financial Services Commission
3rd Floor, 355 NeX, Rue du Savoir,
Cynercity, Ebene 72201, Mauritius
Tel.: +230 260 7275
Fax: +230 464 3290
spc@silverdalegroup.com

Risk Factors

Interest Rate Risk: The increase (fall) in value of fixed income securities with fall (increase) in interest rate. Credit Risk: The ability of the issuer to redeem the bonds (or other securities) on maturity. Liquidity Risk: The ability to sell a bond before its redemption. Counterparty Risk: The risk due to failure of the counterparty dealt with. Country Risk: The investment strategy is subject to the risks relating to the geographical, political, economic and social issues of the country of the Issuer, and to a lesser extent that of United States. Leverage/Derivatives Risk: Disproportionately large change in value of securities due to relatively small change in determinant.

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 Fund SP-12, 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. 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, 6months = 26 weeks, 9 months= 39 weeks, and 12 months = 52weeks. (1) Assuming to be Business Day. (2) Based on Gross Assets. (3), (4), (5) & (6) Based on gross investments into securities. (3) Credit Rating is based on best of the three ratings (S&P/Moodys/Fitch), with those rated below "BB" being clubbed as "Others". (6) Country exposure of less than 5% has been clubbed as "Others". (7) Portfolio Credit Quality is "Low" in case the weighted-average Credit Rating is below BBB; "Medium" for below AA; "High" for above AA. (8) Interest Rate Sensitivity is based on effective duration of Bloomberg USD Investment Grade Emerging Market Corporate Bond Index (BIEM15) 1 to 5 Year. "Low" for 25% to 75% of BIEM15's effective duration; "Medium" for 75% to 125%; "High" for above 125%. (9) Based on Net assets (AUM). (10) Holdings after first 56 have been clubbed as "Others:. (11) Estimated expenses, net of cash. (12) Gross Book is aggregation of Gross Investments and Loans (net of cash).