



## Silverdale Bond Fund

INVESTMENT GRADE | SHORT DURATION | ASIA TILT

481st Factsheet as at 27th January 2023

### FUND DESCRIPTION

Silverdale Bond Fund is a diversified portfolio of primarily investment grade short duration US dollar bonds, actively managed for enhanced returns.

### FUND ADVANTAGES

- Quality Assets: Investment Grade
- Short duration (1-3 years)
- No forex risk (US dollars only)
- Enhanced returns
- Leverage: non-recourse to investor
- Quarterly dividend distribution

### FUND INFORMATION

|                                   |                                  |
|-----------------------------------|----------------------------------|
| Fund                              | Silverdale Bond Fund             |
| ACRA Regn. No.                    | T20VC0123D-SF002                 |
| MAS SRS No.                       | 21CFOV10013                      |
| Umbrella Fund                     | Silverdale Fund VCC              |
| Domicile                          | Singapore                        |
| Fund Currency                     | US Dollar                        |
| Strategy Launch Date <sup>A</sup> | 9 Sep 2010                       |
| Weekly NAV Launch Dt              | 4 Oct 2013                       |
| Sub Fund Launch Date              | 1 Feb 2021                       |
| NAV Frequency                     | Weekly (Friday) <sup>B</sup>     |
| Subscription/Redemption           | Weekly (Monday) <sup>B</sup>     |
| Management Fee                    | 0.50% p.a. <sup>C</sup>          |
| Previous Quarterly Dividend       | US\$ 2.10 per share              |
| Next Quarterly Dividend           | US\$ 2.10 per share <sup>D</sup> |
| Next Dividend Record Date         | 31 March 2023                    |
| Trailing 12 mth Dividend          | US\$ 8.40 per share              |

### AT A GLANCE

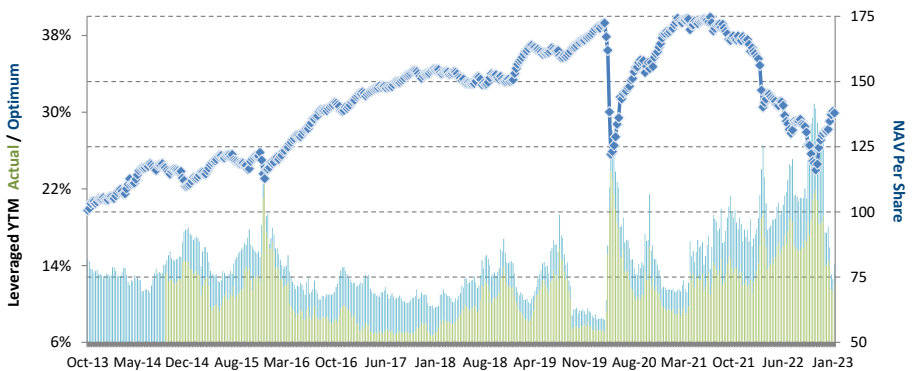
|                                |                  |
|--------------------------------|------------------|
| Net Assets (AUM)               | US\$ 95 million  |
| Net Loan                       | US\$ 130 million |
| Gross Investments <sup>6</sup> | US\$ 225 million |
| Investment Grade Bonds         | 75 %             |
| Number of Securities           | 131              |
| Max Single Security Exposure   | 2.69 %           |
| Number of Countries            | 27               |
| Max Single Country Exposure    | 27 %             |

### SHARE CLASS AVAILABLE

| SHARE CLASS          | ISIN         |
|----------------------|--------------|
| Accumulation         | SGXZ66077579 |
| Distribution         | SGXZ84696368 |
| Institutional (Acc)  | SGXZ79922928 |
| Institutional (Dist) | SGXZ76188929 |
| Accumulation III     | SGXZ95348165 |
| Distribution III     | SGXZ10242964 |
| Accumulation V       | SGXZ65114738 |
| Distribution V       | SGXZ56141039 |
| Distribution K       | SGXZ52285178 |

Silverdale Bond Fund targets enhanced investor returns with relatively lower volatility. During the month ended 27th January 2023, the Fund NAV increased by 4.81% to US\$ 81.77 (previous month: US\$ 78.02), as against Bloomberg EM Asia USD Credit Corporate Index which increased by 4.32% and Bloomberg EM USD Corp and Quasi 1-3Yr Index which increased by 1.72%. The Fund reported portfolio yield (post-leverage) of 12.03% per annum (previous month: 14.54% p.a.), with average duration of 1.67 years (previous month: 1.62 years).

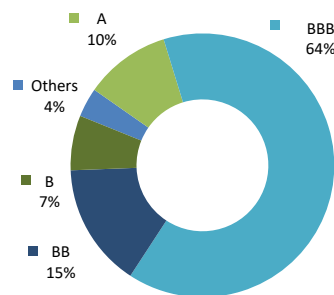
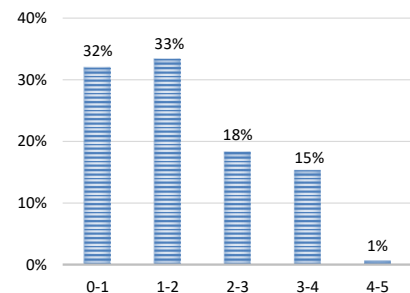
| PORTFOLIO DASHBOARD                          | Accumulation NAV US\$ | 139.9515 | Distribution NAV US\$ | 81.7736 |
|--|-----------------------|----------|-----------------------|---------|
| <b>PERFORMANCE (net of fees and expense)</b> |                       |          |                       |         |
| Year to Date                                 | 4.81 %                |          |                       |         |
| Trailing 4 weeks                             | 4.81 %                |          |                       |         |
| Trailing 3 months (13 weeks)                 | 16.37 %               |          |                       |         |
| Trailing 12 months (52 weeks)                | -13.52 %              |          |                       |         |
| Trailing 3 years                             | -6.36 % p.a.          |          |                       |         |
| Trailing 5 years                             | -1.96 % p.a.          |          |                       |         |
| Trailing 7 years                             | 2.14 % p.a.           |          |                       |         |
| Since 4 Oct 2013                             | 3.61 % p.a.           |          |                       |         |
| <b>FUND STATISTICS</b>                       |                       |          |                       |         |
| Portfolio Yield to Maturity <sup>F</sup>     |                       |          | 7.95 %                |         |
| Leveraged Yield to Maturity <sup>F</sup>     |                       |          | 12.03 %               |         |
| Average Coupon                               |                       |          | 5.48 %                |         |
| Average Duration                             |                       |          | 1.67 years            |         |
| Total Dividend Paid                          |                       |          | US\$ 61.17            |         |



### NAV and POST-LEVERAGED YTM

| Period             | 2013 <sup>E</sup> | 2014  | 2015  | 2016   | 2017  | 2018   | 2019   | 2020  | 2021   | 2022 Q1 | 2022 Q2 | 2022 Q3 | 2022 Q4 |
|--------------------|-------------------|-------|-------|--------|-------|--------|--------|-------|--------|---------|---------|---------|---------|
| Dividend           | -                 | -     | 4.47  | 7.30   | 7.80  | 8.00   | 8.40   | 8.40  | 8.40   | 2.10    | 2.10    | 2.10    | 2.10    |
| Return to Investor | 4.06%             | 5.46% | 6.08% | 20.42% | 9.16% | -2.24% | 11.97% | 0.00% | -1.26% | -13.49% | -5.66%  | -6.35%  | 5.04%   |

### INVESTOR RETURN and DIVIDEND DISTRIBUTIONS

RATING PROFILE<sup>1</sup>PORTFOLIO DURATION<sup>2</sup>

### FUND MANAGER

#### Silverdale Capital Pte Ltd

Licensed and 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



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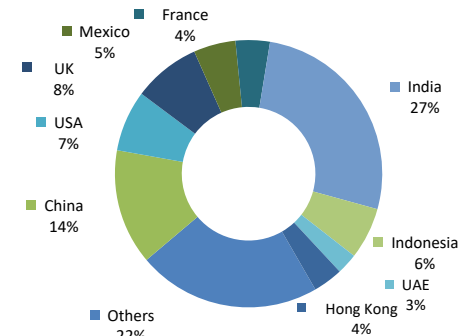
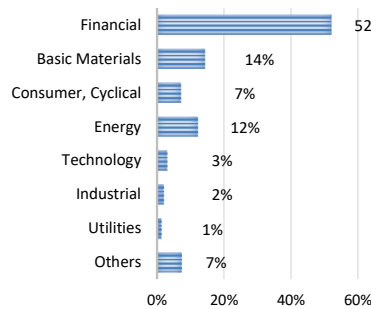
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481st Factsheet as at 27th January 2023

## TOP 10 HOLDINGS<sup>3</sup>

|                       | % age  |
|-----------------------|--------|
| lfl Finance Ltd 2023  | 2.69 % |
| Pt Adaro Indones 2024 | 2.39 % |
| Elect Global Inv 2023 | 2.39 % |
| Bnp Paribas 2024      | 2.34 % |
| Muthoot Finance 2023  | 2.32 % |
| Esic Sukuk Ltd 2024   | 2.30 % |
| Indonesia Asahan 2025 | 2.23 % |
| Shriram Finance 2024  | 2.19 % |
| Adani Ports 2024      | 2.16 % |
| Phoenix Grp Hld 2025  | 2.13 % |



## FUND MANAGEMENT DETAILS THE FUND

### Silverdale Bond Fund

is the Sub-Fund of Silverdale Fund VCC, (UEN # T20VC0123D) which is established as an umbrella fund under the Variable Capital Companies Act of Singapore.

## CUSTODIAN

Standard Chartered Bank (Singapore) Ltd

DBS Bank Ltd, Singapore

Credit Suisse AG, Singapore Branch

Bank Julius Baer, Singapore Branch

## FUND ADMINISTRATOR

NAV Fund Services (Singapore)

Private Limited

80 Robinson Road, #02-00, Singapore 068898

Tel.: +65 6856 7605

Email: VCC@SilverdaleGroup.com

## PORTFOLIO UPDATE

During the week ended 27th January 2023, Silverdale Bond Fund purchased AAC Tech bonds.

For the month, the increase in the Fund NAV was led by increase in bond prices of Chinese, Hong Kong and British bonds, while partially offset by the decrease in prices of Russian bonds.

AAC Technologies (Mkt Cap: US\$ 3.3bn) is a smartphone component manufacturer based in China with 10,288 patent applications. It manufactures haptics, acoustics and optics components for smartphones. As of June 2022, it reported LTM revenues of US\$ 1.4bn, EBITDA of US\$ 0.3bn and net debt of US\$ 0.7bn resulting in a net leverage of 2.3x and interest coverage of 12.7x. It is 41.5% held by its founder Mr. Pan Zhengmin and family.

Silverdale Bond Fund continues to be positioned defensively, with 75% of its portfolio being high quality Investment Grade bonds, a short duration of 1.67 years, yet has leveraged YTM of 12.03%, pointing towards potential higher returns, in the coming months.

Please refer to Silverdale Funds January '23 Monthly Commentary for further details.

## RISK PROFILE

NAV per share can go up as well as down and any capital invested in the fund may be at risk. The Fund uses leverage and derivatives for hedging or as part of its investment strategy which involve additional costs and risks. For further details, please refer to the Offering Documents.

## HOW TO INVEST

Please ask your private bank/distributor to subscribe to Silverdale Bond Fund as per terms of the Offering Documents (quoting the relevant ISIN). Should you seek any support, please: email Fund Administrator at [VCC@SilverdaleGroup.com](mailto:VCC@SilverdaleGroup.com), or Fund Manager at [IR@SilverdaleGroup.com](mailto:IR@SilverdaleGroup.com)

## FUND MANAGER

Silverdale Capital Pte Ltd

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## 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 Bond Fund, or any other fund 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 Silverdale Bond Fund's Offering Documents (that is, the Constitution, Private Placement Memorandum, and Subscription Forms of Silverdale Fund VCC, and Sub-Fund Supplement of Silverdale Bond Fund). Past performance is not an indicator of 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 uses/ invests in financial derivative instruments. Please refer to the Offering Documents 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, 6 months = 26 weeks, 9 months = 39 weeks, 12 months = 52 weeks, 3 years = 156 weeks and 5 years = 260 weeks; where attributable NAV is not available, the latest available NAV is taken for computation. NAV prior to 8 May 2015 is based on NAV of Sri Silverdale Opportunities Fund (Class-E); and NAV for the period 8 May 2015 to 23 April 2021 is that of Silverdale Fund SPC SP-1 managed by the same fund management team without change in strategy. Payment of Dividend results in equivalent amount of drop in the NAV of the Fund. (A) Initially launched as multi-assets fund with quarterly NAV. (B) Assuming to be a Business Day. (C) Based on net AUM. (D) Indicative. (E) For the period 4 Oct 2013 to 27 Dec 2013. (F) Yield to Maturity excludes bonds trading less than 20 cents to a dollar while it reflects the current yield of the bond for bonds trading between 20-50 cents to a dollar. (1), (2), (3), (4) & (5) are based on gross investments into securities. (1) Credit Rating is based on best of the three ratings (S&P/Moodys/Fitch); Rating exposure of less than 3% has been clubbed as "Others"; unless otherwise specified. (4) Sector exposure of less than 3% has been clubbed as "Others"; unless otherwise specified. (5) Country exposure of less than 3% has been clubbed as "Others"; unless otherwise specified. (6) Gross Investments is aggregation of AUM and Net Loans and cash on hand. Ranking source: Bloomberg's special report on Asia's Hedge Fund dated June 26, 2015; category: Multi Strategy. (††) Sharpe Ratio: Source Bloomberg.