

Silverdale

FUNDS

Fund Description

Silverdale Bond Fund is a diversified portfolio of primarily investment grade short duration US dollar bonds, actively managed for superior absolute returns, using ring-fenced leverage.

Investor Benefits

Active management with real time response, capitalizing on opportunistic investments and employing prudent risk management systems. Embedded leverage for higher return without hassles of loan management.

Fund Information

Fund	Silverdale Bond Fund
ISIN Code	MU0308S00009
SEDOL No.	B6SKGT4
Swiss Valor No.	21462609
Bloomberg Code	SILV007 MP Equity
Inception Date [†]	9 Sep 2010
Monthly NAV Launch Date	2 July 2012
Weekly NAV Launch Date	1 Oct 2013

Subscription Details

Minimum Investment	US\$ 100,000
NAV Computation	Weekly
Subscription	Weekly
Redemption	Weekly
Management Fee	1% p.a.

Fund Management Details

THE FUND

Share Class-E of Sri Silverdale Opportunities Fund, a Mauritius based umbrella fund, authorised and regulated by Financial Services Commission

FUND MANAGER

Silverdale Capital Pte Ltd

Monetary Authority of Singapore Registered Fund Manager

Bankers / Custodians

Standard Chartered Bank
Bank Julius Baer
Barclays Bank

Fund Administrator

Orangefield (Mauritius) Limited

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DISCLAIMER

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Silverdale Bond Fund

Communique as at 20th February 2015

OVERVIEW

Silverdale Bond Fund generates enhanced investor returns by clever use of asset-level ring-fenced leverage, while actively managing its portfolio duration. During the week ended 20th February 2015, the Fund NAV appreciated by ~0.68% to US\$ 114.10 (previous week: US\$ 113.33), with optimum portfolio yield (post-leverage) of 16.51% per annum (previous week: 16.82% p.a.), and average duration of 1.81 years (previous week: 1.85 years).

Portfolio Dashboard

NAV US\$ 114.1037

Performance

Previous 1 week	0.6832 %
Trailing 1 month	0.8460 %
Trailing 3 months	-1.0651 %
Trailing 6 months	-3.2928 %
Trailing 9 months	-1.4508 %
Trailing 12 months	5.5551 %

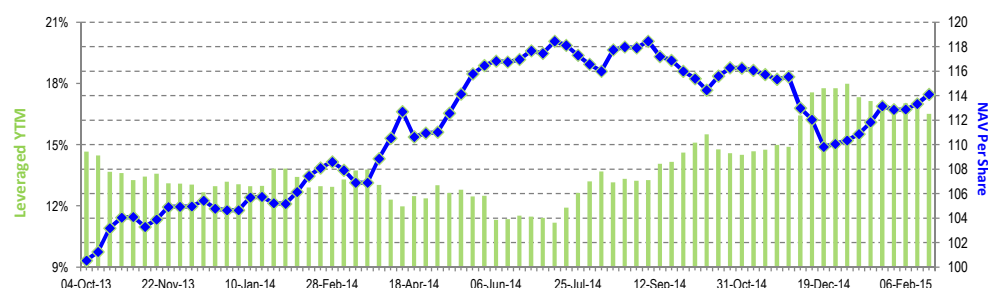
(not annualised, net of fees)

Fund Statistics

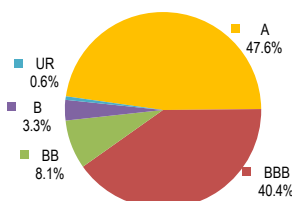
Leveraged Yield to Maturity [^]	16.51 %
Portfolio Yield to Maturity	3.92 %
Average Coupon	5.01 %
Average Duration ^{^^}	1.81 years
Average Maturity	1.97 years

Top Holdings

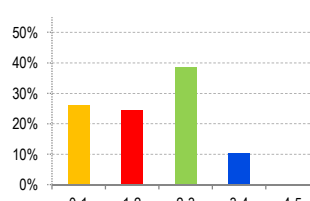
Agricultural Bk China Hk	10.91 %
China Construct Bk Asia	7.70 %
Mcc Holding Hk Corp Ltd	5.75 %
Anglogold Holdings Plc	4.88 %
Banco Btg Pactual/Cayman	4.63 %
Far East Horizon Ltd	4.10 %
Hebei Iron & Steel	3.61 %



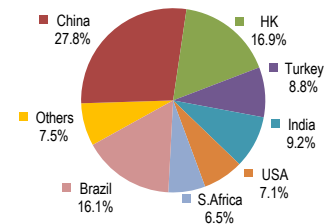
NAV and post-leverage YTM



RATING PROFILE¹



PORTFOLIO DURATION²



GEPGRAPHICAL EXPOSURE³

Portfolio Update

During the week ended 20th February 2015, Silverdale Bond Fund sold CSSC 2016 bonds, while it purchased Transocean 2016, and Ares Capital 2018 bonds.

Transocean Ltd. (RIG, Market Cap: US\$ 6.4bn) is one of the world's largest offshore drilling contractor with order book of ~US\$ 24bn. It owns and operates 79 mobile offshore drilling units. It reported revenue of ~US\$ 9.3bn with EBITDA of ~US\$ 0.8bn (TTM Sep 2014). It has cash & equivalent of ~US\$ 2.9bn with ~US\$ 3bn of revolving credit facility (due June 2019), against its total debt of ~US\$ 10.4bn (short term ~US\$ 323mn). Its debt/EBITDA is ~3.2x and EBITDA to Interest coverage is ~5.7x. The bonds are issued by Transocean Inc, a wholly owned subsidiary of Transocean Ltd, with guarantee from the Parent.

Ares Capital Corp (Mkt Cap: US\$ 5.3bn) is an investment management firm that provides loans to middle-market companies with EBITDA of US\$10-250mn. As at September 30, 2014, it reported total assets worth US\$ 9.2bn. Its total debt outstanding was ~US\$ 3.7bn (net debt 3.6bn) against unused line of credit amounting to ~US\$ 1.5bn. Ares has a diversified portfolio of investments in 204 companies with fair value of investment of ~US\$ 8.8bn.

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



SILVERDALE BOND FUND