

**Fund Description**

Silverdale Bond Fund is a diversified portfolio of primarily investment grade short duration US dollar bonds, actively managed for enhanced 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, or Silverdale Fund SP-1
Fund Type	Segregated Portfolio Company
Domicile	Cayman Islands
Inception Date <sup>†</sup>	9 Sep 2010
Weekly NAV Launch Date	1 Oct 2013
Cayman Launch Date	8 May 2015
Previous Dividend Date	24 Mar'16 (US\$ 1.75 per share)
Next Dividend Date	24 Jun'16 (US\$ 1.75 per share) <sup>#</sup>
NAV Computation	Weekly
Subscription	Weekly (Friday) <sup>*</sup>
Redemption	Weekly (Monday) <sup>*</sup>
Management Fee	0.50% p.a. <sup>†</sup> (Monday) <sup>*</sup>

**Class 1A Details**

ISIN	KYG8135U1076
CUSIP	G8135U 107
Swiss Valor No.	28213010
Bloomberg Code	SILV01A KY Equity
Morningstar SeclD	F00000WLJR
Initial Sales Charge	1.00%
Exit Load	0.25%

**Class 1B Details**

ISIN	KYG8135U1159
CUSIP	G8135U 115
Bloomberg Code	SILV01B KY Equity
Morningstar SeclD	F00000WLJW
Initial Sales Charge	0.00%
Contingent Load	3.00% - 0.25%
Exit Load	1.00%

**Fund Management Details**
**THE FUND**

Silverdale Bond Fund or Silverdale Fund SP-1 is a segregated portfolio of Silverdale Fund SPC, a Cayman Islands domiciled segregated portfolio company, registered with Cayman Islands Monetary Authority

**FUND MANAGER**
**Silverdale Capital Pte Ltd**

Monetary Authority of Singapore Registered Fund Manager

**Fund Administrator**

Orangefield (Mauritius) Limited  
 355 NeXteracom Tower 1, Cybercity,  
 Ebene, Mauritius  
**Tel.:** +230 464 7275 **Fax:** +230 464 3290  
**Email:** spc@silverdalegroup.com



Investors' Choice Award  
**EM Credit Fund of 2015**  
 Nominee

For subscription & information, please  
**Email:** spc@silverdalegroup.com  
**Or, Call:** +65 6835 7130

**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 Silverdale Fund SP-1), 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 or any similarly defined investor in any other securities legislation. 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. NAV prior to 8 May 2015 is based on NAV of underlying fund (Class E of Sri Silverdale Opportunities Fund). (\*) Assuming to be Business Day. (#) Indicative. (^) Average duration excludes favourable impact of interest rate hedges. (†) Initially launched as multi-assets fund with quarterly NAV. (1), (2), & (3) Based on gross investments into securities. (1) Credit exposure of those rated below "BB" has been clubbed as "Others". (3) Country exposure of less than 4% has been clubbed as "Others". (\*\*) Based on Gross Assets. Ranking source: Bloomberg's special report on Asia's Hedge Fund dated June 26, 2015; category: Multi Strategy.

**Silverdale Fund SP-1**

Silverdale Bond Fund (or Silverdale Fund SP-1) generates enhanced investor returns by clever use of asset-level leverage, while actively managing the portfolio duration. As at 24th Mar 2016, the Fund declared quarterly dividend amounting to US\$ 1.75 per share; the ex-dividend NAV of the Fund was US\$ 118.36 as compared to previous month (cum-dividend) NAV of US\$ 117.06. The actual portfolio yield (post-leverage) of 12.32% per annum (previous month: 12.46% p.a.), and average duration of 1.76 years (previous month: 1.78 years).

**Portfolio Dashboard**
**Performance (Not annualised)\***

Previous 1 week	0.0365 %
Trailing 1 month	2.5108 %
Trailing 3 months	6.9903 %
Trailing 6 months	7.0856 %
Trailing 9 months	2.4235 %
Trailing 12 months	7.5486 %

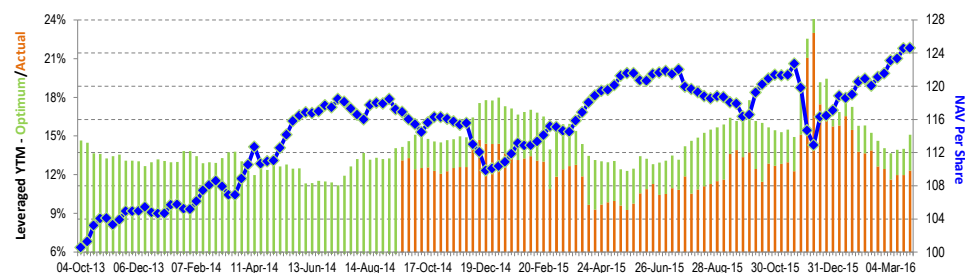
(\* net of fees, inclusive of dividends)

**Growth NAV US\$**
**124.5878**
**Fund Statistics**

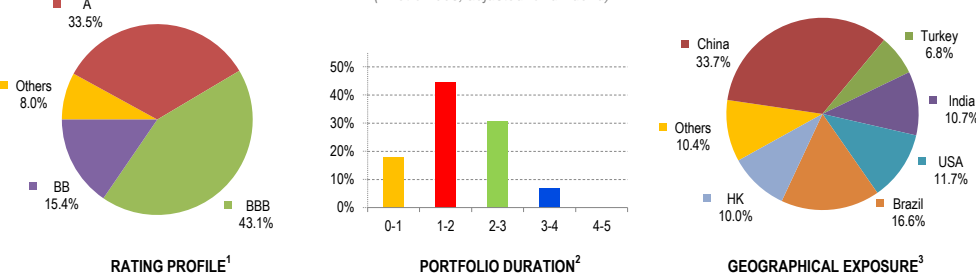
Portfolio Yield to Maturity	4.99 %
Leveraged YTM - Actual	12.32 %
Leveraged YTM - Optimum	15.10 %
Average Coupon	4.28 %
Average Duration <sup>^</sup>	1.76 years
Last Dividend Paid	US\$ 1.75
Total Dividend Paid	US\$ 6.22

**Ex-Dividend NAV US\$**
**118.3647**
**Top Holdings**

Mcc Holding Hk Corp Ltd	6.29 %
Ae Rotor Holding Bv	5.39 %
Israel Electric Corp Ltd	4.69 %
Hebei Iron & Steel	4.64 %
Yuexiu Reit Mtn Co	4.49 %
Eastern Creation	4.20 %
Ares Capital Corp	4.12 %


**NAV and post-leverage YTM**

(\* net of fees, adjusted for dividend)


**Portfolio Update**

During the week, Silverdale Bond Fund sold Israel Electric 2018 bonds, while it purchased Taqa 2017, Ares Capital 2018, and Prospect Capital 2019 bonds. The Fund also received proceeds from Raizen Energy 2017 bonds tendered.

Abu Dhabi National Energy Company (TAQA, Mkt Cap: US\$ 700 mn) owns, invests and operates power-generation, water-desalination, and oil and gas companies in 11 countries across four continents. TAQA supplies more than 90% of Abu Dhabi's power and water needs through eight majority-owned power and water plants in the UAE. TAQA has a total gross power generation capacity of 17,300 MW and a water desalination capacity of 887 MIGD. Further TAQA has a portfolio of oil and gas assets and has operations in North America, the UK North Sea, Netherlands and Kurdistan region of Iraq. It reported proven and probable oil and gas reserves of 522.3 million barrels of oil equivalent (mmboc) with average daily production of 158.9 thousand barrels of oil equivalent. It reported net debt at ~US\$ 19.5bn against which it had unused line of credit of ~US\$ 2.4bn. It reported Net Debt/Net Capital at 0.84x, and Net Debt/EBITDA at 7.2x with EBITDA to Interest at 2.5x. TAQA is ~74.4% owned by Abu Dhabi Government.

During the month of March 2016, Silverdale Bond Fund NAV appreciated by around 2.5%, with bond price appreciation contributing almost two-third of appreciation while interest accrual contributing the balance one-third. Portfolio appreciation was led almost equally by Brazilian and US credits, which together contributed to over half of the NAV appreciation, while Indian credits marginally dragged the NAV.

During the month, the Fund sold Embraer 2017, Petrobras Argentina 2017, Israel Electric 2018, and NTPC 2019 bonds, while it purchased Vale 2017, Taqa 2017, Zhejiang Energy 2017, Ares Capital 2018, International Game Technology 2019 and Prospect Capital 2019 bonds. The Fund also received proceeds from Raizen Energy 2017 bonds tendered.

The Fund continues to maintain its conservative position with ~77% of its investments being in investment grade bonds and continuing its weighted average duration of less than 2 years (1.76 years).

**Dividend**

For the March 2016 quarter the Fund has declared a dividend of US\$ 1.75 per share.

**Silverdale Capital** by **AI HEDGE** fund  
 Ranked as **Best Fund Management Solution** 2015 award  
 presented by **BarclayHedge**

**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