

**Silverdale Fund SP-1**

**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
NAV Computation	Weekly
Subscription	Weekly (Friday)*
Redemption	Weekly (Monday)*
Management Fee	0.50% p.a. <sup>^^</sup> (Monday)*
Next Dividend Date	30 Sep'16 (US\$ 1.75 per share) <sup>#</sup>
Previous Dividend Dates	24 Jun'16 (US\$ 1.75 per share) 24 Mar'16 (US\$ 1.75 per share) 24 Dec'15 (US\$ 1.75 per share) 25 Sep'15 (US\$ 1.75 per share) 26 Jun'15 (US\$ 0.97 per share)

**Class 1A Details**

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

**Class 1B Details**

ISIN	KYG8135U1159
CUSIP	G8135U 115
Bloomberg Code	SILV01B KY Equity
Morningstar SecID	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**

Regulated by Monetary Authority of Singapore  
UEN# 200820921K

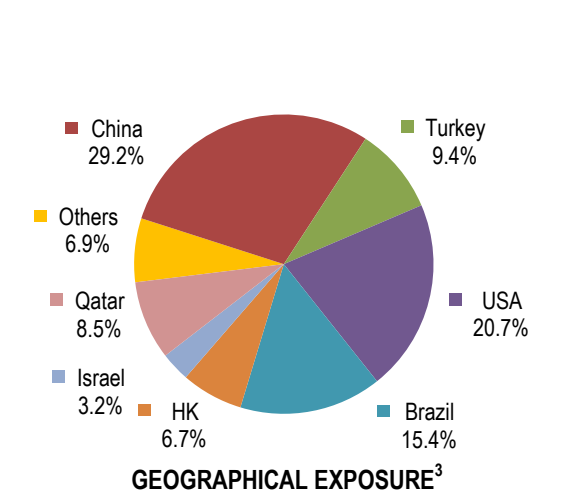
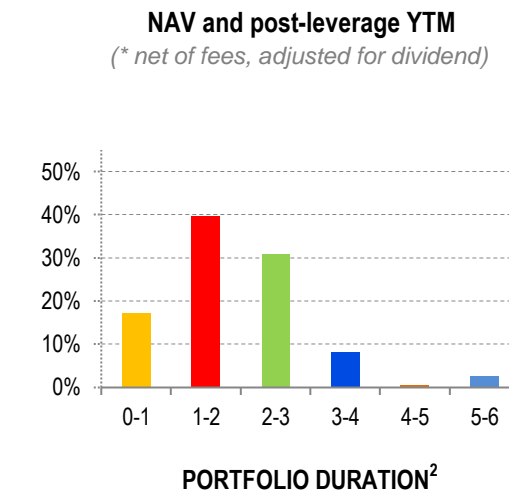
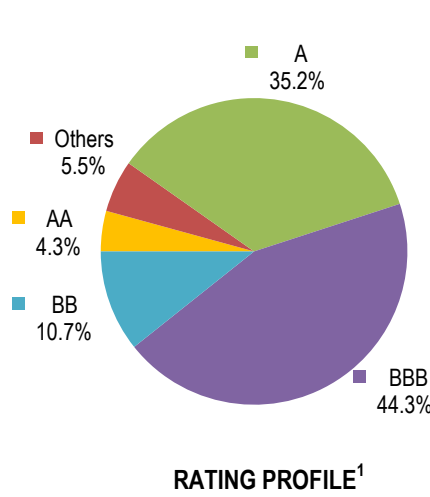
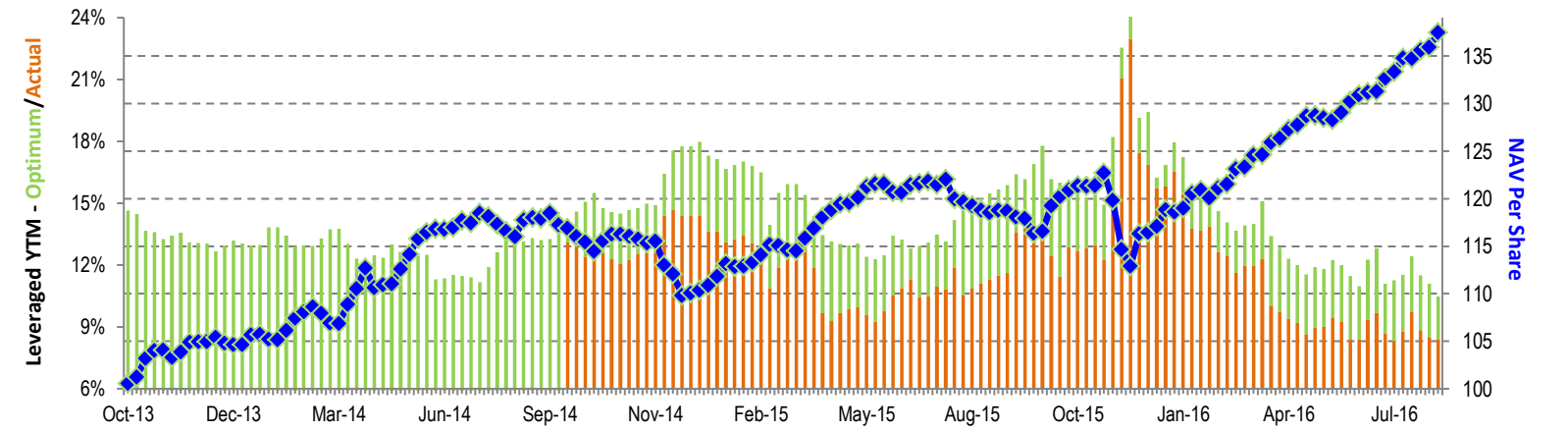
**Fund Administrator**

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Ebene, Mauritius  
Tel.: +230 464 7275 Fax: +230 464 3290  
Email: spc@silverdalegroup.com



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. During the week ended 12th August 2016, the Fund NAV appreciated by 1.21% to US\$ 129.50 (previous week: US\$ 127.94), with actual portfolio yield (post-leverage) of 8.40% per annum (previous week: 8.48% p.a.), and average duration of 1.97 years (previous week: 1.92 years).

Portfolio Dashboard		Growth NAV US\$	137.4727	Ex-Dividend NAV US\$	129.4996
<b>Performance (Not annualised)*</b>		<b>Fund Statistics</b>		<b>Top Holdings</b>	
Previous 1 week	1.1494 %	Portfolio Yield to Maturity	3.10 %	Mcc Holding Hk Corp Ltd	4.27 %
Trailing 1 month	2.0160 %	Leveraged YTM - Actual	8.40 %	Qnb Finance Ltd	4.26 %
Trailing 3 months	6.9918 %	Leveraged YTM - Optimum	10.47 %	Qib Sukuk Ltd	4.26 %
Trailing 6 months	14.5126 %	Average Coupon	4.23 %	Seagate Hdd Cayman	4.25 %
Trailing 9 months	13.2908 %	Average Duration <sup>^</sup>	1.97 years	Gap Inc/The	4.07 %
Trailing 12 months	15.7367 %	Last Dividend Paid	US\$ 1.75	Tianjin City Constructio	3.63 %
(*) after all fees, before dividends		Total Dividend Paid	US\$ 7.97	Yapi Ve Kredi Bankasi As	3.45 %



**Portfolio Update**

During the week ended 12th August 2016, Silverdale Bond Fund sold Cliff Natural Resource 2018 bonds while it purchased MCC Holdings 2017, Petrobras 2018, Seagate 2018, QIB Sukuk 2019, and Seagate 2023 bonds. The Fund also received proceeds from successful tendering of Yuexiu Property 2018 bonds.

Qatar Islami Bank (Mkt Cap: US\$ 7.4bn) is largest sharia-compliant bank and third largest bank in Qatar by assets. As of Dec 2015, it had total assets worth ~US\$ 34.9bn and book value of equity of ~US\$ 3.1bn. It reported Net Interest Margin at ~3.1% and Non-Performing Loans (NPL) at ~0.7% with provision coverage of ~112.9%. It reported capital adequacy ratio at ~14.1% with Tier-I ratio at ~13.7%. The Qatar Investment Authority is the single largest shareholder with ~17.4% stake, with balance being widely held.

Petroleo Brasileiro S.A. (Mkt Cap: US\$ 53.5bn), is an integrated energy company, with total assets of over ~US\$ 200bn. As at 31st Mar 2016, it reported EBITDA of ~US\$ 20.6bn with Net Debt/EBITDA of ~5.1x and interest coverage ratio of ~3.1x. Brazilian Govt owns ~46% of its capital and ~60% of its voting shares. The bonds are issued by its wholly owned subsidiary and guaranteed by it.

Seagate Technology plc (Mkt Cap: US\$ 9.4bn) is a worldwide leader in the design, manufacture and marketing of hard disk drive products used as the primary medium for storing electronic information. The company is one of two dominant pure play hard drive suppliers in the industry, each with over 40% market share. As at 1 Apr 2016, it reported debt at ~US\$ 4.1bn, against cash of ~US\$ 1.2bn and unutilized credit line of ~US\$ 700mn. It reported EBITDA of ~US\$ 1.5bn, net debt/EBITDA at 2.1x with EBITDA to interest of ~4.8x. The bonds are issued by its wholly owned subsidiary and guaranteed by it.

MCC Holding (Hong Kong) Corp. is the wholly owned subsidiary of Metallurgical Corp. of China Ltd (Market Cap: US\$ 10.4bn), which is part of China Metallurgical Group Corp (CMGC). CMGC is engaged in engineering and construction, equipment manufacturing, property development, and resource development business. CMGC is fully owned by State-owned Assets Supervision and Administration Commission (SASAC) of China. The said bonds are supported by irrevocable Stand-By Letter of Credit (SBLC) by Agriculture Bank of China Limited as well as a Keepwell Deed by CMGC.

2016 ALTERNATIVE INVESTMENTS AWARDS FOR  
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Nominee

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

**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

**DISCLAIMER**

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