

Silverdale Fixed Income Fund

Communique as at 11th May 2018

FUND DESCRIPTION

Silverdale Fixed Income Fund is a diversified portfolio of primarily investment grade US dollar bonds that is actively managed for consistent returns.

KEY FEATURES

- Investment grade (Min 80%)
- Short duration (2-3 years)
- Low Volatility
- No forex risk (US dollars only)
- Quarterly dividend distribution

FUND INFORMATION

Fund Silverdale Fixed Income Fund
 ISIN MU0308S00058
 Swiss Valor No. 22123988
 Bloomberg Code SILV009 MP Equity
 Inception Date¹ 9 Sep 2010
 Launch Date 19 Aug 2013
 Next Dividend Date 29 Jun 2018 (3.50% pro rata)²
 Last Dividend Date 29 Mar 2018 (3.50% pro rata)
 Last Dividend Paid US\$ 0.9159

SUBSCRIPTION DETAILS

Minimum Subscription US\$ 100,000
 NAV Computation Weekly
 Subscription Weekly
 Redemption Weekly
 Management Fee 0.75% p.a.

FUND MANAGEMENT DETAILS

THE FUND

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

INVESTMENT MANAGER

Sri Silverdale Capital Partners
 Regulated by Financial Services Commission

INVESTMENT ADVISOR

Silverdale Capital Pte Ltd
 Regulated by Monetary Authority of Singapore
 UEN# 200820921K

BANKER

Standard Chartered Bank

FUND ADMINISTRATOR

Vistra (Mauritius) Limited
 Regulated by Financial Services Commission
 355 NeXTeracon Tower 1, Cybercity, Ebene, Mauritius
 Tel.: +230 464 7275 Fax: +230 464 3290
 Email: mauritius@silverdalegroup.com



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Email: mauritius@silverdalegroup.com

Or, Call: +65 6835 7130

OVERVIEW

Silverdale Fixed Income Fund is actively managed for stable returns and quarterly distributions; the portfolio duration is kept low to manage interest rate risks and credit risks. During the week ended 11th May 2018, the Fund NAV declined by 0.08% to US\$ 103.27 (previous week: US\$ 103.36), taking portfolio yield to 4.94% per annum (previous week: 4.90% p.a.) with average duration of 2.11 years (previous week: 2.10 years).

PORTFOLIO DASHBOARD

Growth NAV US\$ 117.6970 Ex-Dividend NAV US\$ 103.2700

Performance*

Year to Date	-0.7543 %
Trailing 1 month	-0.7263 %
Trailing 3 months	-0.5442 %
Trailing 6 months	-0.7524 %
Trailing 12 months	1.3112 %
Trailing 3 Years	3.23% p.a.

(*) after all fees, before dividends

Fund Statistics

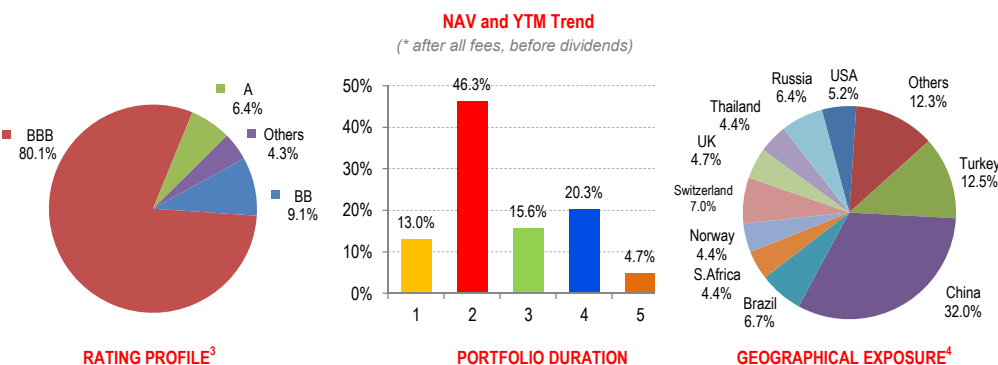
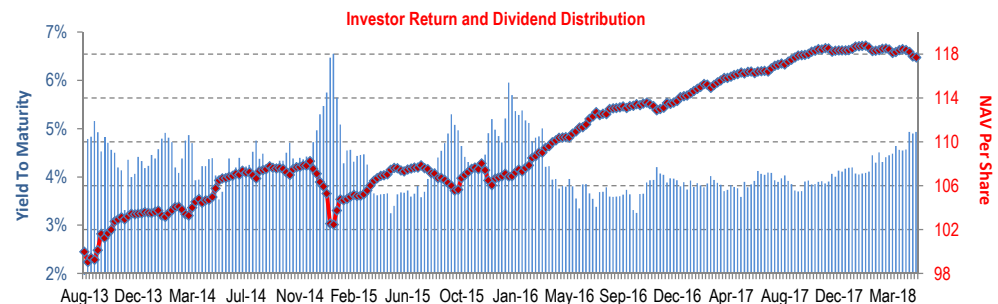
Yield to Maturity	4.94 %
Effective Duration	2.11 years
Average Maturity	2.35 years
Average Coupon	5.43 %
Sharpe Ratio (1 Year) [†]	0.83
Total Dividend Paid**	US\$ 14.4270

(**) Since Inception

Top Holdings

Credit Suisse Ag 2023	4.73 %
Hsbc Holdings 2021	4.70 %
Braskem Finance 2020	4.56 %
Lukoil Intl Fina 2019	4.50 %
Anglogold Holdings 2022	4.43 %
Pttep Treasury 2019	4.41 %
Dnb Bank Asa 2020	4.40 %

Period	Aug'13-Dec'13	2014	2015	2016	2017	Jan'17-Mar'17	Apr'17-Jun'17	Jul'17-Sep'17	Oct'17-Dec'17	Jan'18-Mar'18
Dividend	1.0908	3.1171	3.0302	3.1050	3.1680	0.7892	0.7899	0.7957	0.7932	0.9159
Ex-Dividend Price	102.4604	101.0974	99.6221	103.3656	104.9778	104.4499	104.5364	105.3060	104.9778	103.7589
Investor Return	3.55%	1.71%	1.54%	6.87%	4.62%	1.81%	0.84%	1.50%	0.44%	-0.29%



PORTFOLIO UPDATE

During the week ended 11th May 2018, we purchased Lukoil 2019 (BBB/Baa3/BBB+) and received maturity proceeds from Binhai Investment 2018 (-/Ba1/BBB-) bonds.

Lukoil (Market Cap: US\$ 60bn) is one of the world's largest publicly traded vertically integrated energy company with proven reserves of 16bn BOE which translates to ~20 years of reserve life. It produces 2.3mn BOE per day with production facilities mainly in Siberia, Ural and Volga. It owns and operates four refineries in Russia and three outside Russia. It markets refined products in Russia, Europe, South-East Asia, Central and North America. As at Dec 2017, it reported gross debt of ~US\$ 10.7bn as against cash of ~US\$ 6.1bn and TTM EBITDA of ~US\$ 14.3bn. It reported net debt to EBITDA at 0.3x and interest coverage ratio at 36x.

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

DISCLAIMER

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SILVERDALE FIXED INCOME FUND