



PROUDLY FROM SINGAPORE

**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	30 September 2022
Trailing 12 mth Dividend	US\$ 8.40 per share

**AT A GLANCE**

Net Assets (AUM)	US\$ 102 million
Net Loan	US\$ 137 million
Gross Investments <sup>6</sup>	US\$ 241 million
Investment Grade Bonds	77 %
Number of Securities	99
Max Single Security Exposure	3.00 %
Number of Countries	23
Max Single Country Exposure	28 %

**SHARE CLASS AVAILABLE**

<b>SHARE CLASS</b>	<b>ISIN</b>
Accumulation	SGXZ66077579
Distribution	SGXZ84696368
Institutional (Acc)	SGXZ79922928
Institutional (Dist)	SGXZ76188929
Distribution III	SGXZ95348165
Distribution III	SGXZ10242964
Accumulation V	SGXZ65114738
Distribution V	SGXZ56141039
Distribution K	SGXZ52285178



BEST FUND PROVIDER INVESTMENT GRADE BOND

**Silverdale Bond Fund**

INVESTMENT GRADE | SHORT DURATION | ASIA TILT

450th Factsheet as at 24th June 2022

Silverdale Bond Fund generates enhanced investor returns with low volatility, while actively managing the portfolio risks. During the month ended 24th June 2022, the Fund NAV declined by 5.15% with Cum-Dividend NAV at US\$ 85.80 (previous month: US\$ 90.46), as against Bloomberg EM USD Corporate and Quasi 1-3 years Index which declined by 1.41% and Bloomberg EM Asia USD Credit Corporate Index which declined by 3.46%. The Fund has paid 29th Quarterly Dividend of US\$ 2.10 per share resulting in the Ex-Dividend NAV of US\$ 83.70. The Fund reported portfolio yield (post-leverage) of 16.34% per annum (previous month: 15.25% p.a.), and average duration of 1.79 years (previous month: 1.73 years).

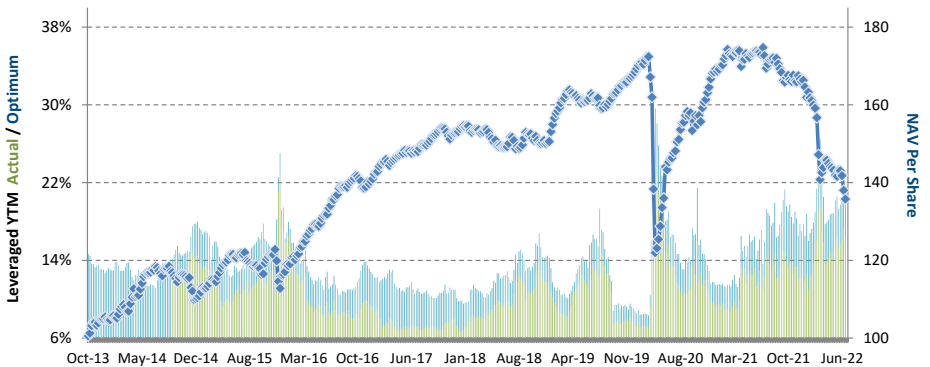
<b>PORTFOLIO DASHBOARD</b>	Accumulation NAV US\$	<b>135.7484</b>	Distribution NAV US\$	<b>83.6952</b>
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**PERFORMANCE** (net of fees and expense)

Year to Date	-18.38 %
Trailing 4 weeks	-5.15 %
Trailing 3 months (13 weeks)	-5.66 %
Trailing 12 months (52 weeks)	-21.78 %
Trailing 3 years	-5.90 % p.a.
Trailing 5 years	-1.75 % p.a.
Trailing 7 years	1.58 % p.a.
Since 4 Oct 2013	3.50 % p.a.

**FUND STATISTICS**

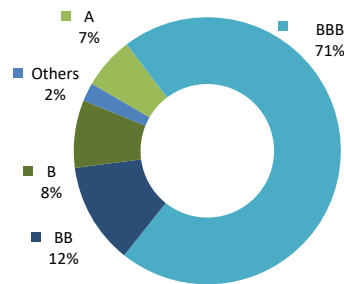
Portfolio Yield to Maturity	7.95 %
Leveraged Yield to Maturity	16.34 %
Average Coupon	5.20 %
Average Duration	1.79 years
Total Dividend Paid	US\$ 56.97



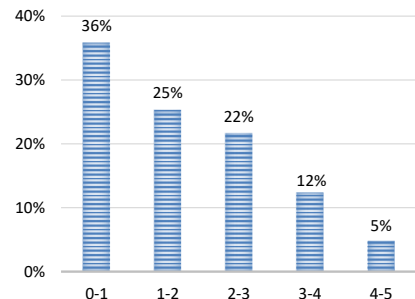
**NAV and POST-LEVERAGED YTM**

Period	2013	2014	2015	2016	2017	2018	2019	2020	2021	2021 Q3	2021 Q4	2022 Q1	2022 Q2
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%	-2.44%	-1.76%	-13.49%	-5.66%

**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

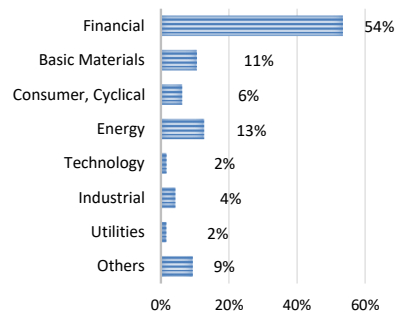
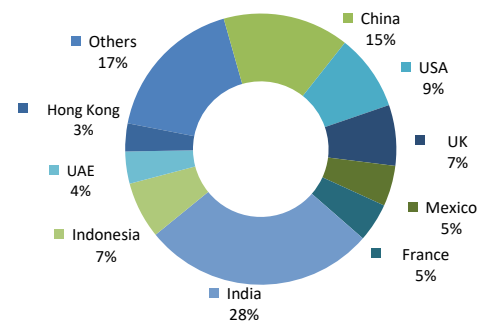


PLEASE REFER OVERLEAF FOR IMPORTANT DISCLOSURES & RISK FACTORS



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

	% age
Esic Sukuk Ltd 2024	3.00 %
Pt Adaro Indonesia 2024	2.97 %
lifl Finance Ltd 2023	2.92 %
Petroleos Mexicano 2027	2.83 %
Phoenix Grp 2025	2.81 %
Adani Ports 2027	2.70 %
Prospect Capital 2023	2.70 %
Bluestar Fin Holdings 2023	2.69 %
Chang Development 2022	2.69 %
Scentre Group Trust 2 2026	2.66 %

SECTORAL EXPOSURE<sup>4</sup>GEOGRAPHICAL EXPOSURE<sup>5</sup>

### 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

#### 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.

### PORTFOLIO UPDATE

During the month, higher than expected US inflation (CPI) print at 8.6% (on 10 June 2022) nudged the Federal Reserve to deliver a surprise rate hike of 0.75% (against indication of 0.50%) and increases the chances of front-loading of rate hikes. This led to sharp increase in interest rate outlook (with 10-years US Treasury Rate peaking around 3.47%); which in turn, fueled fear of early onset of recession, resulting in pull-down of longer-term interest rates, resulting in 10-years US Treasury retreating to settle at 3.13%, a month-on-month increase of 0.39%. It also resulted in widening of corporate bond spreads, with Bloomberg Emerging Markets USD Aggregate Average OAS spread widened by 31bps, and bonds being beaten down.

As a result, the Fund suffered MTM (mark-to-market) loss of 5.15% during the month (YTD -18.38%) as compared to Bloomberg Emerging Markets USD Corporate and Quasi 1-3 years Index being down by 1.41% (YTD -9.20%) and Bloomberg EM Asia USD Credit Corporate Index being down by 3.46% return (YTD -15.34%). About 78% of the MTM of the Fund was contributed by higher quality (Investment Grade) bonds. Geographically, Chinese, Indian, and Mexican credits were the key drags. Sectorially, Financial, Energy, and Basic Materials sectors were the key negative contributors.

The Fund continues to be positioned defensively. It has further reduced MoM (month-on-month) loan-to-AUM ratio from 1.43 times to 1.34x, resulting in higher head-room (unutilized credit limits) and providing purchasing power to capitalize from spike in bond yields. The portfolio quality has also marginally improved MoM, with higher quality Investment Grade securities constituting 77% of its portfolio (as compared to 75% in May-end). The duration of the Fund is just 1.79 years. The current elevated leveraged YTM of 16.34%, points towards higher potential future returns.

### DIVIDEND DETAILS

The Fund has paid Twenty-Ninth Quarterly Dividend of US\$ 2.10 per share on Distribution Class Shares. All investors holding Distribution class shares on Friday, 24th June 2022 (Dividend Record Date) have been paid dividend.

### 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)

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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. (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/Moody's/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.