



INVESTMENT UPDATE

FEBRUARY 2015

During the month of February 2015, Cadence Capital Fund returned a positive gross performance of 5.63% compared to an increase in the All Ordinaries Accumulation Index of 7.00% and an increase in the Small Ordinaries Accumulation Index 8.43%. As at the 28th February 2015 the fund has been running for 11.3 years. Since its inception the fund has generated annualized gross returns of 17.05% per annum outperforming the All Ordinaries Accumulation Index by 7.21% per annum.

As at the 28th February 2015 the fund was holding 12% cash (88% invested).

Fund NTA

Unit price as at 28th February 2015:

NTA (Post fees) – Class A Original series \$2.087

Fund Performance

Performance* to 28th February 2015	CCF**	All Ords	Outperformance
1 Month	5.63%	7.00%	-1.37%
1 Year	8.15%	13.57%	-5.42%
2 Years	24.72%	25.34%	-0.62%
3 Years	55.54%	52.77%	+2.77%
4 Years	93.22%	42.58%	+50.64%
5 Years	195.86%	57.13%	+138.73%
7 Years	144.34%	40.86%	+103.48%
10 Years	265.10%	116.94%	+148.16%
Inception to date accumulated return (11.3 years)	495.60%	189.65%	+305.95%
Annualised return since inception (11.3 years)	17.05%	9.84%	+7.21%

* Gross Performance before Management and Performance Fees

** Adjusted to include material franking credit of 26.7 cents received from RHG dividend during May 2011



Top Portfolio Positions

ASX Code	Position	Direction	Currency	Holding
MQG	Macquarie Group Limited	Long	AUD	11.7%
HGG	Henderson Group Plc	Long	AUD	6.0%
BOQ	Bank of Queensland Ltd	Long	AUD	5.8%
RFG	Retail Food Group	Long	AUD	5.6%
NAB	National Australia Bank Ltd	Long	AUD	4.5%
LUX IM	Luxtottica Group SPA	Long	EUR	4.5%
MLB	Melbourne IT Ltd	Long	AUD	4.2%
ANZ	Australia & New Zealand Banking Group	Long	AUD	4.1%
BEN	Bendigo and Adelaide Bank Limited	Long	AUD	3.6%
WBC	Wespac Banking Corp.	Long	AUD	3.2%
CBA	Commonwealth Bank of Australia	Long	AUD	2.8%
MA US	Mastercard Inc.	Long	USD	2.7%
IIN	Ilnet Limited	Long	AUD	2.6%
V US	Visa Inc.	Long	USD	2.5%
GILD US	Gilead Sciences Inc	Long	USD	2.4%
TLS	Telstra Corporation Limited	Long	AUD	2.3%
GMA	Genworth Mortgage Insurance Australia Ltd	Long	AUD	2.2%
SUN	Suncorp Group Ltd	Long	AUD	2.2%
Top Portfolio Holdings - Gross Exposure				72.63%

Portfolio Sector Analysis

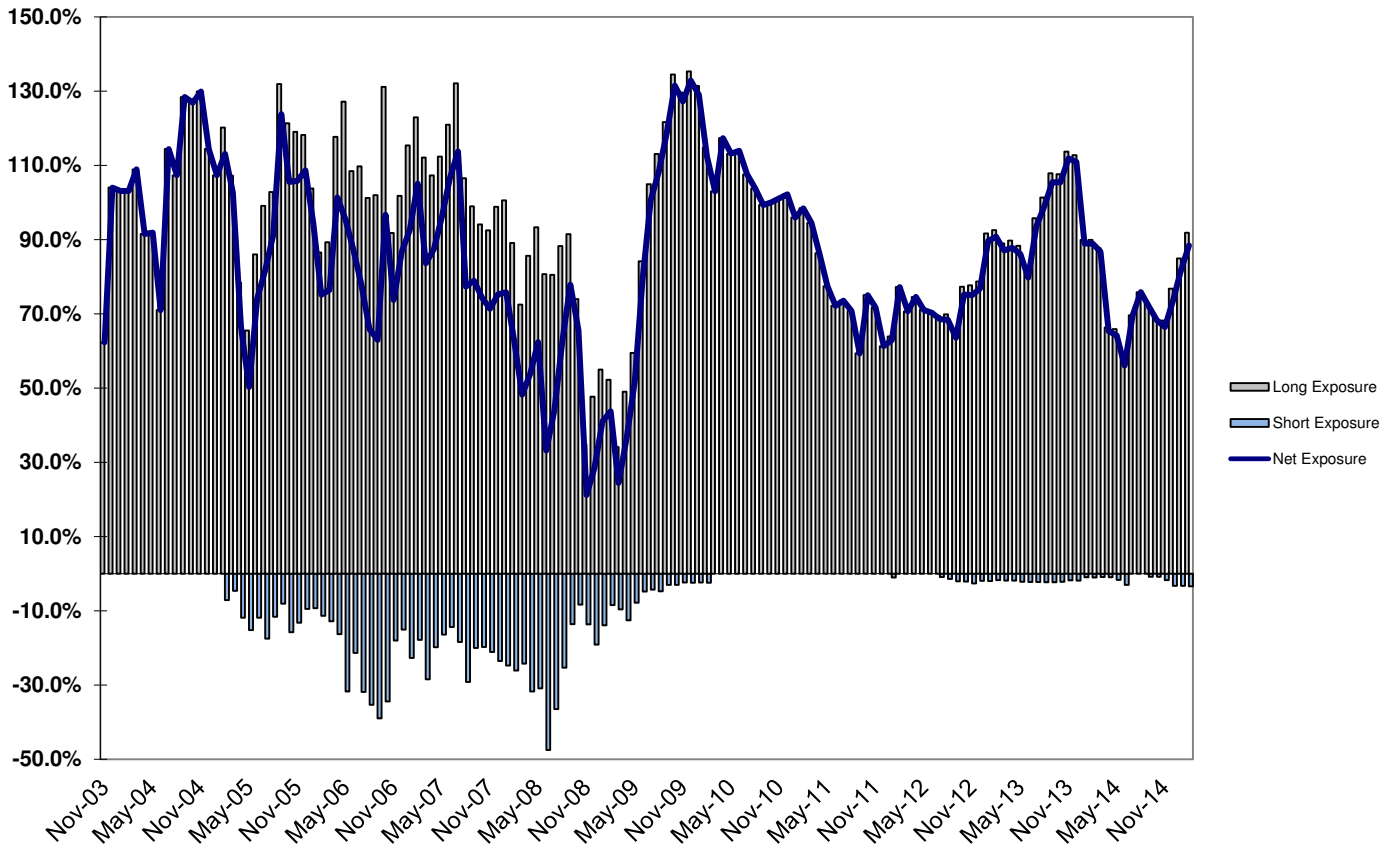
Sector	Long	Short	Net
Diversified Financials	20.73%		20.73%
Banks	17.13%		17.13%
Financial	14.79%		14.79%
Consumer, Non-cyclical	11.35%		11.35%
Consumer Services	5.56%		5.56%
Telecommunication Services	4.85%		4.85%
Consumer, Cyclical	4.47%		4.47%
Software & Services	4.22%		4.22%
Insurance	2.22%		2.22%
Energy	1.85%		1.85%
Technology	1.30%		1.30%
Transportation	0.91%		0.91%
Basic Materials	1.53%	1.41%	0.12%
Materials	0.91%	2.00%	-1.09%
Exposure	91.82%	3.41%	88.41%

Cash on hand

11.59%



Portfolio Exposure



Recent News Articles

Cadence Capital Limited was recently quoted in the Australian Financial Review on Macquarie Bank Limited. "The stars are aligning," Karl Siegling said, of factors including a recovery in the US economy, a lower local currency and historically low interest rates. "This would have to be one of the best positioned stocks in the country." [Click here](#) to view the article.

Simon Bonouvrie was quoted in the Australian Financial Review on Genworth Mortgage Insurance Limited. [Click here](#) to view the article.

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