



## INVESTMENT UPDATE

**AUGUST 2014**

During the month of August 2014, Cadence Capital Fund returned a negative gross performance of -0.93% compared to an increase in the All Ordinaries Accumulation Index of 0.72% and an increase in the Small Ordinaries Accumulation Index 2.34%. Over the past 12 months the fund has returned a positive gross performance of 16.32% outperforming the All Ordinaries Accumulation Index by 1.89%.

As at the 31 August 2014 the fund was holding 24% cash (76% invested).

## Fund NTA

Unit price estimates (**Post Distribution**) as at 31 August 2014:

**NTA (Post fees, Post Distribution) – Class A Original series      \$2.013**

## Fund Performance

Performance* to 31 August 2014	CCF**	All Ords	Outperformance
1 Month	-0.93%	0.72%	-1.65%
1 Year	16.32%	14.43%	+1.89%
2 Years	39.00%	41.02%	-2.02%
3 Years	58.74%	46.71%	+12.03%
4 Years	177.88%	50.54%	+127.34%
5 Years	211.05%	54.64%	+156.41%
7 Years	115.71%	21.62%	+94.09%
10 Years	335.50%	140.94%	+194.56%
Inception to date accumulated return (10.8 years)	469.18%	170.38%	+298.80%
Annualised return since inception (10.8 years)	17.41%	9.62%	+7.79%

\* 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

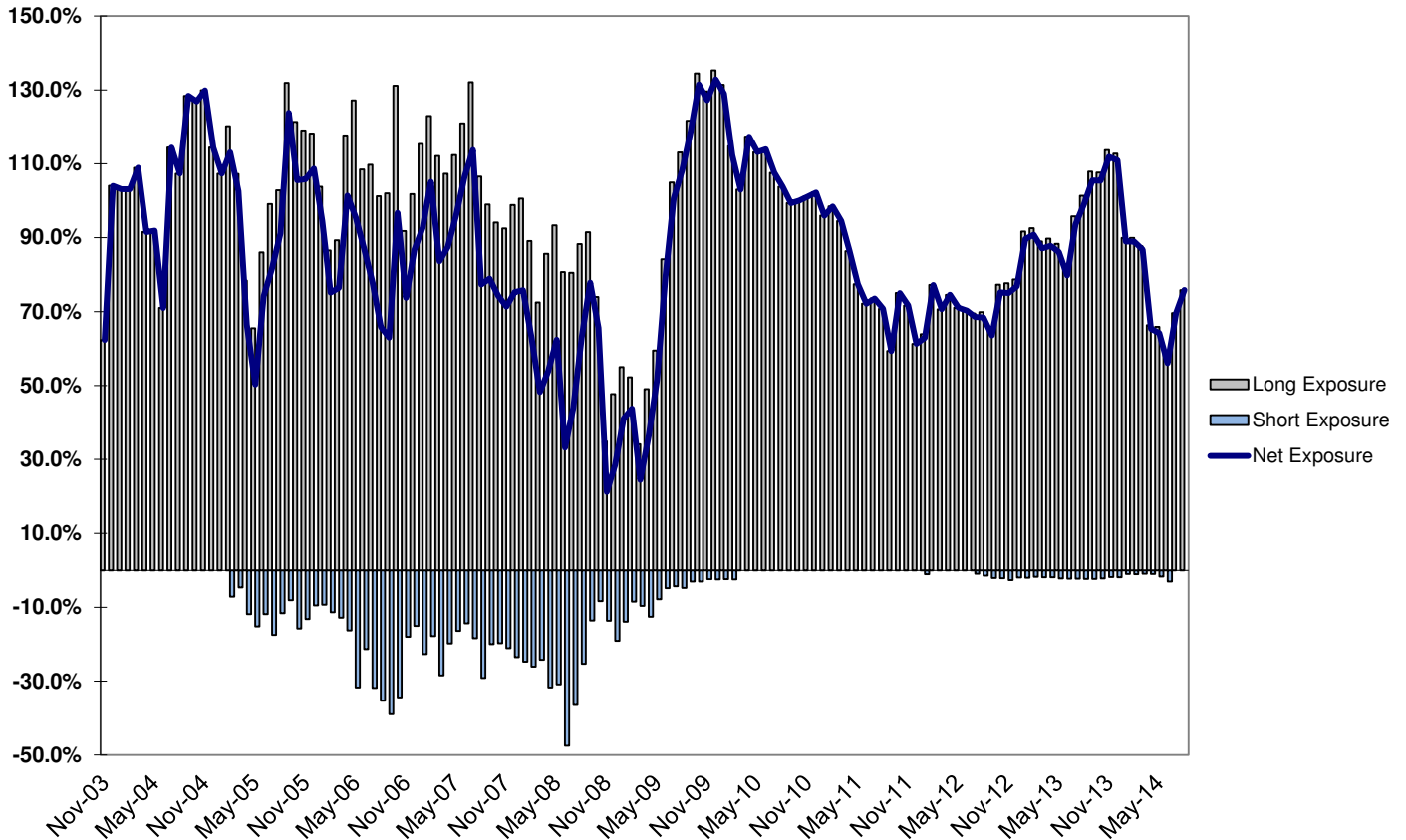
ASX Code	Position	Direction	Holding
MQG	Macquarie Group Limited	Long	8.2%
HGG	Henderson Group Plc	Long	6.1%
GMA	Genworth Mortgage Insurance Australia Ltd	Long	4.7%
NAB	National Australia Bank Ltd	Long	4.3%
MLB	Melbourne IT Ltd	Long	4.1%
ANZ	Australia & New Zealand Banking Group	Long	4.0%
IIN	Iinet Limited	Long	3.3%
SUN	Suncorp Group Ltd	Long	3.3%
LNG	Liquefied Natural Gas Limited	Long	3.1%
RFG	Retail Food Group	Long	3.1%
BOQ	Bank of Queensland Ltd	Long	3.0%
BEN	Bendigo and Adelaide Bank Limited	Long	2.8%
CBA	Commonwealth Bank of Australia	Long	2.7%
RIO	Rio Tinto Ltd	Long	2.5%
BSL	Bluescope Steel Ltd	Long	2.4%
TLS	Telstra Corporation Limited	Long	2.1%
FXL	Flexigroup Ltd	Long	2.1%
WPL	Woodside Petroleum Limited	Long	2.0%
ORI	Orica Limited	Long	1.6%
<b>Top Portfolio Holdings - Gross Exposure</b>			<b>65.41%</b>

## Portfolio Sector Analysis

Sector	Long	Short	Net
Banks	21.52%		21.52%
Diversified Financials	19.98%		19.98%
Materials	8.27%		8.27%
Telecommunication Services	5.40%		5.40%
Energy	5.13%		5.13%
Consumer Services	4.16%		4.16%
Software & Services	4.09%		4.09%
Insurance	3.30%		3.30%
Commercial Services & Supplies	1.11%		1.11%
Transportation	1.02%		1.02%
Real Estate	0.99%		0.99%
Health Care Equipment & Services	0.20%		0.20%
Capital Goods	0.19%		0.19%
Media	0.17%		0.17%
Pharmaceuticals, Biotechnology & Life Sciences	0.17%		0.17%
Food Beverage & Tobacco	0.15%		0.15%
<b>Exposure</b>	<b>75.84%</b>	<b>0.00%</b>	<b>75.84%</b>
<b>Cash on hand</b>			<b>24.16%</b>



## Portfolio Exposure



## Cadence Capital Limited 2014 Year-End Webcast

Please view the [Cadence Capital Limited 2014 Year-End Webcast](#) for a summary of Cadence Capital Limited's 2014 full-year results, fund performance and outlook for 2015.

We would also like to remind you to visit both the 'Shareholder Centre' and 'Media Centre' sections of our website [www.cadencecapital.com.au](http://www.cadencecapital.com.au) where you will find Newsletters, Quarterly Webcasts, Broker Research and Recent News.

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