



INVESTMENT UPDATE

JUNE 2014

During the month of June 2014, Cadence Capital Fund returned a positive gross performance of +1.87% outperforming the All Ordinaries Accumulation Index by 3.28% and outperforming the Small Ordinaries Accumulation Index by 2.98%. For the past 10.7 years ended 30 June 2014, Cadence Capital Fund has generated a gross performance of +17.53% per annum, outperforming the All Ordinaries Accumulation Index by 8.28% per annum

As at the 30 June 2014 the fund was holding 44% cash (56% invested).

Please note that it is anticipated that year end Investor and Distribution Statements will be sent out at the end of August 2014.

Fund NTA

Unit price estimates (Pre Distribution) as at 30 June 2014:

NTA (Post fees, Pre Distribution) \$2.061

Fund Performance

Performance* to 30 June 2014	CCF**	All Ords	Outperformance
1 Month	1.87%	-1.41%	+3.28%
1 Year	18.27%	17.64%	+0.63%
2 Years	51.27%	41.96%	+9.31%
3 Years	60.54%	31.96%	+28.58%
4 Years	189.98%	48.02%	+141.96%
5 Years	266.47%	68.42%	+198.05%
7 Years	88.50%	15.23%	+73.27%
10 Years	371.68%	132.66%	+239.02%
Inception to date accumulated return (10.7 years)	460.33%	156.91%	+303.42%
Annualised return since inception (10.7 years)	17.53%	9.25%	+8.28%

* 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

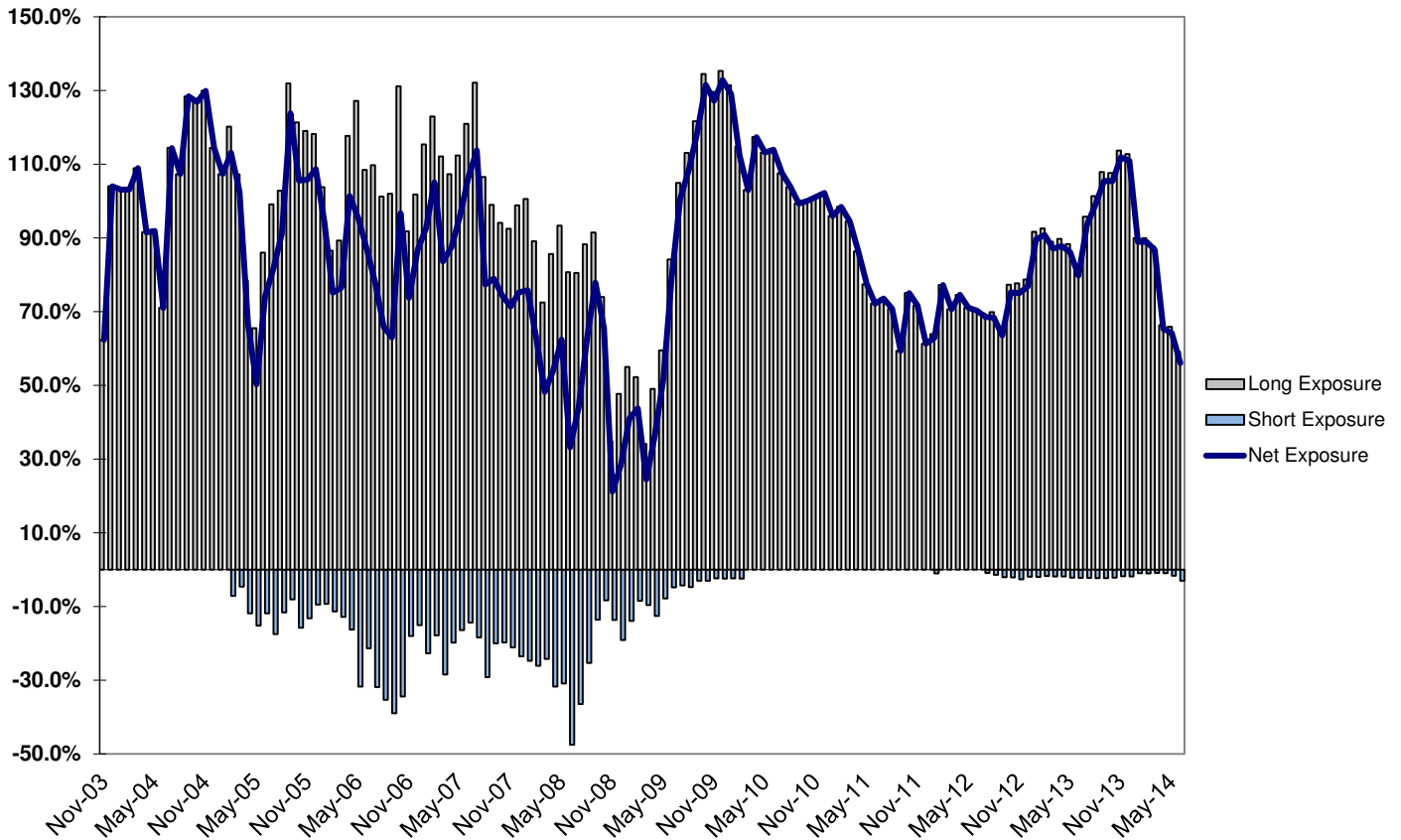
ASX Code	Position	Direction	Holding
MQG	Macquarie Group Limited	Long	7.6%
HGG	Henderson Group Plc	Long	6.0%
MLB	Melbourne IT Ltd	Long	4.3%
NAB	National Australia Bank Ltd	Long	4.1%
ANZ	Australia & New Zealand Banking Group	Long	4.1%
IIN	Ilnet Limited	Long	3.2%
RFG	Retail Food Group	Long	3.1%
BOQ	Bank of Queensland Ltd	Long	3.0%
CBA	Commonwealth Bank of Australia	Long	2.8%
BSL	Bluescope Steel Ltd	Long	2.4%
PPT	Perpetual Limited	Long	2.0%
BEN	Bendigo and Adelaide Bank Limited	Long	1.9%
GMA	Genworth Mortgage Insurance Australia Ltd	Long	1.8%
FXL	Flexigroup Ltd	Long	1.7%
INA	Ingenia Communities Group Ltd	Long	1.6%
LNG	Liquefied Natural Gas Limited	Short	1.6%
SUN	Suncorp Group Ltd	Long	1.3%
CYA	Century Australia Investments Ltd	Long	1.1%
WPL	Woodside Petroleum Ltd	Long	1.0%
Top Portfolio Holdings - Gross Exposure			54.34%

Portfolio Sector Analysis

Sector	Long	Short	Net
Diversified Financials	18.55%		18.55%
Banks	17.55%		17.55%
Software & Services	5.13%		5.13%
Materials	4.80%	0.93%	3.87%
Telecommunication Services	4.03%		4.03%
Consumer Services	3.33%		3.33%
Real Estate	1.60%		1.60%
Pharmaceuticals, Biotechnology & Life Sciences	1.39%		1.39%
Insurance	1.34%		1.34%
Energy	1.05%	1.57%	-0.52%
Transportation		0.53%	-0.53%
Health Care Equipment & Services	0.19%		0.19%
Media	0.10%		0.10%
Exposure	59.08%	3.03%	56.05%
Cash on hand			43.95%



Portfolio Exposure



“New look’ Cadence Capital website

We would remind you to visit the new look Cadence Capital website at www.cadencecapital.com.au

We have incorporated a number of new features for Shareholders, including a dedicated ‘Shareholder Centre’ where you will find Monthly Newsletters, Annual Reports and Dividend information.

We have also enhanced our ‘Media Centre’, where you will find the latest news on Cadence Capital; along with recent contributions to external publications such as ASX Investor Update, Eureka Report and Morningstar.

We hope you find the website useful and welcome your feedback to info@cadencecapital.com.au.



Cadence News

Cadence Capital Limited was **ranked by ASX* as the top performing Australian Equities Listed Investment Companies** over 5 years in the LMI Quarterly Update as at 30 June 2014.

Cadence Capital Limited was a finalist at the 2012 Australian Hedge Fund Awards in the Best Long Short and Absolute Return Fund category.

** Source: ASX website – Market Update on Management Funds section, LMI Quarterly Update as at 30 June 2014*

Disclaimer

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For more information contact Cadence Capital Fund on 02 8298 2444 or email info@cadencecapital.com.au
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