



INVESTMENT UPDATE

March 2014

Summary Update

During the month of March 2014, Cadence Capital Fund returned a positive gross performance of 0.70% compared to an increase in the All Ordinaries Accumulation Index of 0.25% and a decrease in the Small Ordinaries Accumulation Index of -1.16%. For the past 12 months, Cadence Capital Fund has generated a gross performance of 19.10% outperforming the All Ordinaries Accumulation Index by +5.91%.

As at the 31st March 2014 the fund was holding 13% cash (87% invested).

Fund NTA

Unit price estimates as at 31st March 2014:

NTA (Post fees) \$2.0490

Fund Performance

Performance* to 31 March 2014	CCF**	All Ords	Outperformance
1 Month	0.70%	0.25%	+0.45%
1 Year	19.10%	13.19%	+5.91%
2 Years	41.19%	33.33%	+7.86%
3 Years	87.54%	25.07%	+62.47%
4 Years	152.05%	31.07%	+120.98%
5 Years	299.48%	88.76%	+210.72%
7 Years	101.05%	21.88%	+79.17%
10 Years	366.05%	141.24%	+224.81%
Inception to date accumulated return (10.4 years)	454.58%	155.70%	+298.88%
Annualised return since inception (10.4 years)	17.87%	9.43%	+8.44%

* 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

For more information contact Cadence Capital Fund on 02 8298 2444 or email info@cadencecapital.com.au
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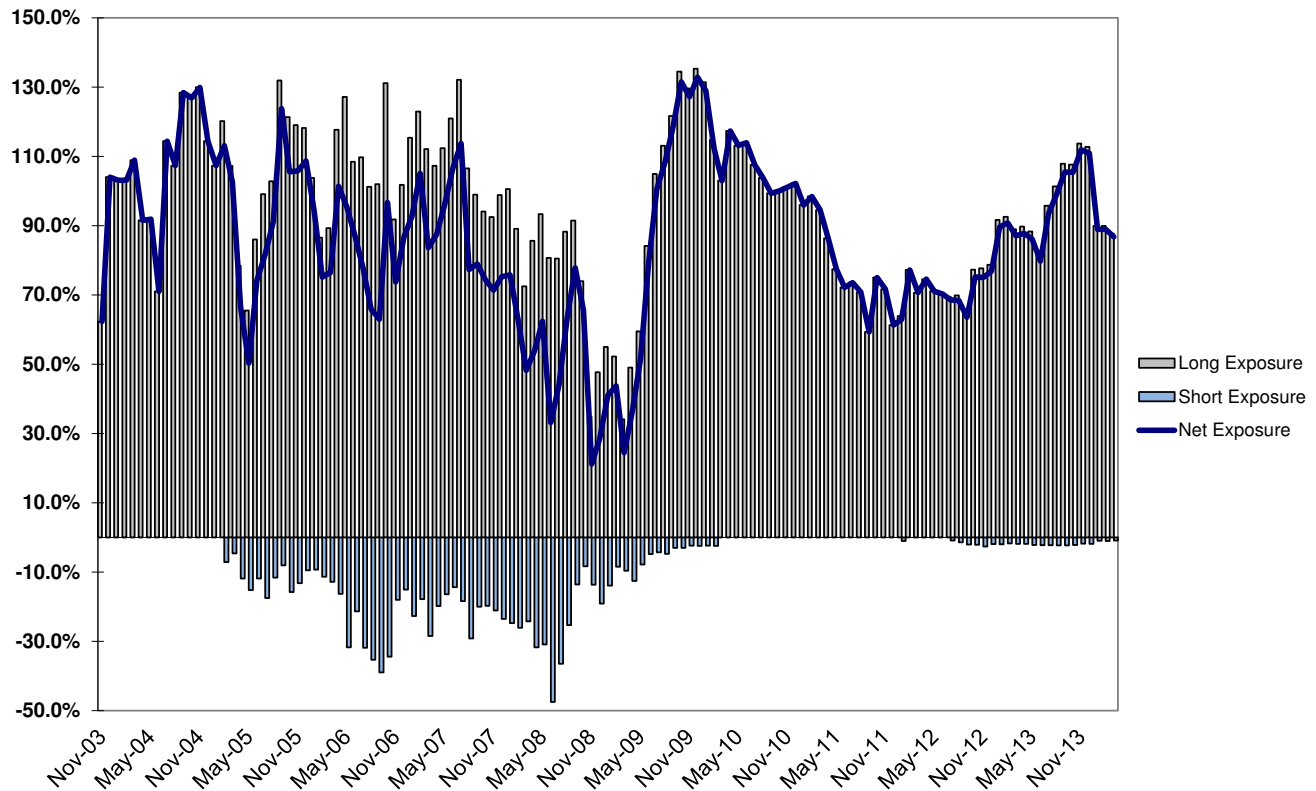
ASX Code	Position	Direction	Holding
MQG	Macquarie Group Limited	Long	11.2%
HGG	Henderson Group Plc	Long	9.0%
NAB	National Australia Bank Ltd	Long	6.7%
ANZ	Australia & New Zealand Banking Group	Long	6.5%
FXL	Flexigroup Ltd	Long	5.1%
RFG	Retail Food Group	Long	5.1%
BSL	Bluescope Steel Ltd	Long	4.1%
IIN	Ilnet Limited	Long	3.4%
ARI	Arrium Limited	Long	3.1%
MLB	Melbourne IT Ltd	Long	3.0%
RIO	Rio Tinto Ltd	Long	2.7%
BOQ	Bank of Queensland Ltd	Long	2.5%
PPT	Perpetual Limited	Long	2.2%
LNG	Liquefied Natural Gas Limited	Long	2.1%
CBA	Commonwealth Bank of Australia	Long	1.9%
FLT	Flight Centre Travel Group Ltd	Long	1.6%
TOL	Toll Holdings	Long	1.6%
EPW	ERM Power Limited	Long	1.5%
INA	Ingenia Communities Group Ltd	Long	1.5%
Top Portfolio Holdings - Gross Exposure			74.81%

Portfolio Sector Analysis

Sector	Long	Short	Net
Diversified Financials	28.88%		28.88%
Banks	17.48%		17.48%
Materials	13.60%	0.94%	12.66%
Consumer Services	6.70%		6.70%
Software & Services	5.19%		5.19%
Telecommunication Services	4.27%		4.27%
Real Estate	2.70%		2.70%
Transportation	2.55%		2.55%
Energy	2.17%		2.17%
Utilities	1.54%		1.54%
Insurance	1.34%		1.34%
Commercial & Professional Services	0.74%		0.74%
Pharmaceuticals, Biotechnology & Life Sciences	0.46%		0.46%
Health Care Equipment & Services	0.05%		0.05%
Exposure	87.69%	0.94%	86.75%
Cash on hand			13.25%

Portfolio Exposure

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Cadence Capital 'News & Views'

We would like to recommend you to visit the **'News and Views'** section of our website www.cadencecapital.com.au for our regular and topical contributions to the Eureka Report, Morningstar & ASX.

Our most recent contribution to the **ASX Investor Update Newsletter** was titled **'Top Turnaround Situations'**, by Karl Siegling (March 2014 edition).

Other recent articles, along with our quarterly webcasts, can also be found here. We will be releasing the third Quarter's Webcast at the end of this month.

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