



## INVESTMENT UPDATE

OCTOBER 2014

During the month of October 2014, Cadence Capital Fund returned a positive gross performance of 1.21% compared to an increase in the All Ordinaries Accumulation Index of 3.96% and a decrease in the Small Ordinaries Accumulation Index -0.54%. As at the 31<sup>st</sup> October 2014 the fund has been running for 11 years. Since its inception the fund has generated annualized gross returns of 16.89% per annum outperforming the All Ordinaries Accumulation Index by 7.58% per annum.

As at the 31 October 2014 the fund was holding 32% cash (68% invested).

## Fund NTA

Unit price as at 31 October 2014:

**NTA (Post fees) – Class A Original series      \$1.975**

## Fund Performance

Performance* to 31 October 2014	CCF**	All Ords	Outperformance
1 Month	1.21%	3.96%	-2.75%
1 Year	4.97%	5.93%	-0.96%
2 Years	29.86%	32.08%	-2.22%
3 Years	52.79%	43.86%	+8.93%
4 Years	155.79%	38.18%	+117.61%
5 Years	164.79%	46.39%	+118.40%
7 Years	94.11%	9.86%	+84.25%
10 Years	272.82%	121.73%	+151.09%
Inception to date accumulated return (11 years)	456.74%	166.31%	+290.43%
Annualised return since inception (11 years)	16.89%	9.31%	+7.58%

\* 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

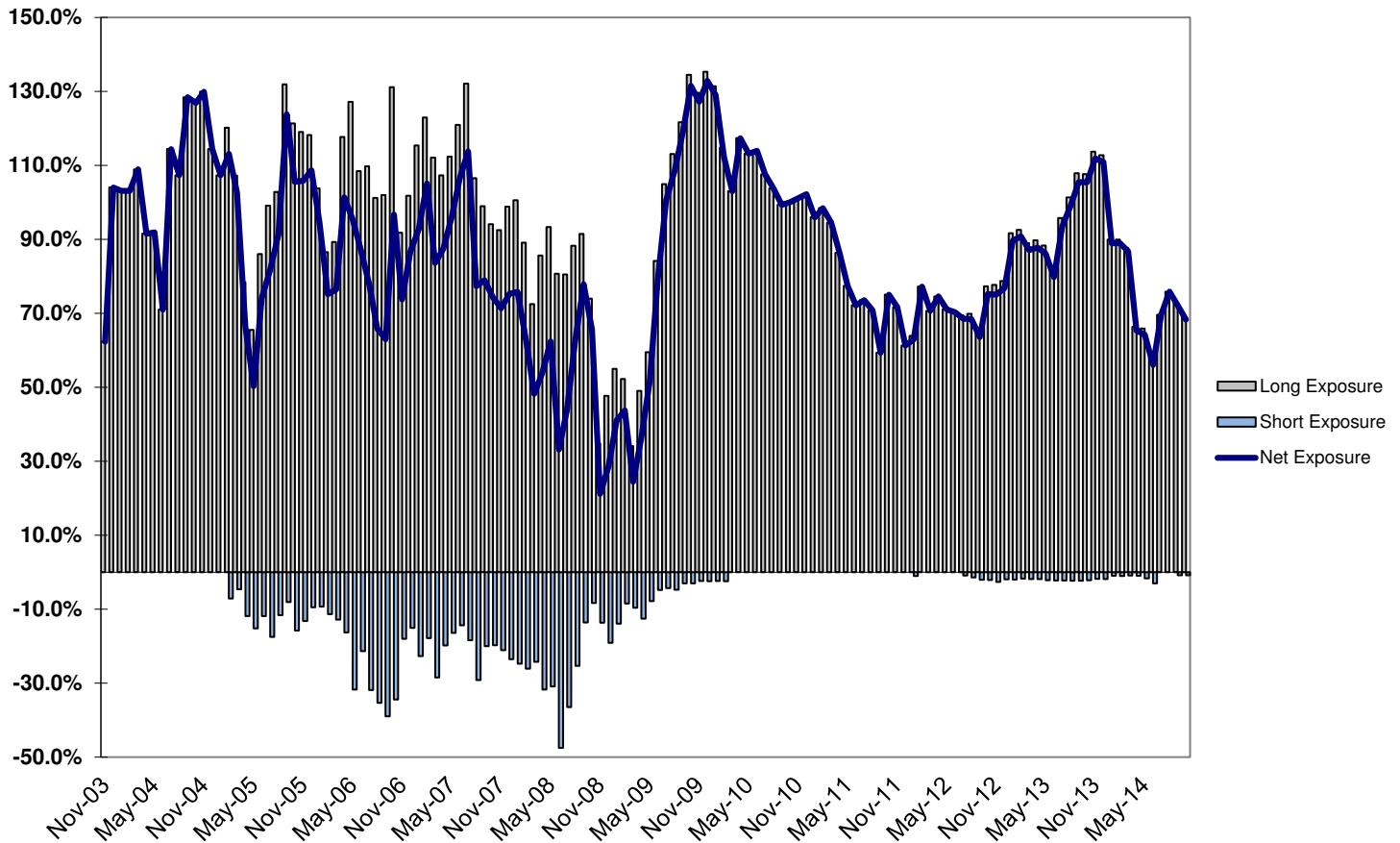
ASX Code	Position	Direction	Holding
MQG	Macquarie Group Limited	Long	8.5%
GMA	Genworth Mortgage Insurance Australia Ltd	Long	5.1%
RFG	Retail Food Group	Long	4.5%
MLB	Melbourne IT Ltd	Long	4.3%
NAB	National Australia Bank Ltd	Long	4.2%
ANZ	Australia & New Zealand Banking Group	Long	4.0%
BOQ	Bank of Queensland Ltd	Long	3.8%
IIN	Ilnet Limited	Long	3.4%
SUN	Suncorp Group Ltd	Long	3.3%
HGG	Henderson Group Plc	Long	2.9%
BEN	Bendigo and Adelaide Bank Limited	Long	2.8%
CBA	Commonwealth Bank of Australia	Long	2.7%
MQA	Macquarie Atlas Roads Group	Long	2.2%
TLS	Telstra Corporation Limited	Long	2.1%
FXL	Flexigroup Ltd	Long	2.1%
LNG	Liquefied Natural Gas Limited	Long	1.8%
BSL	Bluescope Steel Ltd	Long	1.4%
RIO	Rio Tinto Ltd	Long	1.2%
INA	Ingenia Communities Group	Long	1.1%
<b>Top Portfolio Holdings - Gross Exposure</b>			<b>61.36%</b>

## Portfolio Sector Analysis

Sector	Long	Short	Net
Diversified Financials	15.45%		15.45%
Banks	14.74%		14.74%
Financial	7.88%		7.88%
Telecommunication Services	5.51%		5.51%
Materials	4.52%		4.52%
Consumer Services	4.47%		4.47%
Software & Services	4.32%		4.32%
Insurance	3.32%		3.32%
Consumer, Non-cyclical	3.31%		3.31%
Energy	2.73%		2.73%
Basic Materials	1.04%	0.86%	0.18%
Real Estate	1.10%		1.10%
Technology	0.79%		0.79%
<b>Exposure</b>	<b>69.18%</b>	<b>0.86%</b>	<b>68.32%</b>
<b>Cash on hand</b>			<b>31.68%</b>



## Portfolio Exposure



## Cadence Capital – Media and Presentations

In our latest webcast, we provide a fund update and discuss the fund's offshore investment in Gilead Sciences Inc (GILD US) with Simon Bonouvrie (Cadence Capital Portfolio Manager). To view the webcast [click here](#).

Karl Siegling was recently interviewed by Alan Kohler on Eureka TV '[How Cadence Outperforms](#)' and also appears in the latest Under the Radar Issue '[The Financial Trend is Karl's Friend](#)'.

Cadence Capital was invited to present at the SMSF Owners Alliance Workshop in Sydney where we presented on '[Share Investing Prospects for SMSF investors: What are the Risks and Opportunities](#)'.

To view all previous Cadence webcasts and media, please visit the [Media Section](#) of our Website.



## **Cadence Capital Limited AGM and Investor Briefing – Wednesday, 26 November 2014**

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We would like to remind all shareholders that Cadence Capital Limited will be holding its AGM and Investor Briefing at the Museum of Sydney, AGL Theatre, 37 Phillip Street, Sydney on Wednesday 26<sup>th</sup> November at 10.30am. We would like to invite all shareholders to extend this invitation to any family, friends and peers that may be interested in Cadence Capital Limited. For more information and to register to attend, please [click here](#). Registration is essential for all non-shareholders (Attendance is free).

Please note that a webcast will be made available after the event. If you would like to send shareholder questions through prior to the event please email [info@cadencecapital.com.au](mailto:info@cadencecapital.com.au).

**Sign up to our FREE Monthly Newsletter:**  
[www.cadencecapital.com.au/register-free-newsletter](http://www.cadencecapital.com.au/register-free-newsletter)

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