



## INVESTMENT UPDATE

MARCH 2015

During the month of March 2015, Cadence Capital Limited returned a positive gross performance of 2.87% compared to a decrease in the All Ordinaries Accumulation Index of -0.03% and a decrease in the Small Ordinaries Accumulation Index of -1.94%. For the March quarter Cadence Capital Limited returned a positive gross performance of 12.26% outperforming the All Ordinaries Accumulation Index by 2.05%.

During the month Cadence Capital Limited's NTA and Share price went Ex the 5.0 cent fully franked Interim dividend. This interim dividend is due to be paid on the 10<sup>th</sup> April 2015.

As at the 31<sup>st</sup> March 2015 the fund was holding 13% cash (87% invested).

## Fund NTA

Net Tangible Assets as at 31st March 2015	Amount (\$)
Pre Tax NTA*	\$1.446
Post Tax NTA*	\$1.422
Share price (ASX Code: CDM)*	\$1.420
Option price (ASX Code: CDMO)*	\$0.017

**\*The NTA and Share prices are Ex the 5.0 cent fully franked Interim Dividend  
CDM is trading below NTA for the first time in two and a half years.**

## Fund Performance

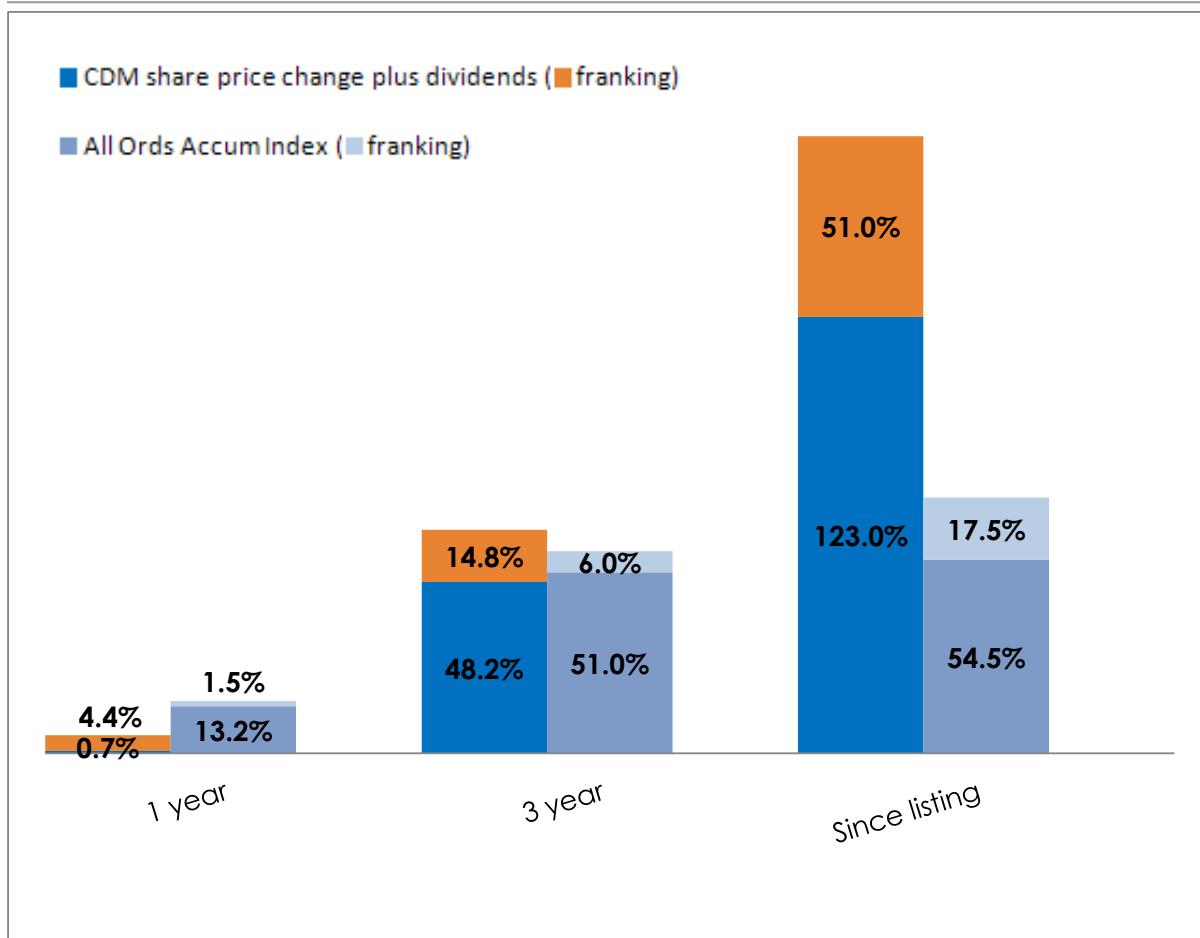
Performance* to 31 March 2015	CDM**	All Ords	Outperformance
1 Month	2.87%	-0.03%	+2.90%
1 Year	13.75%	13.25%	+0.50%
2 Years	31.26%	28.18%	+3.08%
3 Years	52.25%	50.99%	+1.26%
4 Years	98.45%	41.63%	+56.82%
5 Years	171.79%	48.43%	+123.36%
8 Years	190.64%	38.02%	+152.62%
Since Inception (9.5 years)	418.67%	91.11%	+327.56%
Since Inception Annualised (9.5 years)	18.92%	7.06%	+11.86%

\* Before Management and Performance Fees

\*\*These numbers include the franking value of the substantial dividend from its RHG holding received in May 2011. As a result of this dividend, the Post Tax NTA of the fund increased by +8% during that month. The May 2011 performance of the fund was adjusted to reflect this Post-tax increase in NTA as this figure more accurately included the material fully franked dividends received from RHG during this month.



## CDM Share Price and Option Returns plus Dividends & Franking



\* CDM 1 year figures reflect the share price move from a premium to a discount to NTA

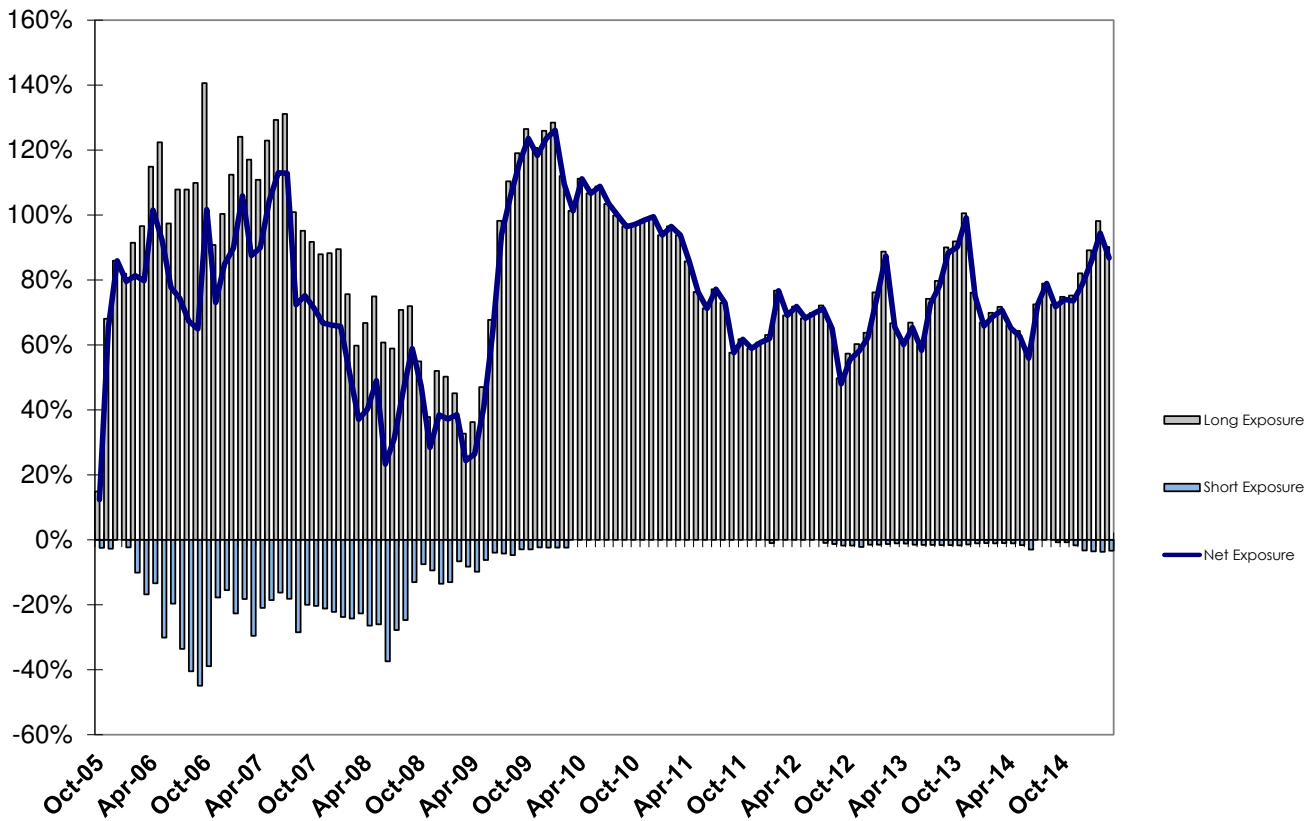
## Fully Franked Dividends Declared Since Listing

Calendar Year	Interim	Final	Special	Total	Gross (Inc. Franking)
2007	2.0c	2.0c	2.0c	6.0c	8.6c
2008	2.5c	2.2*c	-	4.7c	5.8c
2009	-	2.0c	-	2.0c	2.9c
2010	2.0c	2.0c	-	4.0c	5.7c
2011	3.0c	3.0c	3.0c	9.0c	12.9c
2012	4.0c	4.0c	4.5c	12.5c	17.8c
2013	5.0c	5.0c	1.0c	11.0c	15.7c
2014	5.0c	5.0c	-	10.0c	14.3c
2015	5.0c	-	-	5.0c	7.1c
<b>TOTAL</b>	<b>28.5c</b>	<b>25.2c</b>	<b>10.5c</b>	<b>64.2c</b>	<b>90.8c</b>

\* Off market equal access buy back



## Historic Portfolio Exposure



## Portfolio Sector Analysis

Sector	Long	Short	Net
Diversified Financials	20.45%		20.45%
Banks	16.27%		16.27%
Consumer, Non-cyclical	15.87%		15.87%
Financial	13.33%		13.33%
Consumer, Cyclical	5.93%		5.93%
Consumer Services	4.74%		4.74%
Telecommunication Services	4.60%		4.60%
Software & Services	4.04%		4.04%
Insurance	1.43%		1.43%
Technology	0.96%		0.96%
Real Estate	0.79%		0.79%
Energy	0.38%		0.38%
Basic Materials	1.15%	1.08%	0.07%
Materials	0.22%	2.27%	-2.05%
<b>Exposure</b>	<b>90.16%</b>	<b>3.35%</b>	<b>86.81%</b>
<b>Cash on Hand</b>			<b>13.19%</b>



## Top Portfolio Positions

Code	Position	Direction	Currency	Holding
MQG	Macquarie Group Limited	Long	AUD	11.6%
HGG	Henderson Group Plc	Long	AUD	6.2%
LUX IM	Luxottica Group SPA	Long	EUR	5.9%
BOQ	Bank of Queensland Ltd	Long	AUD	5.3%
RFG	Retail Food Group	Long	AUD	4.7%
MA US	Mastercard Inc	Long	USD	4.4%
NAB	National Australia Bank Ltd	Long	AUD	4.3%
MLB	Melbourne IT Ltd	Long	AUD	4.0%
ANZ	Australia & New Zealand Banking Group	Long	AUD	4.0%
GILD US	Gilead Sciences Inc	Long	USD	3.8%
MNK US	Mallinckrodt Plc.	Long	USD	3.5%
WBC	Westpac Banking Corp.	Long	AUD	3.4%
BEN	Bendigo and Adelaide Bank Limited	Long	AUD	3.2%
IIN	Iinet Limited	Long	AUD	3.1%
CBA	Commonwealth Bank of Australia	Long	AUD	2.6%
RIO	Rio Tinto Ltd	Short	AUD	2.3%
V US	Visa Inc.	Long	USD	2.0%
AIG US	American International Group	Long	USD	1.9%
FXL	Flexigroup Ltd	Long	AUD	1.8%
MQA	Macquarie Atlas Roads Group	Long	AUD	1.8%
<b>Top Portfolio Holdings Gross Exposure</b>				<b>80.00%</b>

## News Articles

Cadence Capital Limited featured in the following press and media articles throughout March:

AIA Investors Voice Magazine - [‘Cheap Stocks: How to Buy \(and Sell\) them’](#)

InvestSMART – [6 Prosperous Trends for 2015](#)

The Australian – [LICs light up on the ASX](#)

The Australian - [Macquarie flying high on aircraft leasing deal](#)

AFR – [TPG’s reclusive billionaire founder](#)

Simon Bonouvrie participated in a [Livewire Buy/Hold/Sell interview](#) regarding USD investments.

Please also view the [Cadence Capital Half-Yearly Results webcast](#) and recent [ASX & Broker Research](#).

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



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