



## INVESTMENT UPDATE

MAY 2015

Cadence Capital Fund performed well during the month of May 2015, returning a positive gross performance of 2.92% compared to an increase in the All Ordinaries Accumulation Index of 0.58% and an increase in the Small Ordinaries Accumulation Index of 2.35%. For the past 12 months the fund has returned a positive gross performance of 12.51% compared to an increase in the All Ordinaries Accumulation Index of 10.12%.

As at the 31<sup>st</sup> May 2015 the fund was holding 8% cash (92% invested).

## Fund NTA

Unit price as at 31<sup>st</sup> May 2015:

**NTA (Post fees) – Class A Original series      \$2.153**

## Fund Performance

Performance* to 31st May 2015	CCF**	All Ords	Outperformance
1 Month	2.92%	0.58%	+2.34%
1 Year	12.51%	10.12%	+2.39%
2 Years	27.05%	27.96%	-0.91%
3 Years	69.10%	58.97%	+10.13%
4 Years	79.79%	43.88%	+35.91%
5 Years	217.85%	61.04%	+156.81%
7 Years	154.24%	35.75%	+118.49%
10 Years	314.19%	117.62%	+196.57%
Inception to date accumulated return (11.6 years)	518.82%	186.97%	+331.85%
Annualised return since inception (11.6 years)	17.04%	9.53%	+7.51%

\* 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

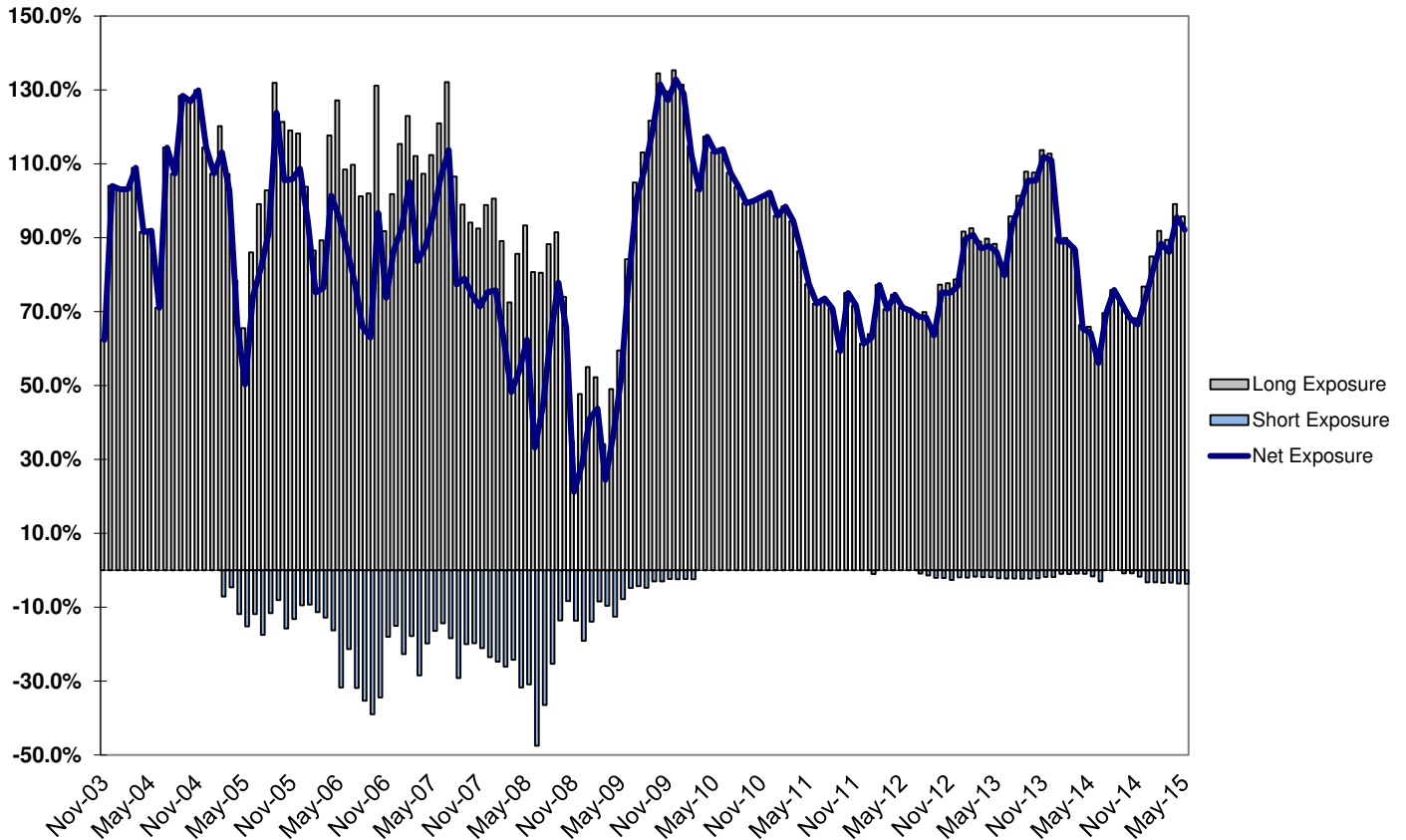
ASX Code	Position	Direction	Currency	Holding
MQG	Macquarie Group Limited	Long	AUD	13.1%
HGG	Henderson Group Plc	Long	AUD	8.3%
LUX IM	Luxottica Group SPA	Long	EUR	5.5%
BOQ	Bank of Queensland Ltd	Long	AUD	5.3%
RFG	Retail Food Group	Long	AUD	4.8%
MA US	Mastercard Inc.	Long	USD	4.7%
MLB	Melbourne IT Ltd	Long	AUD	4.5%
NAB	National Australia Bank Ltd	Long	AUD	4.3%
ANZ	Australia & New Zealand Banking Group	Long	AUD	3.8%
IIN	Ilnet Limited	Long	AUD	3.7%
MNK US	Mallinckrodt Plc.	Long	USD	3.7%
BEN	Bendigo and Adelaide Bank Limited	Long	AUD	3.3%
GILD US	Gilead Sciences Inc.	Long	USD	2.9%
V US	Visa Inc.	Long	USD	2.5%
CBA	Commonwealth Bank of Australia	Long	AUD	2.4%
WBC	Westpac Banking Corp.	Long	AUD	2.3%
RIO	Rio Tinto Ltd	Short	AUD	2.3%
HFR	Highfield Resources Ltd	Long	AUD	2.0%
<b>Top Portfolio Holdings - Gross Exposure</b>				<b>79.45%</b>

## Portfolio Sector Analysis

Sector	Long	Short	Net
Diversified Financials	24.28%		24.28%
Consumer, Non-cyclical	16.58%		16.58%
Banks	15.79%		15.79%
Financial	10.87%		10.87%
Consumer, Cyclical	5.47%		5.47%
Telecommunication Services	5.24%		5.24%
Consumer Services	4.78%		4.78%
Software & Services	4.54%		4.54%
Technology	2.91%		2.91%
Basic Materials	2.88%	1.33%	1.55%
Energy	1.41%		1.41%
Real Estate	0.40%		0.40%
Industrial	0.16%		0.16%
Materials	0.43%	2.31%	-1.88%
<b>Exposure</b>	<b>95.74%</b>	<b>3.64%</b>	<b>92.10%</b>
<b>Cash on hand</b>			<b>7.90%</b>



## Portfolio Exposure



## Webcast and News Articles

In an article for the May 2015 ASX Investor Update Newsletter, Karl Siegling discusses why [a global approach is key to higher returns](#).

Livewire Markets published an article by Chris Garrard on [the highs and lows of Fortescue Metals \(FMG\)](#), a short position within the fund.

ShareCafe featured an article on the Cadence Investment Philosophy – [Cheap Stocks: How to buy \(and sell\) them](#).

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

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