


INVESTMENT UPDATE
JANUARY 2016

 Cadence Offshore Fund NTA as at 31st January 2016:

NTA per share (Series AUD1)	\$ 2,065.87
Net Performance January 2016 (Series AUD1)	-5.88%

Monthly Detailed Performance

	Jan-10	Feb-10	Mar-10	Apr-10	May-10	Jun-10	Jul-10	Aug-10	Sep-10	Oct-10	Nov-10	Dec-10	YTD
Cadence Cayman Fund	-2.70%	-0.28%	2.21%	6.06%	-9.07%	-2.61%	7.60%	4.02%	5.24%	4.70%	12.35%	2.01%	31.63%
All Ordinaries Acc Index	-5.85%	1.82%	5.83%	-1.18%	-7.57%	-2.60%	4.23%	-0.71%	5.02%	2.17%	-0.70%	3.80%	3.31%
	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Dec-11	YTD
Cadence Cayman Fund	1.70%	3.78%	-2.52%	5.16%	-1.36%	1.64%	0.66%	2.98%	-1.60%	2.15%	2.20%	-0.19%	15.28%
All Ordinaries Acc Index	0.07%	2.19%	0.64%	-0.58%	-1.89%	-2.39%	-3.40%	-2.00%	-6.27%	7.17%	-3.43%	-1.57%	-11.43%
	Jan-12	Feb-12	Mar-12	Apr-12	May-12	Jun-12	Jul-12	Aug-12	Sep-12	Oct-12	Nov-12	Dec-12	YTD
Cadence Cayman Fund	0.92%	2.22%	1.56%	-0.90%	-2.51%	0.60%	1.99%	4.45%	0.09%	3.44%	-0.11%	0.78%	13.08%
All Ordinaries Acc Index	5.23%	2.41%	1.15%	1.10%	-6.90%	0.25%	3.74%	2.12%	2.13%	2.97%	0.27%	3.43%	18.84%
	Jan-13	Feb-13	Mar-13	Apr-13	May-13	Jun-13	Jul-13	Aug-13	Sep-13	Oct-13	Nov-13	Dec-13	YTD
Cadence Cayman Fund	2.32%	4.69%	-0.54%	1.46%	0.79%	-1.01%	-1.51%	-0.15%	2.27%	4.23%	1.80%	0.75%	15.97%
All Ordinaries Acc Index	5.08%	5.18%	-2.24%	3.82%	-4.39%	-2.62%	5.46%	2.59%	2.39%	3.91%	-1.38%	0.92%	19.66%
	Jan-14	Feb-14	Mar-14	Apr-14	May-14	Jun-14	Jul-14	Aug-14	Sep-14	Oct-14	Nov-14	Dec-14	YTD
Cadence Cayman Fund	-3.24%	2.80%	0.45%	-1.98%	0.44%	2.78%	2.46%	-1.15%	-3.03%	1.25%	-1.17%	0.47%	-0.18%
All Ordinaries Acc Index	-2.76%	4.84%	0.25%	1.29%	0.61%	-1.41%	4.49%	0.72%	-5.26%	3.96%	-3.20%	1.93%	5.02%
	Jan-15	Feb-15	Mar-15	Apr-15	May-15	Jun-15	Jul-15	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15	YTD
Cadence Cayman Fund	1.50%	5.44%	2.01%	-1.08%	1.39%	-1.42%	3.65%	-4.66%	-0.80%	4.83%	-1.13%	0.75%	10.49%
All Ordinaries Acc Index	3.03%	7.00%	-0.03%	-1.47%	0.58%	-5.40%	4.23%	-7.30%	-2.50%	4.59%	-0.69%	2.65%	3.78%
	Jan-16	Feb-16	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	YTD
Cadence Cayman Fund	-5.88%												-5.88%
All Ordinaries Acc Index	-5.38%												-5.38%
											Accumulated return	106.59%	
											All Ordinaries Acc Index	34.18%	

* Net of all fees

Portfolio Commentary

During January 2016 Cadence Cayman Fund returned a negative net performance of 5.88% compared to a decrease in the All Ordinaries Accumulation Index of 5.38%. For the past 12 months the fund has returned a positive net performance of +2.46% outperforming the All Ordinaries Accumulation Index by 7.15%.

The fund finished the month 65.7% net long.



Portfolio Sector Exposure

Sector	Long	Short	Net
Diversified Financials	20.36%		20.36%
Software & Services	10.42%		10.42%
Communications	10.10%		10.10%
Consumer, Non-cyclical	8.57%		8.57%
Financial	9.95%	1.91%	8.04%
Banks	7.99%		7.99%
Consumer Services	2.56%		2.56%
Technology	3.12%	0.85%	2.27%
Consumer, Cyclical	1.69%		1.69%
Basic Materials	1.08%	0.96%	0.12%
Industrial	0.00%	0.97%	-0.97%
Energy	-2.71%		-2.71%
Materials	0.43%	3.21%	-2.79%
Exposure	73.56%	7.91%	65.65%
Cash on Hand			34.35%

Top Portfolio Positions

Stock Code	Position	Direction	Holding
MLB	Melbourne IT Ltd	Long	10.4%
MQG	Macquarie Group Limited	Long	8.9%
HGG	Henderson Group Plc	Long	8.0%
V US	Visa Inc.	Long	3.5%
GOOG US	Alphabet Inc.	Long	3.3%
RIO	Rio Tinto Ltd	Short	3.2%
ANZ	Australia & New Zealand Banking Group	Long	3.2%
IPH	IPH Ltd	Long	3.0%
WPL	Woodside Petroleum Ltd	Short	2.9%
NAB	National Australia Bank Ltd	Long	2.8%
RFG	Retail Food Group	Long	2.6%
FB US	Facebook Inc.	Long	2.5%
GILD US	Gilead Sciences Inc	Long	2.4%
PEP	Pepper group	Long	2.2%
9984 JP	Softbank Group Ltd	Long	2.1%
MA US	Mastercard Inc	Long	2.1%
TPM	TPG Telecom Ltd.	Long	2.1%
PKO PW	PKO Bank Polski SA	Short	1.9%
Top Portfolio Holdings Gross Exposure			67.27%

For more information contact Cadence Cayman Fund on 02 8298 2444 or email info@cadencecapital.com.au
 Register to receive our newsletter at www.cadencecapital.com.au and click on the 'Join our Newsletter' link.



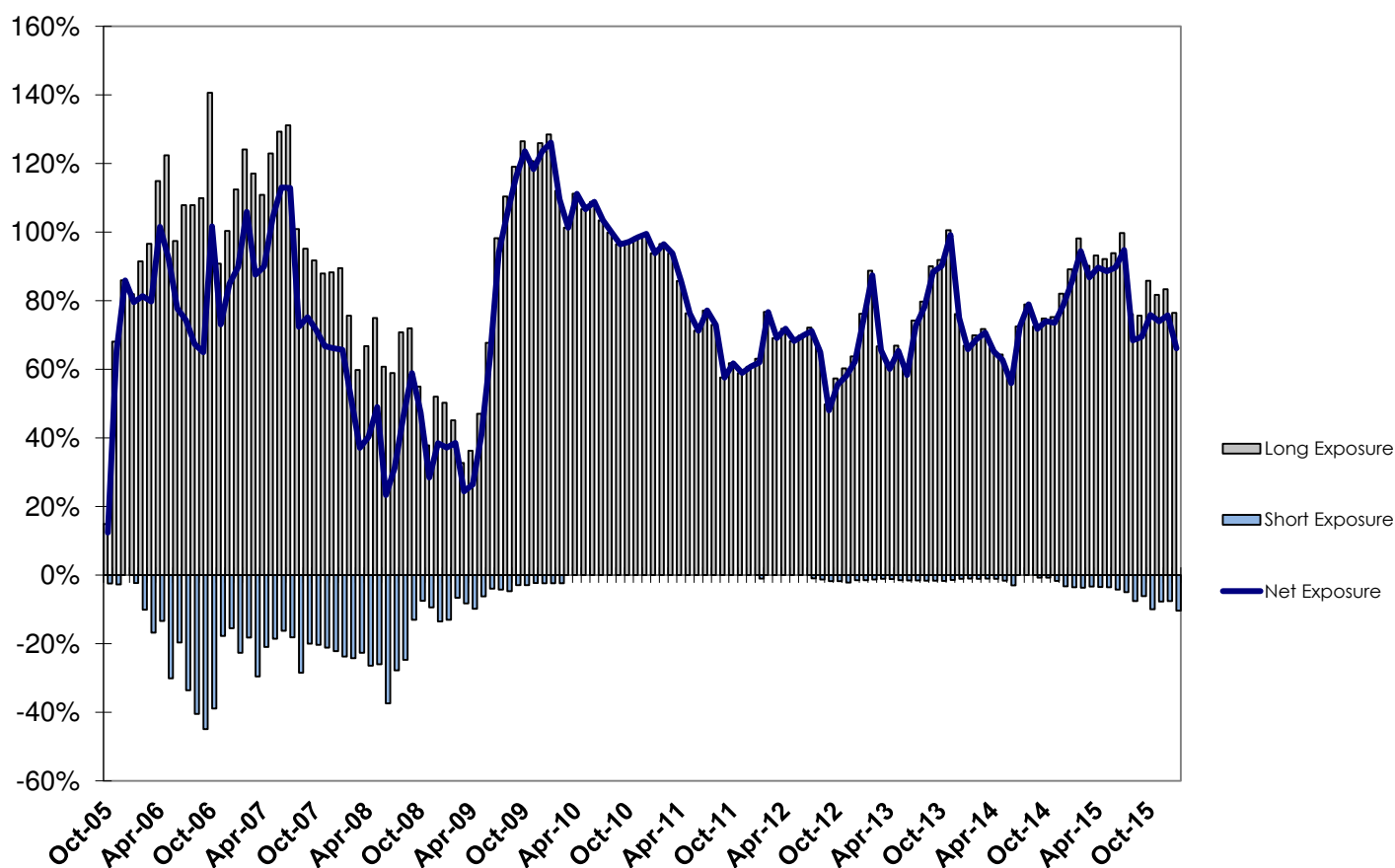
Historic Strategy Performance & Exposure - 10 Years

Cadence Capital Limited is an ASX listed fund that has been operating the Cadence Long/ Short equities strategy for ten years. Over time the Cadence Cayman Fund will replicate the positions and holdings of Cadence Capital Ltd. Detailed below is the performance and exposure history of Cadence Capital Limited (ASX Code CDM).

Performance* to 31st January 2016	CDM**	All Ords	Outperformance
1 Month	-5.23%	-5.38%	+0.15%
1 Year	5.12%	-4.69%	+9.81%
2 Years	12.74%	6.06%	+6.68%
3 Years	30.68%	17.43%	+13.25%
5 Years	101.84%	29.80%	+72.04%
8 Years	196.47%	25.80%	+170.67%
10 Years	338.03%	58.80%	+279.23%
Since Inception (10.3 years)	400.82%	70.28%	+330.54%
Since Inception Annualised (10.3 years)	16.87%	5.29%	+11.58%

*Before Management and Performance Fees

**Used the percentage increase in Post Tax NTA for May 2011





Recent News Articles

Karl Siegling discussed the themes and trends that shaped investment returns in 2015, and whether they will hold true through 2016 in his [latest interview with Livewire](#).

ShareCafe featured Cadence Capital Limited as one of the [leading listed investment companies on the ASX](#).

Our [52 Books To Read Before Buying Your Next Stock section](#) has been updated with new recommended titles such as Winning on Wall Street by Martin Zweig, The Alchemy of Finance by George Soros and The Tipping Point by Malcolm Gladwell.

Simon Bonouvrie explained [how Cadence acts when a position experiences significant losses](#), and the importance of being proactive for Livewire's latest Buy Side Brief.

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

Fund Facts

Minimum Investment:	AU\$ 500 000	Redemption Fees:	None
Subscription Frequency:	Monthly	High Water Mark:	Yes
Redemption Frequency:	Monthly	Strategy Size:	AU\$ 400 Million
Redemption Notice:	3 Months	Prime Broker:	Deutsche Bank
Lock-up:	None	Administrator:	TMF Group
Management Fee:	1.5%	Fund Domicile:	Cayman Islands
Performance Fee:	20%	Legal Advisers (Cayman)	Walkers

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