



INVESTMENT UPDATE

September 2016

Cadence Cayman Fund NTA as at 30th September 2016:

NTA per share (Series AUD1) \$ 2,013.08
 Net Performance September 2016 (Series AUD1) +0.74%

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%	-7.91%	0.32%	-0.46%	3.68%	-4.46%	3.81%	2.30%	0.74%				-8.28%
All Ordinaries Acc Index	-5.38%	-1.47%	4.74%	3.24%	3.09%	-2.28%	6.29%	-1.33%	0.40%				6.93%
											Accumulated return		101.31%
											All Ordinaries Acc Index		51.64%

* Net of all fees

Portfolio Commentary

For the month of September 2016 Cadence Cayman Fund returned a positive gross performance of 0.74% compared to an increase in the All Ordinaries Accumulation Index of 0.40%.

As at the 30th September 2016 the fund was 83.4% net long.



Portfolio Sector Exposure

Sector	Long	Short	Net
Diversified Financials	24.45%		24.45%
Software & Services	10.83%		10.83%
Communications	10.81%		10.81%
Financial	9.05%		9.05%
Consumer Services	5.96%		5.96%
Consumer, Non-cyclical	5.60%		5.60%
Banks	5.11%		5.11%
Technology	5.09%		5.09%
Basic Materials	4.84%	0.37%	4.46%
Consumer, Cyclical	2.38%		2.38%
Industrial	1.83%		1.83%
Real Estate	0.58%		0.58%
Materials	0.47%	1.41%	-0.94%
Energy	0.42%	2.24%	-1.82%
Exposure	87.42%	4.02%	83.39%
Cash on Hand			16.61%

Top Portfolio Positions

Stock Code	Position	Direction	Holding
MQG	Macquarie Group Limited	Long	17.96%
MLB	Melbourne IT Ltd	Long	10.83%
RFG	Retail Food Group	Long	5.96%
5930 JP	Samsung Electronics Company Ltd	Long	4.43%
9984 JP	Softbank Group Corp.	Long	4.12%
FB US	Facebook Inc.	Long	3.62%
HGG	Henderson Group Plc	Long	3.38%
ECX	Eclipx Group Ltd	Long	2.92%
GOOG US	Alphabet Inc.	Long	2.57%
AIG US	American International Group	Long	2.57%
ANZ	Australia & New Zealand Banking Group	Long	2.36%
PEP	Pepper Group	Long	2.29%
IGO	Independence Group	Long	2.27%
WPL	Woodside Petroleum Ltd	Short	2.24%
IPH	IPH Ltd	Long	2.22%
CYA	Century Australia Investment	Long	1.89%
MA US	Mastercard Inc	Long	1.84%
MND	Monadelphous Group Ltd	Long	1.83%
Top Portfolio Holdings Gross Exposure			75.29%

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.



Recent News Articles

Karl Siegling discusses Cadence Capital Limited's portfolio and the company's dividend yield in an interview with Tom Piotrowski for the CommSec Executive Series. [Watch the video interview on our website](#). Karl was also quoted by the SMH in two articles titled "[NEXTDC, Data#3 lead Aussie tech stocks higher still](#)" and "[Will a US rate rise dampen the commodity rally?](#)".

New book reviews have been added to the [52 Books You Should Read Before Buying Your Next Stock](#) list on our website including *The Warren Buffett Way* by Robert Hagstrom, *Elliott Wave Principle: Key To Market Behaviour* by Robert Prechter Jr. and *The World Is Flat* by Thomas Friedman. We share links to interesting articles which you can find in the [Interesting Links](#) section.

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

Fund Facts

Minimum Investment:	AU\$ 500 000	Redemption Fees:	None
Subscription Frequency:	Monthly	High Water Mark:	Yes
Redemption Frequency:	Monthly	Strategy Size:	AU\$ 350 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

Download Our New Book For Free

10 Books To Read Before Buying Your Next Stock

The team at Cadence has compiled a list of books that have influenced our investment style, or helped provide insight into the investment process, over the years. Whilst not an exhaustive list, the 10 titles contained in this eBook provide a good starting point for any interested investor.

 [Download Free Book](#)



To join our Distribution list for Newsletters, Webcasts and Journal Articles visit www.cadencecapital.com.au and click on the 'Join our Newsletter' link.

Disclaimer

The information contained in this report has been prepared with all reasonable care by Cadence Asset Management Pty Ltd. It is provided for information purposes only and should not be construed as an offer or solicitation. Nothing contained in this document constitutes investment, legal, financial, business, tax or other advice. It should not be relied upon as the sole basis for making an investment decision, nor should a decision be made until the risks of the investment are fully understood. Cadence Asset Management Pty Ltd assumes no responsibilities for errors, inaccuracies or omissions in this summary. The information is provided without warranty of any kind. Past performance is not indicative of future performance. Investors may not get back the full amount originally invested.