



INVESTMENT UPDATE

AUGUST 2016

For the month of August 2016 Cadence Capital Fund returned a positive gross performance of 2.48% outperforming the All Ordinaries Accumulation Index by 3.80%.

As at the 31st August 2016 the fund was holding 22% cash (78% invested).

Fund NTA

Unit price (Post Distribution) as at 31st August 2016:

NTA (Post Distribution, Post fees) – Class A Original series **\$1.915**

Fund Performance

Performance* to 31st August 2016	CCF**	All Ords	Outperformance
1 Month	2.48%	-1.33%	+3.80%
1 Year	-6.72%	10.72%	-17.43%
3 Years	13.08%	22.92%	-9.84%
5 Years	54.32%	57.59%	-3.27%
7 Years	202.39%	66.11%	+136.28%
10 Years	152.52%	67.03%	+85.49%
Inception to date accumulated return (12.8 years)	453.33%	190.43%	+262.90%
Annualised return since inception (12.8 years)	14.26%	8.66%	+5.60%

* 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

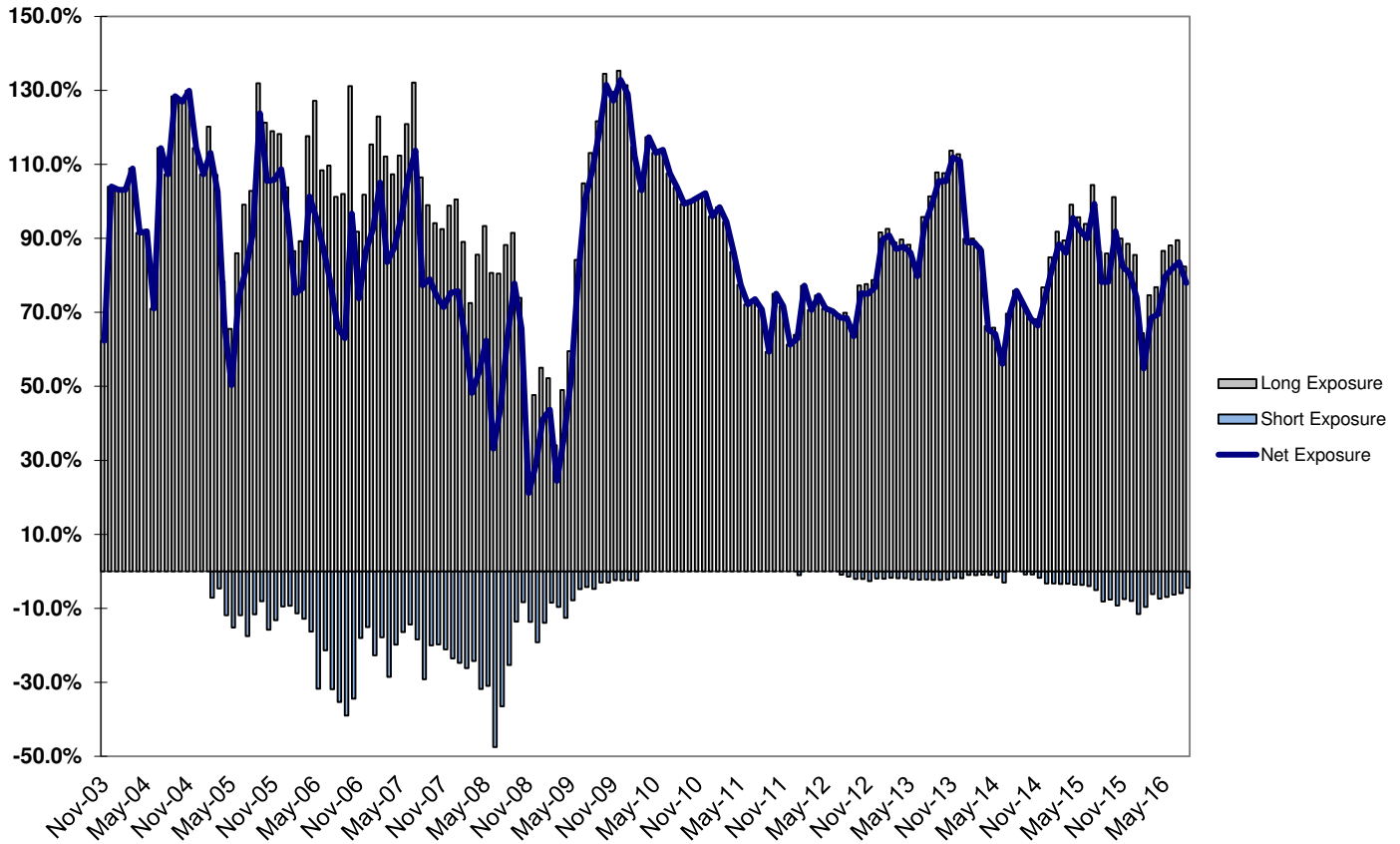
Stock Code	Position	Direction	Currency	Holding
MQG	Macquarie Group Limited	Long	AUD	15.00%
MLB	Melbourne IT Ltd	Long	AUD	8.41%
HGG	Henderson Group Plc	Long	AUD	6.04%
RFG	Retail Food Group	Long	AUD	5.03%
9984 JP	Softbank Group Corp	Long	AUD	4.21%
5930 KS	Samsung Electronics Co Ltd	Long	USD	3.94%
FB US	Facebook Inc	Long	AUD	3.15%
GOOG US	Alphabet Inc	Long	AUD	2.81%
AIG US	American International Group	Long	AUD	2.47%
ANZ	Australia & New Zealand Banking Group	Long	AUD	2.12%
WPL	Woodside Petroleum Ltd	Short	AUD	1.98%
IGO	Independence Group NL	Long	AUD	1.97%
SHV	Select Harvest Ltd	Long	AUD	1.96%
IPH	IPH Ltd	Long	AUD	1.85%
CYA	Century Australia Investments Ltd	Long	AUD	1.81%
TPM	TPG Telecom Ltd	Long	AUD	1.68%
NAB	National Australia Bank Ltd	Long	AUD	1.55%
MND	Monadelphous Group Ltd	Long	AUD	1.55%
Top Portfolio Holdings - Gross Exposure				67.53%

Portfolio Sector Analysis

Sector	Long	Short	Net
Diversified Financials	24.10%		24.10%
Communications	11.84%		11.84%
Software & Services	8.41%		8.41%
Financial	7.28%		7.28%
Consumer, Non-cyclical	6.50%		6.50%
Banks	5.17%		5.17%
Consumer Services	5.03%		5.03%
Technology	4.84%	0.40%	4.44%
Consumer, Cyclical	3.40%	0.54%	2.86%
Basic Materials	3.09%	0.37%	2.72%
Industrial	1.55%		1.55%
Real Estate	0.54%		0.54%
Materials	0.38%	1.14%	-0.76%
Energy	0.24%	1.98%	-1.74%
Exposure	82.37%	4.43%	77.94%
Cash on hand			22.06%



Portfolio Exposure



Recent News Articles

Karl Siegling's article titled "[Winners If The Australian Dollar Falls](#)" was featured on the ASX August 2016 Newsletter and the Livewire Markets daily newsletter. We encourage you to read the article to learn more about Karl's views on the topic.

We have published new book reviews including *Outliers* by Malcolm Gladwell, *Master CEOs: Insights From Australia's Leading CEOs* by Matthew Kidman and *Reframing* by Richard Bandler which are available on the [52 Books You Should Read Before Buying Your Next Stock](#) section of our website. The Cadence team shares links to interesting articles which you can find in the [Interesting Links](#) section.

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