



INVESTMENT UPDATE

SEPTEMBER 2016

For the month of September 2016 Cadence Capital Fund a negative gross performance of 0.30% compared to an increase in the All Ordinaries Accumulation Index of 0.40%. For the first quarter of the financial year, Cadence Capital Fund has returned a positive gross performance of 6.72% compared to an increase in the All Ordinaries Accumulation Index of 5.30%.

As at the 30th September 2016 the fund was holding 21% cash (79% invested).

Fund NTA

Unit price (Post Distribution) as at 30th September 2016:

NTA (Post Distribution, Post fees) – Class A Original series **\$1.909**

Fund Performance

Performance* to 30th September 2016	CCF**	All Ords	Outperformance
1 Month	-0.30%	0.40%	-0.70%
1 Year	-5.63%	14.01%	-19.64%
3 Years	10.24%	20.53%	-10.29%
5 Years	60.46%	68.81%	-8.35%
7 Years	162.89%	57.27%	+105.62%
10 Years	149.86%	65.63%	+84.23%
Inception to date accumulated return (12.9 years)	451.65%	191.59%	+260.06%
Annualised return since inception (12.9 years)	14.14%	8.64%	+5.50%

* 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 Position

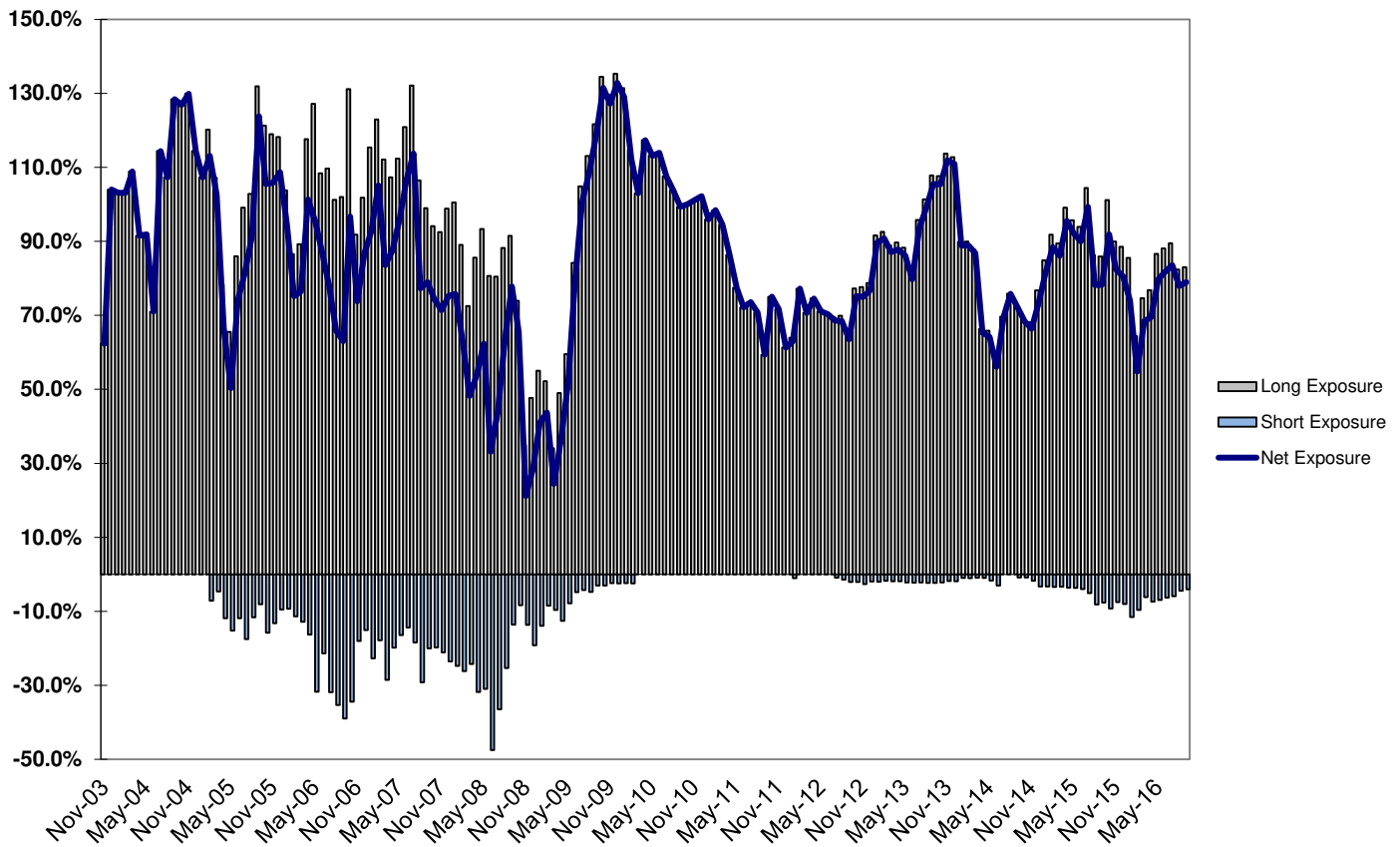
Stock Code	Position	Direction	Currency	Holding
MQG	Macquarie Group Limited	Long	AUD	15.23%
MLB	Melbourne IT Ltd	Long	AUD	8.66%
RFG	Retail Food Group	Long	AUD	6.09%
HGG	Henderson Group Plc	Long	AUD	5.55%
9984 JP	Softbank Group Corp	Long	AUD	4.07%
5930 KS	Samsung Electronics Co Ltd	Long	USD	3.86%
FB US	Facebook Inc	Long	AUD	3.14%
GOOG US	Alphabet Inc	Long	AUD	2.79%
ECX	Eclix Group Ltd	Long	AUD	2.58%
AIG US	American International Group	Long	AUD	2.41%
IGO	Independence Group NL	Long	AUD	2.25%
ANZ	Australia & New Zealand Banking Group	Long	AUD	2.18%
WPL	Woodside Petroleum Ltd	Short	AUD	1.98%
IPH	IPH Ltd	Long	AUD	1.91%
CYA	Century Australia Investments Ltd	Long	AUD	1.77%
MND	Monadelphous Group Ltd	Long	AUD	1.63%
NAB	National Australia Bank Ltd	Long	AUD	1.58%
CBA	Commonwealth Bank of Australia	Long	AUD	1.51%
Top Portfolio Holdings - Gross Exposure				69.20%

Portfolio Sector Analysis

Sector	Long	Short	Net
Diversified Financials	23.72%		23.72%
Communications	10.52%		10.52%
Software & Services	8.66%		8.66%
Financial	7.46%		7.46%
Consumer, Non-cyclical	6.58%		6.58%
Consumer Services	6.09%		6.09%
Banks	5.27%		5.27%
Technology	4.71%		4.71%
Basic Materials	4.16%	0.32%	3.84%
Consumer, Cyclical	2.94%	0.53%	2.41%
Industrial	1.63%		1.63%
Real Estate	0.52%		0.52%
Materials	0.38%	1.23%	-0.86%
Energy	0.40%	1.98%	-1.59%
Exposure	83.04%	4.07%	78.97%
Cash on hand			21.03%



Portfolio Exposure



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.

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