



INVESTMENT UPDATE

December 2016

Cadence Cayman Fund NTA as at 31st December 2016:

NTA per share (Series AUD1) **\$ 2,053.77**
 Net Performance December 2016 (Series AUD1) **+2.04%**

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%	-0.40%	0.38%	2.04%	-6.43%
All Ordinaries Acc Index	-5.38%	-1.47%	4.74%	3.24%	3.09%	-2.28%	6.29%	-1.33%	0.40%	-2.18%	2.46%	4.17%	11.65%
												Accumulated return	105.38%
												All Ordinaries Acc Index	58.33%

* Net of all fees

Portfolio Commentary

For the month of December 2016 Cadence Cayman Fund returned a positive gross performance of 2.04% compared to an increase in the All Ordinaries Accumulation Index of 4.17%.

As at the 31st December 2016 the fund was 79.0% net long.



Portfolio Sector Exposure

Sector	Long	Short	Net
Diversified Financials	16.42%		16.42%
Communications	9.83%		9.83%
Financial	9.76%		9.76%
Banks	8.37%		8.37%
Software & Services	8.35%		8.35%
Consumer Services	5.62%		5.62%
Consumer, Non-cyclical	5.08%		5.08%
Basic Materials	4.01%	0.36%	3.64%
Technology	3.53%		3.53%
Consumer, Cyclical	2.86%	0.91%	1.95%
Industrial	1.57%		1.57%
Energy	2.12%	1.05%	1.07%
Capital Goods	0.99%		0.99%
Materials	0.46%		0.46%
Exposure	78.96%	2.32%	76.64%
Cash on Hand			23.36%

Top Portfolio Positions

Stock Code	Position	Direction	Holding
MQG	Macquarie Group Limited	Long	10.79%
MLB	Melbourne IT Ltd	Long	8.35%
RFG	Retail Food Group	Long	5.62%
9984 JP	Softbank Group Corp.	Long	3.86%
IGO	Independence Group	Long	3.60%
5930 KS	Samsung Electronics Company Ltd	Long	3.53%
HGG	Henderson Group Plc	Long	3.43%
ANZ	Australia & New Zealand Banking Group	Long	3.37%
FB US	Facebook Inc.	Long	3.34%
AIG US	American International Group	Long	2.91%
NAB	National Australia Bank Ltd	Long	2.71%
GOOG US	Alphabet Inc.	Long	2.63%
ECX	Eclix Group Ltd	Long	2.61%
CBA	Commonwealth Bank of Australia	Long	2.30%
PEP	Pepper Group	Long	2.12%
MA US	Mastercard Inc	Long	1.92%
MND	Monadelphous Group Ltd	Long	1.57%
IPH	IPH Ltd	Long	1.36%
Top Portfolio Holdings Gross Exposure			66.01%

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 was featured in the latest Under the Radar Report discussing the reversal of the downward trend in resource stocks. [View the Under the Radar excerpt here.](#)

The Cadence Capital Limited 2016 AGM and Investor Briefing was held in November 2016. Karl Siegling and Chris Garrard, Portfolio Managers of Cadence Capital Limited, gave an update on the Company's performance, discussed some of the Company's stock holdings and discussed the outlook for 2017. [Click here](#) to watch the AGM & Investor Briefing webcast.

Please also find on our website a recently added book review '[Masters of the Market – Secrets of Australia's leading sharemarket investors](#)'.

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

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