



## INVESTMENT UPDATE

OCTOBER 2017

For the month of October 2017 Cadence Capital Fund returned a positive gross performance of 11.0% compared to an increase in the All Ordinaries Accumulation Index of 4.1%. For the past 12 months, Cadence Capital Fund returned a positive gross performance of 25.3% outperforming the All Ordinaries Accumulation Index by 9.8%.

As at the 31<sup>st</sup> October 2017 the fund was 4.3% borrowed (104.3% invested).

## Fund NTA

Unit price as at 31<sup>st</sup> October 2017:

NTA – Class A Original series (Post distribution) **\$2.285**

## Fund Performance

Performance* to 31 October 2017	CCF	All Ords Accum	Outperformance
1 Month	11.0%	4.1%	+6.9%
YTD	14.7%	5.1%	+9.6%
1 Year	25.3%	15.5%	+9.8%
3 Years (per annum)	7.5%	7.3%	+0.2%
5 Years (per annum)	10.0%	10.3%	-0.3%
7 Years (per annum)	17.9%	8.0%	+9.9%
10 Years (per annum)	9.2%	3.1%	+6.1%
Inception to date accumulated return (14.0 years)	591.2%	229.3%	+361.9%
Annualised return since inception (14.0 years)	14.9%	8.9%	+6.0%

\* Gross Performance before Management and Performance Fees

## Top Portfolio Positions

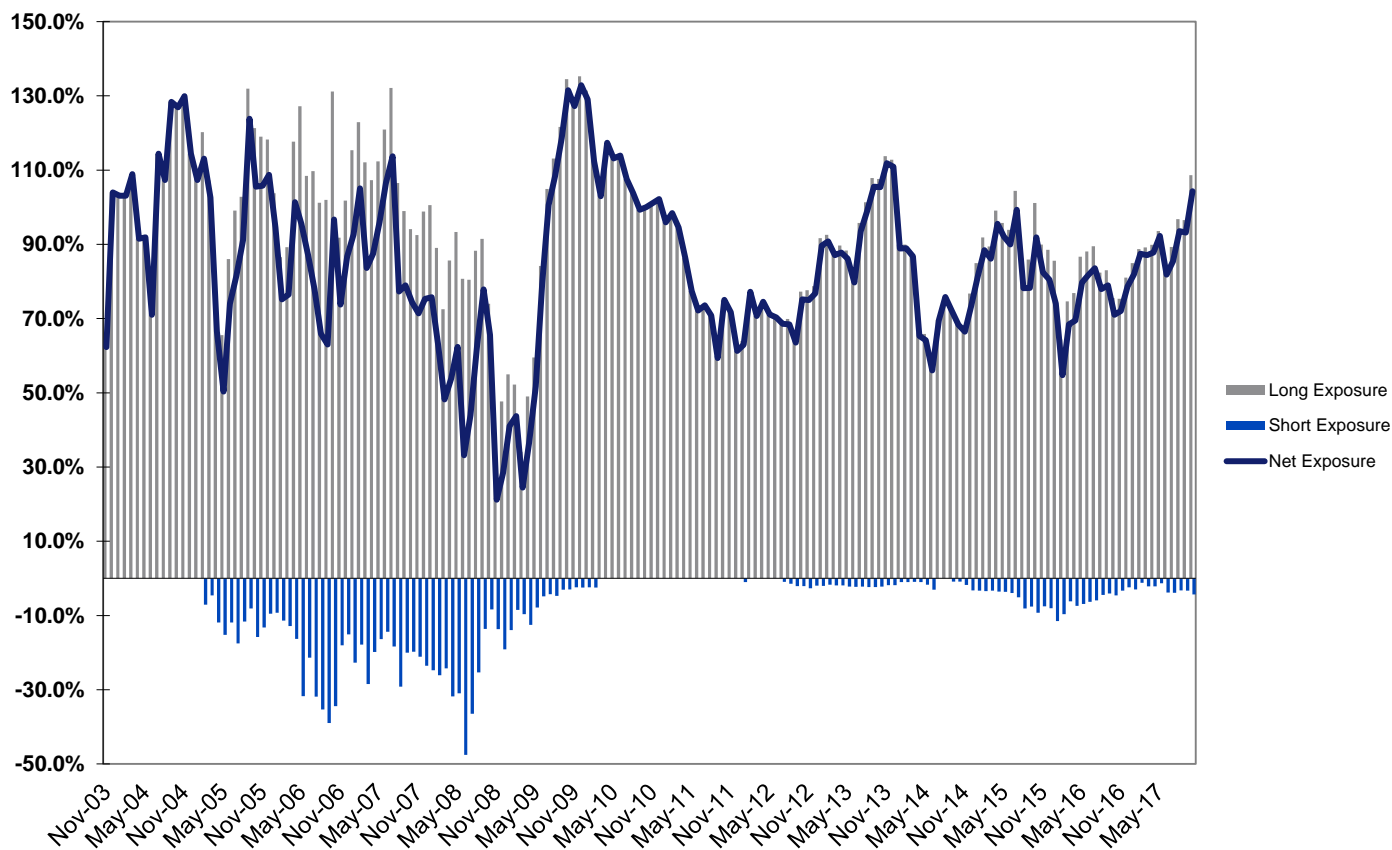
Stock Code	Position	Direction	Currency	Holding
MLB	Melbourne IT Ltd	Long	AUD	17.5%
MQG	Macquarie Group Limited	Long	AUD	10.8%
JHG	Janus Henderson Group Plc	Long	AUD	6.0%
5930 KS	Samsung Electronics Co Ltd	Long	USD	5.4%
9984 JP	Softbank Group Corp	Long	AUD	4.6%
ANZ	Australia & New Zealand Banking Group	Long	AUD	3.6%
GOOG US	Alphabet Inc	Long	AUD	3.4%
NAB	National Australia Bank Ltd	Long	AUD	3.3%
CBA	Commonwealth Bank of Australia	Long	AUD	3.2%
EHL	Emeco Holdings Ltd	Long	AUD	3.0%
DOW	Downer EDI Ltd	Long	AUD	3.0%
ECX	Eclix Group Ltd	Long	AUD	2.9%
AIG US	American International Group	Long	AUD	2.4%
EHE	Estia Health Ltd	Long	AUD	2.3%
DMP	Domino's Pizza Enterprises Ltd	Short	AUD	2.3%
AAD	Ardent Leisure Group Ltd	Long	AUD	2.2%
FB US	Facebook Inc	Long	AUD	2.1%
CNI	Centuria Capital Ltd	Long	AUD	2.1%
<b>Top Portfolio Holdings - Gross Exposure</b>				<b>80.0%</b>

## Portfolio Sector Analysis

Sector	Long	Short	Net
Financial	20.8%		20.8%
Software & Services	17.5%		17.5%
Consumer, Non-cyclical	12.2%		12.2%
Diversified Financials	10.8%		10.8%
Communications	10.3%		10.3%
Banks	10.2%		10.2%
Industrial	7.6%		7.6%
Technology	5.6%		5.6%
Basic Materials	5.6%	0.5%	5.1%
Energy	1.7%		1.7%
Consumer, Cyclical	5.0%	3.8%	1.2%
Materials	0.9%		0.9%
Consumer Services	0.4%		0.4%
<b>Exposure</b>	<b>108.6%</b>	<b>4.3%</b>	<b>104.3%</b>
<b>Cash borrowings</b>			<b>4.3%</b>



## Portfolio Exposure



## Recent News Articles

Karl Siegling has been quoted in a series of AFR articles throughout October: [‘5 retail stocks that fund managers love’](#), [‘Macquarie Groups Moore confident on acquisition war chest’](#) and [‘Late rally propels ASX to another session of gains’](#).

Karl Siegling was interviewed by Tom Piotrowski for the [Commsec Executive Series](#) on recent fund performance and the Company’s Share Purchase Plan.

The Australian Investors Association recently published an article from the Cadence Investing Series [‘The emotion factor in buying and selling.’](#)

We have recently revamped the [52 books you should read before buying your next stock](#) page on our website.

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



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