

#### **INVESTMENT UPDATE**

## February 2018

For the month of February 2018 Cadence Capital Fund returned a positive gross performance of 0.4% compared to a increase in the All Ordinaries Accumulation Index of 0.2%. For the past 1 year, Cadence Capital Fund returned a positive gross performance of 24.7% outperforming the All Ordinaries Accumulation Index by 13.8%.

As at the 28<sup>th</sup> February 2018 the fund held 7.6% cash (92.4% invested).

#### **Fund NTA**

Unit price as at 28 <sup>th</sup> February 2018:	
NTA – Class A Original series (Post distribution)	\$2.332

## **Fund Performance**

Performance* to 28 February 2018	CCF	All Ords Accum	Outperformance
1 Month	0.4%	0.2%	+2.0%
YTD	17.6%	9.1%	+8.5%
1 Year	24.7%	10.9%	+13.8%
3 Years (per annum)	6.0%	5.7%	+0.3%
5 Years (per annum)	8.2%	8.1%	+0.1%
7 Years (per annum)	12.6%	7.7%	+4.9%
10 Years (per annum)	11.3%	5.2%	+6.1%
Inception to date accumulated return (14.3 years)	608.6%	241.9%	+366.7%
Annualised return since inception (14.3 years)	14.6%	9.0%	+5.6%

\* Gross Performance before Management and Performance Fees

For more information contact Cadence Capital Fund on 02 8298 2444 or email <u>info@cadencecapital.com.au</u> Register to receive our newsletter at <u>www.cadencecapital.com.au/register-for-free-newsletter</u>



# **Top Portfolio Positions**

Stock Code	Position	Direction	Currency	Holding
MLB	Melbourne IT Ltd	Long	AUD	18.30%
JHG	Janus Henderson Group Plc	Long	AUD	6.74%
MQG	Macquarie Group Limited	Long	AUD	5.43%
5930 KS	Samsung Electronics Co Ltd	Long	USD	4.65%
EHL	Emeco Holdings Ltd	Long	AUD	4.44%
NBL	Noni B Ltd	Long	AUD	4.32%
9984 JP	Softbank Group Corp	Long	AUD	4.24%
ECX	Eclipx Group Ltd	Long	AUD	2.68%
DMP	Domino's Pizza Enterprises Ltd	Short	AUD	2.45%
ANZ	Australia & New Zealand Banking Group	Long	AUD	2.31%
CNI	Centuria Capital Ltd	Long	AUD	2.23%
НОМ	Homeloans Ltd	Long	AUD	2.09%
FBUS	Facebook Inc	Long	AUD	2.06%
NAB	National Australia Bank Ltd	Long	AUD	2.02%
NGI	Navigator Global Investments Ltd	Long	AUD	1.93%
MAH	Macmahon Holdings Ltd	Long	AUD	1.92%
SHJ	Shine Corporate Ltd	Long	AUD	1.74%
MNY	Money3 Corp Ltd	Long	AUD	1.54%
Top Portfolio	Holdings - Gross Exposure			71.1%

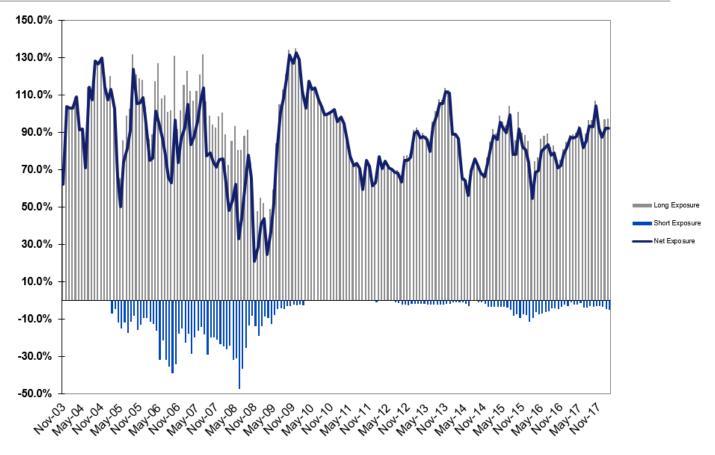
## **Portfolio Sector Analysis**

Sector	Long	Short	Net
Financial	19.79%		19.79%
Software & Services	18.19%		18.19%
Consumer, Non-cyclical	10.56%		10.56%
Consumer, Cyclical	8.15%	4.48%	3.67%
Industrial	7.50%	0.44%	7.06%
Communications	6.19%		6.19%
Basic Materials	5.87%		5.87%
Diversified Financials	5.42%		5.42%
Technology	4.81%		4.81%
Energy	4.68%		4.68%
Banks	4.30%		4.30%
Materials	1.88%		1.88%
Exposure	97.3%	4.9%	92.4%
Cash on hand			7.6%

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# **Portfolio Exposure**



### **Recent News Articles**

The Australian Investors Association (AIA) published Article 7 from the Cadence Investing Series <u>'Price to</u> <u>Earnings Growth Ratio'</u> in their monthly members newsletter. The next article in the series, <u>'Cash Flow – A</u> <u>critical measure'</u>, will follow in their February newsletter.

The Cadence team have compiled a list of books that have influenced Cadence's investment style or would give you an insight into Cadence's investment process. Visit our <u>52 books you should read before buying your next stock</u> page on our website.

We welcome any of your friends or colleagues that you feel may benefit from our monthly Cadence Capital Limited Investment Update. <u>Please click here to refer a friend.</u>

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