



INVESTMENT UPDATE

JANUARY 2018

For the month of January 2018 Cadence Capital Fund returned a negative gross performance of 2.4% compared to a decrease in the All Ordinaries Accumulation Index of 0.3%. For the past 7 months, Cadence Capital Fund returned a positive gross performance of 17.1% outperforming the All Ordinaries Accumulation Index by 8.20%.

As at the 31st January 2018 the fund held 7.7% cash (92.3% invested).

Fund NTA

Unit price as at 31st January 2018:

NTA – Class A Original series (Post distribution) **\$2.324**

Fund Performance

Performance* to 31 January 2018	CCF	All Ords Accum	Outperformance
1 Month	-2.4%	-0.3%	-2.1%
YTD	17.1%	8.9%	+8.2%
1 Year	25.6%	13.0%	+12.6%
3 Years (per annum)	7.8%	8.0%	-0.2%
5 Years (per annum)	9.5%	9.2%	+0.3%
7 Years (per annum)	14.1%	8.0%	+6.1%
10 Years (per annum)	11.1%	5.2%	+5.9%
Inception to date accumulated return (14.3 years)	605.7%	241.3%	+364.4%
Annualised return since inception (14.3 years)	14.7%	9.0%	+5.7%

* Gross Performance before Management and Performance Fees



Top Portfolio Positions

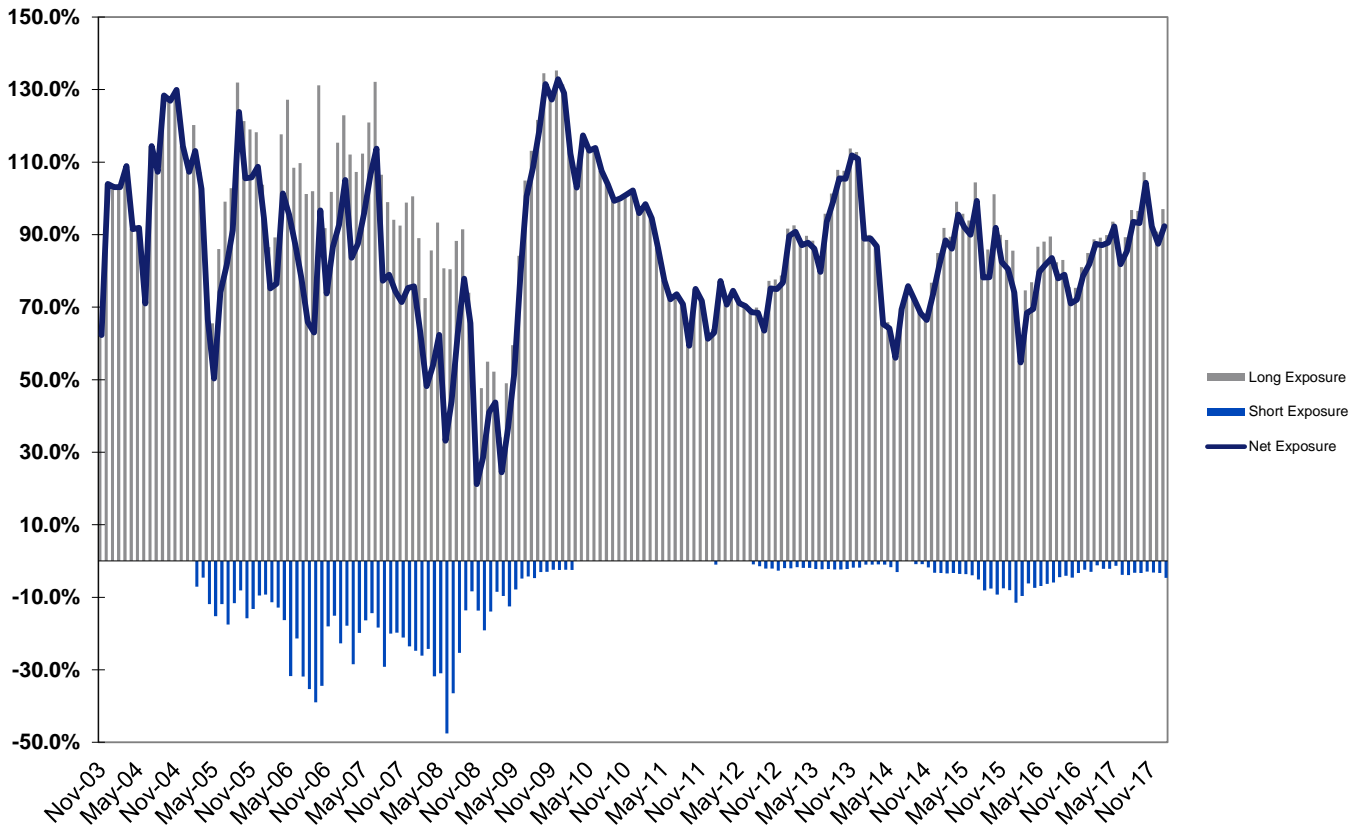
Stock Code	Position	Direction	Currency	Holding
MLB	Melbourne IT Ltd	Long	AUD	17.64%
JHG	Janus Henderson Group Plc	Long	AUD	6.37%
5930 KS	Samsung Electronics Co Ltd	Long	USD	4.76%
MQG	Macquarie Group Limited	Long	AUD	4.66%
NBL	Noni B Ltd	Long	AUD	4.41%
EHL	Emeco Holdings Ltd	Long	AUD	4.38%
9984 JP	Softbank Group Corp	Long	AUD	3.99%
ANZ	Australia & New Zealand Banking Group	Long	AUD	3.41%
NAB	National Australia Bank Ltd	Long	AUD	2.92%
ECX	Eclix Group Ltd	Long	AUD	2.78%
DMP	Domino's Pizza Enterprises Ltd	Short	AUD	2.68%
CNI	Centuria Capital Ltd	Long	AUD	2.25%
EHE	Estia Health Ltd	Long	AUD	2.19%
FB US	Facebook Inc	Long	AUD	2.04%
NGI	Navigator Global Investments Ltd	Long	AUD	1.99%
AAD	Ardent Leisure Group Ltd	Long	AUD	1.98%
SHJ	Shine Corporate Ltd	Long	AUD	1.90%
HOM	Homeloans Ltd	Long	AUD	1.85%
Top Portfolio Holdings - Gross Exposure				72.2%

Portfolio Sector Analysis

Sector	Long	Short	Net
Financial	18.89%		18.89%
Software & Services	17.64%		17.64%
Consumer, Non-cyclical	10.68%		10.68%
Basic Materials	7.05%		7.05%
Banks	6.33%		6.33%
Communications	6.03%		6.03%
Industrial	5.28%		5.28%
Technology	4.98%		4.98%
Diversified Financials	4.66%		4.66%
Energy	4.62%		4.62%
Consumer, Cyclical	8.98%	4.66%	4.32%
Materials	1.86%		1.86%
Exposure	97.0%	4.7%	92.3%
Cash on hand			7.7%



Portfolio Exposure



Recent News Articles

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

[The Way of the Turtle](#) and [The Little Book That Beats the Market](#) have been added to the [52 books you should read before buying your next stock](#) 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. [Please click here to refer a friend.](#)

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