

## INVESTMENT UPDATE

January 2019

Cadence Opportunities Fund launched on the 8<sup>th</sup> of January 2019. During the month the fund invested into 19 new positions of 0.5% each. In line with the Cadence investment philosophy we have added to those positions, in 0.5% increments, where the prices in those stocks have moved upwards. As at the 31<sup>st</sup> January 2018, the fund was 26.0% invested (74.0% cash).

Since month-end we have added a further 15 new positions into the portfolio and have continued to scale into positions where the positive price action is confirming our fundamental view.

For the month of January 2019, Cadence Opportunities Fund returned a positive gross performance of 0.6%, with an average exposure during the month of around 13%. The All Ordinaries Accumulation Index increased 3.4% during this period.

## Fund NTA

Net Tangible Assets as at 31 January 2018	Amount (\$)
Pre Tax NTA	\$1.255
Post Tax NTA	\$1.253

## Fund Performance

Performance* to 31 January 2019	CDO
1 Month (Partial Month)	0.6%
YTD	0.6%
Inception to date accumulated return (0.1 years)	0.6%

\* Gross Performance: before Management and Performance Fees

## Portfolio Positions

Stock Code	Position	Direction
AAPL US	Apple Inc	Long
ALL	Aristocrat Leisure Ltd	Long
BLD	Boral Ltd	Long
CCP	Credit Corp Group Ltd	Long
EHL	Emeco Holdings Ltd	Long
GEM	G8 Education Ltd	Long
GNW US	Genworth Financial US	Long
IRI	Integrated Research Ltd	Long
JD US	JD.COM Inc	Long
LLC	Lendlease Group	Long
MQG	Macquarie Group Ltd Ord	Long
QAN	Qantas Airways Ltd	Long
STO	Santos Ltd	Long
SVW	Seven Group Holdings Ltd	Long
TEVA US	Teva Pharmaceutical-sp	Long
TWE	Treasury Wine Estates Ltd	Long
WOR	Worleyparsons Ltd	Long
WPL	Woodside Petroleum Ltd	Long
700 HK	Tencent Holdings Ltd	Long

## Portfolio Sector Analysis

Sector	Long	Short	Net
Energy	6.3%		6.3%
Consumer, Non-cyclical	5.0%		5.0%
Industrial	4.3%		4.3%
Consumer, Cyclical	2.7%		2.7%
Technology	2.5%		2.5%
Communications	2.0%		2.0%
Diversified	1.6%		1.6%
Financial	1.0%		1.0%
Diversified Financials	0.5%		0.5%
	<b>26.0%</b>	<b>0.0%</b>	<b>26.0%</b>

<b>Cash on hand</b>	<b>74.0%</b>
---------------------	--------------

## News

---

We encourage you to visit our [52 books you should read before buying your next stock](#) page on our website. We have compiled a list of books/ documentaries that have influenced our investment style or helped provide insight into the investment process. To view all previous Cadence webcasts and press articles, please visit the [Media Section](#) of the website.

## Disclaimer

---

The information contained in this report has been prepared with all reasonable care by Cadence Asset Management Pty Ltd and is of a general nature only. It is provided for information purposes only and should not be construed as an offer or solicitation. Nothing contained in this document constitutes investment, legal, financial, business, tax or other advice. It should not be relied upon as the sole basis for making an investment decision, nor should a decision be made until the risks of the investment are fully understood. Cadence Asset Management Pty Ltd assumes no responsibilities for errors, inaccuracies or omissions in this summary. The information is provided without warranty of any kind. Past performance is not indicative of future performance. Investors may not get back the full amount originally invested.