



## INVESTMENT UPDATE

March 2013

### Summary Update

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We are pleased to report that the fund has had a good first nine months ended 31<sup>st</sup> March 2013 with the fund having a gross performance of 25.71%. During the month of March 2013, Cadence Capital Fund returned a gross performance of -2.50% compared to a decrease in the All Ordinaries Accumulation Index of -2.24% and a decrease in the Small Ordinaries Accumulation Index of -3.33%. For the nine years and five months to 31<sup>st</sup> March 2013, Cadence Capital Fund has generated a gross performance of 17.75% per annum, outperforming the All Ordinaries Accumulation Index by 8.71% per annum.

The fund finished the month 87.07% net long compared to 90.81% net long in February 2013.

### Fund NTA

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Cadence Capital unit price estimates as at 31<sup>st</sup> March 2013:

NTA (Post fees)            \$1.801849

### Cadence Highlights

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Cadence Capital Limited was **ranked by ASX\* as the Number 1 Australian Equities Listed Investment Company** over 3 and 5 years in the LMI Quarterly Update as at 31<sup>st</sup> December 2012.

Cadence Capital Limited was **ranked by Baillieu Holst as the No. 1 Listed Investment Company** over both 3 and 5 years in their Listed Investment Company Sector Report dated 31<sup>st</sup> January 2013.

Cadence Capital Limited was recently a finalist at the 2012 Australian Hedge Fund Awards in the Best Long Short and Absolute Return Fund category.

All of these reports are available on our home page at [www.cadencecapital.com.au](http://www.cadencecapital.com.au)

\* Source: ASX website – Market Update on Management Funds section, LMI Quarterly Update as at 31 December 2012



## Fund Performance

Performance* to 31st March 2013	CCF**	All Ords	Outperformance
1 Month	-2.50%	-2.24%	-0.26%
1 Year	18.55%	17.80%	+0.75%
2 Years	57.47%	10.50%	+46.97%
3 Years	111.63%	15.80%	+95.83%
4 Years	235.41%	66.77%	+168.64%
5 Years	108.34%	14.57%	+93.77%
7 Years	121.46%	31.74%	+89.72%
Inception to date accumulated return (113 months)	365.64%	125.91%	+239.73%
Annualised return since inception (113 months)	17.75%	9.04%	+8.71%

\* Gross Performance before Management and Performance Fees

\*\* Adjusted to include material franking credit of 26.7 cents received from RHG dividend during May 2011

## Top Portfolio Positions

ASX Code	Position	Direction	Holding
RHG	RHG Ltd	Long	17.8%
MQG	Macquarie Group Limited	Long	8.8%
MMS	McMillan Shakespeare Ltd	Long	8.4%
FXL	Flexigroup Ltd	Long	7.6%
NAB	National Australia Bank Ltd	Long	6.2%
ANZ	Australia & New Zealand Banking Group	Long	5.9%
BSL	Bluescope Steel Ltd	Long	4.7%
RKN	Reckon Ltd	Long	3.9%
ARI	Arrium Ltd	Long	3.9%
RFG	Retail Food Group	Long	3.6%
HGG	Henderson Group Plc	Long	2.1%
BVA	Bravura Solutions Ltd	Long	2.1%
OZL	Oz Minerals Ltd	Short	1.9%
<b>Top Portfolio Holdings</b>			<b>76.97%</b>

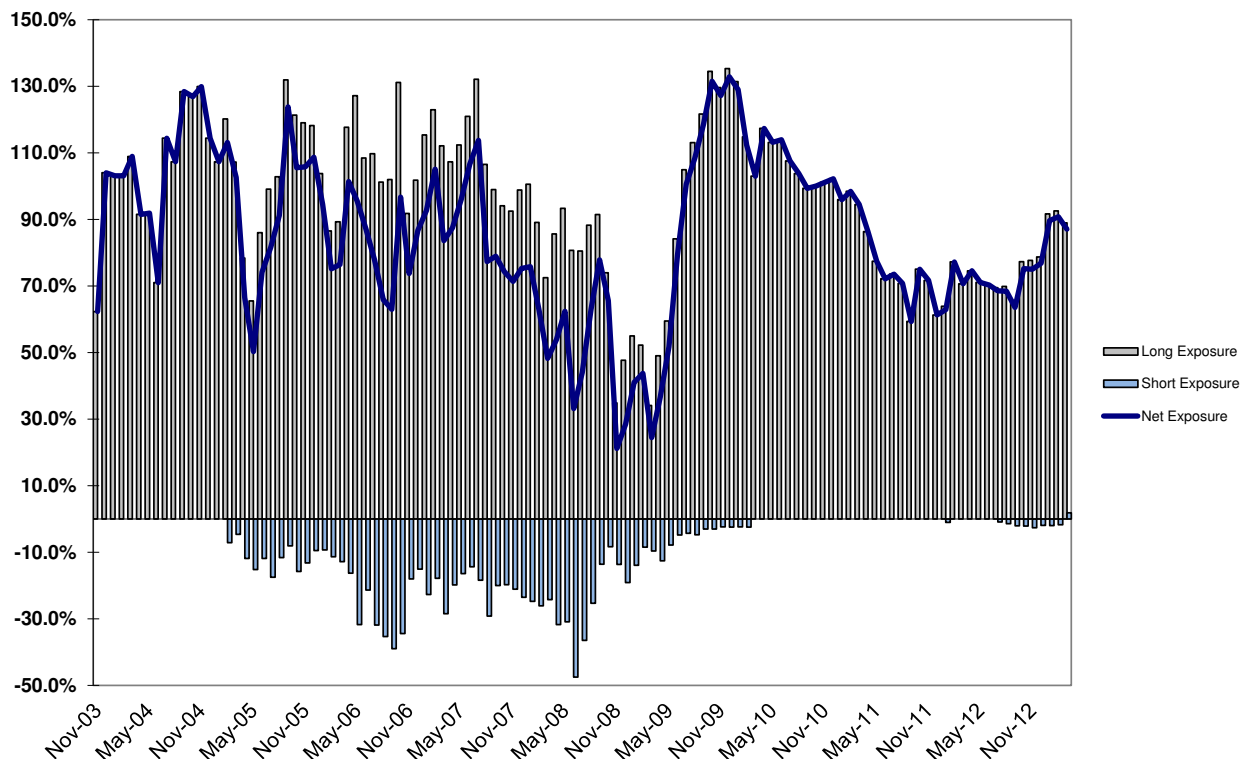


## Portfolio Sector Analysis

Sector	Long	Short	Net
Banks	29.99%		29.99%
Diversified Financials	19.81%		19.81%
Commercial & Professional Services	10.21%		10.21%
Materials	10.09%	1.87%	8.22%
Software & Services	6.63%		6.63%
Consumer Services	3.58%		3.58%
Retailing	2.16%		2.16%
Energy	1.50%		1.50%
Real Estate	1.20%		1.20%
Transportation	1.10%		1.10%
Media	1.10%		1.10%
Insurance	1.01%		1.01%
Telecommunication Services	0.54%		0.54%
Capital Goods	0.02%		0.02%
<b>Exposure</b>	<b>88.94%</b>	<b>1.87%</b>	<b>87.07%</b>

**Cash on Hand** **12.93%**

## Portfolio Exposure





## Cadence News

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### **Retail Prospectus Cadence Capital Limited**

Demand for the Prospectus share offer was very strong and both Tranche one and Tranche two closed oversubscribed. Shares for both Tranches have now been allotted and refund cheques have been sent out as required. If you have any questions on the Share Offer please contact Boardroom Pty Limited on 1300 737 760. For all new shareholders we would like to take this opportunity of welcoming you and would recommend that you register to receive our monthly newsletters and quarterly webcasts on our website at [www.cadencecapital.com.au](http://www.cadencecapital.com.au).

### **Cadence Capital Limited Half Year Dividend**

The half year fully franked dividend of 6.0 cents (Interim 5.0 cents and special 1.0 cent) is payable on the 30<sup>th</sup> April 2013. The Ex-Dividend date is the 17<sup>th</sup> April 2013 and the Record date is the 23<sup>rd</sup> April 2013. The Dividend Re-Investment Plan (DRP) is in operation for this half year dividend. The relevant issue price will be at a 3.0% discount to the share price.

### **Other News**

We would like to once again recommend that you visit the 'News and Views' section of our website at [www.cadencecapital.com.au](http://www.cadencecapital.com.au) as all past company webcasts, interviews and press articles involving Cadence can be found here.

## **Disclaimer**

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