



## INVESTMENT UPDATE

JANUARY 2016

For the month of December 2015, Cadence Capital Fund returned a negative gross performance of 5.77% compared to a decrease in the All Ordinaries Accumulation Index of 5.38%. For the past 12 months the fund has returned a positive gross performance of 2.81% outperforming the All Ordinaries Accumulation Index by 7.50%.

As at the 31<sup>st</sup> January 2016 the fund was holding 26% cash (74% invested).

## Fund NTA

Unit price as at 31<sup>st</sup> January 2016:

**NTA (Post fees) – Class A Original series      \$2.013**

## Fund Performance

Performance* to 31st January 2016	CCF**	All Ords	Outperformance
1 Month	-5.77%	-5.38%	-0.39%
1 Year	2.81%	-4.69%	+7.50%
2 Years	8.31%	6.06%	+2.25%
3 Years	29.05%	17.43%	+11.62%
4 Years	56.04%	39.36%	+16.67%
5 Years	106.28%	29.80%	+76.48%
7 Years	322.69%	97.03%	+225.66%
10 Years	198.38%	58.80%	+139.58%
Inception to date accumulated return (12.3 years)	479.68%	158.02%	+321.66%
Annualised return since inception (12.3 years)	15.43%	8.04%	+7.38%

\* 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

Stock Code	Position	Direction	Currency	Holding
MQG	Macquarie Group Limited	Long	AUD	9.54%
MLB	Melbourne IT Ltd	Long	AUD	7.16%
HGG	Henderson Group Plc	Long	AUD	6.77%
V US	Visa Inc.	Long	USD	5.82%
LUX IM	Luxottica Group SPA	Long	EUR	5.44%
MA US	Mastercard Inc.	Long	USD	3.78%
RIO	Rio Tinto Ltd	Short	AUD	3.46%
GOOG US	Alphabet Inc	Long	USD	3.39%
ANZ	Australia & New Zealand Banking Group	Long	AUD	3.21%
WPL	Woodside Petroleum Ltd	Short	AUD	3.07%
CBA	Commonwealth Bank of Australia	Long	AUD	3.03%
RFG	Retail Food Group	Long	AUD	2.88%
NAB	National Australia Bank Ltd	Long	AUD	2.87%
IPH	IPH Ltd	Long	AUD	2.74%
FB US	Facebook Inc	Long	USD	2.44%
GILD US	Gilead Sciences Inc.	Long	USD	2.36%
AIG US	American International Group	Long	USD	2.36%
9984 JP	Softbank Group Corp	Long	JPY	2.17%
<b>Top Portfolio Holdings - Gross Exposure</b>				<b>72.50%</b>

## Portfolio Sector Analysis

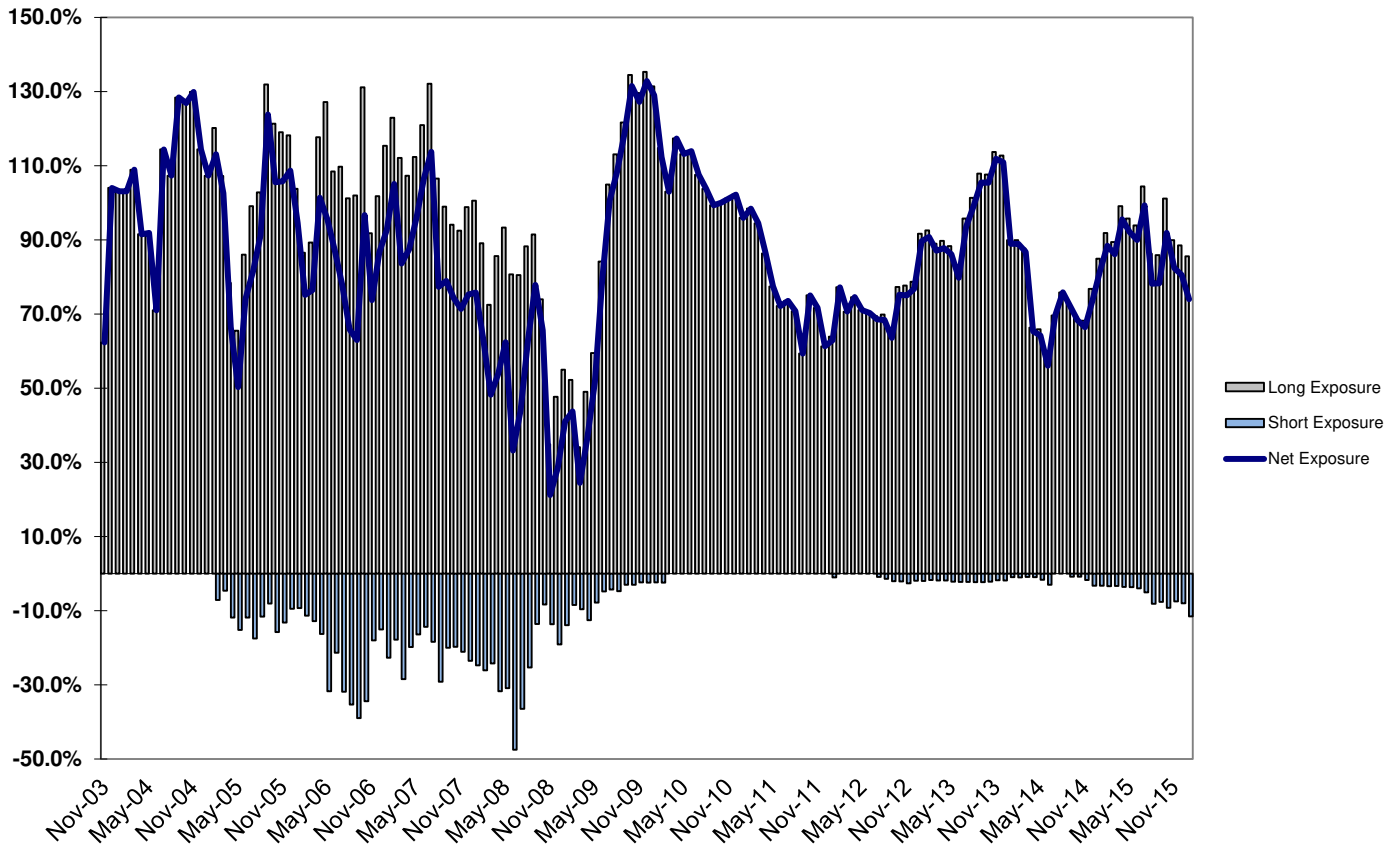
Sector	Long	Short	Net
Diversified Financials	19.66%		19.66%
Financial	13.71%	1.93%	11.77%
Banks	10.09%		10.09%
Consumer, Non-cyclical	10.06%		10.06%
Communications	9.83%		9.83%
Consumer, Cyclical	7.29%		7.29%
Software & Services	7.16%		7.16%
Consumer Services	2.88%		2.88%
Technology	3.22%	2.05%	1.17%
Basic Materials	1.10%		1.10%
Industrial	0.00%	1.00%	-1.00%
Energy	0.19%	3.07%	-2.89%
Materials	0.36%	3.46%	-3.11%
<b>Exposure</b>	<b>85.55%</b>	<b>11.53%</b>	<b>74.02%</b>

**Cash on hand**

**25.98%**



## Portfolio Exposure



## Recent News Articles

Karl Siegling discussed the themes and trends that shaped investment returns in 2015, and whether they will hold true through 2016 in his [latest interview with Livewire](#).

ShareCafe featured Cadence Capital Limited as one of the [leading listed investment companies on the ASX](#).

Our [52 Books To Read Before Buying Your Next Stock](#) section has been updated with new recommended titles such as *Winning on Wall Street* by Martin Zweig, *The Alchemy of Finance* by George Soros and *The Tipping Point* by Malcolm Gladwell.

Simon Bonouvrie explained [how Cadence acts when a position experiences significant losses](#), and the importance of being proactive for Livewire's latest Buy Side Brief.

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



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