

The Cadence Opportunities Fund celebrated its first birthday during January 2020. We are pleased that the fund has been able to achieve a 34.9% return since inception using its shorter-term Trading strategy. Approximately two thirds of the fund's performance was driven by Trading positions, or stocks which did not meet the Core investment criteria. That said, the three top contributors in absolute dollar terms were all Core positions: EML Payments, Resimac, and Opticomm. Of the top three detractors, Warrego Energy, Ausnutria Dairy, and Liquefied Natural Gas, only one of these was a Core position.

Of the 190 positions the fund invested in over the past year, the average profit was three times the size of the average loss. This is one way to demonstrate the fund has been sticking to the process of cutting its losers and letting its winners run.

Over the past few months, we have welcomed a number of new investors into the fund. We believe the fund's Trading strategy should continue delivering good risk-adjusted returns.

As at 31 January 2020, the fund was 83.2% invested.

## Fund NTA

Net Tangible Assets as at 31 January 2020	Amount (\$)
Pre Tax NTA	\$1.562
Post Tax NTA	\$1.497

## Fund Performance

Performance* to 31 January 2020	CDO
1 Month	0.6%
YTD	23.3%
1 Year	34.1%
Since Inception (per annum)	31.8%
Since Inception (1.1 years) (total return)	34.9%

\* Gross Performance: before Management and Performance Fees

## Portfolio Positions

For more information contact Cadence Opportunities Fund on 02 8298 2450 or email [info@cadencecapital.com.au](mailto:info@cadencecapital.com.au)  
 Register to receive our newsletter at [www.cadencecapital.com.au/register-for-free-newsletter](http://www.cadencecapital.com.au/register-for-free-newsletter)

Stock Code	Position	Direction	Exposure	Stock Code	Position	Direction	Exposure
ALU AU	Altium Ltd	Long	AUD	NVDA US	Nvidia Corp	Long	AUD
APE AU	AP Eagers Ltd	Short	AUD	OPC AU	Opticomm Ltd	Long	AUD
APX AU	Appen Ltd	Long	AUD	OPT AU	Opthea Ltd	Long	AUD
BABA US	Alibaba Group Holding	Long	AUD	ORE AU	Orocobre Ltd	Long	AUD
BVS AU	Bravura Solutions Ltd	Long	AUD	PBH AU	Pointsbet Holdings	Long	AUD
CGL AU	Citadel Group Ltd	Long	AUD	PBP AU	Probiotec Ltd	Long	AUD
**	Deepgreen Metals Inc.	Long	AUD	QCOM US	Qualcomm Inc	Long	AUD
ECX AU	Eclixp Group Ltd	Long	AUD	RFG AU	Retail Food Goup	Long	AUD
EML AU	EML Payments Ltd	Long	AUD	RMC AU	Resimac Group	Long	AUD
EOS AU	Electro Optic Systems	Long	AUD	RSG AU	Resolute Mining	Long	AUD
EVO AU	Evolve Education Group	Long	AUD	SLR AU	Silver Lake Resources	Long	AUD
IMD AU	Imdex Ltd	Long	AUD	STX AU	Strike Energy Ltd	Long	AUD
JIN AU	Jumbo Interactive	Short	AUD	TWTR US	Twitter Inc	Long	AUD
LNG AU	Liquefied Natural Gas	Long	AUD	UWL AU	Uniti Group Ltd	Long	AUD
LYC AU	Lynas Corp Ltd	Long	AUD	WEB AU	Webjet Ltd	Long	AUD
MOE AU	Moelis Australia Ltd	Long	AUD	WZR AU	WISR Ltd	Long	AUD

\*\* A Pre-IPO investment in the Materials sector

## Portfolio Sector Analysis

Sector	Long	Short	Net
Technology	16.4%		16.4%
Financial	14.5%		14.5%
Communications	15.9%	1.5%	14.4%
Consumer, Non-cyclical	13.7%		13.7%
Energy	7.7%		7.7%
Basic Materials	7.6%		7.6%
Industrial	4.7%		4.7%
Consumer Services	3.5%		3.5%
Software & Services	3.1%		3.1%
Consumer, Cyclical		2.5%	-2.5%
	<b>87.2%</b>	<b>4.0%</b>	<b>83.2%</b>
<b>Cash on hand</b>			<b>16.8%</b>

## News

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The Company held its AGM and Investor Briefing in November last year. During the [Cadence Opportunities Fund AGM and Investor Briefing](#), Chairman Karl Siegling firstly discusses the company's performance, followed by portfolio manager Jackson Aldridge discussing a number of current portfolio positions. The meeting concluded with Karl Siegling giving a brief outlook for 2020.

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.

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