

INVESTMENT UPDATE

April 2020

Cadence Capital Limited returned a positive performance of 9.4% during the month of April 2020 compared to the All Ordinaries Accumulation Index which was up 9.5% during the same period. Since the 31st March 2020, where the Company was 43.6% invested, the Company has deployed cash and scaled into a number of new and existing positions. At the 30th April 2020 the Company was 83% invested. For the month, the largest contributors to performance were Resimac Group, Uniti Group, Money3 Corporation, City Chic, Macquarie Group and EML Payments. The largest detractors from performance were Liquefied Natural Gas and Harvey Norman Holdings.

On the 29th April 2020 the Company went Ex its 2.0 cents fully franked interim dividend. This interim dividend equated to a 7.2% annual fully franked yield, or a 10.3% gross yield (grossed up for franking credits) based on the month-end CDM share price.

Fund NTA

Net Tangible Assets as at 30th April 2020	Amount (\$)
Pre Tax NTA*	\$0.717
Post Tax NTA*	\$0.918
Share price (ASX Code: CDM)*	\$0.550

*After the 2.0 c fully franked Interim dividend payable on 13th May 2020

Fund Gross Performance

Gross Performance* to 30 th April 2020	CDM	All Ords Accum	Outperformance
1 Month	9.4%	9.5%	-0.1%
YTD	-13.2%	-13.7%	+0.5%
1 Year	-18.2%	-9.2%	-9.0%
3 Years (per annum)	-5.7%	2.1%	-7.8%
5 Years (per annum)	-3.3%	3.7%	-7.0%
8 Years (per annum)	3.2%	7.3%	-4.1%
10 Years (per annum)	8.4%	5.9%	+2.5%
Since Inception (14.6 years) (per annum)	10.6%	5.7%	+4.9%
Since Inception (14.6 years) (total return)	332.0%	125.3%	+206.7%

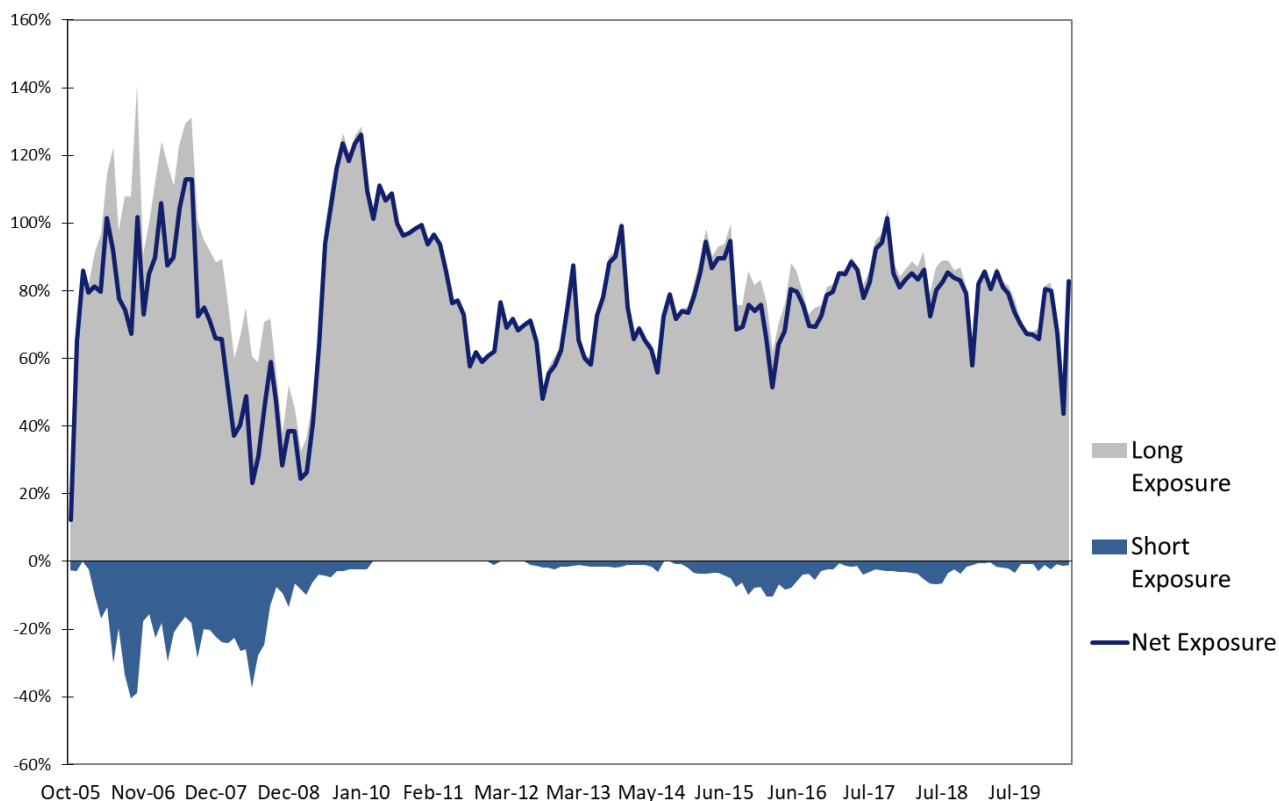
* Gross Performance: before Management and Performance Fees

Franked Dividends Declared Since Listing

Calendar Year	Interim	Final	Special	Total	Gross (Inc. Franking)
2007	2.0c	2.0c	2.0c	6.0c	8.6c
2008	2.5c	2.2c*	-	4.7c	5.8c
2009	-	2.0c	-	2.0c	2.9c
2010	2.0c	2.0c	-	4.0c	5.7c
2011	3.0c	3.0c	3.0c	9.0c	12.9c
2012	4.0c	4.0c	4.5c	12.5c	17.8c
2013	5.0c	5.0c	1.0c	11.0c	15.7c
2014	5.0c	5.0c	-	10.0c	14.3c
2015	5.0c	5.0c	1.0c	11.0c	15.7c
2016	5.0c	4.0c	-	9.0c	12.9c
2017	4.0c	4.0c	-	8.0c	11.4c
2018	4.0c	4.0c	-	8.0c	11.4c
2019	3.0c	2.0c	-	5.0c	7.1c
2020	2.0c	-	-	2.0c	2.9c
TOTAL	46.5c	44.2c	11.5c	102.2c	145.1c

* Off market equal access buy back

Historic Portfolio Exposure



Portfolio Sector Analysis

Sector	Long	Short	Net
Consumer, Non-cyclical	18.0%		18.0%
Communications	13.2%		13.2%
Financial	11.3%		11.3%
Technology	9.4%		9.4%
Energy	9.3%		9.3%
Industrial	6.6%		6.6%
Consumer, Cyclical	5.4%		5.4%
Basic Materials	4.1%		4.1%
Diversified Financials	3.1%		3.1%
Retailing	1.8%		1.8%
Banks	1.0%		1.0%
Consumer Services	0.8%		0.8%
Materials	0.0%	-1.0%	-1.0%
	84.0%	-1.0%	83.0%
Cash Holdings and Tax Asset			17.0%

Top 20 Portfolio Positions

Top 20 Holdings		
Code	Position*	Currency Exposure
BABA US	Alibaba Group Holding	AUD
GOOGL US	Alphabet Inc	AUD
AAPL US	Apple Inc	AUD
CCX	City Chic Collective Ltd	AUD
CCP	Credit Corp Group Ltd	AUD
**	Deepgreen Metals	AUD
EML	EML Payments Ltd	AUD
FB US	Facebook Inc	AUD
FMG	Fortescue Metals Group Ltd	AUD
GNW US	Genworth Financial US	AUD
IDX	Integral Diagnostic Ltd	AUD
JLG	Johns Lyng Group	AUD
LYC	Lynas Corp Ltd	AUD
MQG	Macquarie Group Ltd	AUD
MNY	Money3 Corp Ltd	AUD
PBH	Poinsbet Holdings Ltd	AUD
QCOM US	Qualcomm Inc	AUD
RMC	Resimac Group Ltd	AUD
SHJ	Shine Corporate Ltd	AUD
UWL	Uniti Group Ltd	AUD

* In Alphabetical Order

** A Pre-IPO investment in the Materials sector

Portfolio Market Capitalisation Analysis

Market Capitalisation	Long	Short	Net
> AUD 1 Billion	44.1%	1.0%	43.2%
AUD 500 Mill - AUD 1 Billion	12.9%		12.9%
AUD 250 Mill - AUD 500 Mill	15.8%		15.8%
AUD 100 Mill - AUD 250 Mill	6.0%		6.0%
0 - AUD 100 Mill *	5.2%		5.2%
Exposure	84.0%	1.0%	83.0%
Cash Holdings and Tax Asset			17.0%

* Includes a pre-IPO investment in the Materials sector

News

On the 23rd March the Company released its [March 2020 Quarterly Audiocast](#). In this Audiocast, Karl Siegling provided an update on recent market movements, the Company's performance, exposure levels and its cash holdings. He then discussed the upcoming dividend and the CDM's discount to NTA. He closed by discussing the current outlook for the market and the Company. Due to COVID-19 the Company has decided that it will be holding its upcoming investor presentations online. The details of these presentations will be announced once finalised.

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