

INVESTMENT UPDATE

July 2020

Cadence Capital Limited had a good start to the new financial year returning 3.9% in July 2020, outperforming the All Ordinaries Accumulation Index by 3.0% during the month.

The largest contributors to performance during the month were Credit Corp Group, AP Eagers, Pinterest Inc, City Chic Collective, Money3 Corp, Uniti Group and Alibaba Group. The largest detractors from performance were Shine Corporate, EML Payments and Jumbo Interactive.

On 26th June 2020, the Company held its [June 2020 Investor Presentation](#) followed by a [Q&A Session](#) involving portfolio managers Karl Siegling, Charlie Gray and Jackson Aldridge. In this online investor presentation, Karl Siegling provided an update on the fund including its recent performance, current holdings and positioning, and the key investment themes emerging in the portfolio. He also discussed the Company's discount to NTA, tax asset, and capital management strategy.

At 31st July 2020, the Company was 79.4% invested.

Fund NTA

Net Tangible Assets as at 31st July 2020	Amount (\$)
Pre Tax NTA	\$0.836
Post Tax NTA	\$1.004
Share price (ASX Code: CDM)	\$0.650

Fund Gross Performance

Gross Performance* to 31st July 2020	CDM	All Ords Accum	Outperformance
1 Month	3.9%	0.9%	+3.0%
YTD	3.9%	0.9%	+3.0%
1 Year	-3.4%	-9.0%	+5.6%
3 Years (per annum)	-2.7%	5.7%	-8.4%
5 Years (per annum)	-2.2%	5.5%	-7.7%
8 Years (per annum)	4.9%	8.9%	-4.0%
10 Years (per annum)	10.8%	7.4%	+3.4%
Since Inception (14.8 years) (per annum)	11.3%	6.2%	+5.1%
Since Inception (14.8 years) (total return)	391.5%	144.5%	+247.0%

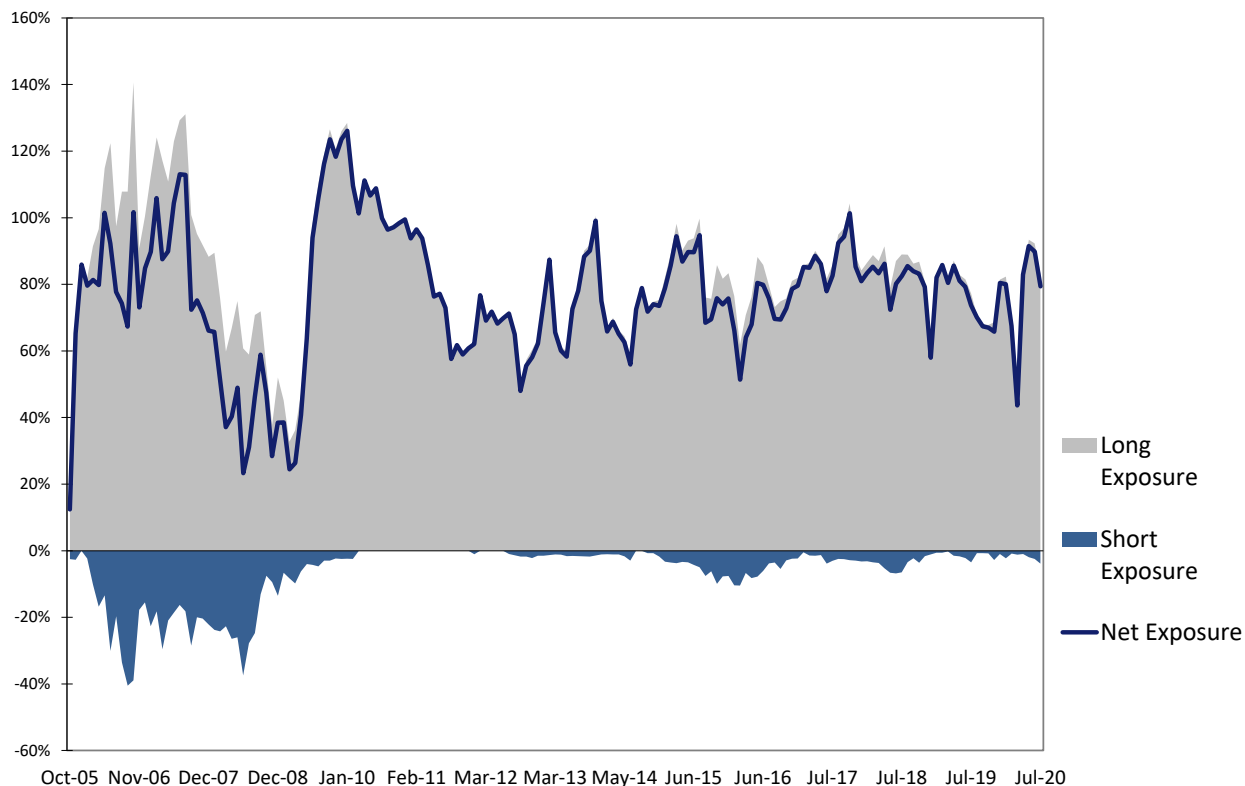
* Gross Performance: before Management and Performance Fees

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	17.0%	-0.9%	16.1%
Communications	11.5%	-1.1%	10.4%
Technology	10.6%	-2.1%	8.5%
Financial	10.3%		10.3%
Consumer, Cyclical	10.1%	-0.5%	9.6%
Energy	6.3%		6.3%
Basic Materials	6.3%		6.3%
Industrial	5.3%		5.3%
Diversified Financials	3.3%		3.3%
Retailing	2.5%		2.5%
Consumer Services	0.9%		0.9%
	84.0%	-4.6%	79.4%

Net Cash Holdings and Tax Asset **20.6%**

Top 20 Portfolio Positions

Code	Position*	Currency Exposure
BABA US	Alibaba Group Holding	AUD
GOOGL US	Alphabet Inc	AUD
APE	AP Eagers Ltd	AUD
APX	Appen Ltd	AUD
ARB	ARB Corp Ltd	AUD
ALX	Atlas Arteria	AUD
CAR	Carsales.com Ltd	AUD
CCX	City Chic Collective Ltd	AUD
CCP	Credit Corp Group Ltd	AUD
**	Deepgreen Metals	AUD
EOS	Electro Optic Systems Holdings	AUD
EML	EML Payments Ltd	AUD
LYC	Lynas Corp Ltd	AUD
MQG	Macquarie Group Ltd	AUD
MNY	Money3 Corp Ltd	AUD
NVDA US	NVIDIA Corp	AUD
RMC	Resimac Group Ltd	AUD
SHJ	Shine Corporate Ltd	AUD
700 HK	Tencent Holdings 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	47.6%	-3.5%	44.1%
AUD 500 Mill - AUD 1 Billion	16.1%	-1.1%	15.0%
AUD 250 Mill - AUD 500 Mill	11.6%	0.0%	11.6%
AUD 100 Mill - AUD 250 Mill	3.7%		3.7%
0 - AUD 100 Mill *	5.0%		5.0%
Exposure	84.0%	-4.6%	79.4%

Net Cash Holdings and Tax Asset	20.6%
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* Includes a pre-IPO investment in the Materials sector

News

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