

Cadence Opportunities Fund returned a gross positive performance of 1.5% in the month of September, compared with the All Ordinaries Accumulation Index which was down 3.4% over the same period. The Fund has had a good start to the new financial year, returning 34.0% outperforming the All Ordinaries Accumulation Index by 32.9% during this period. Since its inception, the Fund is up 111.6% on a gross performance basis compared to the market which is up 11.6% during the same period.

The company has recently completed its full year results and annual report and has announced a 6.0 cents per share fully franked final dividend equating to a 3.1% annual fully franked yield, or a 4.4% gross yield (grossed up for franking credits) based on the Post-Tax NTA on the date of the dividend announcement. The Ex-Date for the dividend is the 30 September 2020 and the payment date is the 16 October 2020. Please note that over the coming week you should receive your June 2020 Investor Statements, Annual Report, and dividend payment.

At 30th September 2020, the fund was 100.4% invested.

Upcoming Capital Raise

On the 14th October, the Company announced to all shareholders an opportunity to participate in its upcoming rights issue and shortfall placement. This offer reflects the continued success of the company as well as continued shareholder interest in the company. This offer opens on the **22nd October 2020** and shareholder acceptance forms **will be sent to all shareholders on this date**. Application forms for **new shareholders** to participate in the shortfall placement will be made available **on our website on the 22nd October 2020**. The Rights Issue gives a preference to existing shareholders and allows any shortfall to be taken up by potential new shareholders. The Rights Issue is limited to \$10M. Board and management will be investing at least \$2M into the Offer.

For more detail on the Rights Issue and Shortfall Placement please do watch the [Cadence Opportunities Fund Entitlement & Shortfall Offer Presentation](#). In this webcast, Karl Siegling discusses this offer in detail and gives an update on the fund. Please also refer to the [offer booklet](#) in relation to the right issue and shortfall Placement.

Fund NTA

Net Tangible Assets as at 30th September 2020	Amount (\$)
Pre Tax NTA	\$2.169
Post Tax NTA	\$1.962

Fund Performance

Performance* to 30th September 2020	CDO
1 Month	1.5%
YTD	34.0%
1 Year	65.1%
Since Inception (per annum)	53.5%
Since Inception (1.8 years) (total return)	111.6%

* Gross Performance: before Management and Performance Fees

Portfolio Positions

Stock Code	Position	Direction	Exposure	Stock Code	Position	Direction	Exposure
ADH	Adairs Ltd	Long	AUD	FLT	Flight Centre Travel Group Ltd	Long	AUD
9988 HK	Alibaba Group Holding Ltd	Long	AUD	HTG	Harvest Technology Group Ltd	Long	AUD
GOOGL US	Alphabet Inc	Long	AUD	NVTA US	Invitae Corp	Long	AUD
AMZN US	Amazon.com Inc	Long	AUD	KMD	Katmandu Holdings Ltd	Long	AUD
APE	AP Eagers Ltd	Long	AUD	LYC	Lynas Corp Ltd	Long	AUD
AMS	Atomos Ltd	Long	AUD	MMM	Marley Spoon	Long	AUD
AFG	Australian Finance Group Ltd	Long	AUD	NXT	NextDC Ltd	Long	AUD
ADSK US	Autodesk Inc	Long	AUD	NTDOY US	Nintendo Co Ltd	Long	AUD
BBN	Baby Bunting Group Ltd	Long	AUD	NVDA US	NVIDIA Corp	Long	AUD
BKL	Blackmores Ltd	Short	AUD	OBM	Ora Banda Mining Ltd	Long	AUD
CAR	Carsales.com Ltd	Long	AUD	PINS US	Pinterest Inc	Long	AUD
CCX	City Chic Collective Limited	Long	AUD	PBH	Pointsbet Holdings Ltd	Long	AUD
COD	Coda Minerals Limited	Long	AUD	QCOM US	Qualcomm Inc	Long	AUD
CGC	Costa Group Holdings Ltd	Long	AUD	RMS	Ramelius Resources Ltd	Long	AUD
CCP	Credit Corp Group Ltd	Long	AUD	RBL	Redbubble Ltd	Long	AUD
CRWD US	Crowdstrike Holdings Inc	Long	AUD	RMC	Resimac Group Ltd	Long	AUD
DTC	Damstra Holdings Ltd	Long	AUD	SHOP US	Shopify Inc	Long	AUD
**	DeepGreen Metals Inc	Long	AUD	TTD US	Trade Desk Inc	Long	AUD
DKNG US	Draftkings Inc	Long	AUD	UWL	Uniti Group Ltd	Long	AUD
EOS	Electro Optic Systems Holding	Long	AUD	VLT	Vault Intelligence Ltd	Long	AUD
EML	EML Payments Ltd	Long	AUD	WSP	Whispir Ltd	Long	AUD
FB US	Facebook Inc	Long	AUD	XLNX US	Xilinx Inc	Long	AUD
FZO	Family Zone Cyber Safety Ltd	Long	AUD	Z1P	Zip Co Ltd	Long	AUD

** A Pre-IPO investment in the Materials sector

Portfolio Sector Analysis

Sector	Long	Short	Net
Consumer, Cyclical	22.8%		22.8%
Communications	22.8%		22.8%
Technology	19.0%		19.0%
Consumer, Non-cyclical	14.6%	-1.2%	13.4%
Basic Materials	6.9%		6.9%
Industrial	5.4%		5.4%
Financial	4.9%		4.9%
Retailing	3.3%		3.3%
Energy	2.0%		2.0%
	101.6%	-1.2%	100.4%
Net Cash holdings and Tax			-0.4%

News

On the 14th August 2020, the Company released its [July 2020 Year-End Investor Presentation](#). This is a good opportunity to listen to the key members of the investment team namely, Karl Siegling, Jackson Aldridge, and Charlie Gray, giving an update on the fund's recent performance, portfolio attribution, and the current investment themes.

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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