



CADENCE  
*Capital Limited*

## Investment Update and NTA Report March 2017

Please click on the button below to view the CDM March Newsletter,  
or view the PDF attached.

[Click here to view March 2017 Newsletter](#)

## INVESTMENT UPDATE

**MARCH 2017**

For the month of March 2017 Cadence Capital Limited returned a positive gross performance of 1.6% compared to an increase in the All Ordinaries Accumulation Index of 3.2%. For the financial year to date, Cadence Capital Limited has returned a positive gross performance of 12.2% compared to an increase in the All Ordinaries Accumulation Index of 14.9%.

In February 2017 the Company announced a 4.0 cent fully-franked interim dividend. This equates to a 6.7% annual fully franked yield, or a 9.6% gross yield (grossed up for franking credits) based on the CDM share price at the time of the announcement. The Ex-Date for the dividend was the 12<sup>th</sup> April 2017 and the payment date is the 28<sup>th</sup> April 2017. Shareholders can participate in the Dividend Re-Investment Plan ("DRP") at a 3% discount. The DRP Record Date is the 19<sup>th</sup> April 2017. If you would like to participate in the DRP please complete the [DRP Application Form](#) and return it to our Share Registry, BoardRoom Pty Limited. (BoardRoom's address is on the form).

As at the 31<sup>st</sup> March 2017 the fund was holding 15% cash (85% invested).

## Fund NTA

Net Tangible Assets as at 31 March 2017	Amount (\$)
Pre Tax NTA	\$1.176
Post Tax NTA	\$1.250
Share price (ASX Code: CDM)	\$1.305

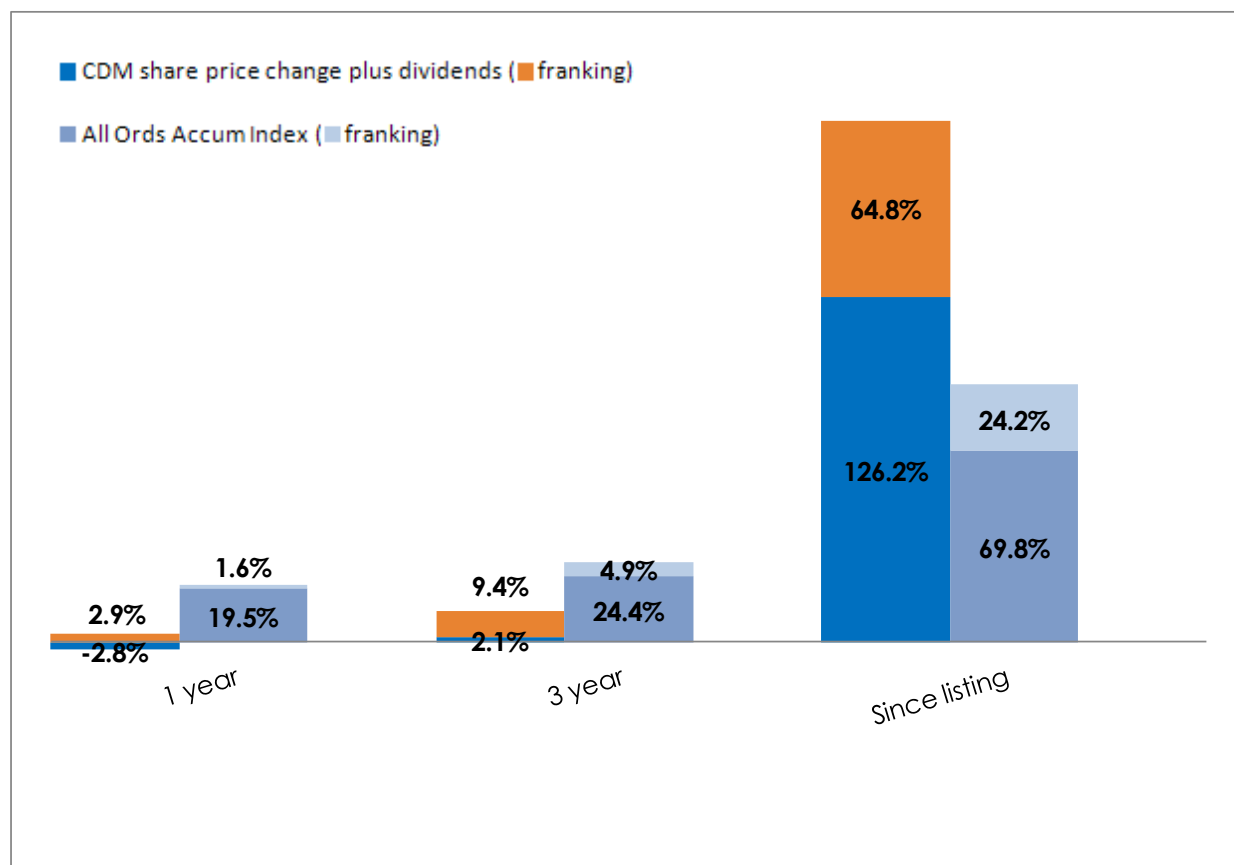
## Fund Performance

Performance* to 31st March 2017	CDM**	All Ords	Outperformance
1 Month	1.6%	3.2%	-1.6%
YTD	12.2%	14.9%	-2.7%
1 Year	10.1%	19.5%	-9.4%
3 Years (per annum)	3.6%	7.6%	-4.0%
5 Years (per annum)	8.3%	10.7%	-2.4%
8 Years (per annum)	19.0%	11.3%	+7.7%
10 Years (per annum)	11.0%	4.3%	+6.7%
Since Inception (11.5 years) (per annum)	15.2%	6.7%	+8.5%
Since Inception (11.5 years) (total return)	407.7%	110.0%	+297.7%

\* Before Management and Performance Fees

\*\*These numbers include the franking value of the substantial dividend from its RHG holding received in May 2011.

## CDM Share Price and Option Returns plus Dividends & Franking

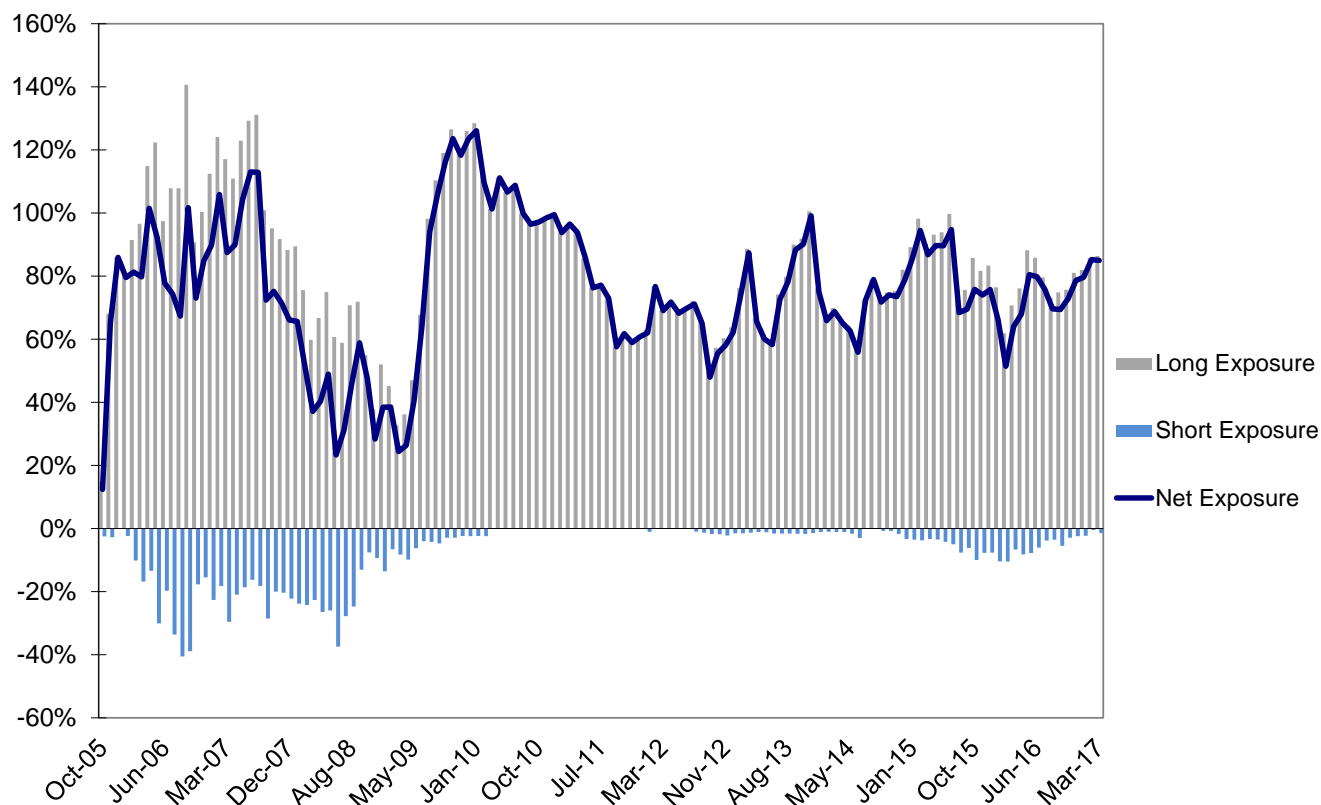


## Franked Dividends Declared Since Listing

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	5.7c
<b>TOTAL</b>	<b>37.5c</b>	<b>34.2c</b>	<b>11.5c</b>	<b>83.2c</b>	<b>118.0c</b>

\* Off market equal access buy back

## Historic Portfolio Exposure



## Portfolio Sector Analysis

Sector	Long	Short	Net
Diversified Financials	17.4%		17.4%
Software & Services	10.5%		10.5%
Communications	10.4%		10.4%
Banks	10.1%		10.1%
Financial	9.1%		9.1%
Basic Materials	6.3%		6.3%
Consumer, Non-cyclical	6.3%		6.3%
Technology	4.3%		4.3%
Consumer Services	4.3%		4.3%
Consumer, Cyclical	3.2%	0.9%	2.3%
Industrial	1.5%		1.5%
Materials	1.1%		1.1%
Capital Goods	1.0%		1.0%
Energy	1.0%	0.5%	0.5%
<b>Exposure</b>	<b>86.4%</b>	<b>1.4%</b>	<b>85.0%</b>
<b>Cash on Hand</b>			<b>15.0%</b>

## Top Portfolio Positions

Code	Position	Direction	Currency	Holding
MLB	Melbourne IT Ltd	Long	AUD	10.5%
MQG	Macquarie Group Ltd	Long	AUD	9.8%
HGG	Henderson Group Plc	Long	AUD	5.3%
RFG	Retail Food Group	Long	AUD	4.2%
5930 KS	Samsung Electronics Co Ltd	Long	USD	4.2%
ANZ	Australia and New Zealand Banking Group	Long	AUD	4.0%
9984 JP	Softbank Group Corp	Long	AUD	3.9%
NAB	National Australia Bank Ltd	Long	AUD	3.6%
FB US	Facebook Inc	Long	AUD	3.5%
IGO	Independence Group NL	Long	AUD	3.0%
GOOG US	Alphabet Inc	Long	AUD	3.0%
CBA	Commonwealth Bank of Australia	Long	AUD	2.5%
ECX	Eclixp Group Ltd	Long	AUD	2.5%
AIG US	American International Group	Long	AUD	2.4%
MA US	Mastercard Inc	Long	AUD	1.6%
MND	Monadelphous Group Ltd	Long	AUD	1.5%
AAD	Ardent Leisure Group	Long	AUD	1.5%
SHV	Select Harvests Ltd	Long	AUD	1.4%
CYA	Century Australia Investments Ltd	Long	AUD	1.3%
EHE	Estia Health Ltd	Long	AUD	1.2%
<b>Top Portfolio Holdings Gross Exposure</b>				<b>71.1%</b>

## Recent News Articles

Cadence Capital recently released its latest eBook titled *'Has the next resources boom started?'*. With insights regarding recent gains in the resource sector, and featuring two 'live' examples of current resource investments, we would encourage you to [download a copy of the eBook](#).

Livewire Markets interviewed Karl Siegling as part of their Beyond the Jargon series. [Click here](#) to view Karl's thoughts on Averaging Down.

Karl Siegling was invited to present at the Spring Financial Group Leadership Series. [Click here](#) to view a webcast of his presentation titled *'The top two investment trends in 2017.'*

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### Has the next Resources boom started?

Are resources gains sustainable? How does the Cadence Capital approach to investing enable us to profit from resources in the current environment? Two 'live' examples of current resource investments – Monadelphous Group Ltd (MND) and Fortescue Metals Group (FMG).

**DOWNLOAD FREE EBOOK**

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