

**CADENCE OPPORTUNITIES FUND LIMITED**  
**A.B.N. 37 627 359 166**

**APPENDIX 4E**  
**PRELIMINARY FINAL REPORT**  
**for the year ended 30 June 2024**

**RESULTS FOR ANNOUNCEMENT TO THE MARKET**  
*All comparisons to the year ended 30 June 2023*

	\$	up/down	% mvmt
Revenue from ordinary activities	4,340,964	Up	768%
Profit from ordinary activities before tax attributable to members	2,924,183	Up	227%
Profit from ordinary activities after tax attributable to members	2,340,605	Up	274%
		<b>Franked amount per share</b>	<b>Tax rate for franking</b>
<b>Dividend Information</b>	<b>Amt per share</b>		
2024 Final dividend per share	7.0c	7.0c	30%
2024 Interim dividend per share	6.5c	6.5c	30%
2023 Final dividend per share	6.5c	6.5c	30%
2023 Interim dividend per share	7.5c	7.5c	30%
<b>Final dividend dates</b>			
Ex dividend date			15 October 2024
Record date			16 October 2024
Payment date			31 October 2024
The Dividend Re-Investment Plan ("DRP") is in operation for the final dividend of 7.0c per share. The relevant issue price will be calculated as the weighted average market price of shares sold on the ASX over the 4 trading days commencing on the ex-dividend date. The last date for DRP election is the 18 October 2024.			
		<b>30 June 2024</b>	<b>30 June 2023</b>
Net tangible asset backing after tax		\$2.08	\$2.06
<i>This report is based on the 2024 Financial Report which is in the process of being audited. All the documents comprise the information required by Listing Rule 4.3A.</i>			

# CADENCE OPPORTUNITIES FUND LIMITED

A.B.N. 37 627 359 166

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2024

	Notes	2024 \$	2023 \$
<b>REVENUE</b>			
Net realised and unrealised gain/ (loss) on investments		2,580,010	(2,415,947)
Dividends received		1,251,212	1,318,141
Interest received		508,617	433,222
Other income		1,125	14,326
<b>Net revenue and income/ (loss)</b>		<b>4,340,964</b>	<b>(650,258)</b>
<b>EXPENSES</b>			
Finance costs		(351,028)	(269,720)
Brokerage expenses on share purchases		(89,972)	(273,912)
Directors fees		(75,000)	(75,000)
Dividends on short positions		(242,107)	(235,956)
Stock loan fees		(6,446)	(107,671)
Custody fees		(7,358)	(29,871)
Audit and taxation fees		(71,283)	(95,900)
Management fees		(409,236)	(436,036)
Performance fees		(30,147)	-
ASX fees		(46,885)	(48,632)
Registry fees		(21,311)	(17,103)
Other expenses from ordinary activities		(66,008)	(65,201)
<b>Total expenses</b>		<b>(1,416,781)</b>	<b>(1,655,002)</b>
<b>Profit/(loss) before income tax</b>		<b>2,924,183</b>	<b>(2,305,260)</b>
Income tax (expense)/ benefit	2(a)	(583,578)	962,385
<b>Profit/ (loss) attributable to members of the Company</b>		<b>2,340,605</b>	<b>(1,342,875)</b>
<b>Other comprehensive income</b>			
Other comprehensive income for the year, net of tax		-	-
<b>Total comprehensive income/ (loss) for the year</b>		<b>2,340,605</b>	<b>(1,342,875)</b>
<b>Basic earnings/ (loss) per share</b>	11	<b>15.0 cents</b>	<b>(8.7) cents</b>
<b>Diluted earnings/ (loss) per share</b>	11	<b>15.0 cents</b>	<b>(8.7) cents</b>

The accompanying notes form part of these financial statements.

# CADENCE OPPORTUNITIES FUND LIMITED

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## STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

	Note	2024 \$	2023 \$
<b>ASSETS</b>			
Cash and cash equivalents	4	3,469,417	21,196,633
Trade and other receivables	5	78,892	519,980
Financial assets at fair value through profit or loss	6	35,623,574	18,085,246
Current tax asset	2(c)	-	207,104
Deferred tax asset	2(b)	1,349,737	1,296,957
<b>TOTAL ASSETS</b>		<b>40,521,620</b>	<b>41,305,920</b>
<b>LIABILITIES</b>			
Cash overdrafts	4	6,704,765	3,956,359
Trade and other payables	7	161,588	1,451,512
Financial liabilities at fair value through profit or loss	8	1,047,128	3,717,097
Current tax liability	2(c)	30,257	-
<b>TOTAL LIABILITIES</b>		<b>7,943,738</b>	<b>9,124,968</b>
<b>NET ASSETS</b>		<b>32,577,882</b>	<b>32,180,952</b>
<b>EQUITY</b>			
Issued capital	9	32,819,799	32,734,202
Profits reserve	10	3,522,195	5,551,467
Accumulated losses		(3,764,112)	(6,104,717)
<b>TOTAL EQUITY</b>		<b>32,577,882</b>	<b>32,180,952</b>

The accompanying notes form part of these financial statements.

# CADENCE OPPORTUNITIES FUND LIMITED

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## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2024

	Note	Issued capital \$	Accumulated losses \$	Profits reserve \$	Total equity \$
<b>Balance at 1 July 2022</b>		<b>31,920,498</b>	<b>(4,761,842)</b>	<b>7,850,109</b>	<b>35,008,765</b>
Loss for the year		-	(1,342,875)	-	(1,342,875)
Other comprehensive income for the year		-	-	-	-
<b>Transactions with owners:</b>					
Shares issued via DRP	9	813,704	-	-	813,704
Dividends paid	3(a)	-	-	(2,298,642)	(2,298,642)
<b>Balance at 30 June 2023</b>		<b>32,734,202</b>	<b>(6,104,717)</b>	<b>5,551,467</b>	<b>32,180,952</b>
Profit for the year		-	2,340,605	-	2,340,605
Other comprehensive income for the year		-	-	-	-
<b>Transactions with owners:</b>					
Shares issued via DRP	9	559,053	-	-	559,053
On-market share buy-back	9	(473,456)	-	-	(473,456)
Dividends paid	3(a)	-	-	(2,029,272)	(2,029,272)
<b>Balance at 30 June 2024</b>		<b>32,819,799</b>	<b>(3,764,112)</b>	<b>3,522,195</b>	<b>32,577,882</b>

The accompanying notes form part of these financial statements.

# CADENCE OPPORTUNITIES FUND LIMITED

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## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2024

	2024 \$	2023 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Proceeds from the sale of investments	51,113,194	153,277,915
Payments for the purchase of investments	(69,678,391)	(156,027,512)
Dividends received	1,251,212	1,322,452
Interest received	552,845	388,994
Other income received	1,125	14,326
Management fees paid	(404,885)	(440,509)
Brokerage expenses on share purchases	(89,972)	(273,912)
Dividends on shorts	(254,142)	(230,028)
Finance costs	(351,028)	(269,720)
Income tax paid	(399,000)	(153,231)
Payments for administration expenses	(272,905)	(404,893)
<b>NET CASH USED BY OPERATING ACTIVITIES</b>	<b>(18,531,947)</b>	<b>(2,796,118)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
On-market share buy-back	(473,456)	-
Dividends paid	(1,470,219)	(1,484,938)
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(1,943,675)</b>	<b>(1,484,938)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS HELD</b>	<b>(20,475,622)</b>	<b>(4,281,056)</b>
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF THE FINANCIAL YEAR	17,240,274	21,521,330
<b>CASH AND CASH EQUIVALENTS AS AT END OF THE FINANCIAL YEAR</b>	<b>(3,235,348)</b>	<b>17,240,274</b>
<b>NON-CASH TRANSACTIONS:</b>		
Shares issued via dividend reinvestment plan	559,053	813,704

The accompanying notes form part of these financial statements.

# CADENCE OPPORTUNITIES FUND LIMITED

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Cadence Opportunities Fund Limited ("the Company") is a listed public company, incorporated and domiciled in Australia.

#### **Basis of Preparation**

Balances included in the Company's financial statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). This is the Australian dollar, which reflects the currency of the economy in which the Fund competes for funds and is regulated. The Australian dollar is also the Company's presentation currency.

Amounts in the financial statements have been rounded to the nearest dollar, unless otherwise indicated.

The accounting policies are consistent with those applied in the 30 June 2023 Annual Report.

The Company has only one segment. The Company operates predominately in Australia and in one industry being the securities industry, deriving revenue from dividend income, interest income and from the sale of its financial assets at fair value through profit or loss. However, the Company has foreign exposures as it invests in companies which operate internationally.

This preliminary report was authorised by the Directors on 16 August 2024.

# CADENCE OPPORTUNITIES FUND LIMITED

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

### 2. TAXATION

#### (a) Current Income Tax Expense/ (Benefit)

2024

2023

\$

\$

The prima facie tax on profit/ (loss) from ordinary activities before income tax is reconciled to the income tax expense/ (benefit) as follows:

Prima facie tax expense/ (benefit) on profit/ (loss) from ordinary activities before income tax at 30%	877,255	(691,578)
Imputation credit gross up	116,383	120,575
Franked dividends received – current year	(387,942)	(401,917)
Foreign tax gross up	3,255	5,890
Foreign tax credits on dividends received – current year	(10,849)	-
Other	(14,524)	4,645
	<b>583,578</b>	<b>(962,385)</b>

Effective tax rate	20.0%	(41.7%)
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The effective tax rate for FY2024 is 20.0% reflecting the benefit to the Company of franking credits received on dividend income during the year.

#### Total income tax expense/ (benefit) results in a:

Current tax asset expense	636,361	-
Movement in deferred tax assets/liabilities	(52,783)	(962,385)
	<b>583,578</b>	<b>(962,385)</b>

#### (b) Deferred Tax Asset

Provisions	12,032	13,859
Capitalised share issue costs	34,008	51,897
Fair value adjustment	(277,576)	(335,552)
Tax losses	1,581,273	1,566,753
	<b>1,349,737</b>	<b>1,296,957</b>

#### Movement in deferred tax asset

Balance at the beginning of the year	1,296,957	332,239
Credited to the profit or loss	52,783	962,385
Movement relating to (over)/ under adjustment	(3)	2,333
	<b>1,349,737</b>	<b>1,296,957</b>

#### (c) Current Tax (Liability)/ Asset

Balance at the beginning of the year	207,104	56,203
Current year income tax on operating profit	(636,361)	-
Income tax paid	608,434	209,434
Income tax received	(209,434)	(56,203)
Prior year under/(over)	-	(2,330)
	<b>(30,257)</b>	<b>207,104</b>

# CADENCE OPPORTUNITIES FUND LIMITED

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

### 3. DIVIDENDS

#### (a) Dividends paid during the period

Dividends paid by the Company

2024

\$

2023

\$

2,029,272

2,298,642

#### 2024

Dividends paid by the  
Company for the year  
ended 30 June 2024

Cents  
Per  
Share

Date of  
payment

Tax Rate  
for  
franking  
Credit

%  
franked

Total  
Amount  
\$

Interim 2024 Ordinary

6.5

30 April 24

30%

100%

1,014,636

Final 2023 Ordinary

6.5

31 October 23

30%

100%

1,014,636

**Total Amount**

**2,029,272**

#### 2023

Dividends paid by the  
Company for the year  
ended 30 June 2023

Cents  
Per  
Share

Date of  
payment

Tax Rate  
for  
franking  
Credit

%  
franked

Total  
Amount  
\$

Interim 2023 Ordinary

7.5

28 April 23

30%

100%

1,156,095

Final 2022 Ordinary

7.5

28 October 22

30%

100%

1,142,547

**Total Amount**

**2,298,642**

#### (b) Dividend franking account

The balance of the franking account at year end is adjusted for franking credits and debits arising from receipts or payments of income tax and franking credits arising from dividends receivable.

1,118,041

1,200,786

Subsequent to the reporting period, the franking account would be reduced by the proposed dividend disclosed in (a). The Company's ability to continue to pay franked dividends is dependent upon the receipt of franked dividends from investments and the Company paying tax.

#### (b) Dividends not recognised during the period

On 16 August 2024 the Directors declared a fully franked final dividend of 7.0 cents per share payable on 31 October 2024. The Ex-Date for the dividend is 15 October 2024.

### 4. CASH FLOW INFORMATION

Cash and cash equivalents

3,469,417

21,196,633

Cash overdrafts

(6,704,765)

(3,956,359)

(3,235,348)

17,240,274

### 5. TRADE AND OTHER RECEIVABLES

Trade debtors

63,800

462,448

Interest receivable

-

44,228

Sundry debtors

15,092

13,304

78,892

519,980

Trade debtors relate to outstanding settlements, are non-interest bearing and are secured by the Australian Securities Exchange - National Guarantee Fund. They are settled within 2 days of the purchase being executed. Income receivable relates to accrued interest income, it is non-interest bearing and is unsecured.



# CADENCE OPPORTUNITIES FUND LIMITED

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

	2024 \$	2023 \$
<b>6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		
Long positions - held for trading financial assets:		
Listed Investments at fair value	35,463,031	18,085,246
Swap positions at fair value	160,543	-
	<b>35,623,574</b>	<b>18,085,246</b>

## 7. TRADE AND OTHER PAYABLES

Trade creditors	-	1,335,558
Dividends payable on shorts	-	12,035
Sundry creditors - related parties	78,571	41,868
Sundry creditors - other	83,017	62,051
	<b>161,588</b>	<b>1,451,512</b>

Trade creditors relate to outstanding settlements. They are non-interest bearing and are secured by the Australian Securities Exchange - National Guarantee Fund. They are settled within 2 days of the purchase being executed.

Sundry creditors - related parties, includes fees payable of \$78,571 (inclusive of GST) (2023: \$41,868) to the manager, Cadence Asset Management Pty Limited.

Sundry creditors - other, are settled within the terms of payment offered, which is usually within 30 days.

## 8. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

Short positions - held for trading financial liabilities:

Listed investments at fair value	<b>1,047,128</b>	<b>3,717,097</b>
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The Company's Financial Assets and Cash are used as collateral for its Financial Liabilities.

## 9. ISSUED CAPITAL

### (a) Paid-up Capital

Ordinary shares fully paid	33,028,501	32,942,904
Share issue transaction costs	(298,146)	(298,146)
Deferred tax asset on share issue transaction costs	89,444	89,444
	<b>32,819,799</b>	<b>32,734,202</b>

2024 Date	Details	Share Price \$	No. of Shares	Value \$
Balance at beginning of the year			<b>15,609,770</b>	<b>32,942,904</b>
October 2023	Shares issued via DRP	\$1.72235	88,390	152,238
October 2023	On-market share buy-back	\$1.71665	(8,991)	(15,434)
November 2023	On-market share buy-back	\$1.66275	(14,221)	(23,646)
December 2023	On-market share buy-back	\$1.61511	(8,178)	(13,208)
January 2024	On-market share buy-back	\$1.60015	(19,428)	(31,088)
February 2024	On-market share buy-back	\$1.67116	(37,572)	(62,789)
April 2024	Shares issued via DRP	\$1.80507	225,382	406,815
May 2024	On-market share buy-back	\$1.71075	(95,433)	(163,262)
June 2024	On-market share buy-back	\$1.73185	(94,713)	(164,029)
			<b>15,645,006</b>	<b>33,028,501</b>

# CADENCE OPPORTUNITIES FUND LIMITED

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

### 9. ISSUED CAPITAL (Continued)

#### (a) Paid-up Capital (Continued)

2023 Date	Details	Share Price \$	No. of Shares	Value \$
Balance at beginning of the year			15,233,945	32,129,200
October 2022	DRP	\$2.2367	180,640	404,015
April 2023	DRP	\$2.0918	195,185	409,689
			<b>15,609,770</b>	<b>32,942,904</b>

Holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at shareholder meetings. In the event of the winding up of the Company, ordinary shareholders rank after creditors and share in any proceeds on winding up in proportion to the number of shares held.

#### (b) Capital Management

Management controls the capital of the Company in order to maintain a good debt to equity ratio, provide the shareholders with adequate returns and ensure that the Company can fund its operations and continue as a going concern. The Company's debt and capital includes ordinary share capital and financial liabilities, supported by financial assets.

Management effectively manages the Company's capital by assessing the Company's financial risks and adjusting its capital structure in response to changes in these risks and in the market. These responses include the management of debt levels, distributions to shareholders and share issues. There has been no change in the strategy adopted by the Board to control the capital of the Company. The Company is not subject to any externally imposed capital requirements.

On 6 October 2023 the Company announced the approval of an on-market share buy-back of up to 600,000 of its ordinary shares. The share buy-back period commenced on 20 October 2023 and is due to finish on 18 October 2024.

### 10. PROFITS RESERVE

	2024 \$	2023 \$
Profits Reserve	<b>3,522,195</b>	<b>5,551,467</b>
<b>Movement in Profits Reserve:</b>		
Opening balance	5,551,467	7,850,109
Dividends paid (Note 3)	(2,029,272)	(2,298,642)
	<b>3,522,195</b>	<b>5,551,467</b>

The Profit Reserve is made up of amounts transferred from current and retained earnings that are preserved for future dividend payments.

### 11. EARNINGS PER SHARE

	2024 Cents per share	2023 Cents per share
Basic earnings/ (loss) per share	15.0	(8.7)
Diluted earnings/ (loss) per share	15.0	(8.7)

# CADENCE OPPORTUNITIES FUND LIMITED

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2024

	2024 \$	2023 \$
<b>11. EARNINGS PER SHARE (Continued)</b>		
Profit/ (Loss) after income tax used in the calculation of earnings per share	2,340,605	(1,342,875)
	<b>No.</b>	<b>No.</b>
Weighted average number of ordinary shares outstanding during the year used in calculation of basic earnings per share	15,651,437	15,388,886
Weighted average number of ordinary shares during the year used in calculation of diluted earnings per share	15,651,437	15,388,886
<u>Reconciliation of weighted average number of shares:</u>		
Weighted average number of ordinary shares outstanding during the year used in calculation of basic earnings per share	15,651,437	15,388,886
Add:		
Weighted average number of potential ordinary shares used in the calculation of diluted earnings per share	-	-
Weighted average number of shares used in the calculation of diluted earnings per share	15,651,437	15,388,886

As at the end of the year, there are no outstanding securities that are potentially dilutive in nature for the Company.

### 12. EVENTS AFTER THE REPORTING PERIOD

On 16 August 2024 the Board declared a 7.0 cents per share fully franked final dividend payable on 31 October 2024. The Ex-Date for the dividend is 15 October 2024.

Other than the above there has not arisen in the interval between the end of the financial year and the date of this report any other item, transaction or event of material and unusual nature likely, in the opinion of the Company, to significantly affect the operations of the entity, the results of those operations, or the state of affairs of the entity, in future financial years.

### 13. CONTINGENT LIABILITIES

There were no contingencies as at 30 June 2024 (2023: nil).

### 14. CAPITAL COMMITMENTS

	2024 \$	2023 \$
Capital commitments exist for placements entered into before 30 June 2024, which settle after year end.	-	47,897

### 15. SEGMENT REPORTING

The Company has only one segment. The Company operates predominately in Australia and in one industry being the securities industry, deriving revenue from dividend income, interest income and from the sale of its financial assets at fair value through profit or loss, however the Company has foreign exposures as it invests in companies which operate internationally.