



**Cadence Capital Limited (ASX: CDM)
Investment Update and NTA Report
October 2016**

Please click on the link below to view the October 2016 Investment Update and NTA Report,
or view the PDF attached.

[View the Cadence Capital Limited October 2016 Newsletter](#)



INVESTMENT UPDATE

OCTOBER 2016

For the month of October 2016 Cadence Capital Limited returned a negative gross performance of 0.4% compared to a decrease in the All Ordinaries Accumulation Index of 2.2%. For the first four months of this financial year, Cadence Capital Limited has returned a positive gross performance of 6.4% outperforming the All Ordinaries Accumulation Index by 3.4%.

During the past month, Cadence Capital Limited paid its 4.0 cent fully-franked final dividend. For shareholders who participated in the Dividend Re-Investment Plan ("DRP"), the final DRP price was \$1.19292.

As at the 31st October 2016 the fund was holding 31% cash (69% invested).

Fund NTA

Net Tangible Assets as at 31 October 2016	Amount (\$)
Pre Tax NTA*	\$1.114
Post Tax NTA*	\$1.199
Share price (ASX Code: CDM)*	\$1.200

* After the 4.0 cent fully franked final Dividend paid on the 27th October 2016

Fund Performance

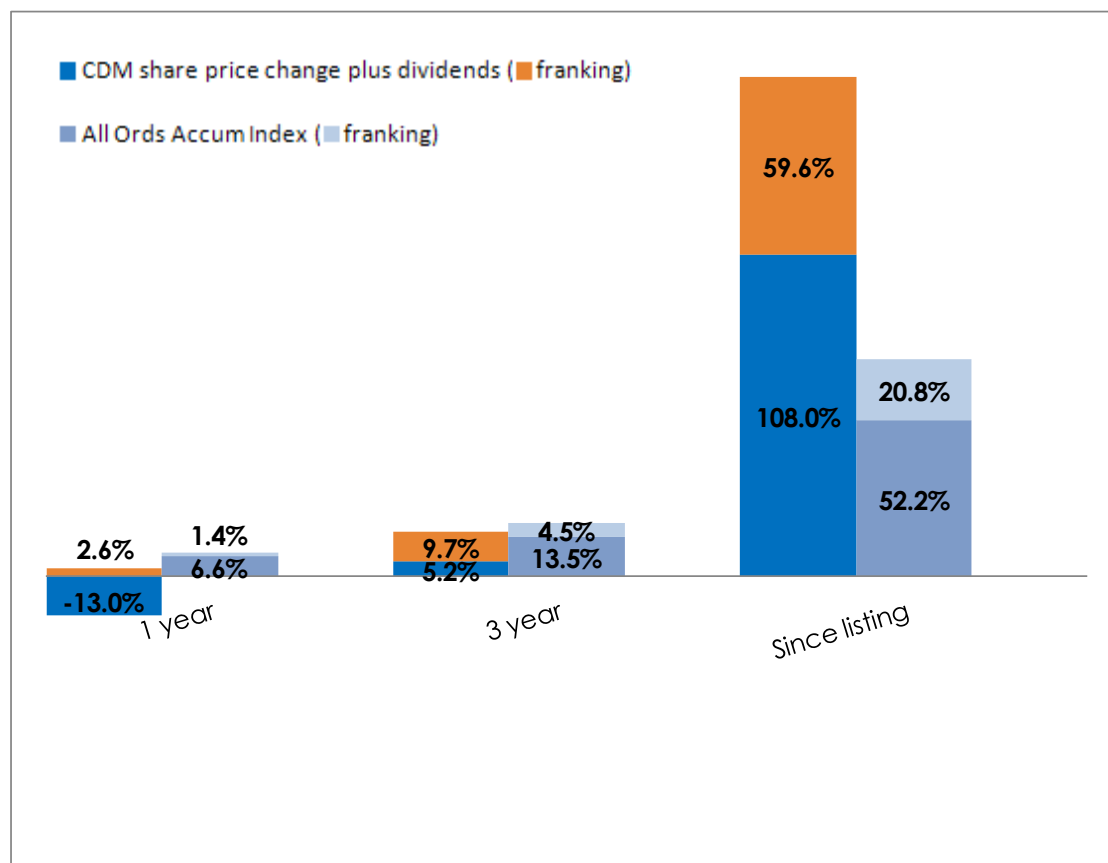
Performance* to 31st October 2016	CDM**	All Ords	Outperformance
1 Month	-0.4%	-2.2%	+1.8%
1 Year	-9.9%	6.6%	-16.5%
3 Years	11.0%	13.5%	-2.5%
5 Years	51.7%	54.1%	-2.4%
8 Years	264.6%	91.9%	+172.7%
10 Years	218.8%	54.6%	+164.2%
Since Inception (11.1 years)	381.4%	88.3%	+293.1%
Since Inception Annualised (11.1 years)	15.2%	5.9%	+9.3%

* 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



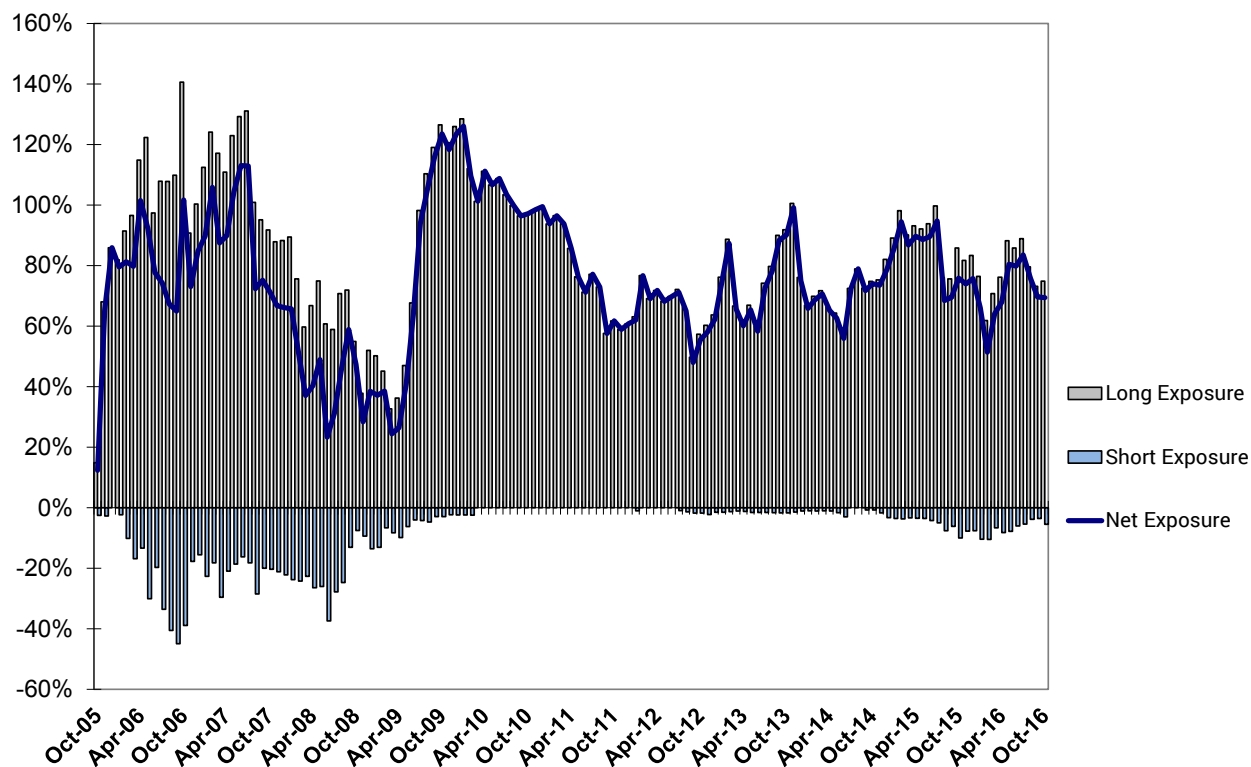
Franked Dividends Declared Since Listing

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
TOTAL	33.5c	34.2c	11.5c	79.2c	112.3c

* Off market equal access buy back



Historic Portfolio Exposure



Portfolio Sector Analysis

Sector	Long	Short	Net
Diversified Financials	16.9%		16.9%
Communications	10.0%		10.0%
Software & Services	9.4%		9.4%
Financial	7.4%		7.4%
Consumer, Non-cyclical	6.7%		6.7%
Consumer Services	6.1%		6.1%
Banks	5.2%		5.2%
Technology	4.3%		4.3%
Basic Materials	3.3%	0.2%	3.1%
Consumer, Cyclical	3.1%	0.6%	2.5%
Industrial	1.8%		1.8%
Energy	0.7%	2.0%	-1.4%
Materials	0.1%	2.6%	-2.5%
Exposure	74.9%	5.4%	69.4%
Cash on Hand			30.6%



CADENCE



Top Portfolio Positions

Code	Position	Direction	Currency	Holding
MLB	Melbourne IT Ltd	Long	AUD	9.4%
MQG	Macquarie Group Ltd	Long	AUD	9.1%
RFG	Retail Food Group	Long	AUD	6.1%
HGG	Henderson Group Plc	Long	AUD	5.4%
9984 JP	Softbank Group Corp	Long	AUD	3.6%
FB US	Facebook Inc	Long	AUD	3.4%
5930 KS	Samsung Electronics Co Ltd	Long	USD	3.4%
GOOG US	Alphabet Inc	Long	AUD	3.0%
RIO	Rio Tinto Ltd	Short	AUD	2.6%
ECX	Eclixp Group Ltd	Long	AUD	2.6%
AIG US	American International Group	Long	AUD	2.5%
IGO	Independence Group NL	Long	AUD	2.3%
ANZ	Australia and New Zealand Banking Group	Long	AUD	2.2%
WPL	Woodside Petroleum Ltd	Short	AUD	2.0%
IPH	IPH Ltd	Long	AUD	1.9%
MND	Monadelphous Group Ltd	Long	AUD	1.8%
MA US	Mastercard Inc	Long	AUD	1.6%
NAB	National Australia Bank Ltd	Long	AUD	1.6%
SHV	Select Harvest Ltd	Long	AUD	1.5%
CBA	Commonwealth Bank of Australia	Long	AUD	1.3%
Top Portfolio Holdings Gross Exposure				67.38%

Recent News Articles

Karl Siegling was recently quoted by the SMH in the article [“Trump fears push ASX down for third week”](#). Please also find on our website recently added book reviews, [52 Books You Should Read Before Buying Your Next Stock](#).

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