



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

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

View the Cadence Capital Limited December 2016 Newsletter



INVESTMENT UPDATE

DECEMBER 2016

For the month of December 2016 Cadence Capital Limited returned a positive gross performance of 2.4% compared to an increase in the All Ordinaries Accumulation Index of 4.2%. For the first half of this financial year, Cadence Capital Limited has returned a positive gross performance of 9.8% compared to an increase in the All Ordinaries Accumulation Index of 9.9%.

As at the 31st December 2016 the fund was holding 21% cash (79% invested).

Fund NTA

Net Tangible Assets as at 31 December 2016	Amount (\$)
Pre Tax NTA	\$1.156
Post Tax NTA	\$1.232
Share price (ASX Code: CDM)	\$1.230

Fund Performance

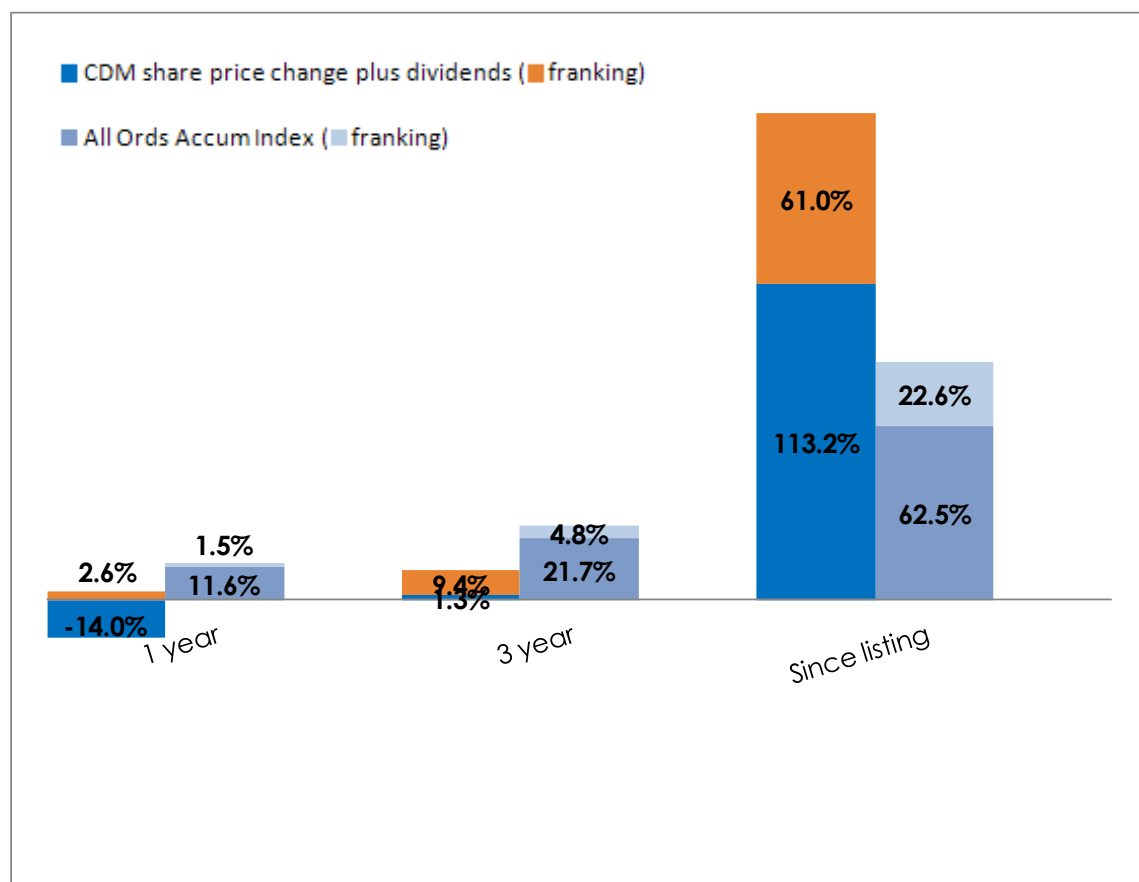
Performance* to 31 December 2016	CDM**	All Ords	Outperformance
1 Month	2.4%	4.2%	-1.7%
YTD	9.8%	9.9%	-0.1%
1 Year	-6.0%	11.6%	-17.6%
3 Years	10.1%	21.7%	-11.6%
5 Years	58.1%	73.0%	-15.1%
8 Years	302.9%	121.0%	+181.9%
10 Years	182.3%	55.4%	+126.9%
Since Inception (11.3 years)	396.8%	100.9%	+295.9%
Since Inception Annualised (11.3 years)	15.3%	6.4%	+8.9%

* 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



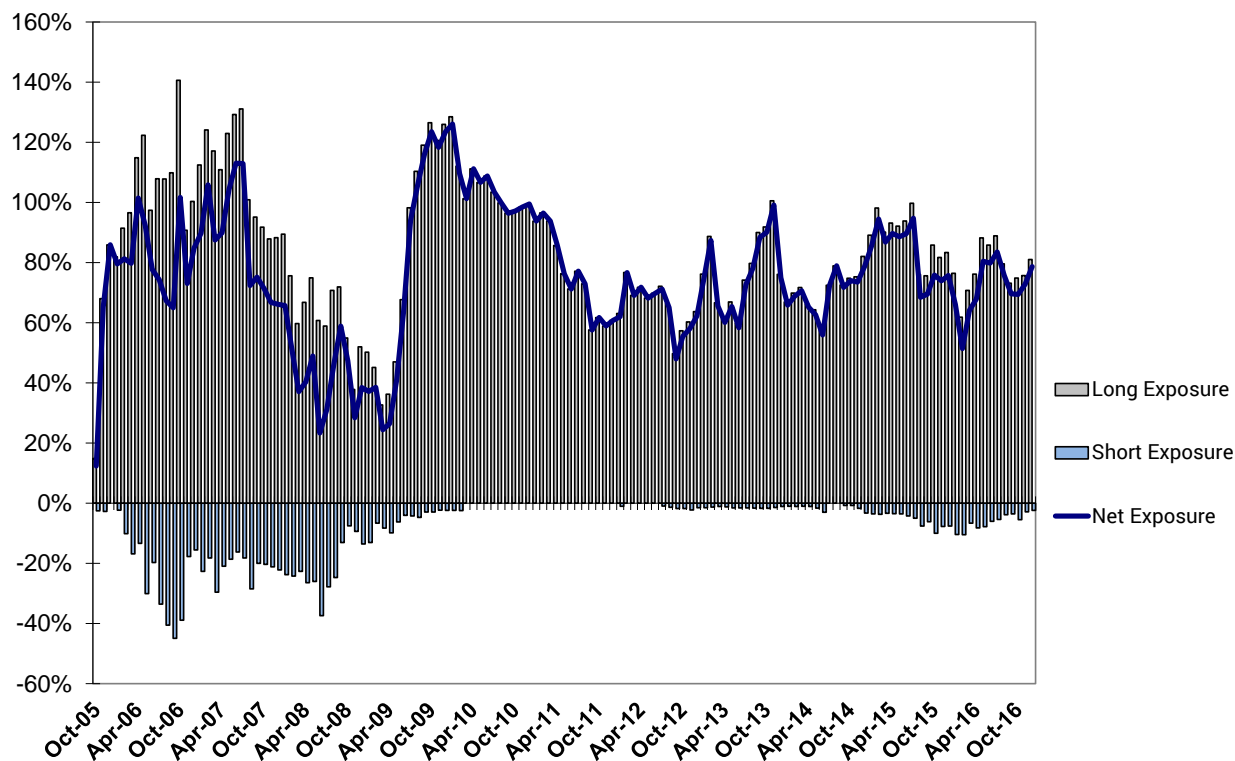
Franked Dividends Declared Since Listing

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	17.5%		17.5%
Communications	10.0%		10.0%
Software & Services	8.8%		8.8%
Banks	8.7%		8.7%
Financial	8.1%		8.1%
Consumer, Non-cyclical	6.7%		6.7%
Consumer Services	5.7%		5.7%
Basic Materials	4.2%	0.3%	3.9%
Technology	3.9%		3.9%
Consumer, Cyclical	2.9%	1.1%	1.8%
Industrial	1.4%		1.4%
Energy	2.1%	1.0%	1.1%
Capital Goods	1.0%		1.0%
Materials	0.1%		0.1%
Exposure	81.0%	2.4%	78.7%
Cash on Hand			21.3%



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Top Portfolio Positions

Code	Position	Direction	Currency	Holding
MQG	Macquarie Group Ltd	Long	AUD	9.6%
MLB	Melbourne IT Ltd	Long	AUD	8.8%
RFG	Retail Food Group	Long	AUD	5.7%
HGG	Henderson Group Plc	Long	AUD	5.6%
9984 JP	Softbank Group Corp	Long	AUD	3.9%
IGO	Independence Group NL	Long	AUD	3.7%
5930 KS	Samsung Electronics Co Ltd	Long	USD	3.7%
ANZ	Australia and New Zealand Banking Group	Long	AUD	3.4%
FB US	Facebook Inc	Long	AUD	3.1%
GOOG US	Alphabet Inc	Long	AUD	3.0%
NAB	National Australia Bank Ltd	Long	AUD	2.8%
AIG US	American International Group	Long	AUD	2.7%
CBA	Commonwealth Bank of Australia	Long	AUD	2.4%
ECX	Eclixp Group Ltd	Long	AUD	2.4%
MA US	Mastercard Inc	Long	AUD	1.6%
SHV	Select Harvest Ltd	Long	AUD	1.6%
MND	Monadelphous Group Ltd	Long	AUD	1.4%
CYA	Century Australia Investments Ltd	Long	AUD	1.3%
AAD	Ardent Leisure Group Ltd	Long	AUD	1.2%
PEP	Pepper Group Ltd	Long	AUD	1.1%
Top Portfolio Holdings Gross Exposure				69.2%

Recent News Articles

Karl Siegling was featured in the latest Under the Radar Report discussing the reversal of the downward trend in resource stocks. [View the Under the Radar excerpt here.](#)

The Cadence Capital Limited 2016 AGM and Investor Briefing was held in November 2016. Karl Siegling and Chris Garrard, Portfolio Managers of Cadence Capital Limited, gave an update on the Company's performance, discussed some of the Company's stock holdings and discussed the outlook for 2017. [Click here](#) to watch the AGM & Investor Briefing webcast.

Please also find on our website a recently added book review '[Masters of the Market – Secrets of Australia's leading sharemarket investors](#)'. To view all previous Cadence webcasts and press articles, please visit the [Media Section](#) of the website.



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