



**Cadence Capital Limited (ASX: CDM)
Investment Update and NTA Report
January 2017**

Please click on the link below to view the January 2017 Investment Update and NTA Report,
or view the PDF attached.

View the Cadence Capital Limited January 2017 Newsletter



INVESTMENT UPDATE

JANUARY 2017

For the month of January 2017 Cadence Capital Limited returned a negative gross performance of 0.5% compared to a decrease in the All Ordinaries Accumulation Index of 0.8%. For the financial year to date, Cadence Capital Limited has returned a positive gross performance of 9.2% compared to an increase in the All Ordinaries Accumulation Index of 9.1%.

As at the 31st January 2017 the fund was holding 20% cash (80% invested).

Fund NTA

Net Tangible Assets as at 31 January 2017	Amount (\$)
Pre Tax NTA	\$1.138
Post Tax NTA	\$1.227
Share price (ASX Code: CDM)	\$1.195

Fund Performance

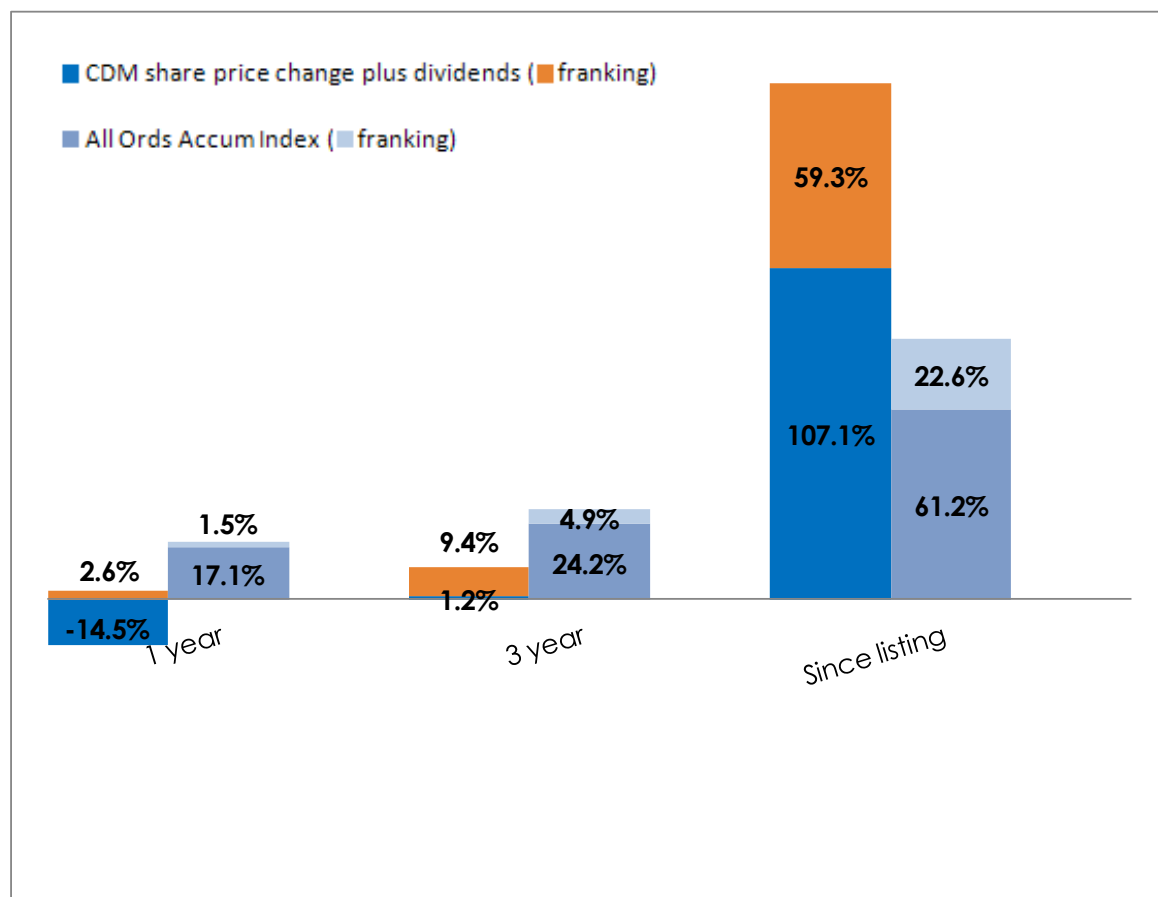
Performance* to 31 January 2017	CDM**	All Ords	Outperformance
1 Month	-0.5%	-0.8%	+0.3%
YTD	9.2%	9.1%	+0.1%
1 Year	-1.3%	17.1%	-18.4%
3 Years	11.2%	24.2%	-13.0%
5 Years	52.5%	63.2%	-10.7%
8 Years	304.9%	130.7%	+174.2%
10 Years	175.0%	51.2%	+123.8%
Since Inception (11.3 years)	394.2%	99.4%	+294.8%
Since Inception Annualised (11.3 years)	15.1%	6.3%	+8.8%

* 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



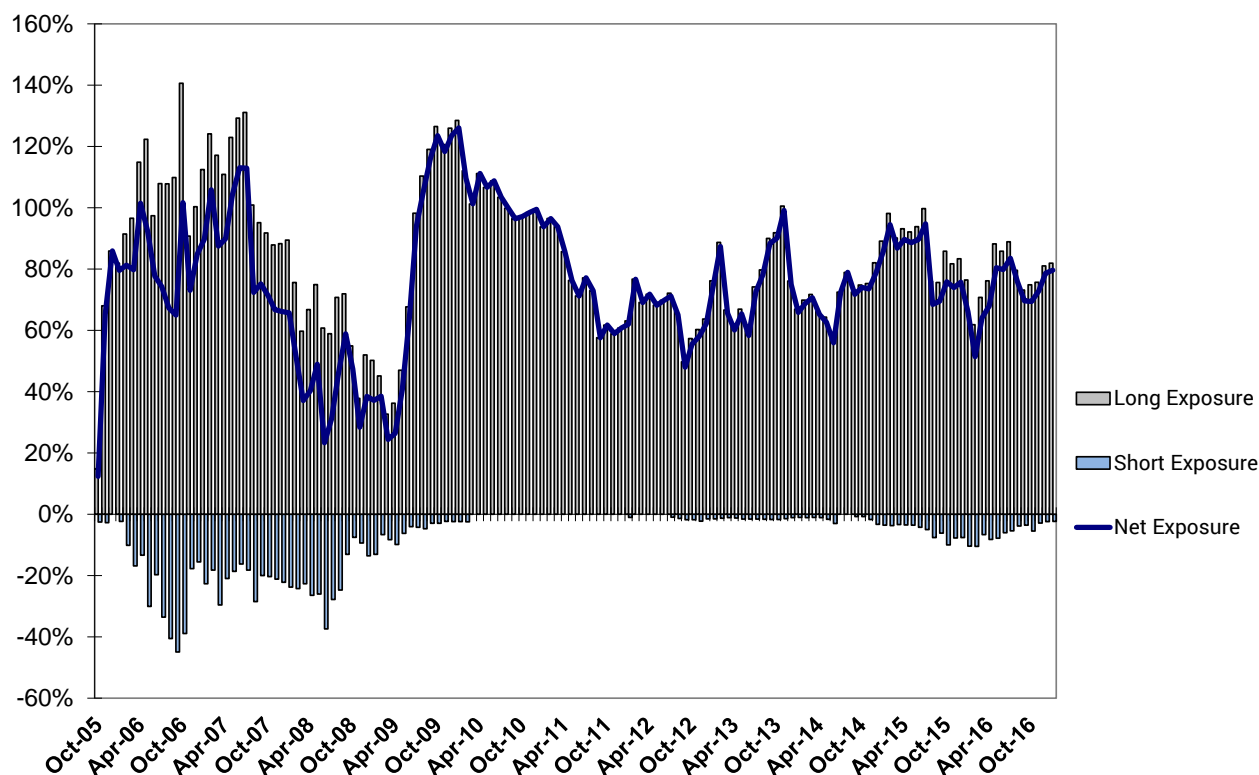
Franked Dividends Declared Since Listing

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	16.7%		16.7%
Communications	10.7%		10.7%
Banks	9.5%		9.5%
Software & Services	9.4%		9.4%
Financial	8.9%		8.9%
Consumer, Non-cyclical	6.4%		6.4%
Consumer Services	5.2%		5.2%
Technology	4.1%		4.1%
Basic Materials	3.6%	0.1%	3.5%
Consumer, Cyclical	2.8%	1.2%	1.6%
Industrial	1.3%		1.3%
Energy	2.3%	1.0%	1.3%
Capital Goods	1.0%		1.0%
Materials	0.1%		0.1%
Exposure	81.9%	2.3%	79.6%
Cash on Hand			20.4%



CADENCE



Top Portfolio Positions

Code	Position	Direction	Currency	Holding
MQG	Macquarie Group Ltd	Long	AUD	9.4%
MLB	Melbourne IT Ltd	Long	AUD	9.4%
RFG	Retail Food Group	Long	AUD	5.2%
HGG	Henderson Group Plc	Long	AUD	5.0%
9984 JP	Softbank Group Corp	Long	AUD	4.4%
5930 KS	Samsung Electronics Co Ltd	Long	USD	4.0%
ANZ	Australia and New Zealand Banking Group	Long	AUD	3.8%
FB US	Facebook Inc	Long	AUD	3.4%
NAB	National Australia Bank Ltd	Long	AUD	3.3%
IGO	Independence Group NL	Long	AUD	3.3%
GOOG US	Alphabet Inc	Long	AUD	2.9%
AIG US	American International Group	Long	AUD	2.6%
ECX	Eclix Group Ltd	Long	AUD	2.4%
CBA	Commonwealth Bank of Australia	Long	AUD	2.4%
MA US	Mastercard Inc	Long	AUD	1.6%
SHV	Select Harvest Ltd	Long	AUD	1.4%
MND	Monadelphous Group Ltd	Long	AUD	1.3%
CYA	Century Australia Investments Ltd	Long	AUD	1.3%
DMP	Domino's Pizza Enterprises Ltd	Short	AUD	1.2%
PEP	Pepper Group Ltd	Long	AUD	1.2%
Top Portfolio Holdings Gross Exposure				69.5%

Recent News Articles

Karl Siegling was featured in the January ASX Investor Update Newsletter with his article [‘Is the next resources boom starting?’](#). The article was also featured by Share Café [‘Are we in a resources boom ... or not?’](#).

Cadence Capital was also quoted extensively in an AFR article on Macquarie Bank (MQG), one of the fund's largest positions [‘Macquarie Group’s Nicholas Moore eyes mooted US tax cuts, infrastructure spend.’](#)

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