

INVESTMENT UPDATE

November 2021

Cadence Opportunities Fund was down 1.5% in November, compared to the All Ordinaries Accumulation Index which was down 0.3% for the month. Financial year to date the fund is up 23.7%, outperforming the All Ordinaries Accumulation Index by 21.9%. Since its inception 2.9 years ago, the fund has delivered 287.8% (61.3% per annum) for our shareholders. The largest detractors from performance during the month were Betmakers Technology, Asana, Bed Bath and Beyond and Swoop. The top contributors to performance were Step One Clothing, Uniti Group and Tuas. As at 30th November 2021, the fund was 74.9% invested.

In recent weeks there has been a marked increase in volatility in markets. Despite muted performance in indexes, underneath the surface smaller-capitalisation companies and higher-beta style stocks are down significantly while larger capitalisation and lower-beta style investments have performed well. For the portfolio, this has led to a reasonable level of turnover and adjustment of the portfolio leading to higher levels of cash as well as several new investments entering the fund.

Cadence Opportunities Fund Limited held its AGM and Investor Briefing on the 1st December 2021. At the Investor Briefing, Chairman Karl Siegling started by giving an update on the Company's recent IPO, performance, dividends, profits reserves and franking balances and its current portfolio structure. Portfolio managers Jackson Aldridge and Charlie Gray then discussed CDO's trading statistics and a number of the company's current positions. Karl Siegling closed off with the outlook for 2022. [Click here to view this Investor Briefing.](#)

Fund NTA

| Net Tangible Assets as at 30th November 2021 | Amount (\$) |
|--|-------------|
| Pre Tax NTA* | \$2.7680 |
| Post Tax NTA* | \$2.6732 |

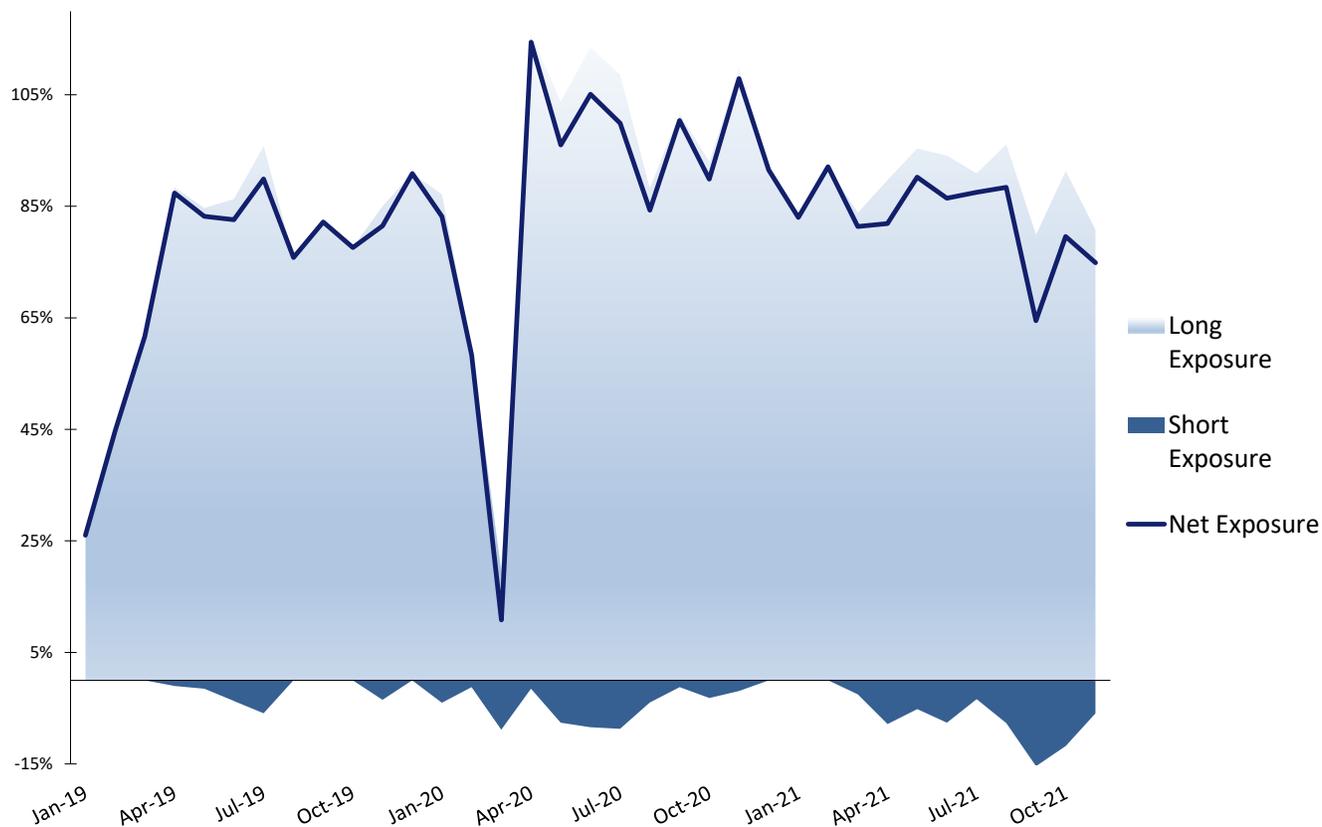
*After the 15.0 c fully franked dividend paid on 29th October 2021

Fund Performance and Dividend Yield

| Gross Performance* to 30th November 2021 | CDO |
|--|--------|
| 1 Month | -1.5% |
| YTD | 23.7% |
| 1 Year | 61.5% |
| 2 Years (per annum) | 69.6% |
| Since Inception (per annum) | 61.3% |
| Since Inception (2.9 years) (total return) | 287.8% |

* Gross Performance: before Management and Performance Fees

Historic Portfolio Exposure



Portfolio Sector Analysis

| Sector | Long | Short | Net |
|-------------------------------------|--------------|--------------|--------------|
| Technology | 26.3% | -2.7% | 23.6% |
| Communications | 21.4% | | 21.4% |
| Consumer, Cyclical | 15.4% | | 15.4% |
| Basic Materials | 7.6% | -1.4% | 6.3% |
| Consumer, Non-cyclical | 5.8% | | 5.8% |
| Financial | 3.5% | -1.8% | 1.7% |
| Energy | 0.7% | | 0.7% |
| | 80.8% | -5.9% | 74.9% |
| Net Cash and Tax Liabilities | | | 25.1% |

Portfolio Positions

| Stock Code | Position | Direction | Exposure | Stock Code | Position | Direction | Exposure |
|------------|--------------------------------|-----------|----------|------------|------------------------------|-----------|----------|
| 360 | Life360 Inc | Long | AUD | LOV | Lovisa Holdings Ltd | Long | AUD |
| AX1 | Accent Group Ltd | Long | AUD | MFG | Magellan Financial Group Ltd | Long | AUD |
| ABNB US | Airbnb Inc | Long | AUD | MIN | Minerals Resources Ltd | Long | AUD |
| APX | Appen Ltd | Short | AUD | MDB US | MongoDB Inc | Long | AUD |
| ASAN US | Asana Inc | Long | AUD | MGX | Mount Gibson Iron Ltd | Short | AUD |
| ABB | Aussie Broadband Ltd | Long | AUD | NTO | Nitro Software Ltd | Long | AUD |
| BBBY US | Bed Bath & Beyond Inc | Long | AUD | PDN | Paladin Energy Ltd | Long | AUD |
| BET | Betmakers Technology Group Ltd | Long | AUD | PUBM US | PubMatic Inc Class A | Long | AUD |
| CTT | Cettire Ltd | Long | AUD | PSTG US | Pure Storage Inc | Long | AUD |
| CIA | Champion Iron Ltd | Long | AUD | QCOM US | Qualcomm Inc | Long | AUD |
| DTL | Data#3 Ltd | Long | AUD | SITM US | SiTime Corp | Long | AUD |
| DOCN US | DigitalOcean Holdings Inc | Long | AUD | SGR | Star Entertainment Group Ltd | Long | AUD |
| ECX | Eclixp Group Ltd | Long | AUD | STP | Step One Clothing Pty Ltd | Long | AUD |
| FICO US | Fair Isaac Corp | Short | AUD | SWP | Swoop Holdings Ltd | Long | AUD |
| FUTU US | Futu Holdings Ltd | Short | AUD | TIE | Tietto Minerals Ltd | Long | AUD |
| GDC | Global Data Centre Group | Long | AUD | TUA | Tuas Ltd | Long | AUD |
| HPG | Hipages Group Holdings Ltd | Long | AUD | UWL | Uniti Group Limited | Long | AUD |
| HUBS US | HubSpot Inc | Long | AUD | UNI | Universal Store Holdings Ltd | Long | AUD |
| IFL | IOOF Holdings Ltd | Short | AUD | WHC | Whitehaven Coal Ltd | Long | AUD |

News

We encourage you to visit our [52 books you should read before buying your next stock](#) page on our website. We have compiled a list of books/ documentaries that have influenced our investment style or helped provide insight into the investment process. To view all previous Cadence webcasts and press articles, please visit the [Media Section](#) of the website.

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