



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

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

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



## INVESTMENT UPDATE

JUNE 2016

For the month of June 2016 Cadence Capital Limited returned a negative gross performance of 5.76% compared to a decrease in the All Ordinaries Accumulation Index of 2.28%.

During June the Brexit result had a negative impact on a number of Cadence Capital Limited's larger holdings, in particular Macquarie Group (ASX code MQG) and Henderson Group (ASX code HGG). Uncertainty plagued the market and these positions have been impacted in the short term. The fundamentals of these Companies remain sound and we believe over time the fundamentals will be reflected in the share prices. In time some of these significant price moves may even present opportunities. Both of these investments will be discussed in more detail in the June 2016 quarterly Webcast that is due to be released next week.

During the first two weeks of July markets are starting to show early signs of recovery from a point of pessimism for Britain and Europe. The US market has recently reached all-time highs and the Asian stock market is showing some signs of strength.

As at the 30<sup>th</sup> June 2016 the fund was holding 20% cash (80% invested).

## Fund NTA

Net Tangible Assets as at 30th June 2016	Amount (\$)
Pre Tax NTA*	\$1.090
Post Tax NTA*	\$1.184
Share price (ASX Code: CDM)*	\$1.215

\* The NTA's and Share price are post the 5.0c fully franked interim dividend paid May 2016

## Fund Performance

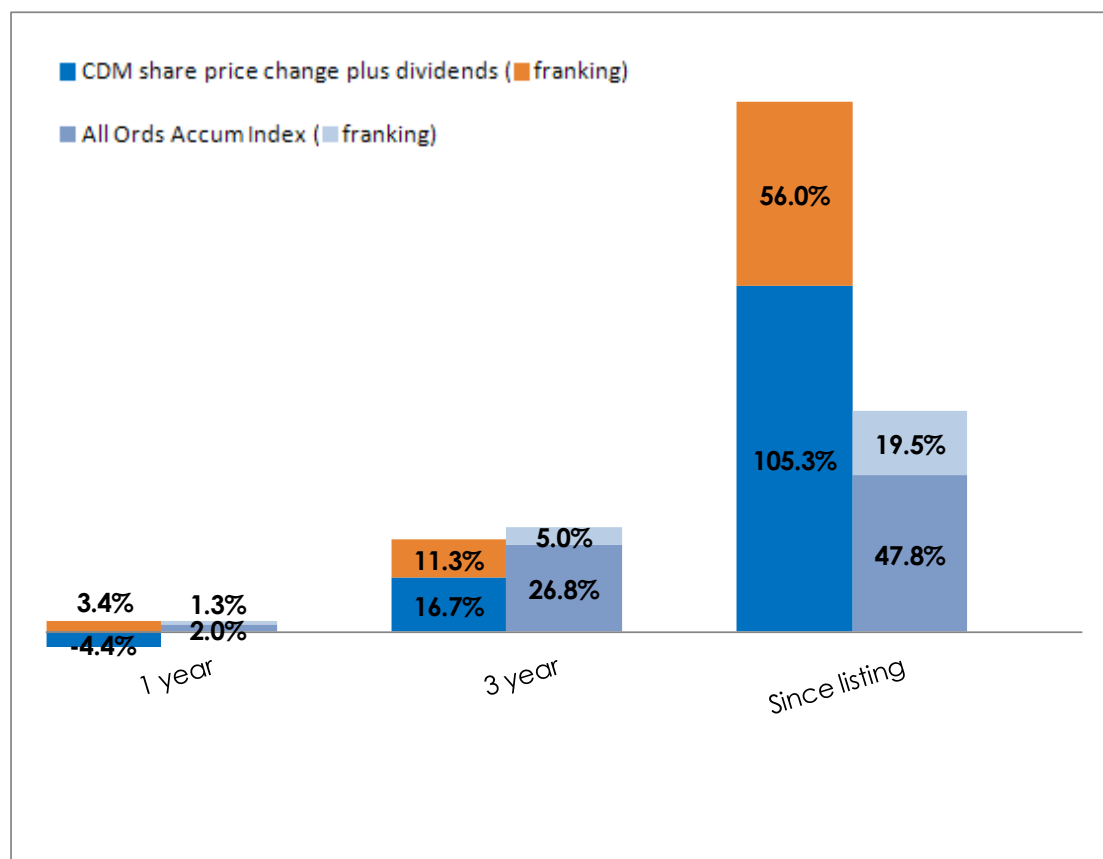
Performance* to 30th June 2016	CDM**	All Ords	Outperformance
1 Month	-5.76%	-2.28%	-3.48%
1 Year	-12.19%	2.01%	-14.20%
3 Years	14.40%	26.81%	-12.41%
5 Years	47.42%	42.24%	+5.18%
8 Years	177.56%	41.34%	+136.22%
10 Years	240.05%	61.85%	+178.20%
Since Inception (10.8 years)	352.44%	82.76%	+269.68%
Since Inception Annualised (10.8 years)	15.08%	5.77%	+9.31%

\* 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



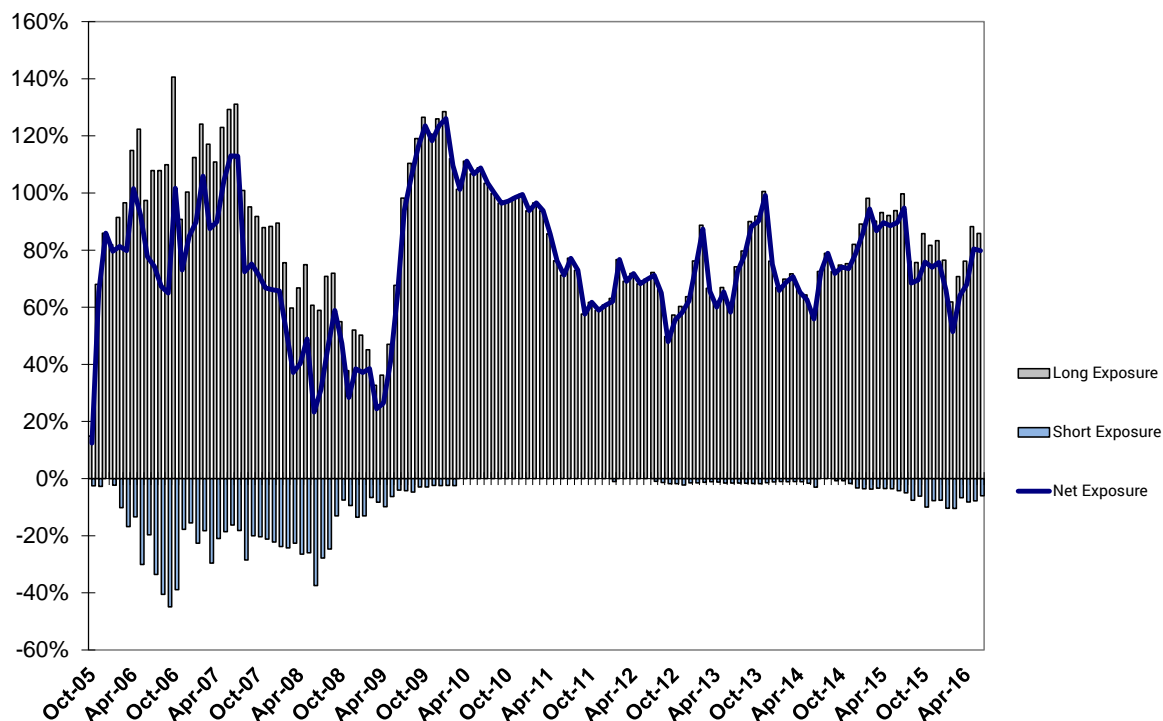
## Fully Franked Dividends Declared Since Listing

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			5.0c	7.1c
<b>TOTAL</b>	<b>33.5c</b>	<b>30.2c</b>	<b>11.5c</b>	<b>75.2c</b>	<b>106.5c</b>

\* Off market equal access buy back



## Historic Portfolio Exposure



## Portfolio Sector Analysis

Sector	Long	Short	Net
Diversified Financials	21.10%		21.10%
Consumer, Non-cyclical	13.27%		13.27%
Communications	12.83%		12.83%
Software & Services	8.04%		8.04%
Industrial	7.45%		7.45%
Financial	6.91%		6.91%
Banks	4.90%		4.90%
Consumer Services	4.05%		4.05%
Consumer, Cyclical	3.40%		3.40%
Technology	3.41%	1.87%	1.55%
Basic Materials	0.12%	0.16%	-0.04%
Materials	0.10%	1.74%	-1.64%
Energy	0.27%	2.26%	-1.99%
<b>Exposure</b>	<b>85.86%</b>	<b>6.03%</b>	<b>79.83%</b>

**Cash on Hand**

**20.17%**



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## Top Portfolio Positions

Code	Position	Direction	Currency	Holding
MQG	Macquarie Group Ltd	Long	AUD	13.3%
MLB	Melbourne IT Ltd	Long	AUD	8.0%
AIO	Asciano Ltd	Long	AUD	6.5%
HGG	Henderson Group Plc	Long	AUD	5.5%
GOOG US	Alphabet Inc	Long	AUD	4.1%
RFG	Retail Food Group	Long	AUD	4.0%
MA US	Mastercard Inc	Long	AUD	3.9%
FB US	Facebook Inc	Long	AUD	3.6%
9984 JP	Softbank Group Corp	Long	AUD	3.3%
SHV	Select Harvest Ltd	Long	AUD	3.0%
5930 KS	Samsung Electronics Co Ltd	Long	USD	2.6%
WPL	Woodside Petroleum Ltd	Short	AUD	2.3%
AIG US	American International Group	Long	AUD	2.2%
IPH	IPH Ltd	Long	AUD	2.2%
CBA	Commonwealth Bank of Australia	Long	AUD	2.0%
MYO	MYOB Group Ltd	Short	AUD	1.9%
GILD US	Gilead Sciences Inc	Long	AUD	1.8%
RIO	Rio Tinto Ltd	Short	AUD	1.7%
LUX IM	Luxottica Group SPA	Long	EUR	1.7%
ANZ	Australia and New Zealand banking Group	Long	AUD	1.7%
<b>Top Portfolio Holdings Gross Exposure</b>				<b>75.39%</b>

## Recent News Articles

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Our June 2016 Quarterly Webcast is due to be released next week.

To view all previous Cadence webcasts and press articles, please visit the [Media Section](#) of the website.

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### Hope, Fear and Greed: Understanding Investment Market Psychology

Understand the 3 key emotions in the market, and follow our live example of how these may affect the Macquarie Group Limited (MQG) share price.

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