

INVESTMENT UPDATE

January 2021

Cadence Capital Limited returned a positive gross performance of 3.5% in the month of January, compared to the All Ordinaries Accumulation Index which was up 0.3% over the same period. The Company has had a strong year so far with the fund up 32.2% over the first seven months of FY21, outperforming the index by 16.2%. For January, the top contributors to performance were Bed Bath & Beyond, Pointsbet Holdings, Lynas Corp, Redbubble and Tencent Music Entertainment. The largest detractors from performance were Genworth Financial and Electro Optic Systems.

In the coming weeks we will be releasing the December Half Year Webcast which will discuss the Company's half year results, recent changes to the portfolio, current investment themes, and the outlook for the rest of the year.

At 31st January 2021, the Company was 76.3% invested.

Fund NTA

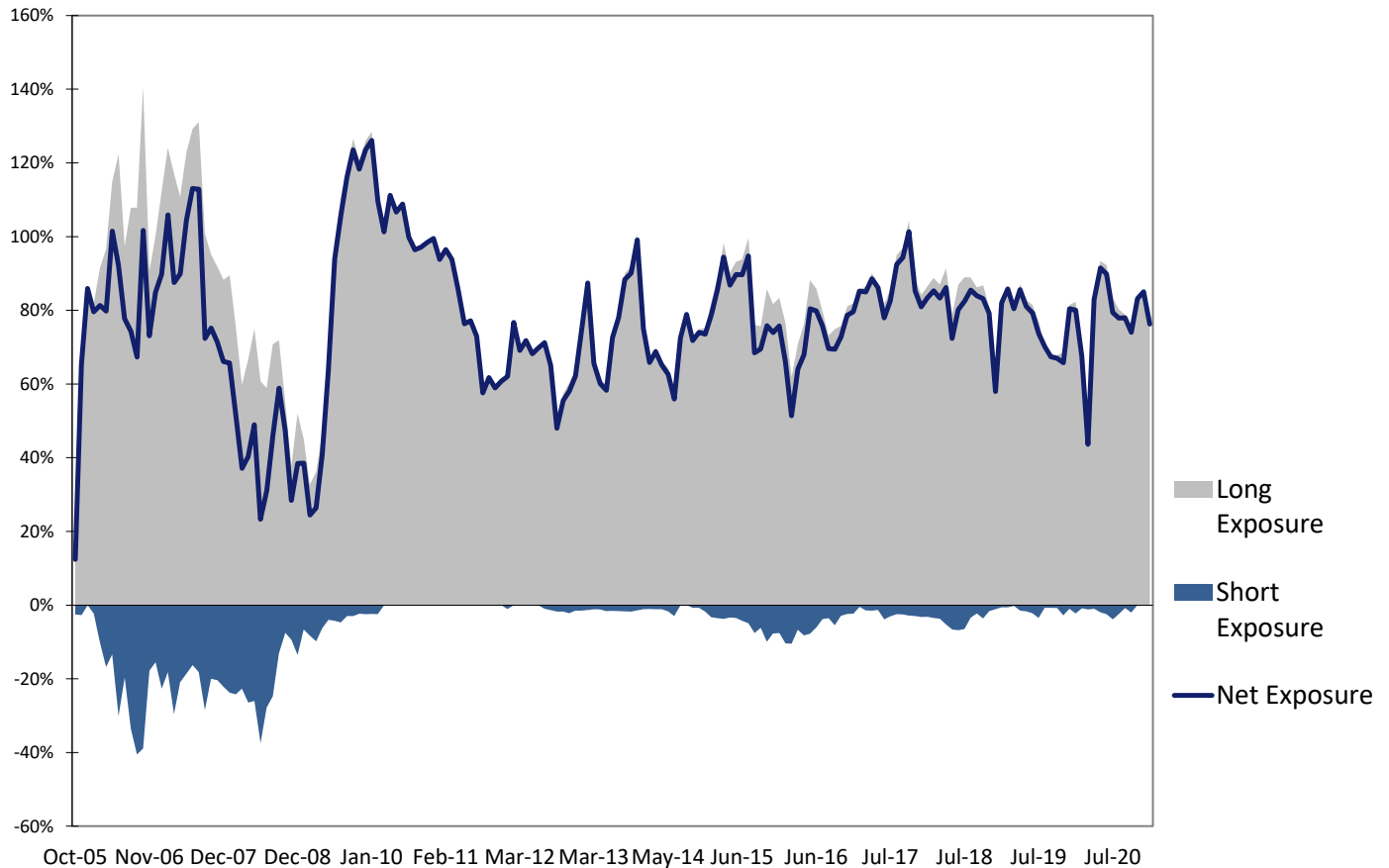
Net Tangible Assets as at 31st January 2021	Amount (\$)
Pre Tax NTA	\$1.034
Post Tax NTA	\$1.151
Share price (ASX Code: CDM)	\$0.855

Fund Gross Performance

Gross Performance* to 31st January 2021	CDM	All Ords Accum	Outperformance
1 Month	3.5%	0.3%	+3.2%
YTD	32.2%	16.0%	+16.2%
1 Year	24.1%	-0.7%	+24.8%
3 Years (per annum)	1.4%	7.7%	-6.3%
5 Years (per annum)	4.5%	10.5%	-6.0%
8 Years (per annum)	6.3%	8.6%	-2.3%
10 Years (per annum)	9.7%	7.9%	+1.8%
Since Inception (15.3 years) (per annum)	12.7%	7.0%	+5.7%
Since Inception (15.3 years) (total return)	525.4%	181.1%	+344.3%

* Gross Performance: before Management and Performance Fees

Historic Portfolio Exposure



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
2017	4.0c	4.0c	-	8.0c	11.4c
2018	4.0c	4.0c	-	8.0c	11.4c
2019	3.0c	2.0c	-	5.0c	7.1c
2020	2.0c	2.0c	-	4.0c	5.7c
TOTAL	46.5c	46.2c	11.5c	104.2c	147.9c

* Off market equal access buy back

Top 20 Portfolio Positions

Code	Position*	Currency Exposure
GOOGL US	Alphabet Inc	AUD
APE	AP Eagers Ltd	AUD
ARB	ARB Corp Ltd	AUD
CAR	Carsales.com Ltd	AUD
CHN	Chalice Gold Mines Ltd	AUD
CGC	Costa Group Holdings Ltd	AUD
CCP	Credit Corp Group Ltd	AUD
**	Deepgreen Metals	AUD
FSLY US	Fastly Inc	AUD
JLG	Johns Lyng Group	AUD
LYC	Lynas Corp Ltd	AUD
MNY	Money3 Corp Ltd	AUD
NTO	Nitro Software Ltd	AUD
PINS US	Pinterest Inc	AUD
PBH	Pointsbet Holdings Ltd	AUD
QCOM US	Qualcomm Inc	AUD
RBL	Redbubble Ltd	AUD
RMC	Resimac Group Ltd	AUD
SHJ	Shine Corporate Ltd	AUD
UWL	Uniti Group Limited	AUD

* In Alphabetical Order

** A Pre-IPO investment in the Materials sector

Portfolio Sector Analysis

Sector	Long	Short	Net
Consumer, Non-cyclical	13.7%		13.7%
Consumer, Cyclical	11.8%		11.8%
Communications	11.6%		11.6%
Financial	10.8%		10.8%
Technology	9.3%		9.3%
Industrial	8.3%		8.3%
Energy	4.7%		4.7%
Basic Materials	4.5%		4.5%
Diversified Financials	1.1%		1.1%
Materials	0.5%		0.5%
	76.3%	0.0%	76.3%

Net Cash Holdings and Tax Asset

23.7%

Portfolio Market Capitalisation Analysis

Market Capitalisation	Long	Short	Net
> AUD 1 Billion	48.4%		48.4%
AUD 500 Mill - AUD 1 Billion	18.5%		18.5%
AUD 250 Mill - AUD 500 Mill	3.0%		3.0%
AUD 100 Mill - AUD 250 Mill	2.9%		2.9%
0 - AUD 100 Mill *	3.4%		3.4%
	76.3%	0.0%	76.3%

Net Cash Holdings and Tax Asset	23.7%
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* Includes a pre-IPO investment in the Materials sector

News

Cadence Capital Limited held its AGM and Investor Briefing in November 2020. At the [AGM and Investor Briefing](#), Chairman Karl Siegling firstly gave an update on the company's performance and then discussed the CDM shares discount to NTA. Karl and Portfolio Managers Charlie Gray and Jackson Aldridge then discussed a number of the company's holdings. Karl closes the briefing with the outlook for 2021.

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