



28 August 2009

MEDIA RELEASE

RESULTS FOR THE YEAR ENDED 30 JUNE 2009

- Gross Portfolio decreased 15.4% for the 12 months to 30 June 2009
- Operating Loss after tax \$3.728M for the 12 Months to 30 June 2009
- After tax net tangible assets decreased from \$1.07 to \$0.93 per share
- 2.0 cent fully franked dividend was declared on 10 August 2009 and paid on 25 August 2009
- Gross portfolio performance for the 45 months (since inception) to 30 June 2009 was +37.9%

Cadence Capital Limited (CDM) today announced a net loss after tax of \$3.728 Million for the financial year ended 2009 in what proved to be an exceptionally difficult year for all market participants and an environment where protecting capital was the number one priority. Over the past twelve months of trading, the gross portfolio outperformed the All Ordinaries Accumulation Index by 6.7% and the Small Ordinaries Accumulation Index by 13.2%. Despite the negative performance in absolute terms over the past twelve months, the portfolio has generated a gross performance of 37.9% since inception 45 months ago. It is worth noting that this performance has been achieved with a lower than market risk profile.

On 10 August 2009, the Board declared a fully franked 2.0 cent dividend that was paid on 25 August 2009.

Commenting on the outlook for the Company, Karl Siegling noted:

“We are optimistic about the investment opportunities for the next financial year. We believe that the market will move higher over the 2010 financial year. In our view the

move higher will be a combination of a recovery in what is probably an oversold market, and the emergence of stronger earnings across many sectors of the economy. As always the recovery will not be across all stocks or sectors. Stock selection and detailed research will play a key role. The flexibility to buy and short sell stock creates additional opportunities for the Company. We are hopeful that the deleveraging process has subsided, and that the extreme market movements we have witnessed will create many new investment opportunities.

I would like to take this opportunity to thank our investors for their continued support.”

Ends:

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