

INVESTMENT UPDATE AND NTA – NOVEMBER 2010

FUND NTA

Cadence Capital Limited NTA estimates as at 30th November 2010:

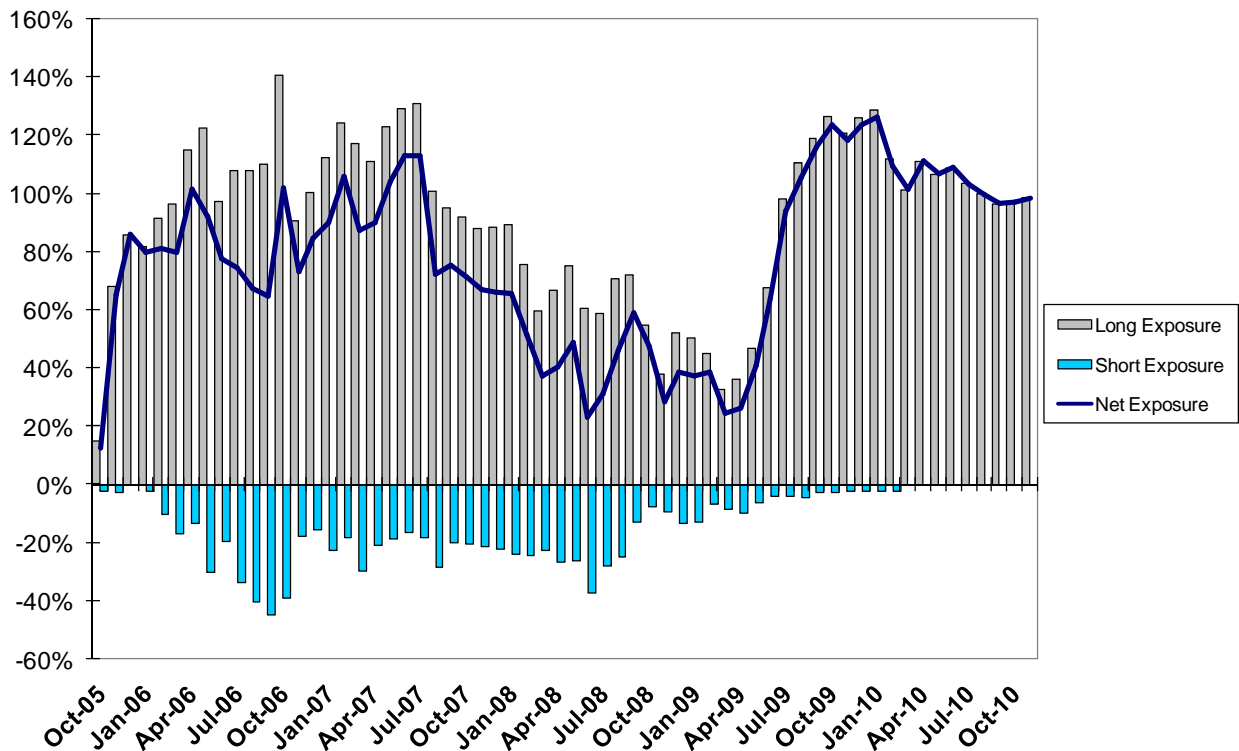
Pre Tax NTA	\$1.18803
Post Tax NTA	\$1.16147

FUND PERFORMANCE*

Performance to 30th November 2010	CDM	All Ords	Outperformance
1 Month	10.20%	-0.70%	
1 Year	14.37%	3.20%	+11.17%
2 Years	69.60%	38.80%	+30.80%
3 Years	13.76%	-19.14%	+32.92%
4 Years	29.16%	1.22%	+27.94%
Inception to date accumulated return (62 months)	110.72%	26.30%	+84.42%
Annualised return since inception (62 months)	15.52%	4.62%	+10.90%

* Before Management and Performance Fees

PORTFOLIO EXPOSURE ANALYSIS



PORTFOLIO SECTOR ANALYSIS

Sector	Long	Short	Net
Banks	35.47%		35.47%
Materials	29.45%		29.45%
Software & Services	16.25%		16.25%
Commercial Services & Supplies	6.30%		6.30%
Insurance	3.36%		3.36%
Diversified Financials	2.53%		2.53%
Capital Goods	1.51%		1.51%
Technology Hardware & Equipment	1.28%		1.28%
Energy	1.14%		1.14%
Consumer Services	0.93%		0.93%
Telecommunication Services	0.23%		0.23%
Exposure	98.44%	0.00%	98.44%
Cash on hand			1.56%

TOP 20 PORTFOLIO POSITIONS

ASX Code	Position	Direction	% Holding
RHG	RHG Ltd	Long	26.0%
BVA	Bravura Solutions Ltd	Long	8.0%
RKN	Reckon Ltd	Long	7.7%
MMS	McMillan Shakespeare Limited	Long	6.3%
CFE	Cape Lambert Iron Ore Ltd	Long	5.0%
RIO	Rio Tinto Ltd	Long	4.0%
AWC	Alumina Limited	Long	3.6%
ANZ	Australia & New Zealand Banking Group	Long	3.5%
STB	South Boulder Mines Ltd	Long	3.5%
MCC	MacArthur Coal Ltd	Long	3.5%
TAL	Tower Australia Group Ltd	Long	3.4%
AVO	Avoca Resources Limited	Long	3.2%
NAB	National Australia Bank Ltd	Long	3.1%
FFF	Firstfolio Limited	Long	2.8%
AGO	Atlas Iron Ltd	Long	1.8%
FSA	FSA Group Ltd	Long	1.7%
HSKG	Heemskirk Consolidated Convertible Note	Long	1.7%
VMG	VDM Group Limited	Long	1.5%
AYG	Anittel Group Limited	Long	1.3%
BTU	Bathurst Resources Limited	Long	1.3%
Top Twenty Portfolio Holdings			92.9%

MARKET AND COMMENTARY

We are pleased to report that the fund has had a good start to the year and for the five months ended 30th November 2010 the fund is up 24.96% (Gross) outperforming the All Ordinaries Accumulation Index by 14.69%. During the month of November, Cadence Capital Limited returned a positive gross performance of +10.20% compared to a decrease in the All Ordinaries Accumulation Index of -0.70% and an increase in the Small Ordinaries Accumulation Index of +0.53%.

For the five years and two months to 30th November 2010, Cadence Capital Limited has generated a gross performance of 15.52% per annum, outperforming the All Ordinaries Accumulation Index by 10.90% per annum.

The fund finished the month 98.44% long and with no shorts, i.e. net long exposure of 98.44%. The net long exposure for October 2010 was 97.15%.

CADENCE CAPITAL LIMITED NEWS

The Cadence Capital Limited AGM quarterly webcast is available to be viewed on our website. This webcast firstly gives an update on the Company, followed by a discussion on the top position in the portfolio, RHG Limited, and lastly addresses our views of the market. This webcast and previous webcasts can also be accessed through the 'News' section of the Cadence Capital website at www.cadencecapital.com.au.

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