



INVESTMENT UPDATE

November 2011

Summary Update

For the six years and two months to 30th November 2011, Cadence Capital Limited has generated a gross performance of 20.59% per annum, outperforming the All Ordinaries Accumulation Index by 17.87% per annum.

During the month of November 2011, Cadence Capital Limited returned a gross performance of +0.01% compared to a decrease in the All Ordinaries Accumulation Index of -3.43% and a decrease in the Small Ordinaries Accumulation Index of -3.71%. For the first five months of the financial year, to the 30th November 2011, the fund has outperformed the All Ordinaries Accumulation Index by 11.56% and the Small Ordinaries Accumulation Index by 11.76%.

The fund finished the month 58.93% long compared to 61.75% long in October 2011.

Fund NTA

Net Tangible Assets as at 30 November	Amount (\$)
Pre Tax NTA*	\$1.347
Post Tax NTA*	\$1.435
Share price (ASX Code: CDM)	\$1.16
Option price (ASX Code: CDMO)^	\$0.035

* The NTA's and share price are Ex the 6.0c (3.0c final and 3.0c special) fully franked dividend

^ The Option strike price is \$1.25 and expires on the 1st September 2012

Fund Highlights

Cadence Capital Limited has been **ranked by Morningstar/ASX as the Number 1 Australian Equities Listed Investment Company** over both 1 and 3 years in the LMI Quarterly Update as at 30 September 2011.

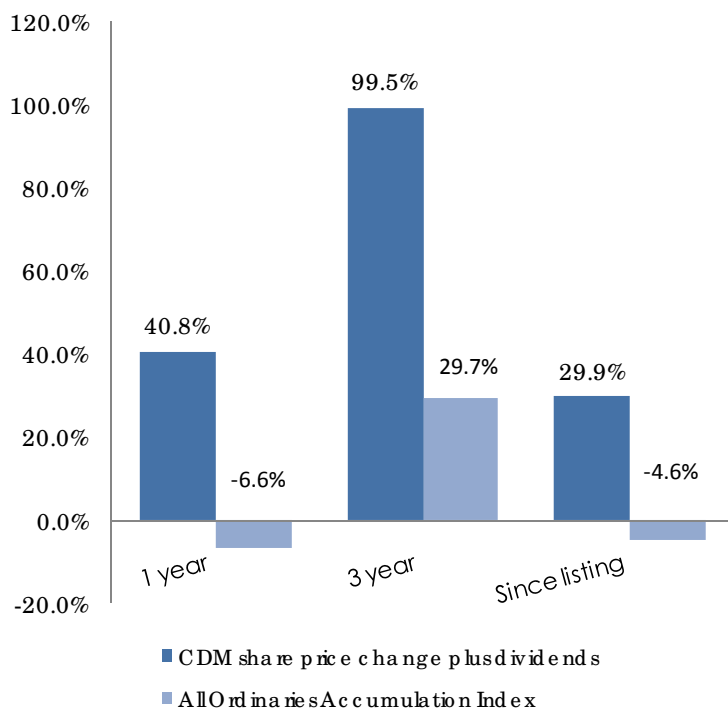
Cadence Capital Limited has also been **ranked by Patersons as the No. 1 Listed Investment Company** over both 1 and 2 years in their LIC Quarterly Update dated 24 August 2011.

Cadence Capital Limited has a **RECOMMENDED Rating by ZENITH** Investment Partners

All of these reports are available on our home page at www.cadencecapital.com.au

Share Price Return Including Dividends

For more information contact Cadence Capital Limited on 02 8298 2444 or email info@cadencecapital.com.au
Register to receive our newsletter at www.cadencecapital.com.au



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	-	-	2.5c	3.6c
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
TOTAL	9.5c	9.0c	5.0c	23.5	33.7c



Fund Performance

Performance* to 30th November 2011	CDM**	All Ords	Outperformance
1 Month	0.01%	-3.43%	+3.44%
1 Year	50.58%	-6.59%	+57.17%
2 Years	72.22%	-3.61%	+75.83%
3 Years	155.39%	29.65%	+125.74%
4 Years	71.30%	-24.47%	+95.77%
5 Years	94.49%	-5.46%	+99.95%
Since Inception (74 months)	217.29%	17.98%	+199.31%
Since Inception Annualised (74 months)	20.59%	2.72%	+17.87%

* Before Management and Performance Fees

**These numbers include the franking value of the substantial RHG dividend received in May 2011

In May 2011 the fund received a substantial fully franked dividend from its RHG holding. As a result of this dividend, the Post Tax NTA of the fund increased by +8% during that month. The May 2011 performance of the fund was adjusted to reflect this Post-tax increase in NTA as this figure more accurately included the material fully franked dividends received from RHG during this month.

Top Portfolio Positions

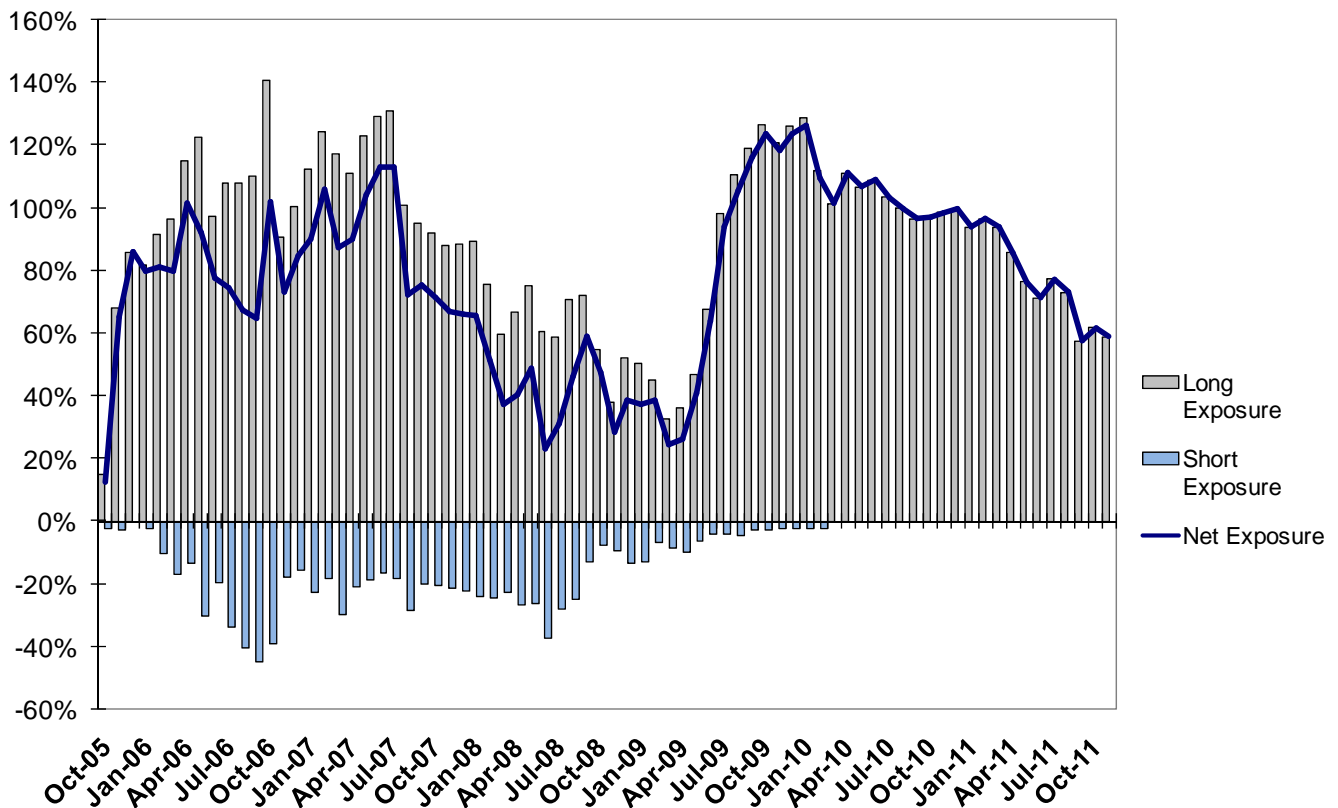
ASX Code	Position	Direction	Holding
RHG	RHG Ltd	Long	24.83%
RKN	Reckon Ltd	Long	7.85%
MMS	McMillan Shakespeare Ltd	Long	6.63%
BVA	Bravura Solutions Ltd	Long	4.83%
NAB	National Australia Bank Ltd	Long	3.23%
ANZ	Australia & New Zealand Banking Group	Long	3.23%
FXL	Flexigroup Ltd	Long	2.94%
AQG	Alacer Gold Corp.	Long	1.09%
FFF	Firstfolio Ltd	Long	1.05%
VMG	VDM Group Limited	Long	0.96%
Portfolio Top Ten Holdings			56.64%

Portfolio Sector Analysis



Sector	Long	Short	Net
Banks	32.37%		32.37%
Software & Services	12.84%		12.84%
Commercial Services & Supplies	6.63%		6.63%
Diversified Financials	2.94%		2.94%
Materials	1.90%		1.90%
Capital Goods	1.14%		1.14%
Consumer Services	0.68%		0.68%
Pharmaceuticals, Biotechnology & Life Sciences	0.24%		0.24%
Telecommunication Services	0.19%		0.19%
Exposure	58.93%	0.00%	58.93%
Cash on Hand			41.07%

Portfolio Exposure





Cadence News

AGM Presentation Webcast

We will be releasing a webcast of the AGM presentation over the next week. This presentation firstly details fund performance over the past financial year and then secondly looks at our top three portfolio positions, namely RHG Limited, Reckon Limited and McMillan Shakespeare Limited. Finally the presentation turns to some investment observations which concludes with a summary outlook and question and answer section. We would also like to once again recommend that you visit the 'News and Views' section of our website at www.cadencecapital.com.au as all past company webcasts, interviews and press articles involving Cadence can be found here.

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