

PORTFOLIO SECTOR ANALYSIS

Sector	Long	Short	Net
Materials	32.04%		32.04%
Banks	30.58%		30.58%
Software & Services	17.64%		17.64%
Diversified Financials	9.20%		9.20%
Telecommunication Services	7.56%		7.56%
Technology Hardware & Equipment	4.02%		4.02%
Commercial Services & Supplies	2.71%		2.71%
Energy	2.38%		2.38%
Capital Goods	1.97%		1.97%
Consumer Services	1.76%		1.76%
Retailing	1.27%		1.27%
Health Care Equipment & Services	0.05%		0.05%
Exposure	111.17%	0.00%	111.17%
Cash borrowings			-11.17%

TOP 20 PORTFOLIO POSITIONS

ASX Code	Position	Direction	% Holding
RHG	RHG Ltd	Long	19.2%
RKN	Reckon Ltd	Long	7.2%
TPM	TPG Telecom Ltd	Long	6.5%
NAB	National Australia Bank Ltd	Long	5.3%
MCC	MacArthur Coal Ltd	Long	5.2%
CUS	Customers Ltd	Long	5.2%
RIO	Rio Tinto Ltd	Long	4.7%
HGG	Henderson Group PLC	Long	4.2%
BVA	Bravura Solutions Ltd	Long	4.2%
AVO	Avoca Resources Limited	Long	3.4%
FFF	Firstfolio Limited	Long	3.2%
PNA	PanAust Ltd	Long	3.1%
CFE	Cape Lambert Iron Ore Ltd	Long	3.0%
ANZ	Australia & New Zealand Banking Group	Long	2.9%
AGO	Atlas Iron Ltd	Long	2.9%
MMS	McMillan Shakespeare Limited	Long	2.7%
AZZ	Antares Energy Limited	Long	2.4%
AXO	Aurox Resources Limited	Long	2.1%
HTC	Hostech Limited	Long	2.0%
MIK	Mikoh Corporation Limited	Long	2.0%
Top Twenty Portfolio Holdings			91.5%

MARKET AND COMMENTARY

For the four years and seven months to 30th April 2010, Cadence Capital Limited has returned a gross performance of 92.63% compared to an increase in the All Ordinaries Accumulation Index of 27.23%.

We are pleased to report that the fund has performed well so far this year and for the ten months ended 30th April 2010 the fund is up 39.7% (Gross) outperforming the All Ordinaries Accumulation Index by 13.3%. During the month of April, Cadence Capital Limited returned a positive gross performance of +0.94% compared to a decrease in the All Ordinaries Accumulation Index of -1.18% and an increase in the Small Ordinaries Accumulation Index of +0.02%.

The fund finished the month 111.2% long and with no shorts, i.e. net long exposure of 111.2%. The net long exposure for March 2010 was 101.3%.

CADENCE CAPITAL LIMITED NEWS

Cadence Capital Limited broadcast its first quarterly webcast on the 23rd April 2010. This webcast gave an update on both the market and more specifically on the Fund's positioning and performance over the first quarter of this calendar year. It also covered a discussion on Firstfolio Limited (ASX Code: FFF) a position the fund is currently invested in. This and other webcasts are able to be accessed through the 'News' section of the Cadence Capital Limited website at www.cadencecapital.com.au.

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