



CADENCE CAPITAL

FEBRUARY 2010 INVESTOR REPORT

FUND NTA

Cadence Capital unit price estimates as at 28th February 2010:

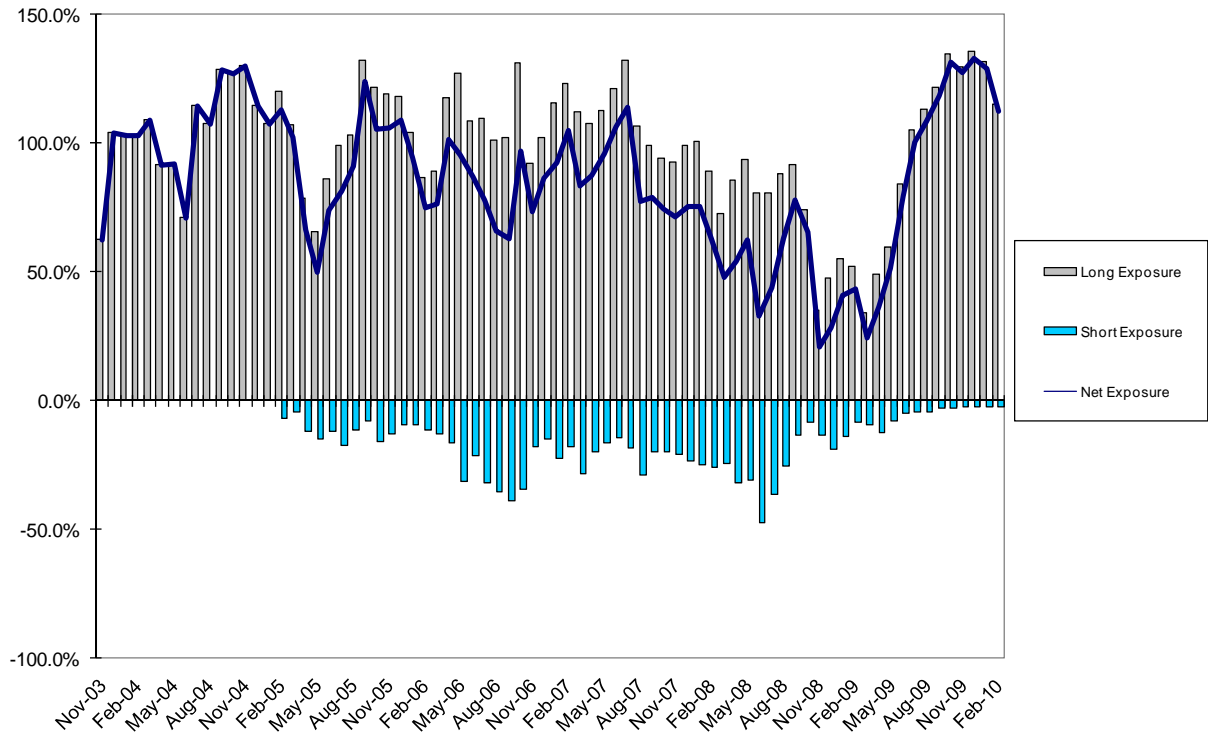
NTA \$2.01816
NTA Post Fees and Distribution \$1.20690

FUND PERFORMANCE*

Performance to 28th February 2010	CC	All Ords	Outperformance
1 Month	-1.43%	1.82%	
1 Year	47.34%	47.03%	+0.31%
Annualised return since inception (76 months)	11.73%	10.14%	+1.59%
Inception to date accumulated return (76 months)	101.82%	84.34%	+17.48%

* Before Management and Performance Fees

PORTFOLIO EXPOSURE ANALYSIS



PORTFOLIO SECTOR ANALYSIS

Sector	Long	Short	Net
Materials	30.99%		30.99%
Banks	28.10%		28.10%
Software & Services	24.11%		24.11%
Diversified Financials	12.66%		12.66%
Telecommunication Services	7.66%		7.66%
Utilities	2.37%		2.37%
Capital Goods	2.10%		2.10%
Energy	1.75%		1.75%
Commercial Services & Supplies	1.74%		1.74%
Technology Hardware & Equipment	1.36%		1.36%
Consumer Services	1.34%		1.34%
Retailing	0.63%		0.63%
Transportation		-2.45%	-2.45%
Exposure	114.80%	-2.45%	112.35%
Cash Borrowing			12.35%

TOP 20 PORTFOLIO POSITIONS

ASX Code	Position	Direction	% Holding
RHG	RHG Ltd	Long	18.0%
CUS	Customers Ltd	Long	8.3%
RIO	Rio Tinto Ltd	Long	7.3%
RKN	Reckon Ltd	Long	7.1%
BVA	Bravura Solutions Ltd	Long	6.9%
NAB	National Australia Bank Ltd	Long	5.2%
TPM	TPG Telecom Ltd	Long	4.9%
MCC	MacArthur Coal Ltd	Long	3.3%
CFE	Cape Lambert Iron Ore Ltd	Long	3.2%
HGG	Henderson Group PLC	Long	3.1%
PNA	PanAust Ltd	Long	3.1%
NKP	Nkwe Platinum Limited	Long	2.9%
FFF	Firstfolio Limited	Long	2.8%
AGO	Atlas Iron Ltd	Long	2.6%
TCL	Transurban Group	Short	-2.4%
PIH	Prime Infrastructure Group	Long	2.4%
FSA	FSA Group Ltd	Long	2.2%
VMG	VDM Group Limited	Long	2.1%
ANZ	Australia & New Zealand Banking Group	Long	2.0%
AVO	Avoca Resources Limited	Long	2.0%
Top Twenty Portfolio Holdings			86.9%

MARKET AND COMMENTARY

For the six years and four months to 28th February 2010, Cadence Capital has returned a gross performance of 101.8% compared to a rise in the All Ordinaries Accumulation Index of 84.3% during the same period.

We are pleased to report that the fund has performed well so far this year and for the eight months ended 28th February 2010 the fund is up 31.7% (Gross) outperforming the All Ordinaries Accumulation Index by 10.9%. During the month of February, Cadence Capital returned a negative gross performance of -1.43% compared to an increase in the All Ordinaries Accumulation Index of +1.82% and a decrease in the Small Ordinaries Accumulation Index of -0.48%.

The fund finished the month 114.8% long, 2.4% short and with a net long exposure of 112.4%. The net exposure for January 2010 was 129%.

CADENCE CAPITAL NEWS

On the 25th January 2010, Karl Siegling, Portfolio Manager for Cadence Capital Fund was interviewed by CNBC Australia on the resources sector. To watch both this and all past interviews please visit the 'News' section of the Cadence Capital website at www.cadencecapital.com.au. Please note that you may be required to register online with CNBC to view their video links. This is a once off registration that is free.

Please also note that as communicated to you last month, we will be complementing these interviews with our own web broadcasts. It is the intention that these webcasts will be broadcast once a quarter and that they will cover amongst other things, updates on both the market and more specifically discussions around positions that the fund is invested in. These webcasts will also be able to be accessed through the 'News' section of the Cadence Capital website.

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