



CADENCE CAPITAL

JUNE 2010 INVESTOR REPORT

FUND NTA

Cadence Capital unit price estimates as at 30th June 2010:

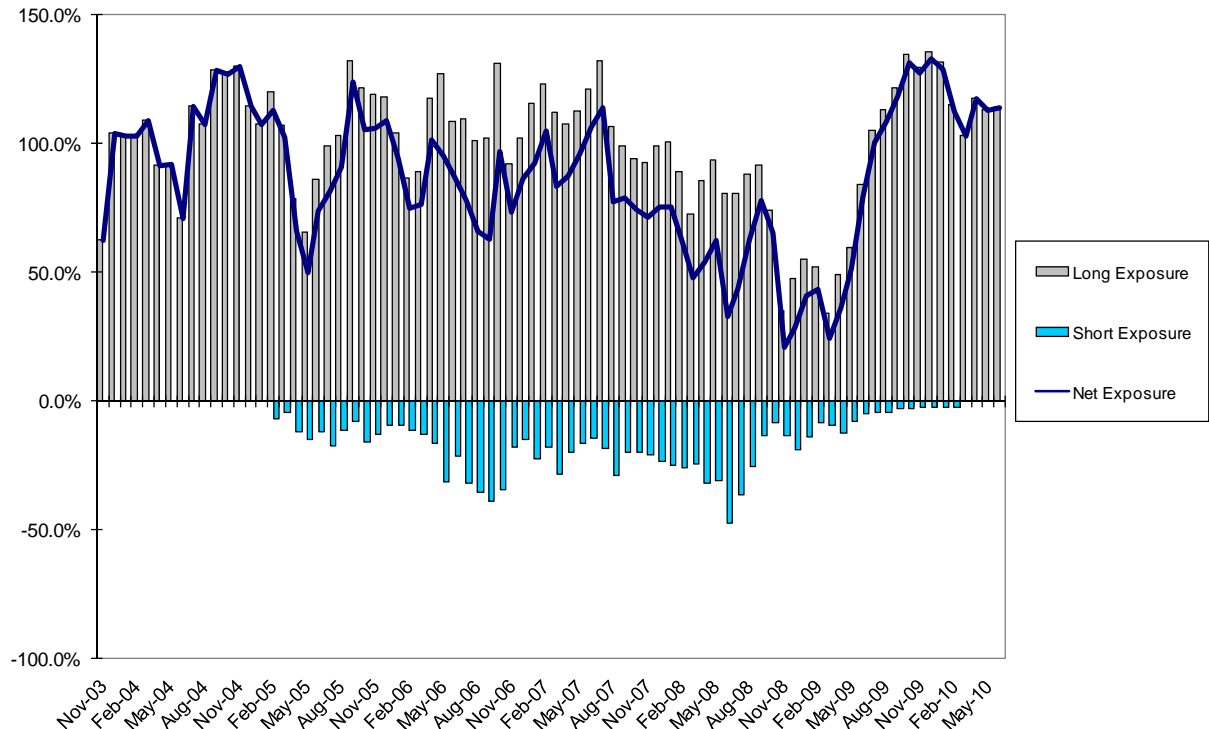
NTA	\$1.92634
NTA Post Fees and Distribution	\$1.16121

FUND PERFORMANCE*

Performance to 30th June 2010	CC	All Ords	Outperformance
1 Month	-1.30%	-2.60%	
1 Year	25.68%	13.78%	+11.90%
Annualised return since inception (80 months)	10.33%	8.62%	+1.71%
Inception to date accumulated return (80 months)	92.64%	73.56%	+19.08%

* Before Management and Performance Fees

PORTFOLIO EXPOSURE ANALYSIS



PORTFOLIO SECTOR ANALYSIS

Sector	Long	Short	Total
Materials	34.35%		34.35%
Banks	31.04%		31.04%
Software & Services	17.68%		17.68%
Telecommunication Services	9.45%		9.45%
Diversified Financials	6.56%		6.56%
Commercial Services & Supplies	4.27%		4.27%
Technology Hardware & Equipment	3.44%		3.44%
Insurance	2.39%		2.39%
Capital Goods	1.84%		1.84%
Consumer Services	1.74%		1.74%
Retailing	1.16%		1.16%
Exposure	113.91%	0.00%	113.91%
Cash Borrowings			-13.91%

TOP 20 PORTFOLIO POSITIONS

ASX Code	Position	Direction	% Holding
RHG	RHG Ltd	Long	20.0%
RKN	Reckon Ltd	Long	8.8%
TPM	TPG Telecom Ltd	Long	6.7%
BVA	Bravura Solutions Ltd	Long	6.2%
AVO	Avoca Resources Limited	Long	5.9%
CFE	Cape Lambert Iron Ore Ltd	Long	4.5%
MMS	McMillan Shakespeare Limited	Long	4.3%
RIO	Rio Tinto Ltd	Long	4.0%
MCC	MacArthur Coal Ltd	Long	3.9%
NAB	National Australia Bank Ltd	Long	3.8%
ANZ	Australia & New Zealand Banking Group	Long	3.1%
FFF	Firstfolio Limited	Long	3.0%
AGO	Atlas Iron Ltd	Long	2.5%
FSA	FSA Group Ltd	Long	2.3%
MIK	Mikoh Corporation Limited	Long	2.1%
PNA	PanAust Ltd	Long	2.1%
TPC	Tel.Pacific Limited	Long	2.0%
HSKG	Heemskirk Consolidated Convertible Notes	Long	1.9%
CUS	Customers Ltd	Long	1.8%
FXL	Flexigroup Limited	Long	1.8%
Top Twenty Portfolio Holdings			90.8%

MARKET AND COMMENTARY

We are pleased to report that Cadence Capital Fund has performed well this financial year and for the twelve months ended 30th June 2010 the fund is up 25.7% (Gross) outperforming the All Ordinaries Accumulation Index by 11.9%. During the month of June, Cadence Capital Fund returned a negative gross performance of -1.30% compared to a decrease in the All Ordinaries Accumulation Index of -2.60% and a decrease in the Small Ordinaries Accumulation Index of -3.73%.

Since its inception six years and eight months ago, Cadence Capital Fund has returned a gross performance of 92.64% compared to an increase in the All Ordinaries Accumulation Index of 73.56% and an increase in the Small Ordinaries Accumulation Index of 53.91%.

The fund finished the month 113.91% long and with no shorts, i.e. net long exposure of 113.91%. The net exposure for May 2010 was 113.13%.

CADENCE CAPITAL NEWS

Cadence Capital will be broadcasting the June 2010 quarterly webcast during the month of July 2010. This webcast will give an update on the funds performance throughout the past financial year. It will also give an update on certain positions in the portfolio and discuss it's positioning for the 2011 financial year. This and previous webcasts are able to be accessed through the 'News' section of the Cadence Capital website at www.cadencecapital.com.au.

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Cadence Asset Management Pty Ltd ACN 106 551 062
Level 11, 131 Macquarie Street, Sydney NSW 2000 Australia
Telephone +612 8298 2444, Facsimile +612 8298 2499
Email: info@cadencecapital.com.au