

JUNE 2011 INVESTOR REPORT

FUND NTA

Cadence Capital unit price estimates as at 30th June 2011:

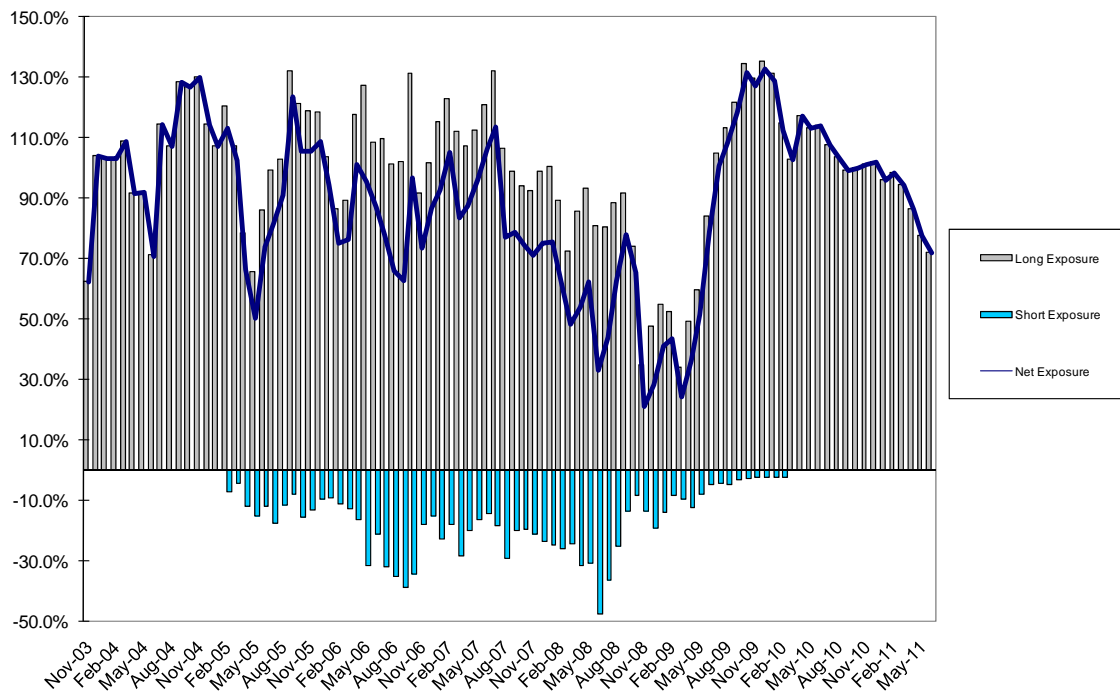
NTA (Post Fees and Pre June 2011 Distributions) \$1.79613

FUND PERFORMANCE*

Performance to 30th June 2011	CC	All Ords	Outperformance
1 Month	1.40%	-2.39%	
1 Year	80.62%	12.17%	+68.45%
2 Years	127.00%	27.63%	+99.37%
3 Years	52.14%	-0.64%	+52.78%
4 Years	17.05%	-12.68%	+29.73%
5 Years	59.55%	13.78%	+45.77%
6 Years	124.92%	41.33%	+83.59%
Inception to date accumulated return (92 months)	247.96%	94.68%	+153.28%
Annualised return since inception (92 months)	17.66%	9.08%	+8.58%

* Gross Performance before Management and Performance Fees
** Adjusted to include material franking credit of 26.7 cents received from RHG dividend during May 2011

PORTFOLIO EXPOSURE ANALYSIS



PORTFOLIO SECTOR ANALYSIS

Sector	Long	Short	Net
Banks	38.06%		38.06%
Software & Services	13.44%		13.44%
Materials	8.05%		8.05%
Commercial Services & Supplies	6.77%		6.77%
Diversified Financials	2.87%		2.87%
Telecommunication Services	1.27%		1.27%
Energy	0.87%		0.87%
Technology Hardware & Equipment	0.46%		0.46%
Consumer Services	0.35%		0.35%
Exposure	72.13%	0.00%	72.13%
Cash on hand			27.87%

TOP PORTFOLIO POSITIONS

ASX Code	Position	Direction	% Holding
RHG	RHG Ltd	Long	29.5%
RKN	Reckon Ltd	Long	7.2%
MMS	McMillan Shakespeare Limited	Long	6.8%
BVA	Bravura Solutions Ltd	Long	6.0%
ANZ	Australia & New Zealand Banking Group	Long	3.3%
NAB	National Australia Bank Ltd	Long	3.2%
FXL	Flexigroup Limited	Long	2.9%
RIO	Rio Tinto Ltd	Long	2.8%
FFF	Firstfolio Limited	Long	2.1%
BTU	Bathurst Resources Limited	Long	1.7%
AQG	Alacer Gold Corp.	Long	1.5%
Top Portfolio Holdings > 1% holding			67.0%

MARKET AND COMMENTARY

We are pleased to report that the fund has had a good financial year and for the twelve months ended 30th June 2011 the fund was up 80.62% (Gross) outperforming the All Ordinaries Accumulation Index by 68.45%. During the month of June, Cadence Capital Fund returned a positive gross performance of +1.40% compared to a decrease in the All Ordinaries Accumulation Index of -2.39% and a decrease in the Small Ordinaries Accumulation Index of -5.09%.

For the seven years and eight months to 30th June 2011, Cadence Capital Fund has returned a gross performance of 247.96% compared to an increase in the All Ordinaries Accumulation Index of 94.68%.

The fund finished the month 72.13% long and with no shorts, i.e. net long exposure of 72.13%. The net exposure for May 2011 was 77.43%.

CADENCE CAPITAL NEWS

Cadence Capital will be releasing its fourth quarter webcast for the June 2011 financial year, later this month. Amongst other things it will give a review of the fund's performance over the past financial year. We would also like to draw your attention to the fact that over the past few months, Cadence Capital has been quoted numerous times in the press. To read any of these articles or to watch any past webcasts please visit the 'News' section of the website at www.cadencecapital.com.au .

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