



## NOVEMBER 2005 INVESTOR REPORT

### FUND PERFORMANCE

	Oct-05	Nov-05	Dec-05	Jan-06	Feb-06	Mar-06	Apr-06	May-06	Jun-06	Jul-06	Aug-06	Sep-06	YTD
Cadence Capital Limited	0.10%	1.41%											1.51%
All Ordinaries Acc Index	-3.83%	4.35%											0.35%
Small Ordinaries Acc Index	-3.74%	2.98%											-0.87%

### PORTFOLIO EXPOSURE ANALYSIS %

	Oct-05	Nov-05	Dec-05	Jan-06	Feb-06	Mar-06	Apr-06	May-06	Jun-06	Jul-06	Aug-06	Sep-06
Equity Long	14.9%	68.0%										
Equity Short	2.5%	2.7%										
Gross Exposure	17.4%	70.8%										
Net Exposure	12.4%	65.3%										

### PORTFOLIO SECTOR ANALYSIS

	LONG	SHORT	TOTAL
Commercial Services & Supplies	19.24%		19.24%
Materials	17.82%	-2.73%	15.09%
Health Care Equipment & Services	9.26%		9.26%
Unspecified	6.51%		6.51%
Insurance	3.75%		3.75%
Pharmaceuticals & Biotechnology	3.11%		3.11%
Consumer Services	2.89%		2.89%
Consumer Durables & Apparel	2.00%		2.00%
Capital Goods	1.75%		1.75%
Telecommunication Services	1.54%		1.54%
<b>Gross Exposure</b>	<b>67.87%</b>	<b>-2.73%</b>	<b>65.14%</b>
<b>Net Cash / (Debt)</b>			<b>34.86%</b>

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## **MARKET AND COMMENTARY**

Cadence Capital Limited closed on the 30<sup>th</sup> November 2005 with a Net Tangible Asset Backing (NTA) of \$0.9956 per share, after tax.

The fund completed it's first full month of trading in November and returned 1.41% compared to a rise in the All Ordinaries Accumulation Index of 4.35% and a rise in the Small Ordinaries Accumulation Index of 2.98%.

The fund finished the month 68.0% long, 2.7% short and with a net long exposure of 65.3%.

Once again we reiterate that the combined speculation on oil prices, wage pressures impacting on inflation, and the threat of higher interest rates, remain a threat to volatility for the market.

## **DISCLAIMER**

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