

9 December 2010

Notification of Net Tangible Assets

The net tangible asset backing before providing for deferred tax on the gains or losses on the long term investment portfolio of Sylvastate Ltd at the 30 November 2010 was \$3.53 (This compares to the prior month asset backing of \$3.61).

Sylvastate is a long term investor and does not intend to dispose of its total investment portfolio.

Under current Accounting Standards, the company is required to provide for deferred capital gains tax liabilities or benefits, including those that may arise should the portfolio be disposed of in its entirety at the month end. After making this provision, the net asset backing of the company would be \$3.79 (This compares to the prior month asset backing of \$3.84).

Top 20 Investments as at 30 November 2010			Holding \$'000	Fund %
1	WHF	Whitefield Ltd	11,002	19.93%
2	CBA	Commonwealth Bank Of Australia	4,536	8.22%
3	WBC	Westpac Banking Corporation	4,248	7.70%
4	ANZ	ANZ Banking Group Limited	3,849	6.97%
5	NAB	National Australia Bank Limited	3,696	6.70%
6	WES	Wesfarmers Limited	2,241	4.06%
7	WOW	Woolworths Limited	1,906	3.45%
8	MQG	Macquarie Group Limited	1,705	3.09%
9	TLS	Telstra Limited	1,632	2.96%
10	QBE	QBE Insurance Group Limited	1,547	2.80%
11	NWSLV	News Corporation Inc Class A NV	1,446	2.62%
12	SVW	Seven Group Holdings Ltd	1,302	2.36%
13	CSL	CSL Limited	1,041	1.89%
14	TOL	Toll Holdings Limited	949	1.72%
15	AIO	Asciano Group Limited	935	1.69%
16	FXJ	Fairfax Media Limited	816	1.48%
17	MAP	MAp Group	755	1.37%
18	AMP	AMP Limited	693	1.26%
19	BXB	Brambles Limited	631	1.14%
20	SUN	Suncorp-Metway Limited	567	1.03%
Cash and Cash Equivalents			1,485	2.69%

Performance Summary

At 30 November 2010

	Last Quarter %	One Year %	Three Years %***	Ten Years %***
Before Tax Returns				
Total Portfolio	1.887%	(3.257%)	(9.336%)	6.282%
Benchmark*	2.026%	(1.261%)	(9.035%)	5.304%
After Tax Returns				
Net Asset Backing (pre-tax)** ¹	2.030%	(6.509%)	(9.112%)	4.505%
Net Asset Backing (post-tax)** ²	1.671%	(0.369%)	(4.973%)	6.045%
Share Price	0.383%	(6.854%)	(6.684%)	6.206%

* ASX 200 All Industrials (XJIAI)

** Including Dividends

*** Annualised

Net Tangible Assets

At 30 November 2010

NTA (post-tax)	\$59.8 million
Shares on Issue	15,798,150
NTA per share (pre-tax)	\$3.53
NTA per share (post-tax)	\$3.79
Share Price	\$3.34
(Discount)/Premium to NTA (pre-tax)	(5.38%)
(Discount)/Premium to NTA (post-tax)	(11.87%)

Sector Breakdown*

At 30 November 2010

	Fund %
Banks	38.25%
Industrials	15.75%
Financials Excluding Banks	13.04%
Consumer Discretionary	9.90%
Consumer Staple	9.71%
Health Care	4.71%
Telecommunication Services	3.82%
Materials	3.66%
Utilities	1.16%

*Excluding Whitefield Limited

Company Information

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Share Registry

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1 Investment returns based on net asset backing (pre-tax) represent the investment return prior to any provision for capital gains tax on investments which have not been sold at balance date, but are after the payment of tax at company rates on income and on capital gains on investments which have been sold.

2 Investment returns based on net asset backing (post-tax) represent the investment return after making a provision for capital gains tax on investments held but not sold, and are after the payment of tax at company rates on income and on capital gains on investments which have been sold.