



CADENCE OFFSHORE FUND APRIL 2011 INVESTOR REPORT

FUND NTA & PERFORMANCE

Cadence Offshore Fund NTA estimate as at 30th April 2011:

NTA per share (Series AUD1) \$1,424.22

Net Performance April 2011 (Series AUD1) + 5.16%

MONTHLY DETAILED PERFORMANCE

	Jan-10	Feb-10	Mar-10	Apr-10	May-10	Jun-10	Jul-10	Aug-10	Sep-10	Oct-10	Nov-10	Dec-10	YTD
Cadence Offshore Fund	-2.70%	-0.28%	2.21%	6.06%	-9.07%	-2.61%	7.60%	4.02%	5.24%	4.70%	12.35%	2.01%	31.63%
All Ordinaries Acc Index	-5.85%	1.82%	5.83%	-1.18%	-7.57%	-2.60%	4.23%	-0.71%	5.02%	2.17%	-0.70%	3.80%	3.31%
	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Dec-11	YTD
Cadence Offshore Fund	1.70%	3.78%	-2.52%	5.16%									8.20%
All Ordinaries Acc Index	0.07%	2.19%	0.64%	-0.58%									2.33%
* Net of all fees												Accumulated return	42.42%

PORTFOLIO COMMENTARY

During April 2011, its sixteenth month in operation, Cadence's Offshore Fund returned a positive net performance of + 5.16% compared to a decrease in the All Ordinaries Accumulation Index of – 0.58% and a decrease in the Small Ordinaries Accumulation Index of -2.61%. For the sixteen months to 30th April 2011, the Fund has returned a positive net performance of +42.42% compared to an increase in the All Ordinaries Accumulation Index of +5.71% and an increase in the Small Ordinaries Accumulation Index of +8.79% during the same period.

The fund finished the month 71.92% long and with no shorts, i.e. net long exposure of 71.92%. The net exposure for March 2011 was 82.64%.

PORTFOLIO SECTOR EXPOSURE

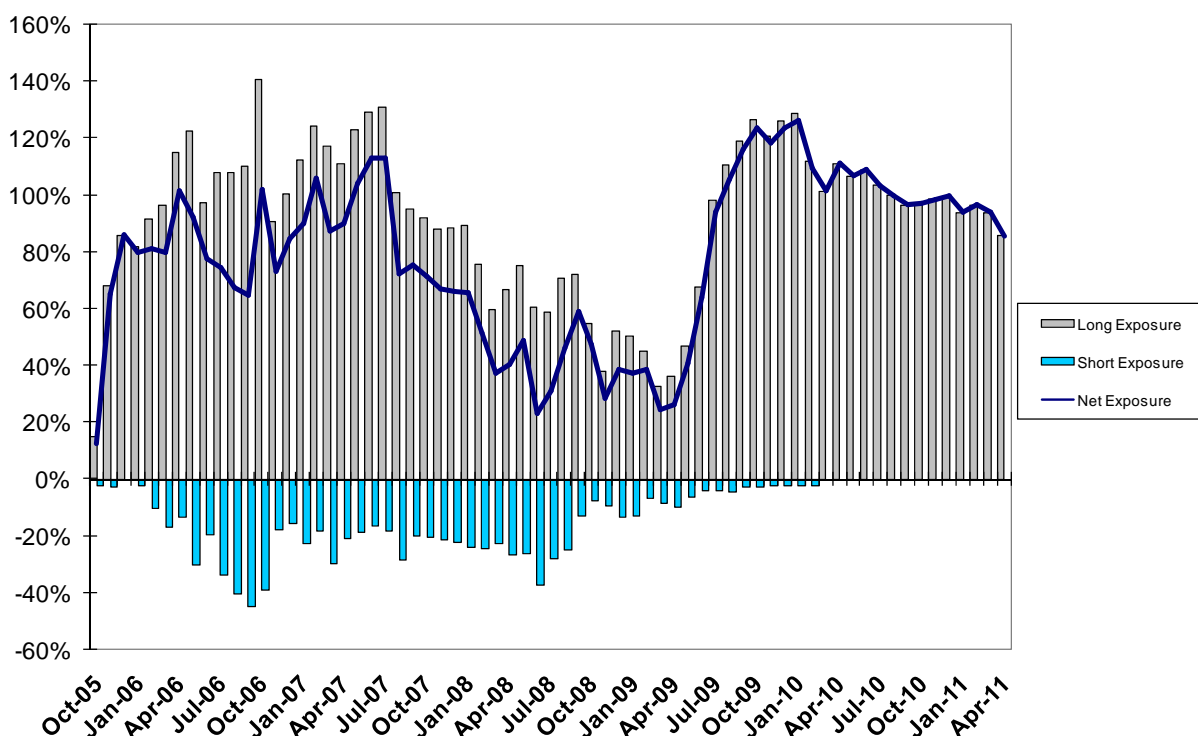
Sector	Long	Short	Net
Banks	31.74%		31.74%
Software & Services	14.54%		14.54%
Materials	10.72%		10.72%
Commercial Services & Supplies	7.16%		7.16%
Telecommunication Services	3.90%		3.90%
Diversified Financials	3.86%		3.86%
Exposure	71.92%	0.00%	71.92%
Cash on hand			28.08%

HISTORIC STRATEGY PERFORMANCE & EXPOSURE – 5 YEARS

Cadence Capital Limited is an ASX listed fund that has been operating the Cadence Long/ Short Australian equities strategy for over five years. Over time the Cadence Offshore Fund will replicate the positions and holdings of Cadence Capital Limited. Detailed below is the 5 year performance and exposure history of Cadence Capital Limited (ASX Code CDM).

Performance to 30th April 2011	CDM	All Ords	Outperformance
1 Month	7.39%	-0.58%	
1 Year	45.70%	5.44%	+40.26%
2 Years	115.63%	41.47%	+74.16%
3 Years	74.26%	-1.48%	+75.74%
4 Years	54.64%	-5.98%	+60.62%
5 Years	112.14%	15.76%	+96.38%
Inception to date accumulated return (67 months)	180.66%	34.16%	+146.50%
Annualised return since inception (67 months)	20.30%	5.40%	+14.90%

* Before Management and Performance Fees



OFFSHORE FUND FACTS

Minimum Investment:	AU\$ 500 000	Redemption Fees:	None
Subscription Frequency:	Monthly	High Water Mark:	Yes
Redemption Frequency:	Monthly	Strategy Size:	AU\$ 50 Million
Redemption Notice:	3 Months	Prime Broker:	Citigroup
Lock-up:	None	Administrator:	TMF Group
Management Fee:	1.5%	Fund Domicile:	Cayman Islands
Performance Fee:	20%	Legal Advisers (Cayman):	Walkers

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