



INVESTMENT UPDATE September 2011

Fund NTA & Performance

Cadence Offshore Fund NTA as at 30th September 2011:

NTA per share (Series AUD1)	\$1,456.38
Net Performance Sep 2011 (Series AUD1)	-1.60%

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%	-1.36%	1.64%	0.66%	2.98%	-1.60%				10.64%
All Ordinaries Acc Index	0.07%	2.19%	0.64%	-0.58%	-1.89%	-2.39%	-3.40%	-2.00%	-6.27%				-13.05%
* Net of all fees												Accumulated return	45.63%

Portfolio Commentary

The Fund has had a good year to date and for the nine months ended the fund has returned +10.64% (net) outperforming the All Ordinaries Accumulation Index by 23.69%. During September 2011 Cadence Cayman Fund returned a negative net performance of -1.60% compared to a decrease in the All Ordinaries Accumulation Index of -6.27% and a decrease in the Small Ordinaries Accumulation Index of -10.61%. For the twenty one months to 30th September 2011, the Fund has returned a positive net performance of +45.63% compared to a decrease in the All Ordinaries Accumulation Index of -10.17% and a decrease in the Small Ordinaries Accumulation Index of -10.64% during the same period.

The fund finished the month 27.52% net long. The net exposure for August 2011 was 38.39%.

Portfolio Sector Exposure

Sector	Long	Short	Net
Banks	23.07%		23.07%
Software & Services	1.86%		1.86%
Materials	1.14%		1.14%
Commercial Services & Supplies	0.90%		0.90%
Diversified Financials	0.54%		0.54%
Exposure	27.52%	0.00%	27.52%
Cash on Hand			72.48%



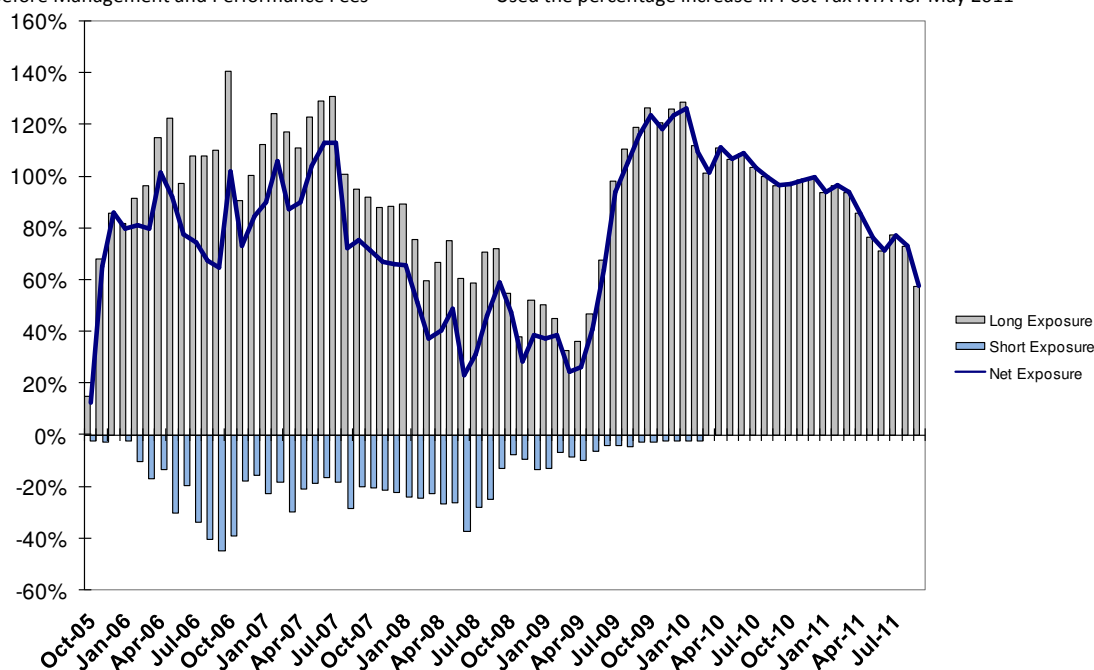
Historic Strategy Performance & Exposure – 6 Years

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 Ltd. Detailed below is the 6 year performance and exposure history of Cadence Capital Limited (ASX Code CDM).

Performance* to 30th September 2011	CDM**	All Ords	Outperformance
1 Month	-3.74%	-6.27%	+2.53%
1 Year	60.94%	-8.43%	+69.37%
2 Years	63.80%	-6.84%	+70.64%
3 Years	98.62%	0.05%	+98.57%
4 Years	64.14%	-26.55%	+90.69%
5 Years	123.52%	-1.89%	+125.41%
Since Inception (72 months)	202.98%	14.00%	+188.98%
Since Inception Annualised (72 months)	20.29%	2.21%	+18.08%

*Before Management and Performance Fees

**Used the percentage increase in Post Tax NTA for May 2011



Fund Facts

Minimum Investment:	AU\$ 500 000	Redemption Fees:	None
Subscription Frequency:	Monthly	High Water Mark:	Yes
Redemption Frequency:	Monthly	Strategy Size:	AU\$ 65 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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