



CADENCE OFFSHORE FUND NOVEMBER 2010 INVESTOR REPORT

FUND NTA & PERFORMANCE

Cadence Offshore Fund NTA estimate as at 30th November 2010:

NTA per share \$1.29040

Performance November 2010 +12.35%

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%		29.04%
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%		-0.48%

PORTFOLIO COMMENTARY

During November 2010, its eleventh month in operation, Cadence's Offshore Fund returned a positive net performance of +12.35% compared to a decrease in the All Ordinaries Accumulation Index of -0.70% and an increase in the Small Ordinaries Accumulation Index of +0.53%. For the eleven months to 30th November 2010, the Fund has returned a positive net performance of +29.04 compared to a decrease in the All Ordinaries Accumulation Index of -0.48% and an increase in the Small Ordinaries Accumulation Index of +5.59% during the same period.

The fund finished the month 105.09% long and with no shorts, i.e. net long exposure of 105.09%. The net exposure for October 2010 was 107.81%.

PORTFOLIO SECTOR EXPOSURE

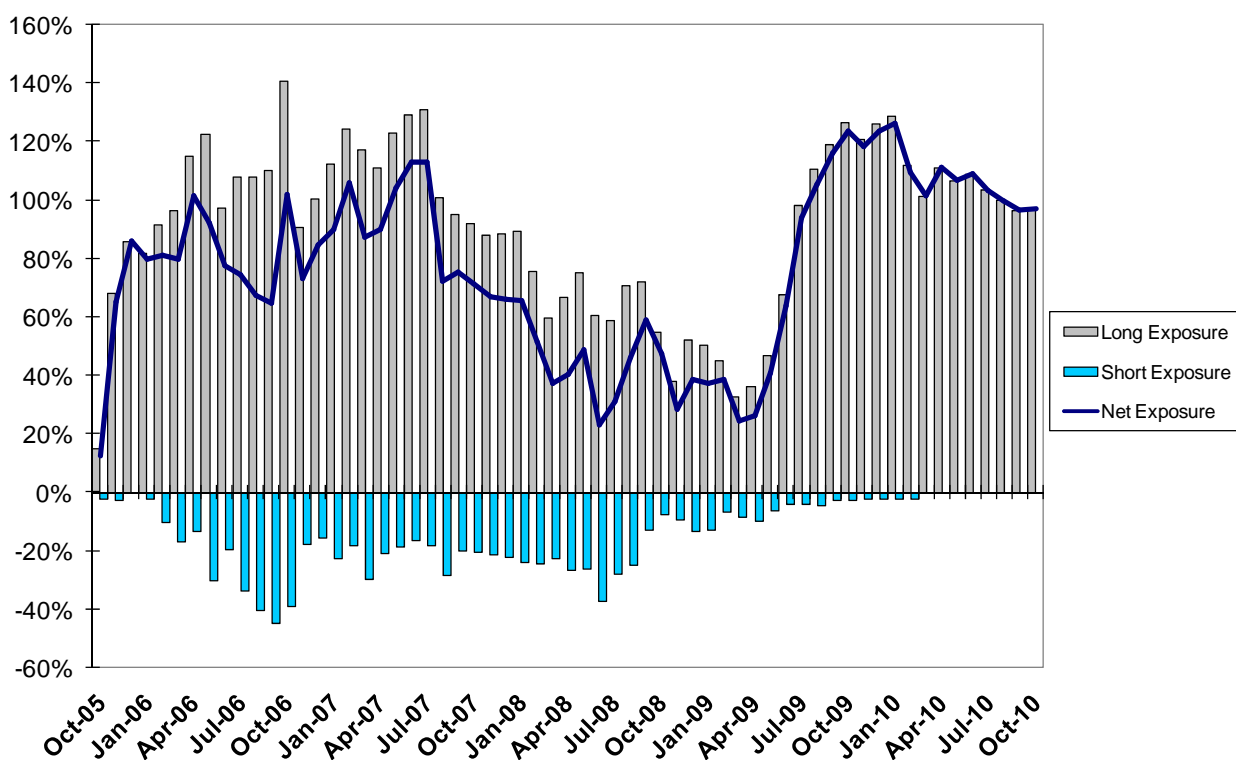
Sector	Long	Short	Net
Banks	48.12%		48.12%
Materials	36.34%		36.34%
Software & Services	13.04%		13.04%
Energy	7.59%		7.59%
Exposure	105.09%	0.00%	105.09%
Cash borrowings			-5.09%

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 November 2010	CDM	All Ords	Outperformance
1 Month	10.20%	-0.70%	
1 Year	14.37%	3.20%	+11.17%
2 Years	69.60%	38.80%	+30.80%
3 Years	13.76%	-19.14%	+32.92%
4 Years	29.16%	1.22%	+27.94%
Inception to date accumulated return (62 months)	110.72%	26.30%	+84.42%
Annualised return since inception (62 months)	15.52%	4.62%	+10.90%

* 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\$ 45 Million
Redemption Notice:	3 Months	Prime Broker:	Citigroup
Lock-up:	None	Fund Domicile:	Cayman Islands
Management Fee:	1.5%	Legal Advisers (Cayman)	Walkers
Performance Fee:	20%		

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