

CANNON OFFSHORE APPROVED TRUSTS

US Dollar Alternative Strategy Fund

QUARTER END SEPTEMBER 2009

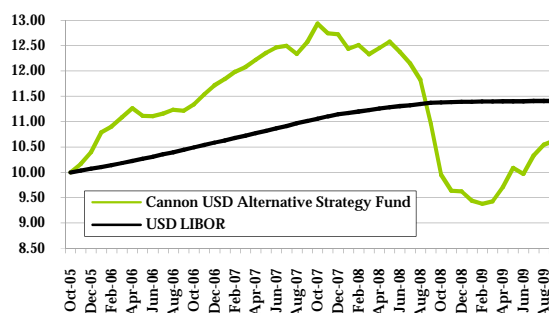
US\$

INVESTMENT OBJECTIVE

The aim of the Cannon US Dollar Alternative Strategy Fund is to provide US Dollar-based investors with capital protection and long-term growth in capital through exposure to a diversified portfolio of alternative investments. The investment universe consists of all non-traditional asset classes, including directional and non-directional hedge fund collective investment schemes, commodity funds, equity-centric and income generating assets as well as cash. The fund aims to generate a total return on capital that exceeds the return achieved on US Dollar cash on a rolling one-year basis and to do this in a manner that exhibits below-market volatility.

Currently equities make up 40 percent of the portfolio, property makes up 14 percent, 26 percent of the portfolio consists of absolute return securities and alternative strategy investments, and the remainder is cash.

ALTERNATIVE STRATEGY



INVESTMENT COMMENT

Global markets found fresh impetus over the past quarter to end September 2009, with an emphasis on emerging markets and financial sector stocks specifically. This is evidenced by the FTSE All-World Index returning 17.5 percent, in US Dollar terms, during the past 3 months, whilst the FTSE All-World Emerging Markets Index and the FTSE All-World Financial Index returned 20.3 percent and 25 percent, respectively. This strong performance by the financial sector evidences the perception that central banks around the world have been successful in addressing the financial crisis.

Equities have been joined by property stocks in their recovery from the lows recorded in February 2009, with the property index returning 62.1 percent over the past six months, as measured by the FTSE All-World Real Estate Index, in US Dollar terms. Bond returns and cash yields, on the other hand, have remained relatively flat, due to the consistently low interest rates central banks are maintaining around the world.

The Cannon US Dollar Alternative Strategy Fund continues to perform well given the economic environment, and returned 6.6 percent over the past quarter. Year to date it has returned 10.4 percent. The fund is 6.2 percent ahead of the HFRX World Hedge Fund Index since inception.

Considering prospects, we believe that capital markets may have been premature in their enthusiasm about economic recovery. For this reason we have taken the decision to reduce our exposure to the asset class in order to provide greater downside protection.

FUND FACTS

Benchmark:	US Dollar LIBOR
Price Date:	30 September 2009
NAV price:	9.92
Fund currency:	US Dollar
Fund size:	\$4.6m
Dealing:	1 st business day of each month
Cut off time:	12 o'clock GMT. 5 business days prior to dealing day for subscriptions, and 20 business days for redemptions.
Minimum investment:	\$10,000
Minimum top up:	\$2,500
Initial fee:	Up to 5.0%
Dividend policy:	Distribution
*Largest month gain:	+3.94% (May 09)
*Largest month loss:	-9.14% (Oct 08)
* Measured on bid price to bid price movement	
* All performance figures calculated gross of fees	

MONTHLY PERFORMANCE (BID TO BID)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2005											1.68%	2.25%	3.97%
2006	3.78%	1.07%	1.69%	1.58%	-1.32%	-0.04%	0.41%	0.70%	-0.15%	1.14%	1.68%	1.56%	12.70%
2007	1.06%	1.20%	0.81%	1.16%	1.14%	0.84%	0.25%	-1.30%	1.93%	2.92%	-1.48%	-0.19%	8.59%
2008	-2.25%	0.61%	-1.44%	0.98%	1.04%	-1.64%	-1.79%	-2.63%	-7.41%	-9.14%	-3.18%	-0.15%	-24.36%
2009	-1.88%	-0.64%	0.51%	2.93%	3.94%	-1.18%	3.62%	2.07%	0.79%				10.44%

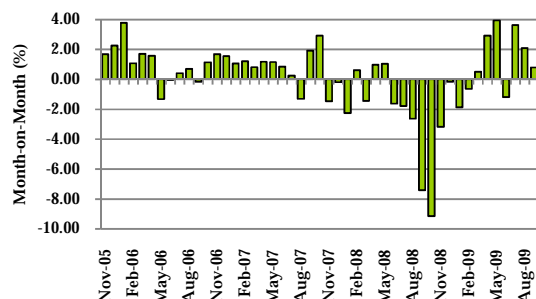
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MONTHLY RETURNS



MULTIMANAGER INVESTING

Diversification of risk is an important objective for most investors in today's volatile markets. Investment risk can be reduced by holding a diversified portfolio of assets which cover the world's major economies, industries and investment themes. In reality, a sufficiently diversified portfolio requires a significant capital sum and it can be time consuming and expensive to manage when transaction and custody charges are taken into account. Whilst managed funds might help this dilemma by solving the problem of choosing individual investments, they do not necessarily solve the question of which markets to select and which fund managers to use. Cannon Asset Management can provide a solution to these concerns. It combines the investment expertise of leading fund management groups which ensures that the Fund is invested in markets where managers have proven strengths. An important feature of this process is the independent approach taken when selecting funds. This approach recognises the fact that no one investment house performs well in all markets or asset types and it is therefore necessary to select managers based on their individual strengths.

OTHER FUND FACTS

Structure	Global Offshore Approved Trusts
Regulation	Collective Investment Funds (Jersey) Law 1988
Launch date	1 November 2005
Manager	Standard Bank Fund Administration Jersey Limited
Trustee	Capita Trust Company (Jersey) Limited
Investment Adviser	Cannon Capital Advisors Limited
Auditors	PriceWaterhouseCoopers
Manager's Fee and Trustee	1.75% per annum
Reporting	Audited annual accounts to 31 August Unaudited interim accounts to 28 February
Price publication	Standard Bank Fund Administration Jersey Limited
Performance analysis	N/A
ISIN	GB00B15SN514
SEDOL	B15SN51

FURTHER CONTACT DETAILS

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Investment in the units of open-ended investment funds is generally a medium to long-term investment. The value of units may go down as well as up and investors may get back less cash than originally invested. Past performance is not necessarily a guide to the future. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. The units of Cannon US Dollar Alternative Strategy Fund are traded at ruling prices and are priced monthly using the forward pricing method. A schedule of fees and charges and maximum commissions is available on request from Standard Bank Fund Administration Jersey Limited, the Management Company. Cannon US Dollar Alternative Strategy Fund is a collective investment scheme, which invests in other collective investment schemes, which levy their own charges, together with direct investment in investment grade bonds. Commission and incentives may be paid and if so, are included in the overall costs. Figures quoted are from Standard Bank Fund Administration Jersey Limited for the period ending 30 September 2009 for a lump sum investment using sell-sell prices, which exclude initial fees. Cannon Asset Management Limited funds are distribution funds and do distribute income. Performance is quoted in US dollar terms. Please refer to the prospectus of this scheme for more details, a copy of which is available on request from the Management Company, the registered office of which is Standard Bank House, 47-49 La Motte Street, St Helier, Jersey JE4 8XR, Channel Islands.

Standard Bank Jersey Limited and Standard Bank Fund Administration Jersey Limited are wholly owned subsidiaries of Standard Bank Offshore Group Limited. Standard Bank Jersey Limited is registered with the Jersey Financial Services Commission for banking and investment business and is a member of the London Stock Exchange. Standard Bank Fund Administration Jersey Limited is registered with the Jersey Financial Services Commission under permit as a functionary of collective investment schemes.

For further information contact:

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