



## The Cayenne Trust plc

Interim Management Statement 01 August to 31 October 2009

### Material Events

During the period under review the Company repurchased 108,750 Ordinary Shares at a weighted average price of 105.00p which represented discounts to net asset value of between 5% and 6%. The Company subsequently reissued 1,110,000 Ordinary Shares previously held in treasury at 113.00p, a discount to net asset value at the date of reissue of 4%, and currently holds 2,604,000 shares in treasury, approximately 7% of the Ordinary Shares in issue. The Manager is actively marketing these shares to new investors in order to further increase the size of the Company.

### Financial Position

The net asset value of the Company at 30 October 2009 was £40,759,427 which equates to 116.05p per share (taking into account dilution by the Subscription Shares). At the same date the mid-market price of the Company's shares was 113.50p and that of the Subscription Shares was 15.00p. By way of comparison, at 31 July 2009, the NAV, Ordinary Share price and Subscription Shares were 108.68p, 103.00p and 6.00p respectively.

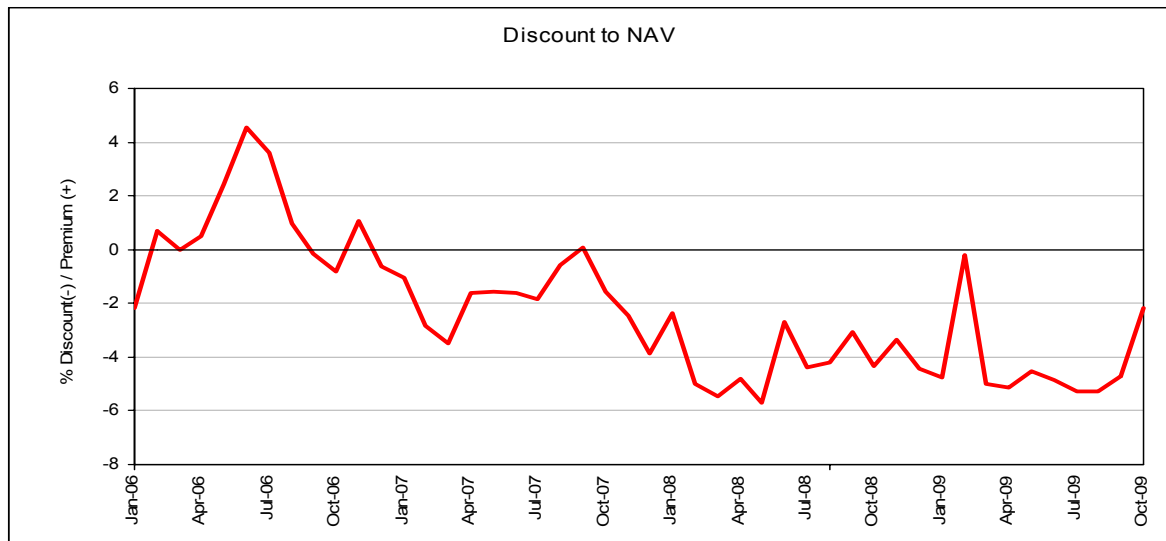
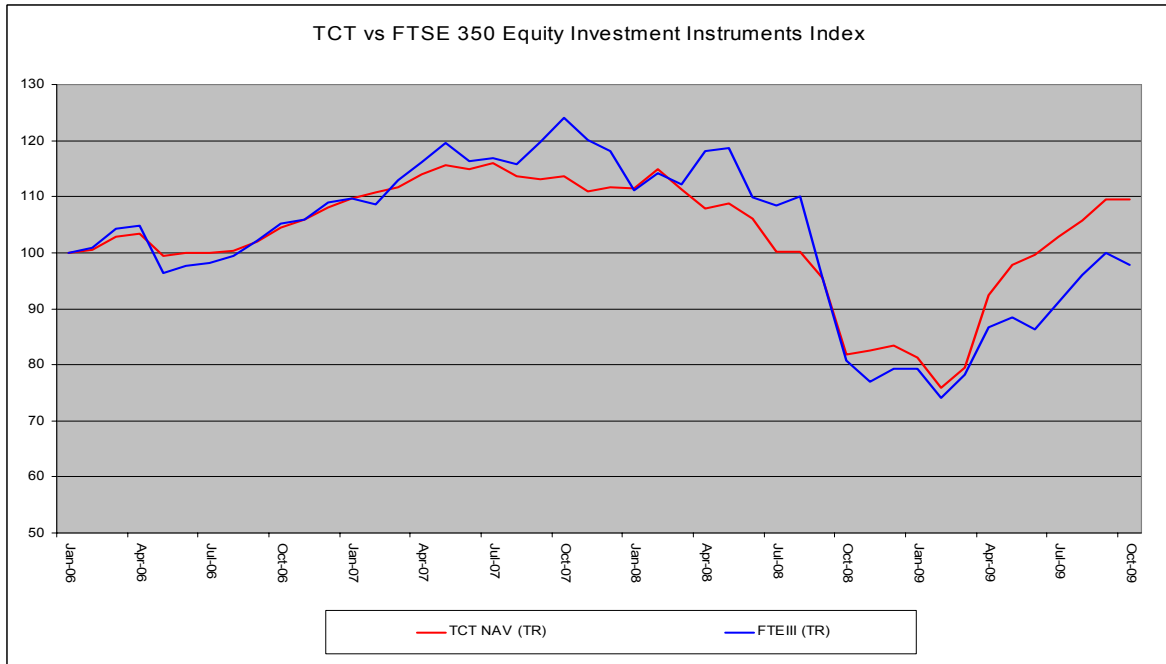
The Company's shares are listed on the London Stock Exchange and its NAV is released daily via the LSE on RNS. Up to date information concerning the Company's financial position can be found at [www.thecayennetrust.com](http://www.thecayennetrust.com)

In addition to shareholder funds, there is £9.171 million of 3.25% Convertible Unsecured Loan Stock 2011 ("CULS") outstanding. Stockholders have two opportunities per year to convert at a rate of 73.85 Ordinary Shares per £100 nominal of CULS up to July 2011. Prior to conversion, the CULS act as structural gearing for shareholders amounting to 123% of equity. The majority of this gearing is currently offset by holding cash and equivalent securities.

At 31 October 2009, The Cayenne Trust had total assets of £50,094,942. At 10 November 2009, the last date prior to the publication of this report, the NAV per share was 115.16p and the share price was 112.00p.

### Financial Performance

The Company aims to achieve consistent positive absolute returns and, as such, performance should not be measured against stock market or other indices. If, however, investors consider that an index comparison is relevant, the Company's most relevant benchmark is the FTSE 350 Equity Investment Instruments Index. Over the last quarter, this index rose by 8.78%; while your Company's NAV appreciated by 6.53%.



Top Ten Holdings	Underlying Exposure
Apollo Fund	6.5% UK 28.5%
Ecofin Water Pwr culs	5.5% Europe 13.1%
Law Debenture	5.2% N America 10.3%
3i Group culs	4.8% Asia 10.7%
3i Infrastructure	4.6% Japan 1.7%
Treasury 4.25% 2011	4.2% Other 10.9%
JPM Overseas	3.7% Cash & FI 23.9%
Electric & General	3.4% FTSE 100 (40.2%)
Ecofin Water Pwr ords	3.3%
Terra Catalyst	3.2%

Trust Details at 31 October 2009	
NAV per Share (Diluted)	116.05p
Mid-price per Share	113.50p
Premium / (Discount)	(2.20%)
Mid-price per sub share	15p
Mid-price per £100 nom culs	£98
Net Assets	£40.76m
Gross Assets	£50.10m
Market Cap	£39.20m
Q3 NAV Return	6.53%
Q3 Share Price Return	10.20%
NAV IRR since inception (31/01/2006)	2.25%
Share Price IRR since inception	2.26%
Financial Year-end	31 January
Ordinary Shares (TCT)	34,538,200
CULS (TCTL)	9,171,000
Subscription Shares(TCTS)	6,726,690
Management Fee:	1%
Performance Fee:	10% above hurdle rate
Hurdle Rate:	5% per annum
High Water Mark:	139.12p

NAV Performance to 31 October 2009			
3 Months	6 Months	1 Year	3 Years
6.5%	18.5%	33.8%	4.9%

Data source: Phoenix Administration Services Ltd. / Cayenne Asset Management Ltd.

This Interim Management Statement is solely for information purposes and is not intended to be, and should not be construed as, an offer or recommendation to buy or sell investments. If you are in any doubt as to the appropriate course of action, you are recommended to consult an independent financial advisor. The value of an investment in the Company, and the income derived from it, may go down as well as up and an investor may not get back the amount of money invested. The Company seeks to preserve capital and minimise volatility by the use of derivative instruments however, there is no guarantee that this strategy will be effective and therefore the value of the Company's investments may fall. The price of the Shares will be determined by supply and demand in the market as well as NAV per Share. The market price of the Shares is therefore likely to fluctuate and may represent either a premium or discount to NAV per Share. The use of borrowings (including CULS) should enhance returns to shareholders if the value of underlying assets rises but it will have the opposite effect if assets decline. Past performance of the Company is not a guide to its future performance.  
The Cayenne Trust plc Springfield Lodge Colchester Road Chelmsford Essex CM2 5PW