

Theta Multistar Medium Volatility

Monthly Commentary

June 2008

The Theta Multistar Medium Volatility Fund gained 1.59% in June, bringing the YTD return to -4.53%. In reference the HFRI Fund of Funds Index lost 0.56% (-1.53% YTD), the MSCI World lost 8.18% (-13.43% YTD) and the JP Morgan Government Bond Index lost 0.90% (-2.79% YTD). All figures are presented hedged into Euros.

June 2008 put a hold to April and May's equity markets' recovery. Stocks fell across the board and the main markets slipped into official bear market territory; down 20% from their highest point. Financials especially took it hard this month, with increasing rumors that Lehman Brothers will be the next Bear Stearns and with a lot of pressure on Freddie Mac and Fannie Mae. The two institutions that own or guarantee nearly half the US outstanding home loan debt are in doubtful financial health, posing risks to the stability of financial markets. They are clearly too important to fail, and the authorities' course of action will be closely watched by investors around the globe. And then we haven't mentioned oil, probably the single most important variable driving global markets today.

Hedge Funds in general reported small losses, taking some hits from the tough environment but earning money through short

positions and by owning credit protection. These are the markets in which hedge funds are supposed to protect the downside and so far they have confirmed this expectation by keeping losses limited in the year to date. The Theta Multistar Medium Volatility had a strong positive month, with our global macro and short credit funds more than compensating for the losses in some long short equity and event driven strategies. The results show our relatively bearish positioning, which should enable us to outperform both the general markets as well as the hedge fund universe in months like June.

It wasn't hard to predict the winners and the losers this month with such a determined move in stock prices and credit spreads. The losses came from the long short (emerging market) equity bucket and the event driven bucket. Positive contributions came from the managers that have positioned themselves on the short side, most notably our global macro managers. The strategy is performing well in the current markets with a strong bearish trend. Of the two biggest winners, both delivering double digit numbers, one mainly earned it through short equity positions, while the other capitalized on being short credit. Three credit funds, of which one dedicated short credit fund further helped performance.

Performance*	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2008	-1.77%	-1.30%	-3.74%	-0.60%	1.30%	1.59%							-4.53%
2007	0.85%	2.21%	1.30%	0.41%	1.94%	2.32%	2.90%	-2.99%	-0.51%	3.03%	-2.80%	0.15%	8.93%
2006	4.42%	0.72%	0.86%	2.03%	-2.14%	-0.66%	-0.28%	0.86%	-0.95%	0.94%	1.20%	2.33%	9.58%
2005	1.63%	3.24%	-0.88%	-1.72%	0.64%	0.90%	2.38%	1.71%	2.96%	-2.59%	1.28%	1.80%	11.76%
2004	1.45%	1.46%	-0.40%	-1.57%	-1.32%	0.19%	-0.46%	-0.32%	1.27%	1.11%	3.29%	2.01%	6.80%
2003	0.96%	0.18%	-0.63%	1.35%	2.11%	0.75%	0.69%	1.17%	1.05%	1.90%	0.56%	2.02%	12.77%

Return table*	Theta Multistar Medium Volatility	HFRI Fund of Funds	MSCI World	JP Morgan Government Bonds
Net Asset Value as of July 2008	€ 1,341.03			
YTD	-4.53%	-1.53%	-13.43%	-2.79%
2007	8.93%	9.07%	2.32%	-0.06%
2006	9.58%	8.08%	12.22%	-5.24%
2005	11.76%	6.12%	12.89%	7.71%
2004	6.80%	7.44%	9.62%	2.17%
2003	12.77%	12.86%	23.46%	-4.73%
Annualized Compounded Return	8.03%	6.78%	2.25%	-0.35%
Sharpe Ratio	0.90	0.88	0.01	-
% Positive Months	70.51%	73.08%	58.97%	46.15%
Correlation (Theta Multistar with ...)	1.00	0.80	0.36	-0.20
Beta (Theta Multistar with ...)	1.00	1.05	0.16	-0.21
Alpha (Theta Multistar over ...)		1.04%		

Risk table*	Theta Multistar Medium Volatility	HFRI Fund of Funds	MSCI World	JP Morgan Government Bonds
Annualized standard deviation (%)	5.44%	4.18%	12.49%	4.52%
Maximum Drawdown (%)	-10.20%	-5.04%	-28.97%	-8.47%
Average Gain Positive Months (%)	1.48%	1.14%	2.54%	1.17%
Average Loss Negative Months (%)	-1.31%	-1.04%	-3.11%	-1.04%

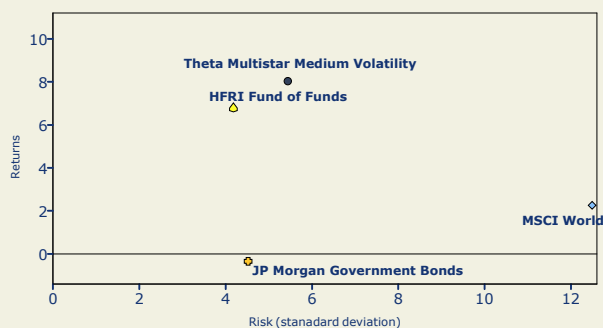
* From January 2003 to January 2004 performance of medium volatility Theta client portfolios; thereafter Theta Multistar Medium Volatility Fund. All figures are net of all fees. All indices hedged to EUR. Past results are not necessarily a guide to future performance. For this product, a "Financiële Bijsluiter" has been prepared, which is available upon request. Theta Multistar Fund is regulated by Autoriteit Financiële Markten.

Theta Multistar Medium Volatility

Portfolio Analysis

June 2008

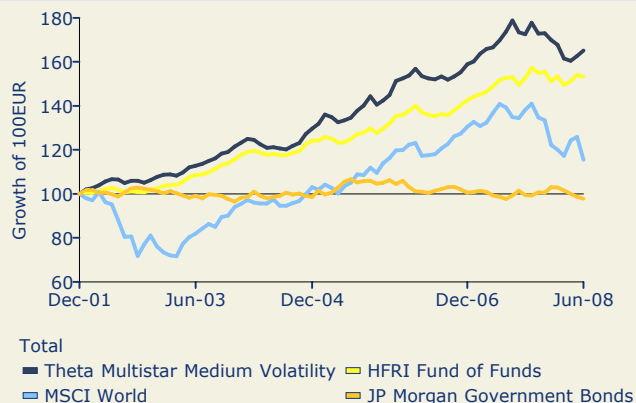
Risk/ reward profile: Jan 2002 to Jun 2008



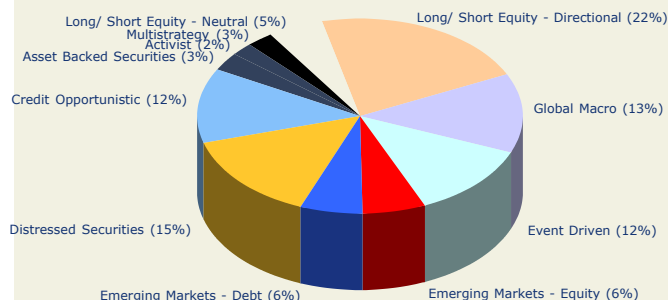
Information

Subscription	Monthly
Redemption	Monthly
Redemption Notice	40 days notice
Management Fee	1.25%
Incentive Fee	10%
Hurdle Rate	Euribor (3m) + 2.0%
Lockup	No
High Water Mark	Yes
Custodian	KDTC Trust
Auditor	Ernst & Young
Reporting Frequency	Monthly
Currency	Euro
Inception	Jan-04
Bloomberg Ticker	THMDVOL NA

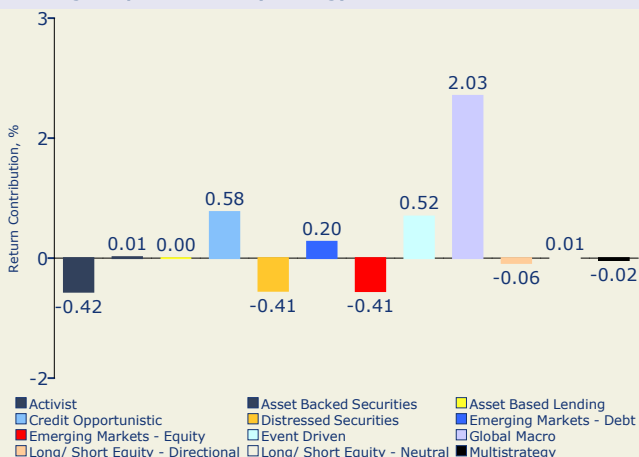
Cumulative return: Jan 2002 to Jun 2008



Strategy allocation Jun 2008



Attribution gross performance by strategy Jun 2008



Fund versus indices

	Jan-02 - Jun-08
Capture Ratio when MSCI up	45.63%
Average return when MSCI up	1.21%
Capture Ratio When MSCI down	5.35%
Average Return when MSCI down	-0.16%
Capture Ratio when JPM Bond Index up	38.88%
Average Return when JPM Bond Index up	0.46%
Capture Ratio when JPM Bond Index down	-81.07%
Average Return when JPM Bond Index down	0.80%
Capture Ratio when HFRI Index up	113.89%
Average Return when HFRI Index up	1.29%
Capture Ratio when HFRI Index down	104.10%
Average Return when HFRI Index down	-1.08%

The Capture Ratio calculates the portion of market performance that was captured by the Fund under up and down markets. A positive upmarket capture and a negative downmarket capture indicate absolute returns versus the benchmark.