

To: Participants in Theta Multistar Fund - Medium Volatility Portfolio (the Fund)

Ref: Notification new series of participations per 1 January 2010

Amsterdam, 4 November 2010

Dear participant,

Theta Multistar Fund will make a minor amendment in the way it accepts new subscriptions.

For new subscription money received for 1 January 2010 dealing dates and later, the Fund will issue a new Series of participations. The new participations will be called Series 2010 and are identical to the current participations in all respects except that its high water mark for incentive fee calculations will initially be equal to the Fund's Net Asset Value (NAV) on 1 January 2010 (the issue price). New subscription money received for the 1 December 2009 dealing day will still be accepted in the current Series of participations, which has a high watermark equal to the NAV on 1 January 2008.

According to the prospectus of Theta Multistar Fund, the high water mark of a Series will be the highest NAV of one of the previous 3 year-ends that the Series has been in issue. No incentive fee will be charged on Series 2010 if the NAV per 31 December 2010 is below the high water mark, i.e. the 1 January 2010 issue price.

If the Fund NAV per 31 December 2010 is higher than the 1 January 2010 issue price, new subscription money for 2011 will be issued in Series 2010. This is because, as a result of the positive 2010 performance, the new high water mark for Series 2010 is the NAV of 31 December 2010. Should the performance for the year 2010 be negative, new subscription money for 2011 will be issued in a new Series 2011 which will have a high watermark equal to the 1 January 2011 NAV (the issue price).

At the end of every calendar year, the Fund will convert all outstanding Series with the same high water mark into one single Series of participations.

Should you have any questions regarding the new Series 2010 or the conversion procedure outlined above, please do not hesitate to contact us.

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