

1. Performance Summary Theta Funds

The following table shows the net returns of the Theta funds for the period ending 31 July 2010.

	Multistar Medium Volatility Fund	Deep Value Fund	Legends Fund	HFR Fund of Fund Index	MSCI World Index
July 2010	+0.92%	+1.56%	+1.77%	0.91%	5.4%
Year-to-date 2010	-2.30%	0.09%	-2.34%	-0.25%	-3.8%

Source: TMF FundAdministrators, Theta Capital Management. All returns in EUR. Inception Theta Legends Fund: 1 February 2010.

2. Theta Multistar Medium Volatility

The following table shows the net returns of Theta Multistar Medium Volatility for the period ending 31 July 2010.

Theta Multistar Medium Volatility - Initial Series													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	FY
2010	-0.53%	-0.32%	2.40%	1.12%	-3.67%	-2.11%	0.92%						-2.30%
2009	1.53%	0.68%	-2.44%	-1.31%	2.38%	-0.29%	2.28%	0.73%	1.00%	0.31%	0.03%	0.18%	5.09%
2008	-1.77%	-1.30%	-3.74%	-0.60%	1.30%	1.59%	-3.56%	-2.31%	-4.63%	-9.73%	-2.20%	-0.58%	-24.71%
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%
2002	2.01%	0.70%	1.20%	1.77%	1.04%	-0.15%	-1.31%	0.97%	0.02%	-0.94%	1.18%	1.36%	8.06%

Source: TMF FundAdministrators, Theta Capital Management. All returns in EUR. Before January 2004, return of Theta Medium Volatility client portfolios. Theta Medium Volatility Fund invests for 100% in hedge funds.

The fund generated a positive return during July with four managers posting a modest negative return and 22 managers ending up in positive territory with contributions at portfolio level ranging between -0.11% and +0.50%. Our managers remain cautiously constructively positioned. Risks have clearly increased over the last couple of months which has led managers to move even further towards the most liquid names in order to adjust their portfolios if and when necessary.

3. Theta Deep Value Fund

The following table shows the net returns of Theta Deep Value for the period ending 31 July 2010.

Theta Deep Value Fund - Performance (Series July 2006)													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	FY
2010	0.80%	0.80%	3.77%	1.73%	-5.03%	-3.30%	1.56%						0.09%
2009	1.61%	-1.11%	-0.91%	0.77%	4.90%	-0.22%	1.05%	1.12%	2.67%	1.14%	1.78%	2.32%	16.06%
2008	0.17%	-0.45%	-2.39%	-1.18%	0.25%	1.69%	-2.80%	-4.48%	-3.94%	-5.78%	-0.58%	-1.82%	-19.57%
2007	-0.08%	6.60%	1.12%	1.36%	0.99%	2.80%	6.47%	1.26%	2.52%	6.65%	-0.45%	0.28%	33.38%
2006							-1.68%	1.19%	-0.75%	3.17%	2.90%	3.83%	8.83%

Source: TMF FundAdministrators, Theta Capital Management. All returns in EUR. Theta Deep Value Fund invests for 100% in hedge funds.

The Theta Deep Value saw solid gains from most managers offset by modest losses from our tail hedge funds. Not surprisingly, our European Sovereign fund had a difficult month as spreads tightened on the back of renewed risk appetite. However, particular good gains were made by one of our Emerging Markets managers as well as one of our event-driven funds which is bullishy positioned for an economic recovery and has sizeable exposure to the banking sector.

4. Theta Legends Fund

The following table shows the net returns of Theta Legends Fund for the period ending 31 July 2010.

Theta Legends Fund - Class D EUR													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	FY
2010	-	0.03%	2.91%	1.52%	-5.67%	-2.64%	1.77%						-2.34%

Source: TMF FundAdministrators, Theta Capital Management. All returns in EUR. Theta Legends Fund invests for 100% in hedge funds.

Six of our seven Theta Legends funds generated positive returns in July thus recouping some of the losses of May and June. Around half the contribution came from one of our long short equity managers with significant exposure to the oil & gas, media/telecom and banking sectors which rallied significantly during the month. In particular, the fund benefited from a recovery from one of its names in the oil & gas space which declined in the aftermath of the BP spill in the Gulf of Mexico but which recovered sharply during July. As the fund had added to its position during the decline, this position had a material positive impact on performance.

5. NAV Summary

Class / Series	July 2010 NAV per share	# of shares	Currency	Mgt Fee / Perf Fee / Hurdle Rate	Red Freq / Notice	ISIN Code
Theta Multistar Medium Volatility Fund						
Initial Series	1,085.65	101,409.3900	EUR	1.25% / 10% / Euribor+ 2%	No lock / M / 40days	NL0000211159
Series T	1,085.64	11,800.4855	EUR			NL0009363928
Series 2010	975.56	12,176.3277	EUR			NL0009347137
Theta Deep Value Fund						
Class A - Apr 2010	947.68	369.811	EUR	0.50% / 10% / 8%	2yr / Q / 90days	NL0009538834
Class A - Jul 2010	1,014.31	175.000	EUR	0.50% / 10% / 8%	2yr / Q / 90days	NL0009538842
Class B - Apr 2010	947.71	33.000	EUR	0.50% / 10% / 8%	No lock / Q / 90days	NL0009538859
Class B - Jul 2010	1,013.87	550.000	EUR	0.50% / 10% / 8%	No lock / Q / 90days	NL0009538867
Class C - Jul 2008	943.02	10,985.000	EUR	0.50% / 10% / 8%	2yr / Q / 90days	NL0009390210
Class C - Jan 2009	1,141.11	500.000	EUR			NL0009390244
Class C - Jul 2009	1,090.55	148.500	EUR			NL0009390228
Class C - Jan 2010	1,342.60	41,502.212	EUR			NL0009390236
Class D - Jul 2008	953.00	2,700.000	EUR			NL0009390186
Class D - Jan 2009	1,161.59	2,145.800	EUR			NL0009390160
Class D - Jan 2010	1,356.35	16,430.264	EUR			NL0009390178
Class E - Oct 2008	1,058.58	946.775	EUR	0.50% / 12.5% / 8%	2yr / Q / 90days	NL0009390194
Class E - Jan 2009	1,152.42	264.139	EUR			NL0009390202
Class F - Jul 2008	952.86	29,791.484	EUR			NL0009390251
Theta Legends Fund						
Class A - EUR	97.15	75,431.8153	EUR	1.0% / 5% / Euribor+ 2%	No lock / M / 90days	NL0009358373
Class A - USD	94.95	199.0130	USD			NL0009358381
Class B - EUR	97.39	91,138.0625	EUR	0.5% / 5% / Euribor+ 2%	No lock / M / 90days	NL0009358399
Class B - USD	98.02	12,440.8753	USD			NL0009358407
Class C - EUR	97.45	3,490.0000	EUR	0.5% / 5% / Euribor+ 2%	1yr / M / 90days	NL0009358415
Class C - USD	100.00	-	USD			NL0009358423
Class D - EUR	97.66	585,187.0980	EUR	0.0% / 5% / Euribor+ 2%	1yr / M / 90days	NL0009358431
Class D - USD	98.28	60,573.6567	USD			NL0009358449

Source: TMF FundAdministrators.

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