



August 9, 2007

Dear Investor:

As you know from the daily NAV estimates which we make available to you, our performance has been disappointing in the recent unsettled market conditions. Although the performance of the different classes of shares and interests differs somewhat, through the close of business on August 9, 2007, we estimate that the net performance for the classes with exposure to the statistical arbitrage and/or quantitative long/short master funds ranges from losses of 17% to 31% month-to-date.

We have taken significant steps to reduce market exposure, which as of the close of business on August 9 was at the lowest level in the statistical arbitrage and quantitative long/short master funds since the inception of such funds - less than 1x gross leverage (the ratio of long positions plus short positions to net equity); the precise amount of market exposure differs somewhat among the different classes. We do not anticipate any shortage of liquidity in these master funds.

As always, we are available to answer your questions and we will continue to furnish daily NAVs and keep you informed of significant developments.

Best Regards,

Tykhe Capital LLC