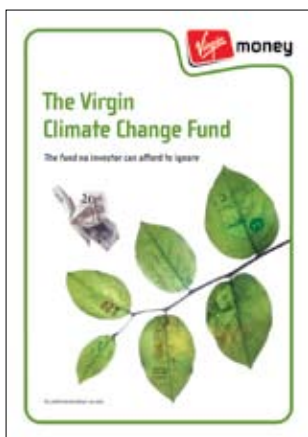


Virgin Climate Change Fund



PERFORMANCE 30 JUNE 2008



Fund description

The Virgin Climate Change Fund is long only and targets companies with a lighter-than-average environmental footprint. This is based on our expectation that damage costs associated with environmental pollution that are currently external to most companies' P&Es will be forced by regulators and legislators to be internalised. This should give a competitive advantage to "lighter" companies. The strategy is based on three main components. 1) Stocks in the GLG European Equity Fund are put through a "Green Filter", which restricts holdings to those that have a lighter than average environmental footprint in their sector, based on data from Trucost plc, the environmental consultancy. This will typically account for 75-100% of the weightings in the Virgin Climate Change Fund. 2) The "Solution Adopters". Companies that are world leaders in seeking and adopting ways to minimise their footprint. This may account for up to 15% of the Fund. 3) The "Solution Providers". Companies that own the intellectual property for the solutions to environmental problems, including the Alternative Energy stocks. This may account for up to 10% of the Fund.

2008	HISTORICAL NET PERFORMANCE (%)						CUMULATIVE NET RETURN							0.95%	
	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD	MSCI*	(8.02)
	2.40	2.56	(0.14)	2.17	3.77	(10.92)							(0.95)		

*MSCI Daily TR Net Europe Index (loc) since inception on 18 January 2008
Source: GLG Partners LP



Monthly comment

Pierre Lagrange
Senior Portfolio Manager



During June, in the face of deteriorating economic conditions, the MSCI Europe Index fell (9.80)% and the Virgin Climate Change Fund underperformed the benchmark by (1.12)%. The Fund continued to outperform the benchmark by +7.07% year to date (as of 30 June 2008).

Our sector allocation namely in Banks and Materials has generated positive returns. The overall performance was also reinforced from our Pharmaceuticals positions, namely Grifols and Roche Holding – the latter being a position we added to the portfolio last month. Although it was a challenging period for our stock selection, particularly within the Autos and Capital Goods sectors, our identification of attractive valuation in the fertilizer space continues to benefit the portfolio with Uralkaliy and Israel Chemicals continuing to add to performance. Positive P&E was also generated from BG Group, Tullow Oil and Royal Bank of Scotland.

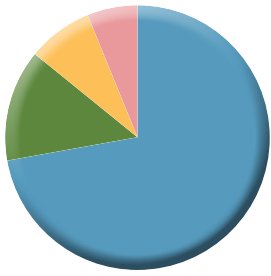
Over the course of the month we have taken out new positions in HBOS and Amec and have reduced our holding in Outokumpu and Aricom. We suffered over the month as rising crude and steel prices took their toll on our capital goods positions (although we still believe the sector is attractive) namely in Man, ABB, and Demag Cranes. Our Financials positions in Societe Generale, HBOS and Prudential struggled and we also suffered through our holdings in Club Med and Telenor.

We ended the month overweight in Telecommunications Services, Materials, Media Insurance and Capital Goods and continue to be heavily underweight in Banks and Utilities as well as Consumer, Energy and Food, Beverage & Tobacco. Geographically the portfolio is overweight in Switzerland while being slightly overweight in Belgium and Norway and we continue to be heavily underweight in the United Kingdom as well as Germany, France and the Netherlands. Over the month we reduced our exposure in both Solution Adopters and Solution Providers in order to lower our risk positions in a context of market vulnerability to illiquid and more sensitive stocks eg. Trigon and Washtec.

Finally, regarding our footprint, we note that despite our high exposure to sectors with relatively high environmental footprints, the overall Fund's footprint was 53% lighter than the MSCI Europe benchmark as at month end.



STRATEGY ALLOCATION



SOLUTION PROVIDERS STRATEGY	8%
SOLUTION ADOPTERS STRATEGY	14%
CASH	6%
EUROPEAN EQUITY LIGHT FOOTPRINT	72%

Source: GLG Partners LP

LARGEST CLEAN EUROPEAN EQUITY

COMPANY	INDUSTRY	% OF FUND
BG Group Plc	Energy	6.34%
Outokumpu OYJ	Basic Materials	5.65%
Roche Holding AG	Consumer, Non-Cyclical	4.98%
Prudential Plc	Financial	4.95%
Sika Finanz AG	Industrial	4.66%
RAB Capital Plc	Financials	4.34%
Societe Television Francaise 1	Communications	4.14%
Telenor ASA	Communications	4.00%
Aricom Plc	Basic Materials	3.72%
Demag Cranes AG	Industrial	3.62%
Societe Generale	Financial	3.54%
Vedanta Resources Plc	Basic Materials	3.25%
Grifols SA	Consumer, Non-Cyclical	3.11%
Hansen Transmissions Intl	Utilities	2.88%
Man AG	Consumer, Cyclical	2.68%

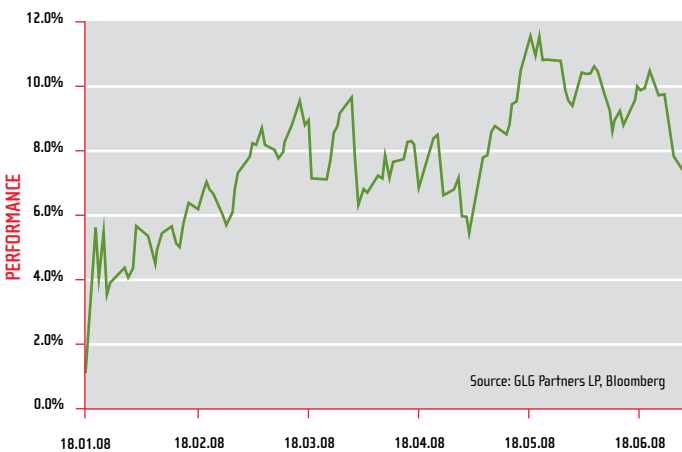
LARGEST ADOPTERS / PROVIDERS

SOLUTION ADOPTERS	INDUSTRY	% OF FUND
ABB Ltd	Industrial	5.18%
Andritz AG	Industrial	2.52%
Acciona SA	Industrial	2.06%

SOLUTION PROVIDERS	INDUSTRY	% OF FUND
Uralkaliy	Basic Materials	3.61%
Hansen Transmissions Intl	Utilities	1.43%
Fischer (Georg)	Consumer, Cyclical	1.37%

Source: GLG Partners LP

PERFORMANCE RELATIVE TO MSCI EUROPE INDEX



Source: GLG Partners LP, Bloomberg

ENVIRONMENTAL FOOTPRINT

MSCI EUROPE
3.52%

CLEAN EUROPEAN EQUITY STRATEGY
1.65%

BETTER BY
53.1%

Chart shows GLG's calculation of MSCI Europe Index and the Clean European Equity strategies environmental footprint using Trucost data. The environment footprint is the annual damage cost divided by market capitalisation.

Source: GLG Partners LP

Main characteristics

INCEPTION:
18 Jan 2008 at £1

CURRENCIES:
GBP

DEALING DAY:
Daily

DIVIDEND POLICY:
Non-distributing

DOMICILE:
UK

LISTING:
Not listed

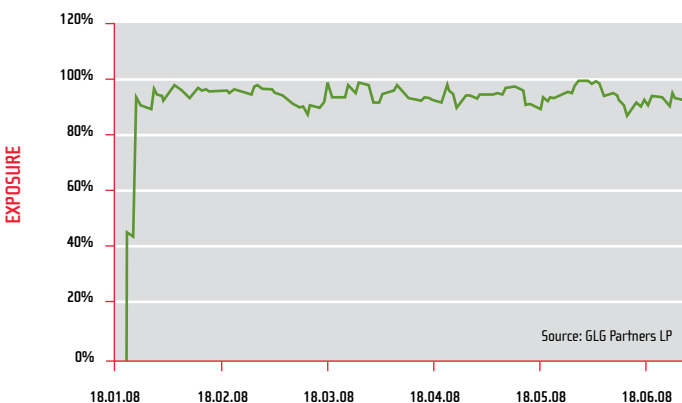
REDEMPTION NOTICE:
1 business day

MANAGEMENT FEE:
1.75% per annum

PERFORMANCE FEE:
20% over BoE base rate

MINIMUM INVESTMENT:
£500 lump sum or £50 monthly

EXPOSURE AS % OF CAPITAL



Source: GLG Partners LP