



for

ZENIT **MULTIS**TRATEGY SICAV

SOCIÉTÉ D'INVESTISSEMENT À CAPITAL VARIABLE

LUXEMBOURG

ASSET ALLOCATION MONTHLY REPORT

MAY 2007

This document is written in respect of the point n° 5 of the INVESTMENT MANAGEMENT AGREEMENT signed between Degroof Gestion Institutionnelle – Luxembourg (Management Company) and Zenit SGR SpA (Investment Manager).

Investments and reasons.

Name of Company		Weight ipotesis	Reasons
<ul style="list-style-type: none"> • Pierrel (a) • Interoil (b) • Kerself (a) • Cogeme (a) • Servizi Italia (a) • Biancamano (a) 		4% - 10%	(a) Company (Italian and not) with which a contact directed with the management has been established and that they introduce strong driver of increase, which as an example: <ul style="list-style-type: none"> ☞ Quality of the management; ☞ Clear Company's strategic vision; ☞ Solid competitive positioning; ☞ Barriers to the entrance for the contenders; ☞ Good perspectives of increase. (b) Stocks pertaining to the Energy sector with high upgrade thought them in the crucial moment for the important realization object to their business. (c) Stocks pertaining to the field of Natural Resources - URANIUM . See at the bottom.
<ul style="list-style-type: none"> • Omnia Network (a) • Isagro (a) • Caleffi (a) • Toscana Fiananza (a) 	<ul style="list-style-type: none"> • Monti Ascensori (a) • Gentium (a) • Sxr Uranium One (c) 	2,0% - 4%	
<ul style="list-style-type: none"> • Coalcorp (b) 	<ul style="list-style-type: none"> • Coastal En. (b) • Futuragene (a) 	0,5% - 2,0%	

The investment in the URANIUM sector born from the consideration that:

- ✓ The demand for electricity (power demand) in the world is in increase and the nuclear covers only 18% of the world-wide requirements, the coal 39%, the gas 19%, hydroelectric 16% and oil 18%.
- ✓ The nuclear is favourite from the protocol of Kyoto, from the high price of the oil and the insecurity in supplying of hydrocarbons;
- ✓ In the world there are 440 reactors in function and 31 new are being constructed in 11 various countries (12 in India and China);
- ✓ The reactor has need of 600 tons of uranium of "equipment it begins them" more at least others 200 tons at the year;
- ✓ The world-wide production in 2006 has been of 170.000 tons and the demand is of beyond 182.000 tons;
- ✓ In the 2008 Merrill Lynch estimate will be respective of 174.000 tons and 188,000 tons;
- ✓ In the recent months, the price of uranium has gone further, driven by the news of flooding at the cigar lake mine (owned by market leader Cameco).

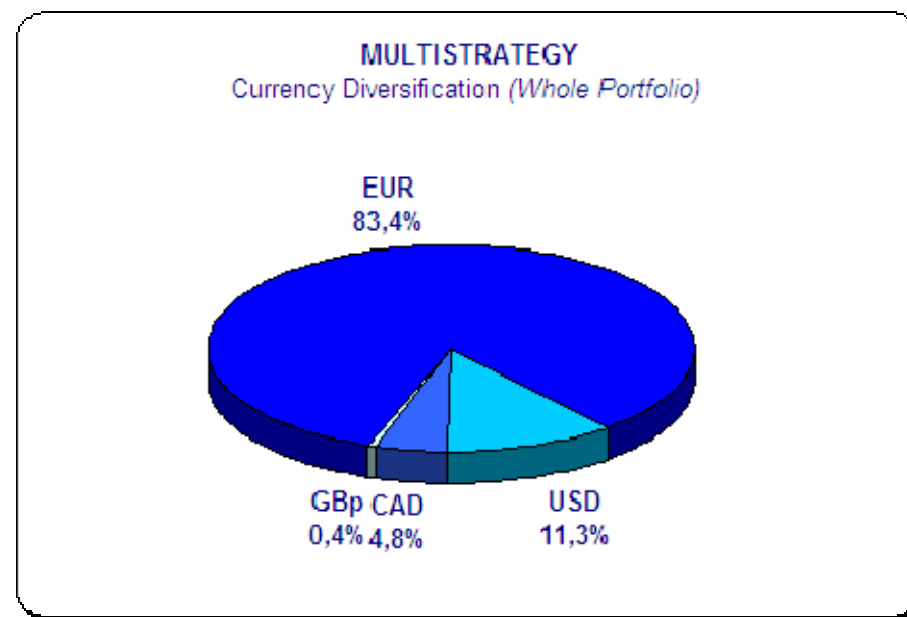
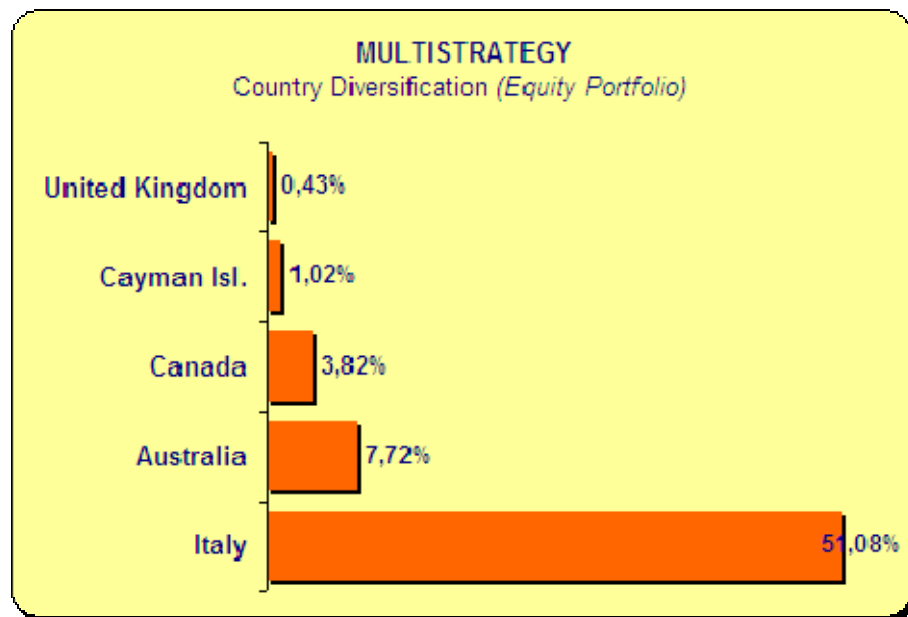
Risk Measures, Geographical & Currency Breakdown.

ZENIT MULTISTRATEGY FLEX - EQUITY PORTFOLIO - 31/05/07	
% Equity in Portfolio	64,1%
Stock's Number in Portfolio	17
Stock Average BETA	0,49
V.A.R. on WHOLE PORTFOLIO at 95% 1 Month Horizon	3,17%
Bloomberg Recommendation Consensus	2,70
Volatility 30 Day	25,92
Volatility 90 Day	26,68
Volatility 360 Day	28,14
BE Estimate P/E Current Year	132,33
BE Estimate P/E Next Year	20,18
Price/Book Value	8,40

Bloomberg Recommendation Consensus: *Esprime la media dei rating delle azioni delle Società in portafoglio: 5 = BUY; 4 = OUTPERFORM; 3 = HOLD; 2 = UNDERPERFORM; 1 = SELL. Il rating è basato sui consigli degli analisti, raccolti dai giornalisti di Bloomberg di tutto il mondo.*

ZENIT MULTISTRATEGY FLEX - BOND PORTF. & CASH ^[1] - 31/05/07	
% Cash in Portfolio	22,5%
% Government Bond in Portfolio	0,0%
% Corporate Bond in Portfolio	13,4%
Bond's Number in Portfolio	4
Modify Duration	2,30
Maturity	11,97
Volatility 90 Day	1,53
Moody's Rating	A1
Yield	4,74%
Coupon	4,70%
Mid Government Spread (bp)	115

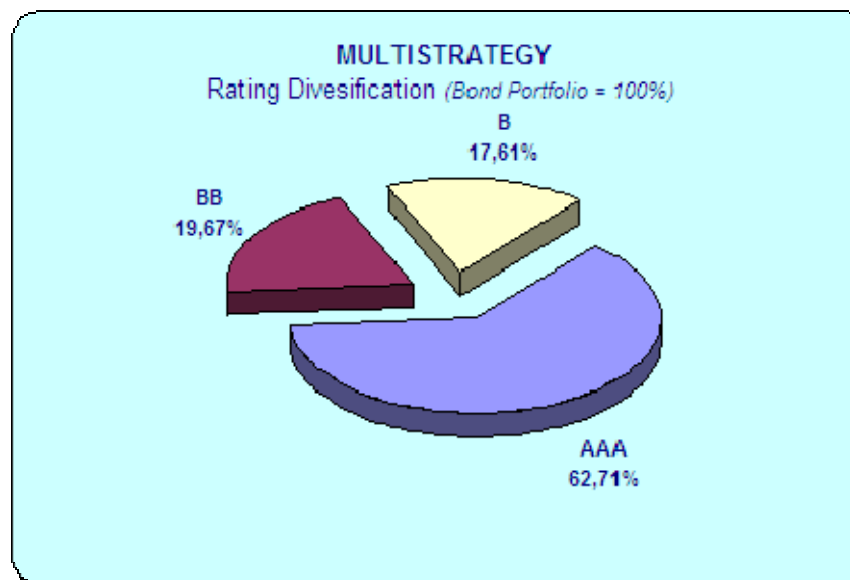
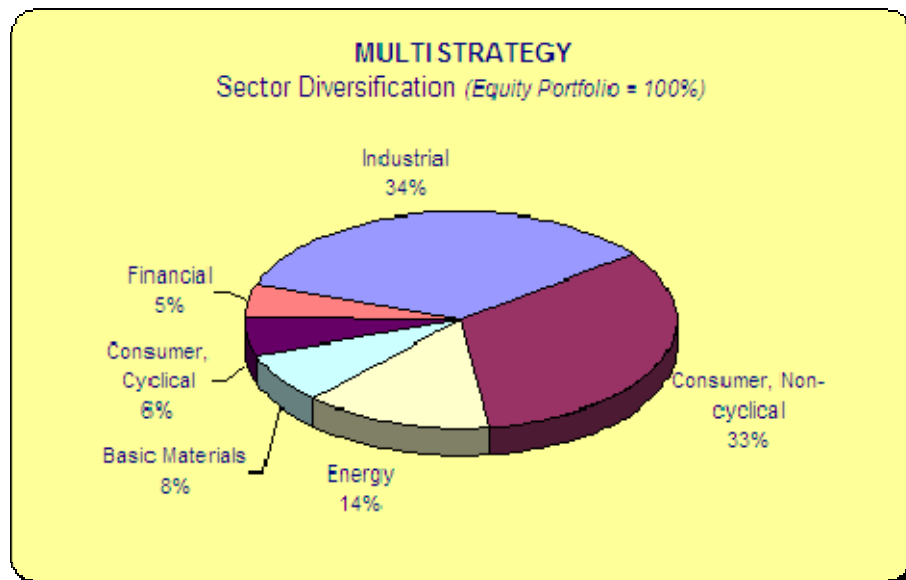
^[1] *La liquidità è stata considerata come un investimento a rischio zero con rendimento 3,10% ANNUO, Rating "AAA"*



Top 10 Holdings, Sector & Rating Breakdown.

ZENIT MULTISTRATEGY SICAV - Flex - Top 10 Stocks in Portfolio		
31/05/2007		
Company Name	Sector	%
PIERREL SPA	Consumer, Non-cyclical	9,4%
KERSELF	Industrial	7,7%
INTEROIL CORPORATION	Energy	7,7%
COGEME SET SPA	Industrial	6,6%
SERVIZI ITALIA SPA	Consumer, Non-cyclical	4,5%
BIANCAMANO SPA	Industrial	4,2%
GENTIUM SPA-SPONSORED ADR	Consumer, Non-cyclical	3,6%
CALEFFI SPA	Consumer, Cyclical	3,6%
MONTI ASCENSORI SPA	Industrial	3,4%
OMNIA NETWORK SPA	Consumer, Non-cyclical	3,1%
Total Weight Top 10 Stocks		53,9%

ZENIT MULTISTRATEGY SICAV - Flex - Top 10 Bonds in Portfolio		
31/05/2007		
Bond Description	Rating	%
BHIP 6 12/01/13	B	3,1%
LTOIM 8 1/4 03/31/66	BB	3,6%
NXPBV 8 5/8 10/15/15	B	3,2%
TMMFP 5 3/4 09/29/49	BB	3,5%
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
Total Weight Top 10 Bonds		13,4%



Changes on Top 10 Holdings.

EQUITY	
IN	OUT
* MONTI ASCENSORI	* URASIA

BOND	
IN	OUT
* NXPBV 8 5/8 10/15/15	* CELLSA 8 5/8 07/01/12
	* MECAC 9 05/15/14
	* INEGRP 7 7/8 02/15/16
	* WINDIM 9 3/4 12/01/15

- ✓ Monti Ascensori is in a crucial moment for their business (acquisitions and passage from Expandi 2 to Expandi 1 of Italian Stock Exchange that means to trade in continuous mode).
- ✓ Urasia that begun SXR Uranium One is still in Portfolio.
- ✓ All the bonds that was out from portfolio are High Yield Bond and we prefer diminish the risk of those company for tactical reasons.

Comment and explanations about the performance.

During the month of May the best performing members in portfolio were Interoil, Cogeme and Pierrel. The returns only of Interoil was greater of 25%. Omnia Network, Gentium and Isagro were the worst performing members in portfolio.

The sub fund Flex from the 30th of April until the 31th of May obtained a performance of + 2,24%, compared (in Euro currency) to +4,74% of S&P 500; +1,94% of DJ Stoxx 50 €, +2,33% of Nikkei 225.

- The fund's **Year To Date** return was + 12,08%.
- The fund's **30 days Historical Volatility** was 7,092 at 31 may 2007 (HSVG Bloomberg Function).

Name	1 Month	YtD	From last Qtr
Zenit MultiStrategy SICAV – FLEX	+2,24 %	+12,08%	+5,90%
MSCI World Free in €	+4,15%	+6,89%	+6,18%
S&P 500 in €	+4,74%	+6,23%	+6,93%
DJ Stoxx 50 €	+1,94%	+7,44%	+6,05%
NIKKEI 225 in €	+2,33%	-0,28%	-0,64%