ZENIT SGR
SOCIETÀ GESTIONE RISPARMIO

for

ZENIT MULTISTRATEGY SICAV

SOCIÉTÉ D'INVESTISSEMENT À CAPITAL VARIABLE

LUXEMBOURG

F L E X

ASSET ALLOCATION MONTHLY REPORT

SEPTEMBER 2008

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

Update on principals Investments. (3Q 2008)

COGEME

Cogeme bought the 51% of TTL (Tecno Tempranova Lombarda) for Eu21mn; plus an earn out up to 3.4mn. The company's core business is thermal treatment of metallic components (87% of sales). Reference market is highly fragmented and TTL is one of the major players in Italy. TTL closed 2007 with sales of Eu27.7mn, EBITDA of Eu12.7mn (46% margin), and we estimate net profit of Eu2.5mn. At the end of 2007 the net financial position was negative to the tune of Eu27mn, this yields an EV/EBITDA '07 multiple of 5.8x. With this deal Cogeme is carrying out vertical integration, taking control of the entire production process, acquiring a company which enjoys an Ebitda margin of 43%, with a low exposure to working capital. The operation also allows a diversification of the exposure towards the automotive sector and to enter into the services business in a niche market. **Thanks to this acquisition Cogeme is almost doubling its size: on pro forma basis Cogeme Ebitda would jump close to 30mn from 10mn recorded last year. Cogeme is growing at 37% yoy and is one of the few Italian small caps that is still enjoying a good visibility on '09**. The ongoing auto sector crisis is actually pressuring auto manufacturers to lower gasoline engines, boosting the demand of turbo charges and new direct injection systems for gasoline engines.

KERSELF

Kerself closed the first half of 2008 with decisive growth driven by the renewable energy division, which now accounts for around 90% of the group's turnover. **Total turnover came in at Eu67.2mn, up 67.3% thanks to both organic growth and a wider consolidation base following the acquisition of Saem. Consolidated EBITDA reached Eu10.3mn, +47.3% YoY and representing 15.3% of turnover, EBIT came in at Eu9.2mn, +57% YoY. Finally, the net result was Eu3.2mn, +87%**. On 1st August 2008, a preliminary agreement was signed to acquire 65% of Ecoware S.p.A., the Italian leader in the production and marketing of digital solar trackers. Thanks to Ecoware technology, Kerself will broaden its product range and integrate its turnkey photovoltaic system offer. This acquisition further reinforces Kerself's presence in large-scale solar park installations, with a focus in the south of Italy, where Ecoware claims to have a 2009-2010 order backlog of about 70MW, therefore worth no less than Eu390mn. Based on the budget indications supplied for Ecoware, the group's growth prospects are getting even stronger, with the **possibility of hitting Eu500mn of sales in the renewable energy segment at the end of 2009**. Kerself is still trading at a discount to the major players in the renewable energy industry based on expected profits this year: it is at 22.5x compared to a peer average of 25x, while for next year it is trading at 10x compared to 18.4x on average for peers.

SERVIZI ITALIA

Servizi Italia closed 1H with turnover up 3.8% YoY to Eu74.4mn: +2.3% for the "lavanolo" area (Eu62.1mn in turnover), and +24.1% for sterilization of surgical instruments (Eu6.7mn in turnover). Specifically, the sterilization business (which guarantees higher profitability) now makes up 16.6% of the turnover compared to 15.4% in 1H07. EBITDA came in at Eu20.6mn, down from the Eu22.2mn recorded in 2007, although last year's figure did benefit from a positive one-off component. Net profit came to Eu3.4mn. Finally, the net financial position came improved to roughly Eu25.2mn from the Eu29.6mn recorded at the end of 2007, confirming the solidity of the balance sheet, which has a debt/EBITDA ratio of 1x and gearing of around 20%. On 18th August, Servizi Italia obtained Antitrust permission to buy 75% of the sanitation sector service business of Padana Everest. Once completed, **this deal will significantly reinforce the company's leadership position amidst a consolidation process in the hospital services sector**. The integration of Padana to allow the group to expand profitability (from a 29% EBITDA margin expected in FY08 to a 32% margin in FY10) thanks to greater penetration into the sterilization segment and to synergies obtained by optimizing management and production structures within the group. **Servizi Italia continues to increase revenues and boost margins more than proportionally thanks to expansion in the sterilization business**. **At current prices, the stock is trading at very cheap multiples: 9.8x '08 profits and 8.7x '09 profits, in spite of double-digit growth rates and high visibility on earnings**. Servizi Italia is even cheap in terms of EV/EBIT, at 6.4x '08 and 5.6x '09 figures: these multiples are well below those of most companies with similar risk profiles (i.e., stable and visible growth trends). Recently Servizi Italia has won a tender process for a surgical tool sterilization centre in Trieste, worth Eu7.2mn. The commission will last 6 years starting from 2009 and relates to an extension of other services previously contracted to Global Service for cleaning and sterilization services, which expired in 2012 and have now been extended to April 2015**. Through this contract, Servizi Italia will now begin an important re-organization program for its operating structures. In addition to the profits from the new contract (Eu0.3mn a year), we expect this re-organization to generate another Eu0.5mn in operating efficiencies in full effect**.

PIERREL

Pierrel has submitted a registration request for dental anaesthetic Articaina Pierrel with the Canadian Regulator. A similar request will be made with US authorities by October. Once authorization is approved, which is expected by mid-2009, this will be a very important step into the North American market, where articaina sales reached US$80mn in 2007, showing 12% growth from the previous year despite the fact that it has been marketed by a single distributor. **On 28th March, Pierrel also signed a 5-year agreement with Canadian company Hansamed to distribute its specialty products in North America**. In full effect, this agreement should generate Eu5mn in annual sales(about 30 million cartridges). 1H results, which reflect a wider consolidation base than in June 2007, highlighted turnover of Eu20.8mn, from Eu9.6mn in 2007. At operating level the company recorded a loss of Eu1.7mn in EBITDA terms, while EBIT was in the red to the tune of Eu2.9mn (Eu-3.2mn estimate). Finally, net profit was negative to the tune of Eu3.3mn. The shift is linked to lower financial charges and taxes. **1H results demonstrated that the group is successfully integrating the companies acquired in 2007**. Over the next few months, thanks to the Eu16mn collected from the rights issue that concluded on 6th August, growth should speed up further **The positive news flow on the planned development of the business model in pharmaceutical outsourcing is the main driver for the stock at the moment**. In light of better than expected half yearly results, however, our view remains positive, largely because of the potential value creation that we are expecting to be generated from the continuation of the planned external growth, leveraging on the resources brought in through the rights issue.

BIANCAMANO

Biancamano is an Italian leader in urban waste management and also works in waste disposal through a proprietary landfill, based in the province of Imperia. The group operates in 10 Italian regions in urban waste management, with 1,500 employees, 1,200 transportation vehicles and serving around 1.3 million inhabitants. In 2007 and 2008 the group acquired several new urban waste management contracts. In 2007 the group closed contracts for more than EUR 50M, which are expected to have an impact on 2008 sales. In the first part of 2008 new contracts for roughly EUR 8M were closed. The contracts acquisition strategy is focused on the following key drivers: 1) increasing the average duration of the portfolio; 2) expanding the average dimension of contracts in order to increase profitability and 3) widening its national presence. At the end of 2007, the average duration of contracts was 42 - 54 months. The recent more relevant contracts awarded were related to Catanzaro (EUR 20.6M) and ATO Catania 5 (EUR 21.8M). The group has roughly EUR 43M of outstanding bids. Thanks to the efficient approach to waste management based on technology and a wide range of services offered, the group is acquiring a high expected growth profile. **The targets announced during the March 2007 IPO concerning an expected doubling of sales in 2009 (EUR 120M) vs. 2005 (EUR 56.8M), were reconfirmed by management. Recent positive results and developments support these objectives. 1Q08 sales increased by 31.8% (after +12.4% realized in 2007).**

INTEROIL

Interoil is developing an integrated oil and gas operation in Papua New Guinea. The company has a 32,500 b/d oil refinery near Port Moresby, the capital city and is exploring for oil and gas on drilling licenses that cover nine million largely onshore acres In its most recent drilling update, InterOil announced that it has drilled an additional 184 feet and is preparing to run a second drill stem test (DST) at it Elk-4 delineation well. After drilling less than 90 feet since the first test, Elk-4 encountered a zone at 7,491 feet that generated a "gas kick" – an invasion of gas and condensate into the mud. The company circulated the mud to remove the gas and condensate, which was flared at the surface. The company continued to drill to 7,586 feet and is currently preparing the well to be logged, after which a second DST will be conducted. We view this drilling report as another significantly positive data point along the path of continuing to delineate the Elk/Antelope structure. Logging and testing the open hole section of the well bore should not be an extended procedure and we would expect test results within the next two weeks. The company will continue its conservative, but we believe most appropriate, procedure of drilling and testing as it continues to drill deeper. **Given the flattening or less steep sides of the structure with depth, we believe that every 100 feet of hydrocarbon column height extension has the potential to add 1-2 Tcf of resource potential**.

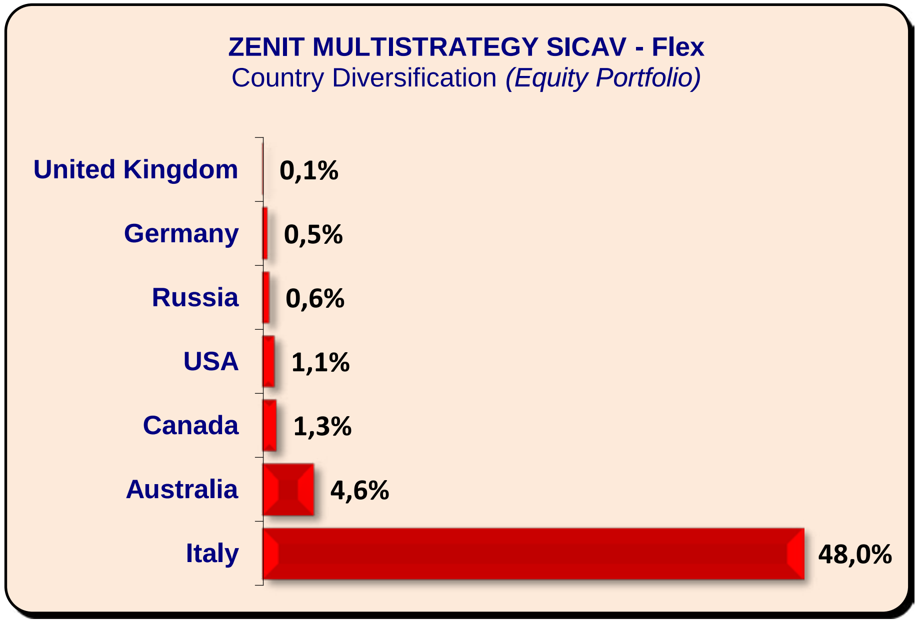
Risk Measures, Geographical & Currency Breakdown.

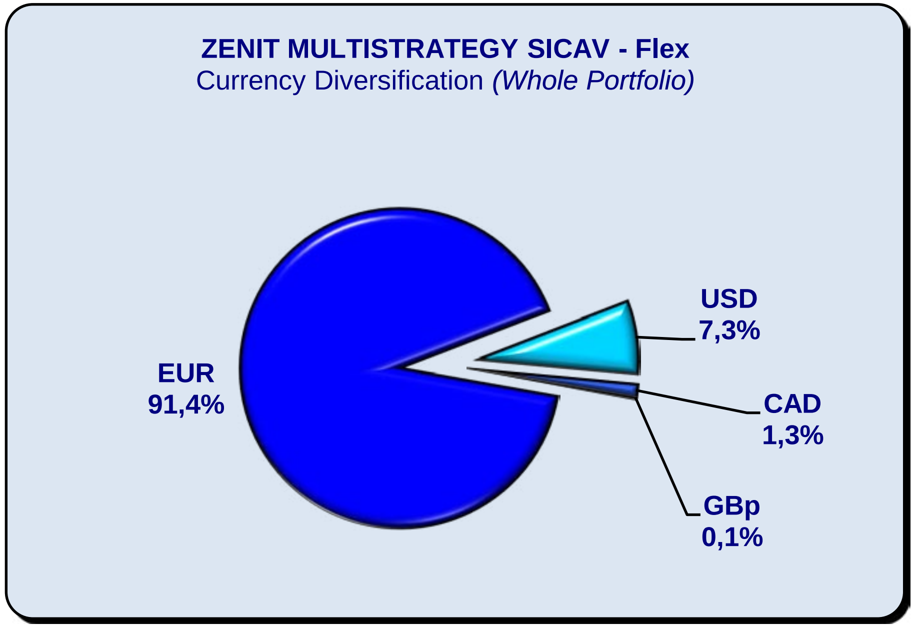
ZENIT MULTISTRATEGY SICAV Flex - EQUITY PORTFOLIO - 30/09/08	
% Equity in Portfolio	56,1%
Stock's Number in Portfolio	18
Stock Avearge BETA	0,62
V.A.R. on WHOLE PORTFOLIO at 95% 1 Month Horizon	4,74%
Bloomberg Recommendation Consensus	3,51
Volatility 30 Day	29,47
Volatility 90 Day	31,39
Volatility 360 Day	36,45
BE Estimate P/E Current Year	n.a.
BE Estimate P/E Next Year	10,62
Price/Book Value	2,60

Bloomberg Recommendation Consensus: *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 da Bloomberg.*

ZENIT MULTISTRATEGY SICAV Flex - BOND PORTF. & CASH [1] - 30/09/08	
% Cash in Portfolio	10,2%
% Government Bond in Portfolio	8,1%
% Corporate Bond in Portfolio	14,8%
Bond's Number in Portfolio	10
Modify Duration	1,68
Maturity	5,42
Volatility 90 Day	6,05
Moody's Rating	A2
Yield	10,76%
Coupon	5,35%
Mid Government Spread (bp)	655

[1] ***Cash position is valued with AAA rating and 3,60% yearly yield***



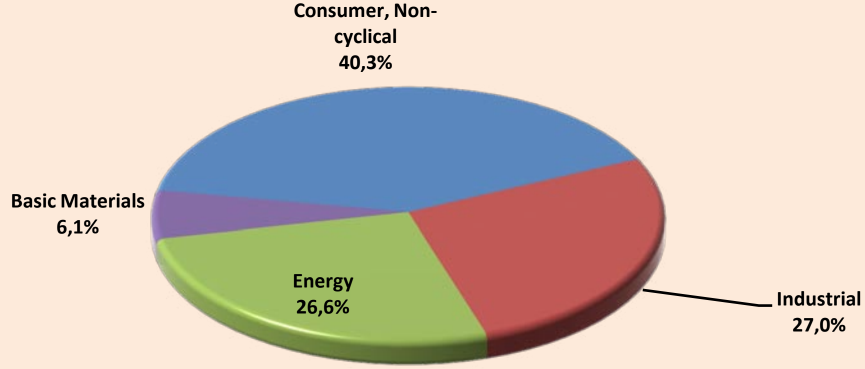


Top 10 Holdings, Sector & Rating Breakdown.

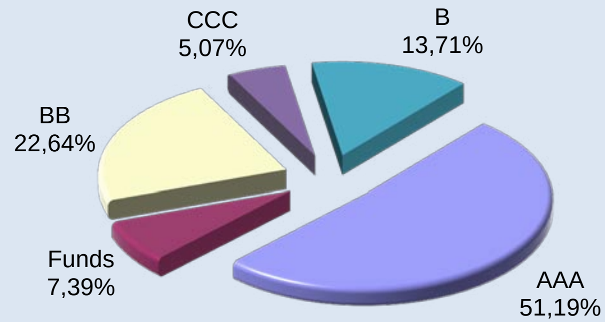
ZENIT MULTISTRATEGY SICAV - Flex - Top 10 Stocks in Portfolio 30/09/2008		
Company Name	***Sector***	***%***
KERSELF SPA	*Energy*	10,3%
PIERREL SPA	*Consumer, Non-cyclical*	9,8%
COGEME SET SPA	*Industrial*	9,4%
SERVIZI ITALIA SPA	*Consumer, Non-cyclical*	9,2%
INTEROIL CORP	*Energy*	4,6%
BIANCAMANO SPA	*Industrial*	4,4%
BOUTY HEALTHCARE SPA	*Consumer, Non-cyclical*	2,4%
SAFWOOD SPA	*Industrial*	1,3%
GENTIUM SPA-SPONSORED ADR	*Consumer, Non-cyclical*	1,0%
POTASH CORP OF SASKATCHEWAN	*Basic Materials*	0,6%
Total Weight Top 10 Stocks		**53,1%**

ZENIT MULTISTRATEGY SICAV - Flex - Top 10 Bonds in Portfolio 30/09/2008		
Bond Description	***Rating***	***%***
LYXOR ETF EURO CASH EONIA	*AAA*	8,2%
BUONI POLIENNALI DEL TES	*A*	5,4%
AB BANKAS SNORAS	*BB*	3,4%
BUONI POLIENNALI DEL TES	*A*	2,7%
ESKATOS- FUND I-B	*Funds*	2,6%
ALCATEL-LUCENT	*BB*	2,6%
BCO HIPOTECARIO SA	*B*	2,5%
FCE BANK PLC	*B*	2,4%
LOTTOMATICA SPA	*BB*	2,1%
NXP BV/NXP FUNDING LLC	*CCC*	1,8%
Total Weight Top 10 Bonds		**33,7%**

ZENIT MULTISTRATEGY SICAV - Flex
Sector Diversification *(Equity Portfolio = 100%)*



ZENIT MULTISTRATEGY SICAV - Flex
Rating Divesification (Bond Portfolio = 100%)



Changes on Top 10 Holdings.

EQUITY	
IN	OUT
SAFWOOD SPA GENTIUM SPA POTASH CORP.	GUALA CLOSURES SPA ETFS CRUDE OIL CALEFFI SPA

BOND	
IN	OUT

- Safwood group, specialized in wood products such as sawn timbers, panels, matchboard panels, and laminated beams and panels, plays a prime role among the sawn timber producers in the Russian market and it trades his products mainly in the European market. Safwood SpA is listed on Alternext market – Paris Stock Exchange. The company have develop a strategic plan for the group growth: beginning of the construction in Komi Republic of the wood shaving panel production plant that reuses the discarded material from of J.S.C. Leskom and SLDK sawmills. This new production site, which is going to be finished in 2008, is the leader of OOO Leskom DSP Society, built in 2005. The price is quite 50% below his Book Value.

- Potash Corporation of Saskatchewan Inc. is an integrated fertilizer and related industrial and feed products company. The Company's potash is produced from six mines in Saskatchewan and one mine in New Brunswick. Of these mines, it owns and operates five in Saskatchewan and the one in New Brunswick. Its nitrogen operations involve the production of nitrogen fertilizers and nitrogen feed and industrial products, including ammonia, urea, nitrogen solutions, ammonium nitrate and nitric acid.

- Caleffi, Guala and the ETF on crude oil were sold out.

Name	1 Month	YtD	From last Qtr
Zenit MultiStrategy SICAV – FLEX	**-7,97%**	**-18,67%**	**-9,29%**
MSCI World Free in €	-8,48%	-22,84%	-5,65%
S&P 500 in €	-5,35%	-17,64%	1,94%
DJ Stoxx 50 €	-9,73%	-30,94%	-9,38%
NIKKEI 225 in €	-8,16%	-18,28%	-6,56%

Comments and explanations about the performance.

During the month of SEPTEMBER 2008 all the stocks in portfolio were negative.

- **The fund's *30 days Historical Volatility* was 11,03 at the 30th of September 2008 (HVG Bloomberg's Function) compared with 9,55 in the month of August 2008.**