

£	
NAV	105.96p
RETURN	-0.64%
SHARE PRICE*	101.75p
Opening NAV per £ share 98.25p	

€	
NAV	1.4920
RETURN	-0.63%
SHARE PRICE*	1.4250
Opening NAV per € share €1.4208	

US\$	
NAV	1.8328
RETURN	-0.73%
SHARE PRICE*	1.7400
Opening NAV per US\$ share US\$1.7212	

Note: *Closing mid-price at month end.

OVERVIEW

Dexion Alpha Strategies Limited is a Guernsey registered, closed-ended investment company listed on the London Stock Exchange. The investment objective is to maximise medium-term returns in a manner commensurate with acceptable risk management. The Company seeks to achieve its investment objective through investment in an actively managed portfolio of underlying funds diversified across a range of alternative investment strategies which target emerging and/or under-exploited sources of alpha. The Company's shares are denominated in Sterling, Euros and US Dollars and the Company implements a hedging policy to protect the Sterling and Euro value of its US Dollar denominated investments.

PERFORMANCE DATA

	AUGUST(%)	YTD (%)	ITD* (%)	VOLATILITY* (%)	SHARPE**
DEXION ALPHA STRATEGIES £ SHARE NAV	-0.64	-5.67	3.18	6.23	-0.36
DEXION ALPHA STRATEGIES € SHARE NAV	-0.63	-6.47	2.04	6.29	-0.29
DEXION ALPHA STRATEGIES US\$ SHARE NAV	-0.73	-7.64	2.63	6.48	-0.30
HFRI FUND OF FUNDS INDEX (US\$)	-1.39	-6.36	3.46	5.81	-0.19
MSCI WORLD INDEX GROSS (TR) (US\$)	-1.36	-13.61	3.05	11.43	-0.13
JPM GLOBAL GOV'T BOND INDEX (TR) (US\$)	-1.73	3.07	8.33	6.39	0.59

* Annualised from inception date and based on monthly data. ** Risk free rate is average 1M GBP LIBOR since March 2006 (5.45%) for DASL £, average 1M EUR LIBOR since March 2006 (3.84%) for DASL € and average 1M USD LIBOR since March 2006 (4.58%) for DASL US\$ and US\$ indices.

Source: Bloomberg (data), Dexion Capital (calculation)

MONTHLY COMMENTARY

August saw a continuation of the themes that had developed in July. Risky assets again experienced sector rotation, along with continued selling pressure. August also saw the US Dollar strengthen, bonds rally and energy prices drop. Equity markets found themselves caught between the fears of escalating inflation and a global economic slowdown. Despite the sharply deteriorating economic data, US and European markets finished the month with positive returns. The Asia-Pacific region was not as fortunate, finishing the month significantly down. Crude oil (WTI) continued to drop along with natural gas, while the agricultural markets experienced large price swings due to the capital flows in and out of the sector. As the US Dollar gained over 6% against the Euro and 8% against Sterling, precious metals fell and large liquidations were observed in the sector.

Asian Opportunities - All markets in the region, except for Australia, were down, and thus traded separately from the rest of the world, where equities generally rallied. Managers who preserved their net long positions declined, while those managers with short Chinese and long Japanese exposures saw some gains. **Healthcare Opportunities** - This strategy posted a positive return amidst mixed index returns. US healthcare stocks benefited from the US Dollar rally as the majority derive their revenue in US Dollars. Biotech weakness was driven by a number of fundamental and clinical disappointments, pushing stocks downward. Valuations relative to earnings continued to be compelling in the sector, providing managers with future opportunities. **Special Situations** - It was a negative month for the strategy, despite more benign equity markets. There was a general weakening in commercial names, while financial hedges were unable to offset the losses. Credit strategies faced some difficulties with a modest widening of spreads, although high yield performed reasonably well in the circumstances. Most managers remained cautiously positioned, with short credit positions also providing some relief. **Energy & Emissions** - The strategy posted a slight loss as energy markets continued to sell-off in response to the economic slowdown, the strengthening US Dollar and fears of inflation. Gasoline and heating oil crack spreads strengthened in anticipation of the approaching US hurricanes. The largest losses came from equities, with falling prices cutting earnings forecasts for oil service companies. The top performing manager was positioned perfectly to take advantage of the price rally in carbon. **Commodity Strategies** - Losses in this strategy focused around equities, precious metals and agricultural. Precious metals fell in conjunction with the rising US Dollar, while base metals were largely down, with the exception of nickel, which rose by +10%. Agricultural witnessed significant price dispersion this month. Lack of rain hurt the wheat growing regions of the US and Australia. **Environmental Strategies** - Inconsistency and volatility were the dominant themes and relevant indices experienced a range from +2% for those with a high solar weighting to -5.5% for less solar-based indices. Top performing funds benefited from the price rally in carbon on the back of rising European power demand and a narrowing of the EUA/CER spread. Due to the fact the carbon markets are priced in Euros, losses were generated by the relative US Dollar strengthening. **Emerging Markets** - Growth concerns, along with preparations for Ramadan in the Middle East, dominated emerging markets and sent equities lower. Russian equities suffered a drop of -16% due to political tension around the Georgia conflict and the fall in oil prices. The most profitable positions this month were generated by currency traders. **Short-Term Managed Futures** - A small gain in this strategy provided good diversification for the portfolio. The most profitable position was a recently established long exposure to the strengthening US Dollar. **European Loans** - A developing trend has been an increase in discrimination amongst high quality names, which has begun to draw more investors into the space. The majority of activity stemmed from the primary market.

Outlook Despite a spate of political and regulatory interventions aimed at thawing frozen credit markets, we remain cautious on the outlook for economic and corporate profit growth. The recent addition of long volatility strategies has served the portfolio well and we aim to keep significant exposure to this area. Elsewhere, we feel the flexibility of our managers across the various strategies should leave us in a good position to perform well in environments of rising or falling investor confidence.

SHARE CLASS

	INCEPTION DATE	BLOOMBERG	REUTERS	ISIN	SEDOL	TOTAL NET ASSETS
£	24 MAR 2006	DASL LN	DASL.L	GB00B0ZQ8Q41	B0ZQ8Q4	£86.28M
€	24 MAR 2006	DASE LN	DASLx.L	GB00B0ZQ9943	B0ZQ994	€27.25M
US\$	24 MAR 2006	DASU LN	DASLu.L	GB00B0ZQBH64	B0ZQBH6	US\$3.37M

KEY FACTS

MANAGER

DEXION CAPITAL (GUERNSEY) LIMITED

INVESTMENT ADVISER

RMF INVESTMENT MANAGEMENT

INVESTMENT CONSULTANT

DEXION CAPITAL PLC

TOTAL NET ASSETS

£110.09M

MANAGEMENT FEE

1.50%

PERFORMANCE FEE

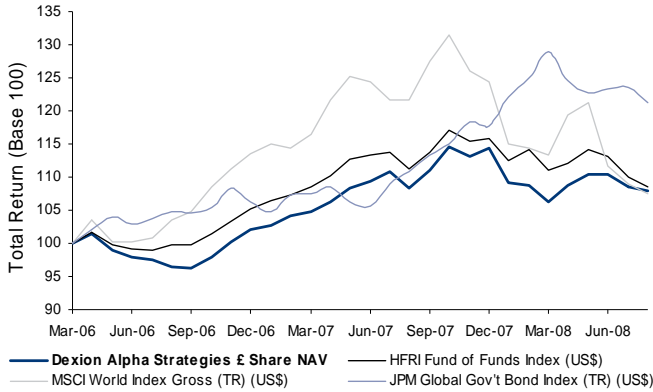
10%

CONTACT DETAILS

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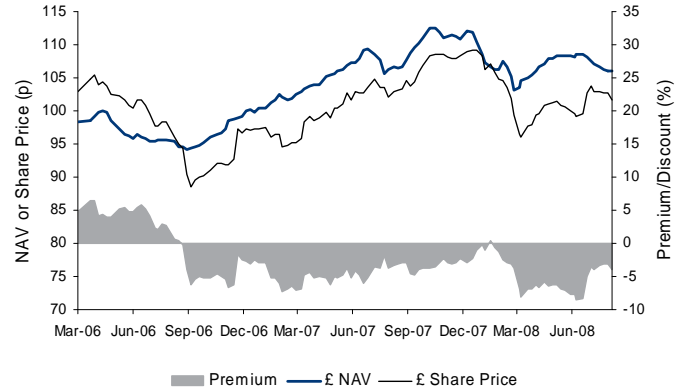
email clientservices@dexionalpha.com
web www.dexionalpha.com

NET ASSET VALUE PERFORMANCE



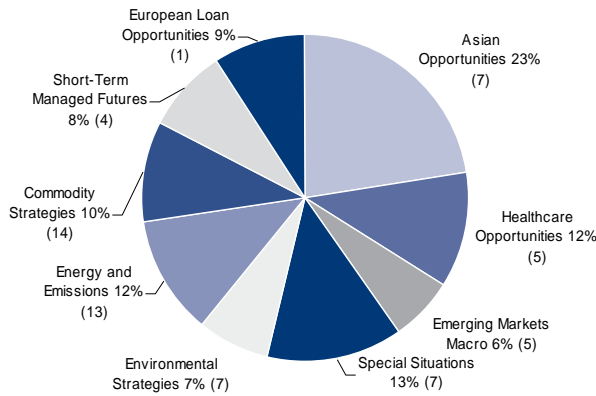
Source: Bloomberg

SHARE PRICE PERFORMANCE



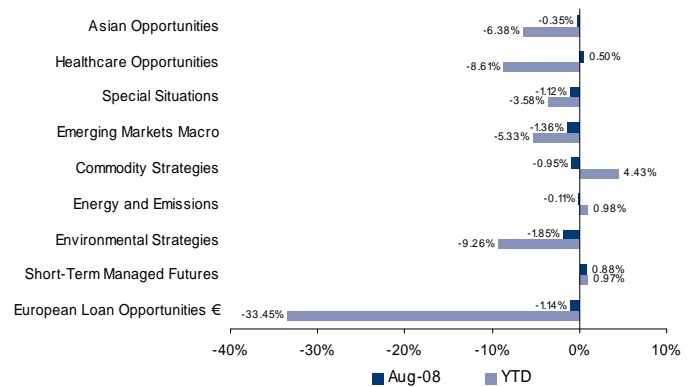
Source: Bloomberg

PORTFOLIO ALLOCATION AS OF 1 SEPTEMBER 2008



Note: Allocations are net of cash effect and are calculated on a look-through basis, where relevant, as of the end of the previous month. Numbers in brackets indicate number of managers.
Source: RMF Investment Management

PERFORMANCE BY STRATEGY



Note: Strategy returns are in US\$ (except where annotated) and net of underlying manager fees only, and not inclusive of Dexion Alpha Strategies' fees and expenses.
Source: RMF Investment Management

HISTORICAL NAV PERFORMANCE (%)

£	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2008	-4.54	-0.27	-2.29	2.17	1.58	0.02	-1.69	-0.64					-5.67
2007	0.50	1.42	0.70	1.43	1.79	0.97	1.35	-2.10	2.41	3.14	-1.16	0.99	11.94
2006	-	-	-	1.47	-2.53	-0.95	-0.57	-0.89	-0.35	1.74	2.48	1.84	2.14

€	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2008	-4.51	-0.26	-2.22	1.97	1.39	-0.08	-2.16	-0.63					-6.47
2007	0.42	1.29	0.56	1.34	1.68	1.19	1.65	-2.22	2.18	3.23	-1.35	0.88	11.27
2006	-	-	-	1.32	-2.72	-1.09	-0.71	-1.05	-0.52	1.62	2.33	1.82	0.90

US\$	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2008	-4.66	-0.45	-2.61	1.89	1.30	-0.23	-2.27	-0.73					-7.64
2007	0.53	1.42	0.71	1.48	1.75	0.97	1.42	-2.15	2.39	3.55	-1.31	0.96	12.21
2006	-	-	-	1.55	-2.44	-0.86	-0.49	-0.81	-0.32	1.79	2.59	1.83	2.75

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