

30 March 2007

T: +44 (0)20 7022 6250 www.bhmacro.com

**Disclaimer /
Important information**

BH Macro Limited ("BHM"), which is a feeder fund investing in the Brevan Howard Master Fund Limited (the "Master Fund"), has been supplied by Brevan Howard Asset Management LLP ("BHAM") with the following information regarding the Master Fund in respect of the Master Fund's March 2007 performance and outlook.

In particular, it should be noted that the figures regarding the monthly net asset value performance returns for March 2007 for Brevan Howard Fund Limited ("BHFL") are provided purely for informational purposes. The proceeds of the offering of shares in BHM were invested in shares of the Master Fund on 2 April 2007 and any returns in the Master Fund only accrue to BHM from that date.

The material relating to the Master Fund and BHFL included in this report has been prepared by BHAM and is provided for information purposes and does not constitute an invitation or offer to subscribe for or purchase any of the products or services mentioned. The material provided is not intended to provide a sufficient basis on which to make an investment decision. Information and opinions presented in the material relating to the Master Fund and BHFL have been obtained or derived from sources believed by BHAM to be reliable, but BHAM makes no representation as to their accuracy or completeness. Estimated results, performance or achievements may materially differ from any actual results, performance or achievements. Except as required by applicable law, BHM and BHAM expressly disclaim any obligations to update or revise such estimates to reflect any change in expectations, new information, subsequent events or otherwise. This document is for information purposes only and is not an offer to invest. All investments are subject to risk. Past performance is no guarantee of future returns. Prospective investors are advised to seek expert legal, financial, tax and other professional advice before making any investment decisions. BHAM is authorised and regulated by the Financial Services Authority.

Summary information**Performance (%)**

The monthly net asset value performance returns for March 2007 for BHFL, an Irish Stock Exchange listed feeder fund for the Master Fund, were as follows:

USD Class A Shares	1.31%
EUR Class A Shares	1.20%
GBP Class A Shares	1.32%

Source: Underlying data provided by the Administrator, International Fund Services (Ireland) Limited. Information derived using software provided by Murex and RiskMetrics. Return calculations made by BHAM.

The performance set forth above is unaudited and net of all investment management fees (2% annual management fee and 20% performance fee) and all other fees and expenses payable by Brevan Howard Fund Limited. PAST PERFORMANCE IS NOT INDICATIVE OF FUTURE RESULTS.

Your attention is drawn to the Disclaimer set out at the beginning of this document. Brevan Howard Asset Management LLP is authorised and regulated by the Financial Services Authority. Registered in England, No. OC302636.

BH Macro Limited is a closed-ended investment company registered and incorporated in Guernsey on 17 January 2007 (Registration Number: 46235) with its registered office at Trafalgar Court, Les Banques, St. Peter Port, Guernsey GY1 3QL, Channel Islands.

BH Macro Limited

Brevan Howard Master Fund Limited Monthly Shareholder Report

30 March 2007

T: +44 (0)20 7022 6250 www.bhmacro.com

Organisational Update

I am mindful that I have not given you a general update on developments at Brevan Howard for some time, so I will take this opportunity to do so.

Brevan Howard recently launched BH Macro (BHM), an LSE-listed company acting as a direct feeder into the Brevan Howard Master Fund (BHMF). We are delighted to report that the BHM launch has been a great success.

From a standing start, BHM raised a little over \$1 billion in only 6 weeks. There was very little switching of funds or further top-ups from current investors, which meant that over 90% of the issue's proceeds were composed of new money from a substantially new investor base. This success is a testament to both the quality of the offering and to the quality of the Brevan Howard team.

Our intent in raising a modest amount of capital relative to the overall size of the Master Fund through a quasi-permanent capital vehicle such as BHM is to enhance further the stability of our capital base without impairing capacity for future organic growth. I believe that the amount raised hit the perfect balance of achieving both these aims.

The significant effort involved in BHM's success did not distract me or the trading team from our trading activities. As I have often articulated, my job is to manage the overall risk of the portfolio and to generate investment returns from my own trading book. No business initiatives will distract me or the trading team from our core responsibilities in this regard. In any event, Brevan Howard has a deep enough bench to execute these types of challenging projects without my close involvement. Consequently, we were able to generate a 1.99% return in January, a 0.74% return in February and a further 1.31% in March (USD 'A' share class), while marketing BH Macro.

Brevan Howard has undertaken some further new initiatives over the last several months. In New York, Brevan Howard US Asset Management has recruited Najib Canaan to establish an ABS business. Najib was most recently global head of fixed income ex-Japan for Nomura Securities and brings with him 15 years of experience in successfully building and managing complex ABS businesses.

We believe that cashflow securitisation is a huge on-going theme due to the shortage of financial assets relative to the size of the global liquidity pool. Our expertise in derivatives, fixed income and risk management, as well as our strong relationships with global investment banks, gives us a clear edge in managing these assets. Najib and his team will be allocated less than 2.5% of BHMF's current assets, and it is our current intention that this activity will eventually be conducted in a segregated fund.

In London, BHAM has recruited George Spentzos from Cheyne Capital to trade corporate credit. We believe that what happens to credit over the next couple of years may have a significant impact on rates and FX. We must therefore be involved in the credit market for the information value it has for our broader macro trading. George and his team have been allocated less than 2% of BHMF's current assets.

Your attention is drawn to the Disclaimer set out at the beginning of this document. Brevan Howard Asset Management LLP is authorised and regulated by the Financial Services Authority. Registered in England, No. OC302636.

BH Macro Limited is a closed-ended investment company registered and incorporated in Guernsey on 17 January 2007 (Registration Number: 46235) with its registered office at Trafalgar Court, Les Banques, St. Peter Port, Guernsey GY1 3QL, Channel Islands.

BH Macro Limited

Brevan Howard Master Fund Limited Monthly Shareholder Report

30 March 2007

T: +44 (0)20 7022 6250 www.bhmacro.com

We will look to add opportunistically to our credit and ABS trading capabilities while maintaining a very small overall aggregate exposure in BHMf to these asset classes.

BHAM has also entered into a joint venture with Brad Huntington and John Williams to invest in reinsurance companies and finite reinsurance opportunities through a segregated Brevan Howard reinsurance fund. Brad and John have a long and successful history investing in reinsurance assets. They most recently worked together at Imagine, where Brad was the founding CEO. This reinsurance fund will allow BHMf to earn geared returns on its trading activities. The capital allocation to this reinsurance fund will be about 1% of BHMf's current assets.

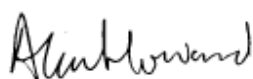
BHMf's exposure to these new strategies will not grow to levels which could have any kind of material impact on the NAV of the fund. As was the case with our expansion into single stock equity trading back in 2005, once the exposure of BHMf to any non-fixed income/macro strategy becomes large enough to impact the NAV, the strategy will be spun off into a segregated fund with a limited investment from BHMf.

In addition, these initiatives, as with all previous non-core trading initiatives, will not be a distraction for me or the rest of the trading team. I will not be closely involved in the development of these new businesses, apart from assessing and controlling the risk, which of course is my responsibility as CIO.

I believe that Brevan Howard's involvement in these areas will enhance our information flow, and consequently our macro trading capabilities, while providing returns which are uncorrelated to our core strategies.

We have made a good start to 2007 and my challenge, as always, is to keep focused on our core business and on the returns to the Master Fund.

Sincerely,



Alan Howard
Chief Investment Officer and Joint Chief Executive Officer
Brevan Howard Asset Management LLP

Your attention is drawn to the Disclaimer set out at the beginning of this document. Brevan Howard Asset Management LLP is authorised and regulated by the Financial Services Authority. Registered in England, No. OC302636.

BH Macro Limited is a closed-ended investment company registered and incorporated in Guernsey on 17 January 2007 (Registration Number: 46235) with its registered office at Trafalgar Court, Les Banques, St. Peter Port, Guernsey GY1 3QL, Channel Islands.

BH Macro Limited

Brevan Howard Master Fund Limited Monthly Shareholder Report

30 March 2007

T: +44 (0)20 7022 6250 www.bhmacro.com

Performance review

Most of the Master Fund's profit during March 2007 came from fixed income directional strategies. The Master Fund also benefited from being long vega (via long term options) and long gamma (via short term options). The long volatility positions paid off as distress in the subprime market caused volatility to rise.

Within Emerging Markets, long fixed income and FX trades were profitable for the Master Fund in March.

There was only limited P/L from Commodities, Equities and FX directional trades during the month.

Outlook

US

One of the most pronounced themes during March was the fear that distress in subprime mortgages would materially impact other markets. The contagion, however, has been well contained thus far. The subprime mortgages fall-out may have a marginal impact on growth in the coming months, primarily through further reduced demand for housing, but it is probable that fears of the magnitude of any slowdown caused by this factor are overdone.

For the time being, recession in the housing sector and slowing business investment is being counterbalanced by increases in consumption spending. Consumption spending is being encouraged by gains in personal income and the lagged effects of increases in the stock market. In addition, fundamentals for the labour market point to further job creation.

Despite slower growth, core price inflation increased to its cycle high of 2.4% in Q1. We do not believe that it will increase further. Given the prevailing conditions of a muted growth outlook and uncertain expectations on CPI, we continue to believe that the Fed is on hold for now.

Europe

GDP growth rates in Q1 were lower than in the first half of 2006, but still point to a robust economic outlook. In particular, business confidence surveys remain at high levels.

The rise in German VAT on 1st January dented private consumption in that country, but the wider effects on consumption and inflation have been moderate. In March, euro area consumer price inflation was 1.9%, with approximately 0.2-0.3pt accounted for by the German tax increase.

Monetary growth continues unabated, with M3 growth reaching 10% in February. Although growth in loans to the private sector moderated slightly, it remains high, indicating continued expansion.

This set of data is unlikely to alter the ECB's bias towards further rate hikes. While the ECB modified some of its key language to suggest that the end of the tightening cycle may be approaching, it has clearly left the possibility of at least one further rate hike open. The ECB has been vague on the timing of such a move, which will doubtless be driven by the data. Our best guess is that a hike will not come before June.

Your attention is drawn to the Disclaimer set out at the beginning of this document. Brevan Howard Asset Management LLP is authorised and regulated by the Financial Services Authority. Registered in England, No. OC302636.

BH Macro Limited is a closed-ended investment company registered and incorporated in Guernsey on 17 January 2007 (Registration Number: 46235) with its registered office at Trafalgar Court, Les Banques, St. Peter Port, Guernsey GY1 3QL, Channel Islands.

BH Macro Limited

Brevan Howard Master Fund Limited Monthly Shareholder Report

30 March 2007

T: +44 (0)20 7022 6250 www.bhmacro.com

UK

The MPC voted 8-1 for no change in interest rates at its 8th March meeting. This decision was unsurprising in the context of a mixed set of economic data and the possible exposure of the UK economy to broad-based financial market turmoil at the end of February.

Data on activity in the UK have been erratic in Q1. For example, retail sales fell sharply in January but rebounded in February. Volatile movements around the turn of the year are common, which will cause the MPC to discount them to some extent.

Rather than economic activity, the BoE's focus will be on price and cost developments. Consumer price inflation surprised on the upside, at 2.8% in February, which was above the BoE's target. Although a decrease in inflation is expected following announcements of price cuts by many of the main electricity and gas suppliers, we believe the BoE may raise rates in the next couple of months.

Japan

Q1 has seen sustained economic growth and the development of a virtuous cycle of production, income and spending.

According to the MoF's Corporate Survey and the March Tankan Survey, capital expenditure remains strong and net exports continue to contribute to growth despite the US slow-down.

Although industrial production has slowed, we expect recovery during Q2. Consumption has also showed signs of strengthening, with rises in the Cabinet Office Consumption Index and the BoJ Consumption Index. The only weakness lies in wages which have failed to reflect the tightening of the labour market, but we expect this to come through in due course.

Such broad-based economic growth should result in the continuation of the BoJ's policy to normalise monetary policy. However, due to political pressure, it is our belief that another hike before autumn is unlikely to occur.

Positioning

The following table broadly summarises the Master Fund's positioning as at the end of March:

Positioning
Fixed income: long the EUR curve, especially the short end
Fixed income: (small) short the USD curve
Fixed income: (small) long the GBP curve, especially the short end
Fixed income: long vega across the USD, EUR, GBP curves
FX: long straddles across a range of currencies
Equity: slightly long
Commodities: generally long Energy, Metals and Softs

Enquiries

Northern Trust International Fund Administration Services (Guernsey) Limited
Harry Rouillard +44 (0) 1481 74 5315

Your attention is drawn to the Disclaimer set out at the beginning of this document. Brevan Howard Asset Management LLP is authorised and regulated by the Financial Services Authority. Registered in England, No. OC302636.

BH Macro Limited is a closed-ended investment company registered and incorporated in Guernsey on 17 January 2007 (Registration Number: 46235) with its registered office at Trafalgar Court, Les Banques, St. Peter Port, Guernsey GY1 3QL, Channel Islands.