

## Brevan Howard Master Fund Limited

Risk Report : COB 30 April 2007

**Important Legal Information and Disclaimer**

This material has been prepared by Brevan Howard Asset Management LLP ("Brevan Howard"). Brevan Howard is authorised and regulated by the Financial Services Authority. This information is provided for information purposes, is intended for your use only and does not constitute an invitation or offer to subscribe for or purchase any of the products or services mentioned. This information is not intended to provide a sufficient basis on which to make an investment decision. Information and opinions presented in this material have been obtained or derived from sources believed by Brevan Howard to be reliable, but Brevan Howard makes no representation as to their accuracy or completeness. Brevan Howard accepts no liability for loss arising from the use of this material. This material is directed exclusively at persons who are experienced or existing investors in unregulated collective investment schemes, who are intermediate customers as defined by the rules of the Financial Services Authority or are otherwise eligible under these rules. It is not intended for private customers and such persons should not rely on this material. Moreover, any investment or service to which this material may relate will not be made available to such private customers.

Balance Sheet Leverage (Gross assets / net assets)

As at 30th March 2007

8.6

Risk SensitivitiesDV01 Summary (Change in Fund NAV for a 0.01% rise in rates)

Ccy	0 - 3Y	3Y - 6Y	6Y - 12Y	12Y+	Total
EUR	(0.148%)	0.058%	0.021%	(0.052%)	(0.121%)
USD	(0.027%)	(0.037%)	0.024%	0.011%	(0.029%)
JPY	0.021%	(0.014%)	0.011%	(0.009%)	0.010%
GBP	(0.060%)	(0.017%)	0.002%	0.026%	(0.049%)
Other	(0.017%)	0.001%	(0.018%)	0.021%	(0.013%)
<b>Grand Total</b>	<b>(0.232%)</b>	<b>(0.009%)</b>	<b>0.041%</b>	<b>(0.002%)</b>	<b>(0.203%)</b>

Net FX Delta Exposures (% NAV)

Region	Total
Europe	(1%)
Asia	(20%)
Other	19%

FX & IR Vega

FX Vega (Change in Fund NAV for a absolute 1% rise in implied volatility)  
(e.g. implied vols increasing from 9% to 10%)

Currency	Total
\$ Majors	0.255%
EUR Crosses	0.132%
Other	0.555%
<b>Total</b>	<b>0.942%</b>

IR Vega (Change in Fund NAV for a relative rise of 10% in implied normal yield vol)  
(e.g. Implied normal yield vol increasing from 9bp to 9.9bp per day)

Currency	Total
EUR	0.135%
JPY	(0.021%)
USD	(0.066%)
Other	0.151%

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

# Brevan Howard Master Fund Limited

Risk Report : COB 30 April 2007

## Historical Stress tests (% NAV)

Stress test	(% NAV)	Period
Asian Crisis 5-Day	(5.5%)	7/10/97 - 13/10/97
Russia Deval - 5 Day	1.7%	24/8/98 - 31/8/98
LTCM	15.7%	3/8/98 - 30/11/98
Sep-01 Historic	15.2%	10/9/01 - 28/09/01
Aug-03	(1.1%)	31/7/03 - 1/8/03

\* Note: Scenario results incorporate the effect of moves in all markets for the period specified.

## Value at Risk

VaR is calculated using a 2 year historical simulation based on a 1 day, 95% confidence interval.

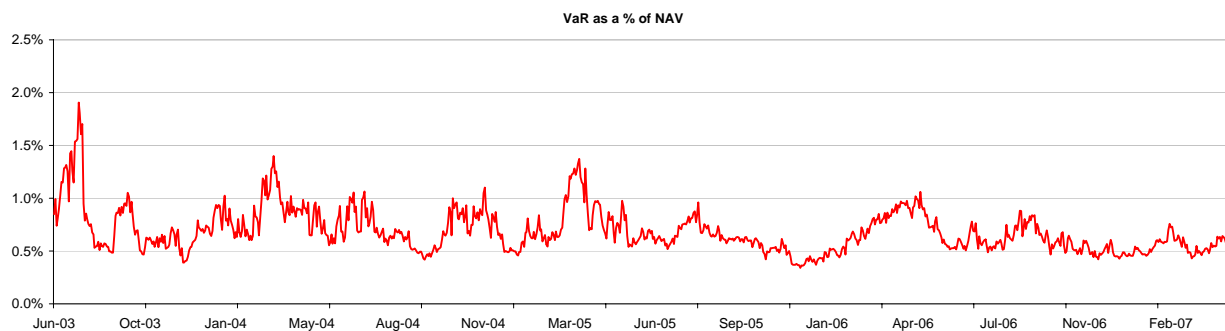
## VaR by risk type (% of Fund NAV)

Risk Type	VaR
IR Total	0.57%
Vega	0.13%
FX	0.09%
Equity	0.08%
Commodity	0.07%
<b>Total</b>	<b>0.56%</b>
Flag	3.00%
Over / (Under)	(2.44%)
<b>Flag Utilisation</b>	<b>18.58%</b>

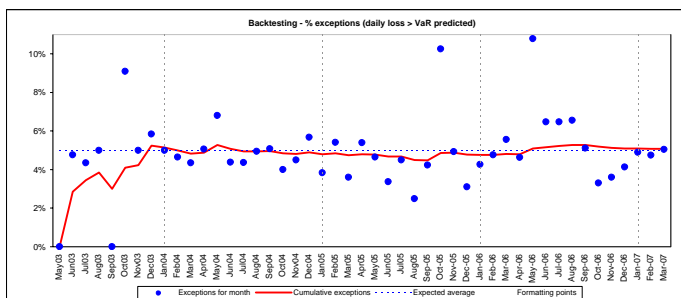
## VaR by Ccy and risk type (% of Fund NAV)

Ccy	IR VaR	Equity VaR
EUR	0.30%	0.03%
USD	0.34%	0.05%
JPY	0.13%	0.02%
GBP	0.17%	0.02%
CHF	0.03%	0.00%
ZAR	0.06%	0.00%
CAD	0.01%	0.01%
HKD	0.01%	0.00%
MXN	0.01%	0.00%
SEK	0.05%	0.00%
AUD	0.01%	0.00%
KRW	0.01%	0.00%
SGD	0.00%	0.00%

## Historical VaR Graph

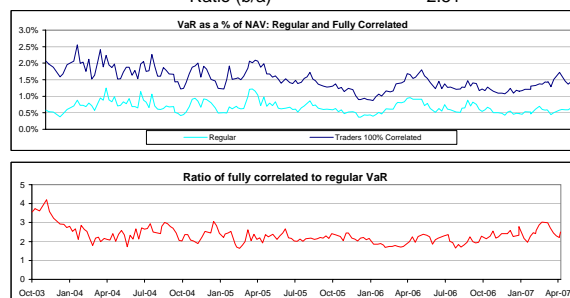


## VaR Backtesting - Accuracy of VaR Methodology



## VaR - Reliance on beneficial correlation between Traders

At 30 Apr 2007	Fund VaR (a)	0.6%
	Sum of trader VaR's (b)	1.4%
	Ratio (b/a)	2.51



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