# TETRAGON

## TETRAGON FINANCIAL GROUP LIMITED (TFG) MONTHLY UPDATE FOR JULY 2010

### August 17, 2010

Tetragon Financial Group Limited (TFG) is a Guernsey closed-ended investment company traded on Euronext Amsterdam by NYSE Euronext under the ticker symbol "TFG".

In this monthly update, unless otherwise stated, we report on the consolidated business incorporating TFG and Tetragon Financial Group Master Fund Limited. <sup>(1)</sup>

### Net Asset Value Estimates as of July 31, 2010

(Amounts provided are unaudited and subject to change)

	(in millions except per share data)
Estimated Fair Value of Investments:	\$779.6
Cash and Cash Equivalents:	\$169.9
Net Other Assets/ (Liabilities):	\$(19.0)
Estimated Net Asset Value:	\$930.5
TFG Shares Outstanding:	130.5
Net Asset Value per Share: <sup>(2)</sup>	\$7.65

For further information, please contact:

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<sup>&</sup>lt;sup>(1)</sup> TFG invests substantially all its capital through a master fund, Tetragon Financial Group Master Fund Limited ("TFGMF") in which it holds a 100.0% share.

<sup>&</sup>lt;sup>(2)</sup> Excludes 8.8 million shares held in treasury.

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### Portfolio Composition

#### Portfolio Held by Tetragon Financial Group Master Fund Limited (unless otherwise stated) As of July 31, 2010

Report Date	TFG Share Price (\$)	TFG group Market Cap (\$MM) <sup>(1)</sup>	TFG group Net Assets (\$MM)					No. of	Closed CLO Transaction
31 July 2010	\$4.25	\$554.5	\$930.5						68 <sup>(2)</sup>
Capital Allocation by As	sset Class			Risk Capital Allocation	Investment - Fair Value (\$MM) <sup>(3)(4)</sup>			Asset Class Allo	cation
Broadly Syndicated Senior S	Secured Loops: LIS			74.7%	\$582.5			Middle Broadly Market	
Broadly Syndicated Senior Secured Loans: US			7.7%	\$59.9			Syndicated <sub>Senior</sub> Senior Secured		
Broadly Syndicated Senior Secured Loans: Europe			17.6%	\$137.2			Secured Loans: US,		
Middle Market Senior Secured Loans: US CDOs Squared: US			0.0%	\$0.0			Loans: 17.6% Europe,	Broadly	
ABS and Structured Finance	o. 1 IS			0.0%	\$0.0			7.7%	Syndicated Senior
Abs and structured i mance	e. 03			0.0%	φ <b>0</b> .0				Secured
Tot	tal			100.0%	\$779.6				Loans: US, 74.7%
Geographic Allocation				USA	Europe	Asia Pacific	Total	Geographic Allo	
						- Sia Facine	1000		
Broadly Syndicated Senior S	Secured Loans			90.7%	9.3%	0.0%	100.0%	Europe, 7.7%	
Middle Market Senior Secu				100.0%	0.0%	0.0%	100.0%		
CDOs Squared				0.0%	0.0%	0.0%	0.0%		
ABS and Structured Finance	e			0.0%	0.0%	0.0%	0.0%		
				92.3%	7.7%	0.0%	100.0%		USA, 92.3%
Top 15 Underlying Bank	Loon Credits	Bank Loan				Ten 101	Penk Leen Indi	ustry Exposures <sup>(5)</sup>	
Top 19 Onderlying Dank	C Loan Creates	Exposure <sup>(5)</sup>					Ballk LUall IIIU	istry Exposures	
				14% -					
Community Health		0.97%		,	12.00				
Charter Communications		0.91%		12%	12.0%				
HCA Inc		0.86%		10%					
TXU Corp		0.86%		10%		7.9%			
Univision Communications		0.86%		8% -		6.9%			
Georgia Pacific Corp		0.77%		6% -			6.0% 5.3%		
First Data Corp		0.71%		۰%				4.1% 3.7% 3.7% 3.6%	
Aramark Corp		0.67%		4%				4.1% 3.7% 3.7% 3.6%	3.4%
C 11 1 1 C 1 C		0.66%							
		0.66%		2%					
Calpine Corp		0.65%		<sub>0%</sub> _					
Calpine Corp SunGard Data Systems Inc							51		
SunGard Data Systems Inc		0.63%				Hoalthcar		hildcare	
Cablevision Systems Corp Calpine Corp SunGard Data Systems Inc Sabre Holdings Corp Celanese US Holdings LLC	:	0.63% 0.61%				Broadcast	e, Education & C ting & Entertainm	ent	
Calpine Corp SunGard Data Systems Inc Sabre Holdings Corp Celanese US Holdings LLC	:	0.63% 0.61% 0.60%				Broadcast Diversifie	ting & Entertainm d/Conglomerate	ent	
Calpine Corp SunGard Data Systems Inc Sabre Holdings Corp	:	0.63% 0.61%				<ul> <li>Broadcast</li> <li>Diversifie</li> <li>Telecomm</li> </ul>	ting & Entertainm d/Conglomerate	ient Service	

<sup>2)</sup> Excludes CDO-squared and ABS CDO transactions which were written off in October 2007. TFG continues to hold the economic rights to 3 of these written-off transactions.

 $^{\rm (3)}\,{\rm Excludes}$  TFG's investment in LCM Asset Management LLC.

<sup>4)</sup> Equivalent to Investment in Securities at Fair Value in the US GAAP Financial Statements.

<sup>51</sup> Includes par amount of loans held directly by TFG and also loan exposures via TFG's investments in CLOs. With respect to CLO investments, calculated as a percentage of total corporate loan assets that TFG has exposure to

based on its equity-based pro-rata share of each CLO's total portfolio. All calculations are net of any single name CDS hedges held against that credit.

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Expected Upcoming Events	Date
Q2 Dividend Payment Date	August 26, 2010
August 2010 Monthly Report	September 20, 2010 (approx)

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