DOCUMENT TYPE: N-CSR

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT COMPANIES

INVESTMENT COMPANY ACT FILE NUMBER 811-21059

AETOS CAPITAL DISTRESSED INVESTMENT STRATEGIES FUND, LLC
(Exact name of registrant as specified in charter)

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c/o Aetos Capital, LLC
875 Third Avenue
New York, NY 10022
(Address of principal executive offices) (Zip code)

James M. Allwin
Aetos Capital, LLC
New York, NY 10022
(Name and address of agent for service)

REGISTRANT'S TELEPHONE NUMBER, INCLUDING AREA CODE: 1-212-201-2500

DATE OF FISCAL YEAR END: JANUARY 31, 2007

DATE OF REPORTING PERIOD: JANUARY 31, 2007

ITEM 1. REPORTS TO STOCKHOLDERS.

AETOS CAPITAL MULTI-STRATEGY ARBITRAGE FUND, LLC

AETOS CAPITAL DISTRESSED INVESTMENT STRATEGIES FUND, LLC

AETOS CAPITAL LONG/SHORT STRATEGIES FUND, LLC

AETOS CAPITAL MARKET NEUTRAL STRATEGIES FUND, LLC

AETOS CAPITAL OPPORTUNITIES FUND, LLC

Financial Statements

January 31, 2007

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The Funds file their complete schedule of portfolio holdings with the Securities and Exchange Commission for the first and third quarters of each fiscal year on Form N-Q within sixty days after the end of each period. The Funds' Forms N-Q are available on the Commission's web site at HTTP://WWW.SEC.GOV, and may be reviewed and copied at the Commission's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

A description of the policies and procedures that the Funds use to determine how to vote proxies relating to portfolio securities, as well as information relating to how the Funds voted proxies relating to portfolio securities during the most recent 12-month period ended June 30, is available (i) without charge, upon request, by calling 1-212-201-2500; and (ii) on the Commission's website at HTTP://WWW.SEC.GOV.

Fund Commentary
For the year ended January 31, 2007
(Unaudited)

The Aetos Capital Multi-Strategy Arbitrage Fund, LLC (the "Fund") allocates its assets among a select group of portfolio managers that utilize a variety of arbitrage strategies while seeking to produce an attractive absolute return on invested capital, largely independent of the various benchmarks associated with traditional asset classes.

The Fund includes allocations to event arbitrage and fixed income arbitrage managers. Event arbitrage managers seek to identify mispricings in securities that will be resolved through an anticipated event. Events can include mergers, acquisitions, spinoffs, recapitalizations and bankruptcy (either entering into bankruptcy or emerging from it). Skills required include the ability to analyze the relative value of the securities involved and the probability of the event taking place in a timely manner. Fixed income arbitrage managers seek to identify discrepancies in the prices of securities that are very closely related and arbitrage that discrepancy.

For the year ended January 31, 2007, the Fund had a total return of 10.36%.(1) For the period from commencement of operations on August 21, 2002 through January 31, 2007, the Fund had an average annual total return of 8.38%.

This was an extraordinarily strong year for a majority of our arbitrage managers, and is particularly notable given that volatility remained muted. Our event managers had an especially good year and our fixed income managers performed well, while our short-biased credit managers struggled with a credit market in which spreads narrowed even further. Below, we discuss some of the major sub-strategies in the Fund.

This past year represented the first in many when merger arbitrage produced strong returns. Aided by the most robust Mergers and Arbitrage ("M&A") market in history with $3.8 trillion of global volume, our managers took a selective approach in choosing deals. Particularly fruitful were transactions with higher spreads, which typically involved more complex circumstances such as unsolicited and cross-border activity. In fact, 2006 represented the largest year ever for cross-border activity with European consolidation in the energy (E.ON/Endesa), power (Iberdrola/Scottish Power), and industrial (Mittal/Arcelor) sectors. With deal volumes building throughout 2006 and the fourth quarter the largest ever for announced M&A, we see a healthy opportunity set for this strategy in 2007.

Our Asian convertible arbitrage manager continued to produce attractive returns by pursuing a traditional hedged strategy in geographies where convertibles are priced less efficiently for structural reasons. Although implied volatilities increased only modestly in 2006, the spread between realized and implied volatility remained healthy for much of the year, which aided returns. In addition, some yield curve strategies benefited as the anomalies they had identified in the shape of the forward curve corrected over the course of the first half of the year.

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(1) Returns are net of expenses and fees incurred at the Fund level. The returns also reflect Fund level expenses that have been waived and/or reimbursed by the Investment Manager. Returns would have been lower without such waivers and reimbursements. Returns do not reflect Program fees and expenses charged at the separate account level.

Fund Commentary (continued)
For the year ended January 31, 2007
(Unaudited)

Our managers have also enhanced their strategies where appropriate and complementary to an existing skill set. For instance, one manager has been able to construct credit-neutral arbitrage positions on structured product instruments by finding tranches that are mispriced. Given the enormous size of the structured product market and relative lack of arbitrageurs, we are not surprised that such opportunities exist and feel that such a strategy is a useful addition to an absolute return portfolio. Even better, opportunities such as these will probably become better should the markets in which they trade become stressed, as natural buyers will be scarce and few hedge funds will have sufficient expertise to provide liquidity.

Aetos Capital Distressed Investment Strategies Fund, LLC

Fund Commentary
For the year ended January 31, 2007
(Unaudited)

The Aetos Capital Distressed Investment Strategies Fund, LLC (the "Fund") allocates its assets among a select group of portfolio managers across a variety of distressed investment strategies while seeking to produce an attractive absolute return on invested capital, largely independent of the various benchmarks associated with traditional asset classes.

The Fund allocates to investment managers that buy the securities (generally bonds and bank loans) of companies that are in bankruptcy or in danger of bankruptcy. These managers are able to buy these securities at a discount to their eventual value because traditional fixed income portfolio managers who bought the bonds or banks that made the loans may not want to or be able to own them once they are in default. The sellers may also not have the expertise and patience to go through a lengthy restructuring process. Distressed investing involves credit analysis, legal expertise and (often) negotiating ability, as the portfolio manager must estimate the value of the claims he is buying, the likely timing and resolution of the bankruptcy process and also may be called upon to reach agreements with other claimants in order to speed the process.

For the year ended January 31, 2007, the Fund had a total return of 12.95%.(1) For the period from commencement of operations on August 21, 2002 through January 31, 2007, the Fund had an average annual total return of 13.23%.

Our expectation of weakening fundamentals and rising defaults proved premature in 2006. Corporate earnings continued to surge, with double digit growth in earnings for the S&P 500 for the fifth straight year. At the same time, defaults remain near all time lows as weaker companies are able to refinance their way out of jams. Given the limited supply of defaulted credits as well as the cautious approach of our managers, we are quite pleased with the results our managers were able to generate in 2006. Firms in the auto sector continued to make progress on their restructuring plans. In addition, many managers' legacy positions, some of which have transitioned to equity, benefited from the attractive macroeconomic climate.

LBO activity and continued pressure by shareholders to return capital are leading corporate managements to re-lever their balance sheets, with net corporate borrowing (non-financial) returning to late 1990's levels. The result has been a record level of buybacks and special dividends in the past year. Ultimately, certain of these companies with unstable cash flows which decided to increase leverage to an extreme should provide good opportunities for our distressed managers.

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(1) Returns are net of expenses and fees incurred at the Fund level. The returns also reflect Fund level expenses that have been waived and/or reimbursed by the Investment Manager. Returns would have been lower without such waivers and reimbursements. Returns do not reflect Program fees and expenses charged at the separate account level.

Aetos Capital Long/Short Strategies Fund, LLC

Fund Commentary
For the year ended January 31, 2007
(Unaudited)

The Aetos Capital Long/Short Strategies Fund, LLC (the "Fund") allocates its assets among a select group of portfolio managers across a variety of long/short strategies while seeking to produce an attractive absolute return on invested capital, largely independent of the various benchmarks associated with traditional asset classes. The Fund is composed of managers that operate long-biased portfolios of stocks, usually based on bottom-up equity research. These portfolios generally vary from 20% to 40% net long.

For the year ended January 31, 2007, the Fund had a total return of 9.61%.(1) For the period from commencement of operations on August 21, 2002 through January 31, 2007, the Fund had an average annual total return of 8.25%.

The late summer rally in the equity markets gained steam during the fourth quarter as positive economic data combined with lower long-term interest rates emboldened investors. The year as a whole was the best since 2003, with all major global markets, save Japan, clocking double digit returns. Japan's poor performance was perhaps the biggest surprise of the year. Although the economy continued to recover, it failed to accelerate as many had expected, popping the country's small cap growth bubble (Japan's Mothers Index was down 56% for 2006) while larger cap names treaded water. Another surprise was that 2006 did not mark the return of large cap dominance; instead, small cap stocks outperformed by 3.5%.

While our long/short managers certainly benefited somewhat from the rising tide of the equity markets, with this portfolio averaging only 38% net long, a significant portion of the return can be attributed to superior stock selection. Many of our managers had gains in 2006 from sizeable positions in companies they had held for a significant amount of time. In the case of one manager, they had made an investment in a metal producer in 2005 when this company was trading at a cash flow yield north of 7%. As the manager gained confidence in the position, it was increased to 8% of their portfolio and has subsequently added nine percentage points to the fund's cumulative return.

On the short side, our managers generally proved adept at avoiding the landmines that private equity takeouts represent. The environment of moderating growth in the U.S. presented significant opportunities on which many of our managers were able to capitalize. One of the most impressive performances of the year was no doubt by our short-only manager; the fact that they were flat during this year's powerful bull market is quite remarkable. They generated significant alpha in homebuilders, consumer finance and consumer discretionary names. This performance helped significantly lower the downside volatility of the portfolio, especially in May when this fund was up over 7% percent while the S&P 500 was down 3%.

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(1) Returns are net of expenses and fees incurred at the Fund level. The returns also reflect Fund level expenses that have been waived and/or reimbursed by the Investment Manager. Returns would have been lower without such waivers and reimbursements. Returns do not reflect Program fees and expenses charged at the separate account level.

Fund Commentary
For the year ended January 31, 2007
(Unaudited)

The Aetos Capital Market Neutral Strategies Fund, LLC (the "Fund") allocates its capital among a select group of portfolio managers across a variety of market neutral strategies while seeking to produce an attractive absolute return on invested capital, largely independent of the various benchmarks associated with traditional asset classes.

The Fund contains managers that attempt to create long and short portfolios that are roughly equal in size and therefore immune to overall stock markets movements. Often these strategies are quantitative in nature, using computer screens to pick long and short portfolios of stocks and balancing their risk exposure through optimization techniques.

For the year ended January 31, 2007, the Fund had a total return of 3.68%.(1) For the period from commencement of operations on August 21, 2002 through January 31, 2007, the Fund had an average annual total return of 2.84%.

While the returns proved steady, we continue to be disappointed with the performance of this Fund. Ultimately, we believe the real value of a market neutral allocation will be experienced during times of high volatility when the Fund can serve as ballast to a portfolio, muting the volatility experienced by allocations with higher equity and credit biases. June of this past year was just such an example: while the other four strategy funds were flat to down for the month as the equity markets swooned, the Fund generated 1.24%.

The long-term opportunity set for market neutral managers has become increasingly challenging, even more so than for other absolute return strategies. As ever more capital has flowed into this strategy, factors that used to generate alpha have dissipated away. Success is increasingly dependent upon building an extensive and rigorous research process that resembles a university research laboratory. We are examining several candidates who model their firms in this way and who are developing an investment process that exploits a number of time horizons.

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(1) Returns are net of expenses and fees incurred at the Fund level. The returns also reflect Fund level expenses that have been waived and/or reimbursed by the Investment Manager. Returns would have been lower without such waivers and reimbursements. Returns do not reflect Program fees and expenses charged at the separate account level.

Aetos Capital Opportunities Fund, LLC

Fund Commentary
For the year ended January 31, 2007
(Unaudited)

The Aetos Capital Opportunities Fund, LLC (the "Fund") allocates its assets among a select group of portfolio managers across a variety of opportunistic strategies while seeking to produce an attractive absolute return on invested capital, largely independent of the various benchmarks associated with traditional asset classes. The Fund is composed of managers that operate smaller-sized, more idiosyncratic portfolios employing directional strategies or focusing on particular markets or sectors.

For the year ended January 31, 2007, the Fund had a total return of 2.41%.(1) For the period from commencement of operations on May 27, 2005 through January 31, 2007, the Fund had an average annual total return of 4.38%.

As mentioned in prior letters, we have been frustrated by the mediocre returns for the Fund. Much of the underperformance of the Fund can be attributed to the short credit positions which have suffered significantly as the credit markets rallied this year. While the short credit investment currently makes the fund look worse from a returns perspective, in the context of a portfolio it seems a sensible tactical bet that should provide significant benefits when the credit cycle turns.

Nevertheless, we have been diligently examining the Fund and seeking ways to improve its performance. We are having success in identifying talented stock pickers operating under the radar of other long/short managers whom we are enthusiastic about adding to the portfolio. We have also selectively trimmed a few positions from the Fund.

On the plus side, there were a number of significant positive contributions by our smaller, more nimble managers. One manager, with assets under $500 million, took advantage of its lean size during the year by focusing on only three new opportunities in the small cap space. These investments included a U.K. furniture manufacturer, a regional U.S. chicken producer and a snack food distributor. The firm's small asset size enables it to focus on under-researched small cap companies, occasionally becoming actively involved in corporate governance. Our energy-focused long/short manager also continued to produce double-digit returns, as a number of its investments in the upstream E&P sector rallied and its Canadian natural gas production companies were able to meet their drilling schedules. These types of investments epitomize the type of under-researched companies that the Fund managers uncover through a research-intensive approach.

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(1) Returns are net of expenses and fees incurred at the Fund level. The returns also reflect Fund level expenses that have been waived and/or reimbursed by the Investment Manager. Returns would have been lower without such waivers and reimbursements. Returns do not reflect Program fees and expenses charged at the separate account level.

Report of Independent Registered Public Accounting Firm

To the Board of Managers and Members of the Aetos Capital Funds:

In our opinion, the accompanying statements of assets and liabilities, including the schedules of investments, and the related statements of operations, of changes in members' capital and of cash flows and the financial highlights present fairly, in all material respects, the financial position of Aetos Capital Multi-Strategy Arbitrage Fund, LLC, Aetos Capital Distressed Investment Strategies Fund, LLC, Aetos Capital Long/Short Strategies Fund, LLC, Aetos Capital Market Neutral Strategies Fund, LLC, and Aetos Capital Opportunities Fund, LLC (hereafter referred to as the "Funds") at January 31, 2007, the results of each of their operations and cash flows for the year then ended, and the changes in each of their members' capital for each of the two years in the period then ended and the financial highlights for the periods presented (except for the Aetos Capital Opportunities Fund, LLC whose changes in members' capital and financial highlights are shown for the year ended January 31, 2007 and for the period May 27, 2005 (commencement of operations) through January 31, 2006), in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as "financial statements") are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of the underlying portfolio funds at January 31, 2007, provide a reasonable basis for our opinion.

As explained in Note 2, the financial statements include investments held by Aetos Capital Multi-Strategy Arbitrage Fund, LLC, Aetos Capital Distressed Investment Strategies Fund, LLC, Aetos Capital Long/Short Strategies Fund, LLC, Aetos Capital Market Neutral Strategies Fund, LLC, and Aetos Capital Opportunities Fund, LLC valued at $384,147,314 (85.8% of the Fund's members' capital), $102,566,471 (93.3% of the Fund's members' capital), $732,639,134 (99.2% of the Fund's members' capital), $112,158,484 (97.9% of the Fund's members' capital), and $125,173,697 (89.5% of the Fund's members' capital) respectively, at January 31, 2007, the values of which have been estimated by the Investment Manager, under general supervision of the Board of Managers, in the absence of readily ascertainable market values. Those estimated values may differ significantly from the values that would have been used had a ready market for the investments existed, and the difference could be material.

PricewaterhouseCoopers, LLP
New York, NY
March 30, 2007

Aetos Capital Multi-Strategy Arbitrage Fund, LLC
Schedule of Investments
January 31, 2007
INVESTMENT STRATEGY AS A PERCENTAGE OF INVESTMENTS

[PIE CHART GRAPHIC OMITTED]
Plot points are as follows:
Convertible Arbitrage 6.79%
Credit Strategies 8.19%
Fixed Income Arbitrage 24.85%
Multi-Strategy/Event Arbitrage 60.17%

PORTFOLIO FUND NAME	COST	VALUE	% OF MEMBERS' CAPITAL*
Davidson Kempner Partners	$ 50,000,000	$ 62,651,879	14.00%
Farallon Capital Offshore Investors, Inc.	39,000,000	44,046,589	9.84
FFIP, L.P.	29,630,000	36,013,951	8.05
Ishin Fund, LLC	23,000,000	26,100,721	5.83
Lazard Emerging Income, L.P.	25,000,000	26,250,319	5.86
Parsec Trading Corp.	14,100,000	15,623,254	3.49
Pequot Credit Opportunities Fund, L.P.	20,000,000	22,229,885	4.97
Pequot Short Credit Fund, L.P.	10,000,000	9,222,141	2.06
Perry Partners, L.P.	26,868,444	34,564,195	7.72
Satellite Fund II, L.P.	25,850,000	35,102,243	7.84
South Hill Trading Corp.	15,000,000	17,564,992	3.92
Sowood Alpha Fund, L.P.	42,000,000	54,777,145	12.24
Total	$ 320,448,444	$ 384,147,314	85.82%

*Percentages are based on Members' Capital of $447,632,069.

The aggregate cost of investments for tax purposes was $337,704,312. Net unrealized appreciation on investments for tax purposes was $46,443,002 consisting of $47,220,861 of gross unrealized appreciation and $777,859 of gross unrealized depreciation.

The investments in Portfolio Funds shown above, representing 85.82% of Members' Capital, have been fair valued.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

Aetos Capital Distressed Investment Strategies Fund, LLC
Schedule of Investments
January 31, 2007

INVESTMENT STRATEGY AS A PERCENTAGE OF INVESTMENTS

[PIE CHART GRAPHIC OMITTED]
Plot points are as follows:
Distressed Investments 100.00%

PORTFOLIO FUND NAME	COST	VALUE	% OF MEMBERS' CAPITAL*
Aurelius Capital Partners, L.P.	$ 27,500,000	$ 30,291,525	27.55%
King Street Capital, L.P.	24,050,000	29,880,355	27.17
One East Partners, L.P.	1,500,000	1,593,649	1.45
Silver Point Capital Fund, L.P.	19,100,000	26,469,027	24.07
Watershed Capital Partners, L.P.	11,050,000	14,331,915	13.03
Total	$ 83,200,000	$ 102,566,471	93.27%

*Percentages are based on Members' Capital of $109,966,905.
The aggregate cost of investments for tax purposes was $87,837,247. Net unrealized appreciation on investments for tax purposes was $14,729,224 consisting of $14,729,224 of gross unrealized appreciation and $0 of gross unrealized depreciation.

The investments in Portfolio Funds shown above, representing 93.27% of Members' Capital, have been fair valued.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

Aetos Capital Long/Short Strategies Fund, LLC
Schedule of Investments
January 31, 2007

INVESTMENT STRATEGY AS A PERCENTAGE OF INVESTMENTS

[PIE CHART GRAPHIC OMITTED]
Plot points are as follows:
Short Equity Investments 2.19%
Long/Short Equity Investments 97.81%

PORTFOLIO FUND NAME	COST	VALUE	% OF MEMBERS' CAPITAL*
Bay Pond Partners, L.P.	$ 32,000,000	$ 53,184,043	7.20%
Bay Resource Partners, L.P.	33,000,000	47,256,601	6.40
Cadmus Capital Partners (QP), L.P.	64,330,248	75,613,237	10.24
Cantillion Pacific, L.P.	13,000,000	16,709,503	2.26
Cantillion U.S., L.P.	12,699,464	13,848,975	1.88
Cavalry Technology, L.P.	58,750,000	64,924,619	8.80
The Elkhorn Fund, LLC	42,854,685	50,360,824	6.82
Highside Capital Partners, L.P.	60,000,000	66,393,253	8.99
Icarus Qualified Partners, L.P.	16,000,000	16,056,007	2.18
JL Partners, L.P.	57,820,000	74,639,035	10.11
North River Partners, L.P.	36,650,000	43,313,497	5.87
Standard Global Equity Partners SA, L.P.	58,700,000	70,574,259	9.56
ValueAct Capital Partners III, L.P.	75,000,000	78,164,371	10.59
Viking Global Equities, L.P.	50,000,000	61,600,910	8.35
Total	$ 610,804,397	$ 732,639,134	99.25%

*Percentages are based on Members' Capital of $738,209,954.
The aggregate cost of investments for tax purposes was $627,637,077. Net unrealized appreciation on investments for tax purposes was $105,002,057 consisting of $105,002,057 of gross unrealized appreciation and $0 of gross unrealized depreciation.

The investments in Portfolio Funds shown above, representing 99.25% of Members' Capital, have been fair valued.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

Aetos Capital Market Neutral Strategies Fund, LLC
Schedule of Investments
January 31, 2007

INVESTMENT STRATEGY AS A PERCENTAGE OF INVESTMENTS

[PIE CHART GRAPHIC OMITTED]
Plot points are as follows:
Quantitative Asset Allocation 17.55%
Multi-Strategy 26.04%
Low Beta/Market Neutral/Long Short 56.41%

PORTFOLIO FUND NAME	COST	VALUE	% OF MEMBERS' CAPITAL*
AQR Absolute Return Institutional Fund, L.P.	$ 26,187,363	$ 29,208,914	25.50%
Bravura 99 Fund, L.P.	30,682,132	33,211,718	29.00
Cantillion U.S. Low Volatility, L.P.	27,500,000	30,060,310	26.24
GMO Mean Reversion Fund	16,000,000	19,677,542	17.18
Total	$ 100,369,495	$ 112,158,484	97.92%

*Percentages are based on Members' Capital of $114,536,900.
The aggregate cost of investments for tax purposes was $104,188,632. Net unrealized appreciation on investments for tax purposes was $7,969,852 consisting of $7,969,852 of gross unrealized appreciation and $0 of gross unrealized depreciation.

The investments in Portfolio Funds shown above, representing 97.92% of Members' Capital, have been fair valued.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

Aetos Capital Opportunities Fund, LLC
Schedule of Investments
January 31, 2007

INVESTMENT STRATEGY AS A PERCENTAGE OF INVESTMENTS

[PIE CHART GRAPHIC OMITTED]
Plot points are as follows:
Real Assets 15.58%
Credit Related 7.94%
Event-Driven 20.11%
Long/Short Equity Investments 56.37%

PORTFOLIO FUND NAME	COST	VALUE	% OF MEMBERS' CAPITAL*
GMO U.S. Tactical Opportunities Fund (Onshore), L.P.	$ 14,500,000	$ 13,899,240	9.93%
Joho Partners, L.P.	19,000,000	22,997,647	16.44
Pequot Short Credit Fund, L.P.	8,000,000	7,214,524	5.16
Sansar Capital, L.P.	2,000,000	2,046,734	1.46
Saras Capital Partners, L.P.	15,000,000	16,834,503	12.03
Scopia PX, LLC	14,000,000	15,707,040	11.23
Sheffield Institutional Partners, L.P.	8,500,000	9,470,511	6.77
Spindrift Partners, L.P.	18,000,000	19,499,144	13.94
Standard Pacific Asymmetric Opportunities Fund, L.P.	3,000,000	2,722,610	1.95
Venn Global Opportunities Fund L.P.	14,500,000	14,781,744	10.56
Total	$ 116,500,000	$ 125,173,697	89.47%

*Percentages are based on Members' Capital of $139,908,529.
The aggregate cost of investments for tax purposes was $116,476,124. Net unrealized appreciation on investments for tax purposes was $8,697,573 consisting of $10,160,270 of gross unrealized appreciation and $1,462,697 of gross unrealized depreciation.

The investments in Portfolio Funds shown above, representing 89.47% of Members' Capital, have been fair valued.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

Statements of Assets and Liabilities
January 31, 2007

	AETOS CAPITAL MULTI-STRATEGY ARBITRAGE FUND, LLC	AETOS CAPITAL DISTRESSED INVESTMENT STRATEGIES FUND, LLC	AETOS CAPITAL LONG/SHORT STRATEGIES FUND, LLC	AETOS CAPITAL MARKET NEUTRAL STRATEGIES FUND, LLC	AETOS CAPITAL OPPORTUNITIES FUND, LLC
ASSETS					
Investments in Portfolio Funds, at cost	$320,448,444	$ 83,200,000	$610,804,397	$100,369,495	$116,500,000
Investments in Portfolio Funds, at value	$384,147,314	$102,566,471	$732,639,134	$112,158,484	$125,173,697
Cash and cash equivalents	2,527,411	916,273	1,948,799	3,298,506	544,742
Prepaid investments	60,000,000	7,000,000	10,000,000	--	13,000,000
Receivable for sale of investments	5,331,897	326,152	--	--	1,458,011
Accrued income	165,266	30,489	42,600	11,466	33,072
Prepaid tax withholding	--	5,206	--	--	--
Due from investment manager	--	489	--	--	--
Total assets	452,171,888	110,845,080	744,630,533	115,468,456	140,209,522
LIABILITIES					
Sales of Interests received in advance	4,049,695	705,405	5,661,235	755,040	103,725
Investment management fees payable	285,320	70,093	470,546	73,007	89,180
Administration fees payable	65,759	16,549	106,784	18,132	20,211
Board of Managers' fees payable	5,475	5,475	5,475	5,475	5,475
Tax withholding payable	4,272	--	26,587	3,347	3,792
Other accrued expenses	129,298	80,653	149,952	76,555	78,610
Total liabilities	4,539,819	878,175	6,420,579	931,556	300,993
NET MEMBERS' CAPITAL	$447,632,069	$109,966,905	$738,209,954	$114,536,900	$139,908,529
MEMBERS' CAPITAL					
Net capital	$383,933,199	$ 90,600,434	$616,375,217	$102,747,911	$131,234,832
Net unrealized appreciation on investments in Portfolio Funds	63,698,870	19,366,471	121,834,737	11,788,989	8,673,697
Members' Capital	$447,632,069	$109,966,905	$738,209,954	$114,536,900	$139,908,529

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

Statements of Operations
For the year ended January 31, 2007

	AETOS CAPITAL MULTI-STRATEGY ARBITRAGE FUND, LLC	AETOS CAPITAL DISTRESSED INVESTMENT STRATEGIES FUND, LLC	AETOS CAPITAL LONG/SHORT STRATEGIES FUND, LLC	AETOS CAPITAL MARKET NEUTRAL STRATEGIES FUND, LLC	AETOS CAPITAL OPPORTUNITIES FUND, LLC
Investment income:					
Interest	$ 773,282	$ 285,298	$ 1,618,605	$ 336,627	$ 525,881
Expenses:					
Investment management fees	2,907,589	664,118	4,569,268	814,980	833,450
Administration fees	351,056	82,151	544,599	102,386	99,238
Board of Managers' fees	21,900	21,900	21,900	21,900	21,900
Professional fees	184,968	145,684	191,557	128,699	131,688
Registration fees	127,936	15,459	154,434	15,911	29,238
Custodian fees	42,762	12,881	64,870	14,901	15,266
Printing fees	8,042	5,694	13,063	5,531	7,389
Offering costs	--	--	--	--	14,425
Other expenses	6,860	4,783	5,882	5,187	6,623
Total expenses	3,651,113	952,670	5,565,573	1,109,495	1,159,217
Fund expenses reimbursed	--	(68,300)	--	(27,965)	(11,275)
Net expenses	3,651,113	884,370	5,565,573	1,081,530	1,147,942
Net investment loss	(2,877,831)	(599,072)	(3,946,968)	(744,903)	(622,061)

Net gain/(loss) on Portfolio Funds sold	5,872,811	2,284,426	3,884,397	251,096	(1,948,906)
Net change in unrealized appreciation on investments in Portfolio Funds	35,987,994	9,650,831	60,092,379	4,492,304	6,112,694
Net increase in Members' Capital derived from investment activities	$38,982,974	$11,336,185	$60,029,808	$3,998,497	$3,541,727

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

Statements of Changes in Members' Capital
For the years ended January 31, 2006 and January 31, 2007

	AETOS CAPITAL MULTI-STRATEGY ARBITRAGE FUND, LLC		AETOS CAPITAL DISTRESSED INVESTMENT STRATEGIES FUND, LLC	
	2/1/06 - 1/31/07	2/1/05 - 1/31/06	2/1/06 - 1/31/07	2/1/05 - 1/31/06
From investment activities:				
Net investment loss	$ (2,877,831)	$ (2,129,851)	$ (599,072)	$ (331,929)
Net gain on Portfolio Funds sold	5,872,811	281,749	2,284,426	--
Net change in unrealized appreciation on investments in Portfolio Funds	35,987,994	19,837,724	9,650,831	4,773,363
Net increase in Members' Capital derived from investment activities	38,982,974	17,989,622	11,336,185	4,441,434
Distributions:				
Tax withholding on behalf of foreign investors	(148,370)	(471,422)	25,426	(353,256)
Total distributions	(148,370)	(471,422)	25,426	(353,256)
Members' Capital transactions:				
Proceeds from sales of Interests	98,597,798	84,600,699	39,449,483	14,611,996
Redemptions of Interests	(14,826,540)	(11,329,467)	(7,788,545)	(184,006)
Transfers of Interests	4,759,000	(16,486,000)	436,000	2,738,000
Net increase in Members' Capital derived from capital transactions	88,530,258	56,785,232	32,096,938	17,165,990
Net increase in Members' Capital	127,364,862	74,303,432	43,458,549	21,254,168
Members' Capital at beginning of year	320,267,207	245,963,775	66,508,356	45,254,188
Members' Capital at end of year	$447,632,069	$320,267,207	$109,966,905	$66,508,356

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

Statements of Changes in Members' Capital (continued)

For the years ended January 31, 2006 and January 31, 2007

	AETOS CAPITAL LONG/SHORT STRATEGIES FUND, LLC		AETOS CAPITAL MARKET NEUTRAL STRATEGIES FUND, LLC	
	2/1/06 - 1/31/07	2/1/05 - 1/31/06	2/1/06 - 1/31/07	2/1/05 - 1/31/06
From investment activities:				
Net investment loss	$ (3,946,968)	$ (2,904,647)	$ (744,903)	$ (577,610)
Net gain on Portfolio Funds sold	3,884,397	1,794,958	251,096	--
Net change in unrealized appreciation on investments in Portfolio funds	60,092,379	45,632,962	4,492,304	4,248,825
Net increase in Members' Capital derived from investment activities	60,029,808	44,523,273	3,998,497	3,671,215
Distributions:				
Tax withholding on behalf of foreign investors	(170,544)	(1,386,016)	(95,949)	(204,118)
Total distributions	(170,544)	(1,386,016)	(95,949)	(204,118)
Members' Capital transactions:				
Proceeds from sales of Interests	232,971,335	144,104,472	23,497,767	25,303,681
Redemptions of Interests	(24,776,905)	(33,975,401)	(4,890,124)	(3,371,932)
Transfers of Interests	(1,659,000)	(6,788,000)	(3,558,000)	(12,043,772)
Net increase in Members' Capital derived from capital transactions	206,535,430	103,341,071	15,049,643	9,887,977
Net increase in Members' Capital	266,394,694	146,478,328	18,952,191	13,355,074
Members' Capital at beginning of year	471,815,260	325,336,932	95,584,709	82,229,635
Members' Capital at end of year	$738,209,954	$471,815,260	$114,536,900	$95,584,709

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

For the period ended January 31, 2006 and the year ended January 31, 2007

	AETOS CAPITAL OPPORTUNITIES FUND, LLC	
	2/1/06 - 1/31/07	5/27/05* - 1/31/06
From investment activities:		
Net investment loss	$ (622,061)	$ (182,742)
Net loss on Portfolio Funds sold	(1,948,906)	--
Net change in unrealized appreciation on investments in Portfolio Funds	6,112,694	2,561,003
Net increase in Members' Capital derived from investment activities	3,541,727	2,378,261
Distributions:		
Tax withholding on behalf of foreign investors	(21,233)	(25,000)
Total distributions	(21,233)	(25,000)
Members' Capital transactions:		
Proceeds from sales of Interests	65,538,828	39,826,616
Redemptions of Interests	(2,028,981)	(1,903,461)
Transfers of Interests	22,000	32,579,772
Net increase in Members' Capital derived from capital transactions	63,531,847	70,502,927
Net increase in Members' Capital	67,052,341	72,856,188
Members' Capital at beginning of period	72,856,188	--
Members' Capital at end of period	$139,908,529	$72,856,188

*Commencement of operations.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

Statements of Cash Flows

For the year ended January 31, 2007

	AETOS CAPITAL MULTI-STRATEGY ARBITRAGE FUND, LLC	AETOS CAPITAL DISTRESSED INVESTMENT STRATEGIES FUND, LLC	AETOS CAPITAL LONG/SHORT STRATEGIES FUND, LLC	AETOS CAPITAL MARKET NEUTRAL STRATEGIES FUND, LLC	AETOS CAPITAL OPPORTUNITIES FUND, LLC
CASH FLOWS USED IN OPERATING ACTIVITIES					
Purchases of Portfolio Funds	$(94,800,000)	$(40,000,000)	$(267,199,464)	$(32,000,000)	$(77,000,000)
Sales of Portfolio Funds	61,330,916	11,034,426	34,699,464	10,348,043	23,551,094
Net investment loss	(2,877,831)	(599,072)	(3,946,968)	(744,903)	(622,061)
Adjustments to reconcile net investment loss to net cash used in operating activities:					
Increase in prepaid investments	(60,000,000)	(7,000,000)	(10,000,000)	--	(9,000,000)
Decrease/(increase) in accrued income	(121,526)	(12,280)	80,089	26,386	(15,240)
Increase in prepaid tax withholding	--	(5,206)	--	--	--
Decrease/(increase) in receivable for sale of investments	(5,331,897)	(326,152)	905,124	--	(1,458,011)
Increase in due from investment manager	--	(489)	--	--	--
Decrease in deferred offering costs	--	--	--	--	14,425
Increase in investment management fees payable	80,987	27,510	169,292	11,993	42,726
Increase/(decrease) in administration fees payable	(11,657)	846	(5,156)	(5,226)	3,761
Increase/(decrease) in other accrued expenses	(1,307)	10,076	(1,672)	(1,403)	22,067
Net cash used in operating activities	(101,732,315)	(36,870,341)	(245,299,291)	(22,365,110)	(64,461,239)
DISTRIBUTIONS					
Tax withholding on behalf of foreign investors	(454,098)	(274,574)	(963,957)	(232,602)	(42,441)
Total distributions	(454,098)	(274,574)	(963,957)	(232,602)	(42,441)
CASH FLOWS FROM FINANCING ACTIVITIES					
Increase/(decrease) in sales of Interests received in advance	3,403,195	499,705	3,909,735	552,390	(11,925)
Proceeds from sales of Interests	98,597,798	39,449,483	232,971,335	23,497,767	65,538,828
Redemptions of Interests	(14,826,540)	(7,788,545)	(24,776,905)	(4,890,124)	(2,028,981)
Transfers of Interests	4,759,000	436,000	(1,659,000)	(3,558,000)	22,000
Net cash provided by financing activities	91,933,453	32,596,643	210,445,165	15,602,033	63,519,922
Net decrease in cash and cash equivalents	(10,252,960)	(4,548,272)	(35,818,083)	(6,995,679)	(983,758)
Cash and cash equivalents, beginning of year	12,780,371	5,464,545	37,766,882	10,294,185	1,528,500
Cash and cash equivalents, end of year	$ 2,527,411	$ 916,273	$ 1,948,799	$ 3,298,506	$ 544,742

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

Financial Highlights

AETOS CAPITAL MULTI-STRATEGY ARBITRAGE FUND, LLC

	2/1/06 - 1/31/07	2/1/05 - 1/31/06	2/1/04 - 1/31/05	2/1/03 - 1/31/04	8/21/02* - 1/31/03
Total return(1)	10.36%	6.48%	2.98%	13.17%	4.44%
Net assets, end of period (000's)	$ 447,632	$ 320,267	$ 245,964	$ 35,075	$ 1,092
Ratios to average net assets:					
Expenses, before waivers and reimbursements (2)(4)	0.95%	0.95%	1.07%	5.04%	43.96%(3)
Expenses, net of waivers and reimbursements (2)(4)	0.95%	0.95%	1.00%	1.13%	1.25%(3)
Net investment loss, before waivers and reimbursements	(0.75)%	(0.77)%	(0.96)%	(4.87)%	(43.95)(3)
Net investment loss, net of waivers and reimbursements	(0.75)%	(0.77)%	(0.89)%	(0.96)%	(1.24)(3)

Portfolio turnover rate (5)	16.80%	6.24%	0.00%	0.00%	0.00%

* Commencement of operations.
(1) Total return for periods less than one year have not been annualized. Tax withholding on behalf of certain investors is treated as a reinvested distribution.
(2) Expense ratios do not reflect the Fund's proportionate share of expenses of the Portfolio Funds.
(3) Annualized.
(4) The expense ratios do not include the Program fees charged separately to investors as described in Note 3 in the Notes to Financial Statements.
(5) Portfolio turnover rate for periods less than one year have not been annualized.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

Financial Highlights (continued)

	AETOS CAPITAL DISTRESSED INVESTMENT STRATEGIES FUND, LLC				
	2/1/06 - 1/31/07	2/1/05 - 1/31/06	2/1/04 - 1/31/05	2/1/03 - 1/31/04	8/21/02* - 1/31/03
Total return(1)	12.95%	8.46%	10.24%	22.13%	5.38%
Net assets, end of period (000's)	$ 109,967	$ 66,508	$ 45,254	$ 14,179	$ 2,355
Ratios to average net assets:					
Expenses, before waivers and reimbursements (2)(4)	1.08%	1.24%	1.55%	7.72%	22.93%(3)
Expenses, net of waivers and reimbursements (2)(4)	1.00%	1.00%	1.00%	1.18%	1.25%(3)
Net investment loss, before waivers and reimbursements	(0.76)%	(0.88)%	(1.50)%	(7.65)%	(22.92)(3)
Net investment loss, net of waivers and reimbursements	(0.68)%	(0.64)%	(0.95)%	(1.11)%	(1.24)(3)
Portfolio turnover rate (5)	13.69%	0.00%	0.00%	16.94%	0.00%

* Commencement of operations.
(1) Total return for periods less than one year have not been annualized. Tax withholding on behalf of certain investors is treated as a reinvested distribution.
(2) Expense ratios do not reflect the Fund's proportionate share of expenses of the Portfolio Funds.
(3) Annualized.
(4) The expense ratios do not include the Program fees charged separately to investors as described in Note 3 in the Notes to Financial Statements.
(5) Portfolio turnover rate for periods less than one year have not been annualized.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

Financial Highlights (continued)

	AETOS CAPITAL LONG/SHORT STRATEGIES FUND, LLC				
	2/1/06 - 1/31/07	2/1/05 - 1/31/06	2/1/04 - 1/31/05	2/1/03 - 1/31/04	8/21/02* - 1/31/03
Total return(1)	9.61%	11.66%	3.90%	12.88%	(0.89)%
Net assets, end of period (000's)	$ 738,210	$ 471,815	$ 325,337	$ 57,668	$ 3,562
Ratios to average net assets:					
Expenses, before waivers and reimbursements (2)(4)	0.92%	0.94%	1.05%	4.09%	18.87%(3)
Expenses, net of waivers and reimbursements (2)(4)	0.92%	0.94%	1.00%	1.14%	1.25%(3)
Net investment loss, before waivers and reimbursements	(0.65)%	(0.78)%	(0.95)%	(3.96)%	(18.86)(3)
Net investment loss, net of waivers and reimbursements	(0.65)%	(0.78)%	(0.90)%	(1.01)%	(1.24)(3)
Portfolio turnover rate (5)	6.13%	9.65%	4.06%	0.00%	20.87%

* Commencement of operations.
(1) Total return for periods less than one year have not been annualized. Tax withholding on behalf of certain investors is treated as a reinvested distribution.
(2) Expense ratios do not reflect the Fund's proportionate share of expenses of the Portfolio Funds.
(3) Annualized.
(4) The expense ratios do not include the Program fees charged separately to investors as described in Note 3 in the Notes to Financial Statements.
(5) Portfolio turnover rate for periods less than one year have not been annualized.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

Financial Highlights (continued)

	AETOS CAPITAL MARKET NEUTRAL STRATEGIES FUND, LLC				
	2/1/06 - 1/31/07	2/1/05 - 1/31/06	2/1/04 - 1/31/05	2/1/03 - 1/31/04	8/21/02* - 1/31/03
Total return(1)	3.68%	4.19%	1.84%	2.81%	0.13%
Net assets, end of period (000's)	$ 114,537	$ 95,585	$ 82,230	$ 14,120	$ 1,526
Ratios to average net assets:					
Expenses, before waivers and reimbursements (2)(4)	1.02%	1.09%	1.33%	8.79%	31.67%(3)
Expenses, net of waivers and reimbursements (2)(4)	1.00%	1.00%	1.00%	1.15%	1.25%(3)
Net investment loss, before waivers and reimbursements	(0.71)%	(0.74)%	(1.28)%	(8.69)%	(31.65)(3)
Net investment loss, net of waivers and reimbursements	(0.69)%	(0.65)%	(0.95)%	(1.05)%	(1.23)(3)
Portfolio turnover rate (5)	10.29%	0.00%	45.70%	0.00%	0.00%

* Commencement of operations.
(1) Total return for periods less than one year have not been annualized. Tax withholding on behalf of certain investors is treated as a reinvested distribution.
(2) Expense ratios do not reflect the Fund's proportionate share of expenses of the Portfolio Funds.
(3) Annualized.
(4) The expense ratios do not include the Program fees charged separately to investors as described in Note 3 in the Notes to Financial Statements.
(5) Portfolio turnover rate for periods less than one year have not been annualized.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

Financial Highlights (concluded)

	AETOS CAPITAL OPPORTUNITIES, LLC	
	2/1/06 - 1/31/07	5/27/05* - 1/31/06
Total return(1)	2.41%	4.94%
Net assets, end of period (000's)	$ 139,909	$ 72,856
Ratios to average net assets:		
Expenses, before waivers and reimbursements (2)(4)	1.05%	1.44%(3)
Expenses, net of waivers and reimbursements (2)(4)	1.04%	1.07%(3)
Net investment loss, before waivers and reimbursements	(0.57)%	(1.11)(3)
Net investment loss, net of waivers and reimbursements	(0.56)%	(0.74)(3)
Portfolio turnover rate (5)	24.26%	0.00%

* Commencement of operations.
(1) Total return for periods less than one year have not been annualized. Tax withholding on behalf of certain investors is treated as a reinvested distribution.
(2) Expense ratios do not reflect the Fund's proportionate share of expenses of the Portfolio Funds.
(3) Annualized.
(4) The expense ratios do not include the Program fees charged separately to investors as described in Note 3 in the Notes to Financial Statements.
(5) Portfolio turnover rate for periods less than one year have not been annualized.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

1. ORGANIZATION

The Aetos Capital Multi-Strategy Arbitrage Fund, LLC, the Aetos Capital Distressed Investment Strategies Fund, LLC, the Aetos Capital Long/Short Strategies Fund, LLC, the Aetos Capital Market Neutral Strategies Fund, LLC and the Aetos Capital Opportunities Fund, LLC (collectively the "Funds" and individually a "Fund") were formed in the state of Delaware as limited liability companies. The Funds are registered under the Investment Company Act of 1940, as amended (the "1940 Act"), as closed-end, non-diversified, management investment companies. Each of the Funds is a fund-of-funds. The Funds seek capital appreciation by allocating their assets among a select group of private investment funds (commonly known as hedge funds) ("Portfolio Funds") that utilize a variety of alternative investment strategies specific for each Fund to produce an attractive absolute return on invested capital, largely independent of the various benchmarks associated with traditional asset classes. Aetos Alternatives Management, LLC serves as the Investment Manager to the Funds.

The Funds operate under a master fund/feeder fund structure. Feeder Funds invest substantially all of their investable assets in the Funds. As of January 31, 2007 the Feeder Funds' beneficial ownership of their corresponding Master Funds' members' capital are 71%, 68%, 70%, 68% and 79% for the Aetos Capital Multi-Strategy Arbitrage Cayman Fund, Aetos Capital Distressed Investment Strategies Cayman Fund, Aetos Capital Long/Short Strategies Cayman Fund, Aetos Capital Market Neutral Strategies Cayman Fund and Aetos Capital Opportunities Cayman Fund, respectively.

The principal investment objective of each Fund is as follows:

Aetos Capital Multi-Strategy Arbitrage Fund, LLC seeks to produce an attractive absolute return on invested capital, largely independent of the various benchmarks associated with traditional asset classes, by allocating its assets among a select group of portfolio managers that utilize a variety of arbitrage strategies.

Aetos Capital Distressed Investment Strategies Fund, LLC seeks to produce an attractive absolute return on invested capital, largely independent of the various benchmarks associated with traditional asset classes, by allocating its assets among a select group of portfolio managers across a variety of distressed investment strategies.

Aetos Capital Long/Short Strategies Fund, LLC seeks to produce an attractive absolute return on invested capital, largely independent of the various benchmarks associated with traditional asset classes, by allocating its assets among a select group of portfolio managers across a variety of long/short strategies.

Aetos Capital Market Neutral Strategies Fund, LLC seeks to produce an attractive absolute return on invested capital, largely independent of the various benchmarks associated with traditional asset classes, by allocating its assets among a select group of portfolio managers across a variety of market neutral strategies.

1. ORGANIZATION (CONTINUED)

Aetos Capital Opportunities Fund, LLC (the "Opportunities Fund") seeks capital appreciation by investing its assets among a select group of alternative asset managers employing different absolute return investment strategies in pursuit of attractive risk-adjusted returns consistent with the preservation of capital.

The Funds may offer, from time to time, to repurchase outstanding members' interests ("Interests") pursuant to written tenders by members. Repurchase offers will be made at such times and on such terms as may be determined by the Funds' Board of Managers (the "Board") in its sole discretion. The Funds may offer to repurchase Interests four times each year, as of the last business day of March, June, September and December.

2. SIGNIFICANT ACCOUNTING POLICIES

The Funds' financial statements are prepared in conformity with accounting principles generally accepted in the United States of America. The following is a summary of the significant accounting policies followed by the Funds:

A. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires the Investment Manager to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from these estimates.

B. Portfolio Valuation and Security Transactions

The net asset values of the Funds are determined as of the close of business at the end of each month in accordance with the valuation principles set forth below or as may be determined from time to time pursuant to policies established by the Board.

Investments in Portfolio Funds are presented in the accompanying financial statements at fair value, as determined by the Funds' Investment Manager under the general supervision of the Board. Such fair value generally represents a Fund's pro-rata interest in the net assets of a Portfolio Fund as provided by the Portfolio Funds. The Investment Manager considers information provided by the Portfolio Funds regarding the methods they use to value underlying investments in the Portfolio Funds in determining fair value.

Considerable judgment is required to interpret the factors used to develop estimates of fair value. Accordingly, the estimates may not be indicative of the amounts the Fund could realize in a current

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Portfolio Valuation and Security Transactions (continued)

market exchange and the differences could be material to the financial statements. The use of different factors or estimation methodologies could have a significant effect on the estimated fair value.

Realized gains and losses from Portfolio Fund transactions are calculated on the identified cost basis. Investments are recorded on the effective date of the subscription in the Portfolio Fund.

C. Fund Income and Expenses

Each Fund bears its own expenses including, but not limited to: any taxes; organizational expenses; offering costs; investment-related expenses incurred by the Funds (e.g., fees and expenses charged by the Portfolio Managers and Portfolio Funds, placement fees, professional fees, custody and administrative fees). Most expenses of the Funds can be directly attributed to a particular Fund. Expenses which cannot be directly attributed are apportioned among the Funds based upon relative net assets or on another reasonable basis.

Interest income is recorded on an accrual basis and consists of interest earned on cash and cash equivalents.

Costs incurred with the initial registration and offering of Interests in the Opportunities Fund totaling $45,093 were deferred and were amortized over a period of one year, commencing with operations. As of January 31, 2007, such costs have been fully amortized.

D. Income Taxes

Each Fund intends to continue to be treated as a partnership for Federal income tax purposes. Each Member is responsible for the tax liability or benefit relating to the Member's distributive share of taxable income or loss. Accordingly, no provision for Federal income taxes is reflected in the accompanying financial statements. The Funds withhold and pay taxes on U.S. source income and U.S. effectively connected income, if any, allocated from Portfolio Funds to the extent such income is not exempted from withholding under the Internal Revenue Code and Regulations thereunder. The actual amount of such taxes is not known until all Form K-1s from Portfolio Funds are received, usually in the following tax year. Prior to the final determination the amount of tax is estimated based on information available. The final tax could be different from the estimated tax and the difference could be significant. Such withholdings are listed as distributions in the Statements of Changes in Members' Capital, and are allocated to the individual Members' Capital accounts to which they apply.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Distribution Policy

The Funds have no present intention of making periodic distributions of their net investment income or capital gains, if any, to Members. The amount and frequency of distributions, if any, will be determined in the sole discretion of the Board.

F. Distributions from Portfolio Funds

Distributions from Portfolio Funds will be classified as investment income or realized gains in the Statements of Operations, or alternatively, as a decrease to the cost of the investments based on the U.S. income tax characteristics of the distribution if such information is available. In cases where the tax characteristics are not available, such distribution will be classified as investment income.

G. Cash and Cash Equivalents

The Funds treat all highly liquid financial instruments that mature within three months as cash equivalents.

3. INVESTMENT MANAGER FEE, RELATED PARTY TRANSACTIONS AND OTHER

The Funds pay the Investment Manager a monthly management fee (the "Management Fee") at the annual rate of 0.75% of the net asset value of each Fund as of the last day of the month (before any repurchases of Interests). The Investment Manager is responsible for providing day-to-day investment management services to the Funds, and for providing various administrative services to the Funds.

The Investment Manager contractually agreed to reimburse the Funds in order to limit the Funds' other expenses (defined as total operating expenses excluding the Management Fee) at 0.25% (0.35% in the case of the Opportunities Fund) of each Fund's average monthly net assets, at least until May 31, 2007.

The Investment Manager may also be paid a Program fee outside of the Funds for services rendered to investors. The Program fee is paid directly by the investors at an annual rate of up to 0.50% of an investor's assets in the Funds. The Investment Manager may also be paid an annual performance-based incentive fee outside of the Funds based on the return of an investor's account with the Investment Manager.

SEI Investments Global Funds Services (the "Administrator") provides certain administration, accounting and investor services for the Funds. In consideration for such services, each Fund pays the Administrator a monthly fee based on month-end net assets at an annual rate of 0.12% on the first $250 million of net assets, 0.10% on net assets between $250 million and $500 million and 0.08% on net assets over $500 million, and will reimburse the Administrator for certain out-of-pocket expenses.

3. INVESTMENT MANAGER FEE, RELATED PARTY TRANSACTIONS AND OTHER (CONTINUED)

SEI Private Trust Company acts as custodian (the "Custodian") for the Funds' assets. In consideration for such services, each Fund pays the Custodian a monthly fee, based on month-end net assets, at an annual rate of up to 0.01%. Each Fund also pays the Custodian $3,000 annually to act as qualified Custodian for its Cayman feeder fund.

Each Member of the Board who is not an "interested person" of the Funds as defined by the 1940 Act receives an annual retainer of $25,000 and regular quarterly meeting fees of $2,500 per meeting (additional meeting fees are $500 per meeting). The Chairman of the audit committee receives an additional annual retainer of $1,500. Any Manager who is an "interested person" does not receive any annual or other fee from the Funds. All Managers are reimbursed by the Funds for reasonable out-of-pocket expenses.

Net profits or net losses of the Funds for each fiscal period are allocated among and credited to or debited against the capital accounts of Members as of the last day of each fiscal period in accordance with each Member's respective investment percentage for each Fund. Net profits or net losses are measured as the net change in the value of the net assets of a Fund during a fiscal period, before giving effect to any repurchases of Interests in the Fund, and excluding the amount of any items to be allocated among the capital accounts of the Members of the Fund, other than in accordance with the Members' respective investment percentages.

4. FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK

In the normal course of business, the Portfolio Funds in which the Funds invest trade various financial instruments and enter into various investment activities with off-balance sheet risk. These include, but are not limited to, short selling activities, writing option contracts, and equity swaps. The Funds' risk of loss in these Portfolio Funds is limited to the value of these investments reported by the Portfolio Funds.

5. CONCENTRATION OF RISK

The Funds invest primarily in Portfolio Funds that are not registered under the 1940 Act and invest in and actively trade securities and other financial instruments using different strategies and investment techniques, including leverage, that may involve significant risks. These Portfolio Funds may invest a high percentage of their assets in specific sectors of the market in order to achieve a potentially greater investment return. As a result, the Portfolio Funds may be more susceptible to economic, political, and regulatory developments in a particular sector of the market, positive or negative, and may experience increased volatility of the Portfolio Funds' net asset value. The Funds invest in a limited number of Portfolio Funds. Such concentration may result in additional risk.

Various risks are also associated with an investment in the Funds, including risks relating to the multi-manager structure of the Funds, risks relating to compensation arrangements and risks relating to the limited liquidity of Interests.

5. CONCENTRATION OF RISK (CONTINUED)

In the normal course of business, the Funds enter into contracts that contain a variety of representations which provide general indemnifications. Each Fund's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against each Fund that have not yet occurred. However, based on experience, the Funds expect the risk of loss to be remote.

6. INVESTMENT TRANSACTIONS

For the year ended January 31, 2007, purchases and sales of investments were as follows:

FUND	PURCHASES	SALES
Aetos Capital Multi-Strategy Arbitrage Fund, LLC	$ 94,800,000	$61,330,916
Aetos Capital Distressed Investment Strategies Fund, LLC	40,000,000	11,034,426
Aetos Capital Long/Short Strategies Fund, LLC	267,199,464	34,699,464
Aetos Capital Market Neutral Strategies Fund, LLC	32,000,000	10,348,043
Aetos Capital Opportunities Fund, LLC	77,000,000	23,551,094

7. INVESTMENTS

As of January 31, 2007, collectively the Funds had investments in forty-four Portfolio Funds, none of which were related parties. The following table lists the Funds' investments in Portfolio Funds as of January 31, 2007. The agreements related to investments in Portfolio Funds provide for compensation to the general partners/managers in the form of management fees of 1.0% to 2.0% (per annum) of the net assets and incentive fees or allocations of 10% to 20% of net profits earned. The Portfolio Funds provide for periodic redemptions, with lock-up provisions ranging from 3 months to 2 years from initial investment. The liquidity provisions shown in the table apply after any applicable lock-up provisions.

7. INVESTMENTS (CONTINUED)

AETOS CAPITAL MULTI-STRATEGY ARBITRAGE FUND, LLC

PORTFOLIO FUND NAME	STRATEGY	FAIR VALUE 1/31/2007	% OF MEMBERS' CAPITAL	LIQUIDITY*
Davidson Kempner Partners	Multi-Strategy/Event Arbitrage	$ 62,651,879	14.00 %	Quarterly
Farallon Capital Offshore Investors, Inc.	Multi-Strategy/Event Arbitrage	44,046,589	9.84	Annual
FFIP, L.P.	Fixed Income Arbitrage	36,013,951	8.05	Annual
Ishin Fund, LLC	Convertible Arbitrage	26,100,721	5.83	Annual
Lazard Emerging Income, L.P.	Fixed Income Arbitrage	26,250,319	5.86	Monthly
Parsec Trading Corp.	Fixed Income Arbitrage	15,623,254	3.49	Monthly
Pequot Credit Opportunities Fund, L.P.	Credit Strategies	22,229,885	4.97	Annual
Pequot Short Credit Fund, L.P.	Credit Strategies	9,222,141	2.06	Quarterly
Perry Partners, L.P.	Multi-Strategy/Event Arbitrage	34,564,195	7.72	Annual
Satellite Fund II, L.P.	Multi-Strategy/Event Arbitrage	35,102,243	7.84	Annual
South Hill Trading Corp.	Fixed Income Arbitrage	17,564,992	3.92	Monthly
Sowood Alpha Fund, L.P.	Multi-Strategy/Event Arbitrage	54,777,145	12.24	Annual
		$384,147,314	85.82 %	

AETOS CAPITAL DISTRESSED INVESTMENT STRATEGIES FUND, LLC

PORTFOLIO FUND NAME	STRATEGY	FAIR VALUE 1/31/2007	% OF MEMBERS' CAPITAL	LIQUIDITY*
Aurelius Capital Partners, L.P.	Distressed Investments	$ 30,291,525	27.55 %	Semi-Annual
King Street Capital, L.P.	Distressed Investments	29,880,355	27.17	Quarterly
One East Partners, L.P.	Distressed Investments	1,593,649	1.45	Quarterly
Silver Point Capital Fund, L.P.	Distressed Investments	26,469,027	24.07	Annual
Watershed Capital Partners, L.P.	Distressed Investments	14,331,915	13.03	Quarterly
		$102,566,471	93.27 %	

*The liquidity of the Portfolio Funds may be further restricted due to withdrawal limitations.

7. INVESTMENTS (CONTINUED)

AETOS CAPITAL LONG/SHORT STRATEGIES FUND, LLC

PORTFOLIO FUND NAME	STRATEGY	FAIR VALUE 1/31/2007	% OF MEMBERS' CAPITAL	LIQUIDITY*
Bay Pond Partners, L.P.	Long/Short Equity Investments	$ 53,184,043	7.20 %	Semi-Annual
Bay Resource Partners, L.P.	Long/Short Equity Investments	47,256,601	6.40	Annual
Cadmus Capital Partners (QP), L.P.	Long/Short Equity Investments	75,613,237	10.24	Quarterly
Cantillion Pacific, L.P.	Long/Short Equity Investments	16,709,503	2.26	Quarterly
Cantillion U.S., L.P.	Long/Short Equity Investments	13,848,975	1.88	Quarterly
Cavalry Technology, L.P.	Long/Short Equity Investments	64,924,619	8.80	Annual
The Elkhorn Fund, LLC	Long/Short Equity Investments	50,360,824	6.82	Quarterly
Highside Capital Partners, L.P.	Long/Short Equity Investments	66,393,253	8.99	Annual
Icarus Qualified Partners, L.P.	Short Equity Investments	16,056,007	2.18	Annual
JL Partners, L.P.	Long/Short Equity Investments	74,639,035	10.11	Quarterly
North River Partners, L.P.	Long/Short Equity Investments	43,313,497	5.87	Quarterly
Standard Global Equity Partners SA, L.P.	Long/Short Equity Investments	70,574,259	9.56	Annual
ValueAct Capital Partners III, L.P.	Long/Short Equity Investments	78,164,371	10.59	Annual
Viking Global Equities, L.P.	Long/Short Equity Investments	61,600,910	8.35	Annual
		$732,639,134	99.25 %	

AETOS CAPITAL MARKET NEUTRAL STRATEGIES FUND, LLC

PORTFOLIO FUND NAME	STRATEGY	FAIR VALUE 1/31/2007	% OF MEMBERS' CAPITAL	LIQUIDITY*
AQR Absolute Return Institutional Fund, L.P.	Multi-Strategy	$ 29,208,914	25.50 %	Quarterly
Bravura 99 Fund, L.P.	Low Beta/Market Neutral/Long Short	33,211,718	29.00	Quarterly
Cantillion U.S. Low Volatility L.P.	Low Beta/Market Neutral/Long Short	30,060,310	26.24	Quarterly
GMO Mean Reversion Fund	Quantitative Asset Allocation	19,677,542	17.18	Quarterly
		$112,158,484	97.92 %	

*The liquidity of the Portfolio Funds may be further restricted due to withdrawal limitations.

7. INVESTMENTS (CONTINUED)

AETOS CAPITAL OPPORTUNITIES FUND, LLC

PORTFOLIO FUND NAME	STRATEGY	FAIR VALUE 1/31/2007	% OF MEMBERS' CAPITAL	LIQUIDITY*
GMO U.S. Tactical Opportunities Fund (Onshore), L.P.	Long/Short Equity Investments	$ 13,899,240	9.93 %	Monthly
Joho Partners, L.P.	Long/Short Equity Investments	22,997,647	16.44	Semi-Annual
Pequot Short Credit Fund, L.P.	Credit Related	7,214,524	5.16	Quarterly
Sansar Capital, L.P.	Long/Short Equity Investments	2,046,734	1.46	Quarterly
Saras Capital Partners, L.P.	Long/Short Equity Investments	16,834,503	12.03	Annual
Scopia PX, LLC	Event-Driven	15,707,040	11.23	Quarterly
Sheffield Institutional Partners, L.P.	Event-Driven	9,470,511	6.77	Annual
Spindrift Partners, L.P.	Real Assets	19,499,144	13.94	Semi-Annual
Standard Pacific Asymmetric Opportunities Fund, L.P.	Credit Related	2,722,610	1.95	Annual
Venn Global Opportunities Fund L.P.	Long/Short Equity Investments	14,781,744	10.56	Quarterly
		$125,173,697	89.47 %	

*The liquidity of the Portfolio Funds may be further restricted due to withdrawal limitations.

8. SUBSEQUENT EVENTS

Through March 1, 2007, the Funds received the following contributions:

FUND	AMOUNT
Aetos Capital Multi-Strategy Arbitrage Fund, LLC	$44,963,183
Aetos Capital Distressed Investment Strategies Fund, LLC	12,727,393
Aetos Capital Long/Short Strategies Fund, LLC	68,802,473
Aetos Capital Market Neutral Strategies Fund, LLC	13,510,215
Aetos Capital Opportunities Fund, LLC	7,771,463

recorded the following transfers:

FUND	AMOUNT
Aetos Capital Multi-Strategy Arbitrage Fund, LLC	$11,981,000
Aetos Capital Distressed Investment Strategies Fund, LLC	2,967,000
Aetos Capital Long/Short Strategies Fund, LLC	(6,713,000)
Aetos Capital Market Neutral Strategies Fund, LLC	(8,235,000)
Aetos Capital Opportunities Fund, LLC	--

and paid no redemptions.

9. NEW ACCOUNTING PRONOUNCEMENTS

In June 2006, the Financial Accounting Standards Board ("FASB") issued FASB interpretation 48 ("FIN 48"), "ACCOUNTING FOR UNCERTAINTY IN INCOME TAXES". This standard defines the threshold for recognizing the benefits of tax-return positions in the financial statements as "more-likely-than-not" to be sustained by the taxing authority and requires measurement of a tax position meeting the more-likely-than-not criterion, based on the largest benefit that is more than 50 percent likely to be realized. FIN 48 is effective as of the beginning of the first fiscal year beginning after December 15, 2006. At adoption, companies must adjust their financial statements to reflect only those tax positions that are more-likely-than-not to be sustained as of the adoption date. Management continues to evaluate the application of the Interpretation to the Funds, and is not in position at this time to estimate the significance of its impact, if any, on the Funds' financial statements.

In September 2006, the FASB issued Statement on Financial Accounting Standards ("SFAS") No. 157, "FAIR VALUE MEASUREMENTS." This standard establishes a single authoritative definition of fair value, sets out a framework for measuring fair value and requires additional disclosures about fair value measurements. SFAS No. 157 applies to fair value measurements already required or permitted by existing standards. SFAS No. 157 is effective for financial statements issued for fiscal years beginning after November 15, 2007 and interim periods within those fiscal years. The changes to current generally accepted accounting principles from the application of this Statement relate to the definition of fair value, the methods used to measure fair value, and the expanded disclosures about fair value measurements. Management is currently evaluating the impact the adoption of SFAS No. 157 will have on the Funds' financial statement disclosures.

10. COMMITMENTS

At January 31, 2007, the Funds had made commitments to purchase underlying funds as follows:

FUND	AMOUNT
Aetos Capital Multi-Strategy Arbitrage Fund, LLC	
Farallon Capital Offshore Investors, Inc.	$30,000,000
HBK Fund, L.P.	30,000,000
	60,000,000
Aetos Capital Distressed Investment Strategies Fund, LLC	
One East Partners, L.P.	7,000,000
Aetos Capital Long/Short Strategies Fund, LLC	
Copper River Partners, L.P.	10,000,000
Aetos Capital Market Neutral Strategies Fund, LLC	--
Aetos Capital Opportunities Fund, LLC	
Sansar Capital, L.P.	13,000,000

Managers and Officers of the Funds (unaudited)

NAME, ADDRESS(1), AGE	POSITION(S) HELD WITH FUNDS	LENGTH OF TIME SERVED(2)	PRINCIPAL OCCUPATION(S) DURING THE PAST 5 YEARS/OTHER DIRECTORSHIPS(3) HELD BY BOARD MEMBER	NUMBER OF FUNDS IN THE FUND COMPLEX OVERSEEN BY MANAGER(4)
INDEPENDENT MANAGERS:				
Ellen Harvey 52	Manager	Since 2002	Senior Vice President, Mercantile Bankshares, February 2003-Present; Partner and Manager of Fixed Income, Brown Investment Advisory and Trust Co., April 2000-December 2002; Partner, Miller Anderson & Sherrerd/Morgan Stanley Dean Witter Investment Management, October 1984-January 2000.	5
Pierre de Saint Phalle 58	Manager	Since 2002	Managing Director and Consultant, Promontory Financial Group, March 2005-Present; Chairman, Atlantic Whitehall Funds, January 2004-Present; Managing Director and Chief Legal Officer, iFormation Group, November 2000-November 2003; Partner, Davis Polk & Wardwell, January 1983-October 2000.	5
Warren J. Olsen 50	Manager	Since 2003	Chairman and Chief Investment Officer, First Western Investment Management, September 2002-Present; President and CEO, IBJ Whitehall Asset Management Group, May 1999-February 2002.	5
INTERESTED MANAGERS:				
James M. Allwin(5) 53	Manager and Chairman of the Board	Since 2002	Chief Executive Officer, Aetos Capital, LLC, March 1999-Present; Advisory Director, Morgan Stanley Dean Witter & Co., January 1999-September 1999; President, Morgan Stanley Dean Witter Investment Management, 1996-January 1999.	5
Michael Klein(6) 48	Manager and President	Since 2003	Co-President, Aetos Alternatives Management and Managing Director, Aetos Capital, LLC, March 2000-Present; Managing Director, Morgan Stanley Dean Witter & Co. and President, Morgan Stanley Institutional Funds, June 1998-March 2000; Principal, Morgan Stanley Dean Witter & Co., August 1997-December 1999.	5

NAME, ADDRESS(1), AGE	POSITION(S) HELD WITH FUNDS	LENGTH OF TIME SERVED(2)	PRINCIPAL OCCUPATION(S) DURING THE PAST 5 YEARS/OTHER DIRECTORSHIPS(3) HELD BY BOARD MEMBER	NUMBER OF FUNDS IN THE FUND COMPLEX OVERSEEN BY MANAGER(4)
OFFICERS:				
Anne Casscells 48	Chief Investment Officer	Since 2002	Managing Director, Aetos Capital, LLC, October 2001-Present; Chief Investment Officer, Stanford Management Company, November 1998-September 2001; Managing Director of Investment Policy Research, Stanford University, April 1996-October 1998.	N/A
Scott Sawyer 38	Treasurer	Since 2004	Vice President, Aetos Capital, LLC, August 2004-Present; Client Portfolio Manager, GE Asset Management, 2002-July 2004; Manager of Fund Operations, GE Asset Management 2000-2002; Audit Manager, PricewaterhouseCoopers LLP, 1998-2000.	N/A
Harold J. Schaaff 46	Vice President and Secretary	Since 2002	General Counsel and Managing Director, Aetos Capital, LLC, March 2001-Present; President, Morgan Stanley Institutional Funds, March 2000-March 2001; Managing Director, Morgan Stanley Dean Witter & Co., December 1999-March 2001.	N/A

(1) Each Manager can be contacted by writing to Aetos Capital, LLC 875 Third Avenue, New York, NY 10022.
(2) Each Manager holds office until the next meeting of shareholders at which Managers are elected following his or her election or appointment and until his successor has been elected and qualified.
(3) Directorships of companies required to report to the Securities and Exchange Commission under the Securities Exchange Act of 1934 (i.e., "public companies") or other investment companies registered under the 1940 Act.
(4) The "Fund Complex" consists of all registered investment companies for which Aetos Alternatives Management, LLC or any of its affiliates serves as investment adviser.
(5) Mr. Allwin is considered to be an "interested person" of the Fund as defined in the 1940 Act because he is Chief Executive Officer of Aetos Capital, LLC.
(6) Mr. Klein is considered to be an "interested person" of the Fund as defined in the 1940 Act because he is a Managing Director of Aetos Capital, LLC.

For more information regarding the Managers and Officers, please refer to the Statement of Additional Information.

ITEM 2. CODE OF ETHICS.

The registrant has adopted a code of ethics that applies to the registrant's President and Treasurer. The registrant has not made any amendments to its code of ethics during the covered period. The registrant has not granted any waivers from any provisions of the code of ethics during the covered period.

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

(a)(1) The registrant's Board of Managers has determined that the registrant has at least one audit committee financial expert serving on the audit committee.

(a)(2) The audit committee financial expert is Warren J. Olsen. Mr. Olsen is independent as defined in Form N-CSR Item 3(a)(2).

ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES.

Fees billed by PricewaterhouseCoopers ("PwC") Related to the Fund.

PwC billed the Fund aggregate fees for services rendered to the Trust for the last two fiscal years as follows:

		FISCAL 2007			FISCAL 2006		
		All fees and services to the Fund that were pre-approved	All fees and services to service affiliates that were pre-approved	All other fees and services to service affiliates that did not require pre-approval	All fees and services to the Trust that were pre-approved	All fees and services to service affiliates that were pre-approved	All other fees and services to service affiliates that did not require pre-approval
(a)	Audit Fees(1)	$22,850	$0	$0	$20,500	$0	$0
(b)	Audit-Related Fees	$0	$0	$0	$0	$0	$0

(c)	Tax Fees(2)	$53,150	$0	$0	$27,750	$0	$0
(d)	All Other Fees	$0	$0	$0	$0	$0	$0

Notes:

(1) Audit fees include amounts related to the audit of the registrant's annual financial statements and services normally provided by the accountant in connection with statutory and regulatory filings.

(2) Tax fees relate to preparation of federal and state tax returns.

(e)(1) The audit committee has adopted pre-approval policies and procedures that require the audit committee to pre-approve all audit and non-audit services (including tax services) to be provided to the Fund and all non-auditing services to be provided to the Fund's investment adviser (or any affiliate thereof that provides ongoing services to the Fund) if such services relate directly to operations and financial reporting of the Fund.

(e)(2) Percentage of fees billed applicable to non-audit services pursuant to waiver of pre-approval requirement were as follows:

	FISCAL 2007	FISCAL 2006
Audit-Related Fees	0%	0%
Tax Fees	0%	0%
All Other Fees	0%	0%

(f) Not applicable.

(g) The aggregate non-audit fees and services billed by PwC for the last two fiscal years were $0 and $0 for Fiscal 2007 and Fiscal 2006, respectively.

(h) During the past fiscal year no non-audit services were provided by the registrant's principal accountant to either the registrant's investment adviser or to any entity controlling, controlled by, or under common control with the registrant's investment adviser that provides ongoing services to the registrant.

ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANTS.

Not applicable.

ITEM 6. SCHEDULE OF INVESTMENTS

Included as part of the report to shareholders filed under Item 1 of this Form.

ITEM 7. DISCLOSURE OF PROXY VOTING POLICIES AND PROCEDURES FOR CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

AETOS ALTERNATIVES MANAGEMENT, LLC
PROXY VOTING POLICY

I. INTRODUCTION

This policy sets forth Aetos Alternatives Management, LLC ("AAM") policies and procedures for voting proxies with respect to portfolio securities held in the accounts for which AAM provides discretionary investment management services and for which AAM has the explicit authority to vote their proxies. The policy will be reviewed and, if necessary, updated periodically to address new or revised proxy voting issues as they arise.

As an investment manager for various clients, including clients governed by the Employee Retirement Income Security Act of 1974, as amended ("ERISA"), AAM may vote proxies as part of its authority to manage, acquire and dispose of client account assets, unless the "named fiduciary" for an ERISA account has explicitly reserved the authority for itself, or in the case of an account not governed by ERISA, the

client investment management agreement does not provide that AAM will vote proxies. When voting proxies for client accounts, AAM will make voting decisions solely in the best interests of its clients and its ERISA plan clients and beneficiaries and participants, considering all relevant factors and without undue influence from individuals or groups who may have an economic interest in the outcome of a proxy vote. In fulfilling its obligations to its clients, AAM will act in a manner it deems prudent and diligent and which is intended to enhance the economic value of the underlying portfolio securities held in its clients' accounts.

II. ROUTINE CORPORATE MATTERS

AAM will generally, although not always, vote in support of management on matters which are common management-sponsored initiatives, provided that, in AAM's opinion, approval of such initiatives will not detract from the economic value of the company's securities held in AAM client accounts. These matters are set out below:

(i) Appointment or election of auditors;
(ii) Routine elections or re-elections of directors;
(iii) Director's liability and indemnification;
(iv) General updating/corrective amendments to charter;
(v) Name changes;
(vi) Elimination of cumulative voting; and
(vii) Elimination of preemptive rights.

III. ISSUES HAVING THE POTENTIAL FOR MAJOR ECONOMIC IMPACT

A. AAM will generally, although not always, vote in support of management initiatives which may have a substantive financial or best interest impact, provided that, in AAM's opinion, approval of such initiatives will not detract from the economic value of the company's securities held in AAM client accounts. These matters are set out below:

(i) Capitalization changes which eliminate other classes of stock and voting rights;
(ii) Changes in capitalization authorization for stock splits, stock dividends, and other specified needs which are no more than 50% of the existing authorization;
(iii) Stock purchase plans with an exercise price of not less than 85% of fair market value;
(iv) Stock option plans that are incentive based and not excessive;
(v) Other stock-based plans which are appropriately structured;
(vi) Reductions in supermajority vote requirements; and
(vii) Adoption of anti-greenmail provisions.

B. AAM will generally not vote in support of management on certain issues which have a potential substantive financial or best interest impact when AAM believes that approval of the proposal may negatively impact the economic value of the company's securities held in AAM client accounts. These matters are set out below:

(i) Capitalization changes which add classes of stock which are blank check in nature or that dilute the voting interests of existing shareholders;
(ii) Changes in capitalization authorization where management does not offer an appropriate rationale or that are contrary to the best interest of existing shareholders;
(iii) Anti-takeover and related provisions which serve to prevent the majority of shareholders from exercising their rights or effectively deter appropriate tender offers and other offers;
(iv) Amendments to by-laws which would require supermajority shareholder votes to pass or repeal certain provisions;
(v) Classified boards of directors;
(vi) Reincorporation into a state which has more stringent anti-takeover and related provisions;
(vii) Shareholder rights plans which allow appropriate offers to shareholders to be blocked by the board or trigger provisions which prevent legitimate offers from proceeding;
(viii) Excessive compensation or non-salary compensation related proposals;

(ix) Change-in-control provisions in non-salary compensation plans, employment contracts and severance agreements that benefit management and would be costly to shareholders if triggered; and

(x) "Other business as properly comes before the meeting" proposals which give a blank check to those acting as proxy.

IV. SOCIAL AND CORPORATE RESPONSIBILITY ISSUES

AAM, believing that management's job is to handle ordinary business matters, and not wanting to arbitrarily impose a judgment on such matters, usually votes with management on these proposals. Third party analyses of these issues are taken into account. If an issue will, in our view negatively impact the investment merits of a company, we will oppose it.

V. CONFLICT OF INTERESTS

Situations may arise where there are material conflicts between AAM's interest and those of its advisory clients. AAM may resolve potential conflicts by using any of the following methods: (1) adopting a policy of disclosing the conflict to clients and obtaining their consent before voting: (2) basing the proxy vote on pre-determined voting guidelines if the application of the guidelines to the matter do not involve the exercise of discretion on the part of AAM; or (3) using the recommendations of an independent third party.

VI. PROXY VOTING RECORD RETENTION

AAM retains the following records: (1) proxy voting policies and procedures; (2) proxy statements; (3) records of votes cast on behalf of clients; (4) records of clients' requests for proxy voting information; and (5) any documents prepared by or on behalf of AAM that were material in making decisions on how to vote. AAM retains the above-mentioned records for a minimum of five years.

VII. PROXY ADMINISTRATION

AAM's internal Proxy Committee (the "Committee") develops the firm's positions on all major corporate issues, creates guidelines, and oversees the voting process. The Committee, comprised of the Chief Investment Officer, Chief Operating Officer, and General Counsel, analyzes types of proposals based on whether they would adversely affect shareholder's interests and make a company less attractive to own. In evaluating proxy proposals each year, the Committee relies upon our own knowledge of each company and its management, independent research provided by third parties, and information presented by company managements and shareholder groups.

Once the Committee establishes its recommendations, they are distributed to AAM's Portfolio Management Group as voting guidelines. Ultimately, the investment professional primarily accountable for a portfolio is responsible for votes on companies in that portfolio. Most vote consistent with AAM's guidelines. Occasionally, some will take an independent view on certain issues and vote differently. When an investment professional casts votes which are counter to the Committee's guidelines, they are required to document their reasons in writing for the Committee. Annually, the Board of Managers of the AAM Funds will review AAM's proxy voting process, policies, and voting records.

ITEM 8. PORTFOLIO MANAGERS OF CLOSED-END MANAGEMENT INVESTMENT COMPANIES

(a)(1)

INVESTMENT MANAGEMENT TEAM

NAME & TITLE (YEARS OF SERVICE)

Anne Casscells Managing Director and Chief Investment Officer, Aetos Alternatives Management, LLC (5)	Co-President and Chief Investment Officer, Aetos Alternatives Management, LLC and Managing Director, Aetos Capital, LLC, October 2001-Present; Chief Investment Officer, Stanford Management Company, November 1998-September 2001; Managing Director of Investment Policy Research, Stanford University, April 1996-October 1998.

James Gibbons Managing Director and Portfolio Manager, Aetos Alternatives Management, LLC (5)	Managing Director and Portfolio Manager, Aetos Alternatives Management LLC, July 2002-Present; Senior Vice President, Evaluation Associates Capital Markets, January 1998-June 2002.
Michael Klein Managing Director, Aetos Alternatives Management, LLC (5)	Co-President, Aetos Alternatives Management, LLC and Managing Director, Aetos Capital, LLC, March 2000-Present; Managing Director, Morgan Stanley Dean Witter & Co. and President, Morgan Stanley Institutional Funds, June 1998-March 2000; Principal, Morgan Stanley Dean Witter & Co., August 1997-December 1999.

(a)(2)(i), (ii), (iii)

The following tables show information regarding accounts (other than the Fund) managed by each named portfolio manager as of January 31, 2007.

(a)(2)(i), (ii), (iii)

The following tables show information regarding accounts (other than the Fund) managed by each named portfolio manager as of January 31, 2007.

Anne Casscells James Gibbons Michael Klein	Number of Accounts	Total Assets in Accounts ($ million)	Number of Accounts where Advisory Firm's Fee is Based on Account Performance	Total Assets in Accounts where Advisory Firm's Fee is Based on Account Performance ($ million)
Registered Investment Companies	None	N/A	N/A	N/A
Other Pooled Investment Vehicles	None	N/A	N/A	N/A
Other Accounts	8	$2,638	5	$2,032

(a)(2)(iv)

MATERIAL CONFLICTS OF INTEREST

The Investment Manager manages multiple accounts for multiple clients. In addition to the Funds, these other accounts may include separate accounts, collective trusts, or offshore funds. The Investment Manager manages

potential conflicts between funds or with other types of accounts through allocation policies and procedures, internal review processes, and oversight by directors and independent third parties. The Investment Manager has developed trade allocation procedures and controls to ensure that no one client, regardless of type, is intentionally favored at the expense of another. Allocation policies are designed to address potential conflicts in situations where two or more funds or accounts participate in investment decisions involving the same securities.

(a)(3)

DESCRIPTION OF COMPENSATION

Professionals employed by the Investment Manager are subject to a compensation structure that includes base salary and a discretionary bonus. Bonuses are variable and depend on many factors, including firm, business unit and individual performance relative to established benchmarks and criteria. Individuals that consistently exceed performance objectives are eligible for promotions and/or equity participation in the firm. Officers are also eligible to share in the net profits of the business under a profit participation plan. Participation amounts are determined on the basis of performance and contribution. In addition, all managing directors of the Investment Manager have a common equity membership in Aetos Capital, LLC.

(a)(4)

OWNERSHIP OF SECURITIES

As of January 31, 2007 the portfolio managers owned Interests of the Fund as follows:

Anne Casscells	$100,001-500,000

James Gibbons	$50,001-100,000
Michael Klein	$10,001-50,000

(b) Not applicable

ITEM 9. PURCHASES OF EQUITY SECURITIES BY CLOSED-END MANAGEMENT COMPANY AND AFFILIATED PURCHASERS.

Not applicable as Interests of the Fund are not registered pursuant to Section 12 of the Exchange Act.

ITEM 10. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS.

There were no matters submitted to a vote of Security Holders during the covered period.

ITEM 11. CONTROLS AND PROCEDURES.

(a) The certifying officers, whose certifications are included herewith, have evaluated the registrant's disclosure controls and procedures within 90 days of the filing date of this report. In their opinion, based on their evaluation, the registrant's disclosure controls and procedures are adequately designed, and are operating effectively to ensure, that information required to be disclosed by the registrant in the reports it files or submits under the Securities Exchange Act of 1934 is recorded, processed, summarized and reported within the time periods specified in the Securities and Exchange Commission's rules and forms.

(b) There were no significant changes in the registrant's internal control over financial reporting that occurred during the registrant's last fiscal half-year that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

ITEMS 12. EXHIBITS.

(a)(1) Code of Ethics attached hereto.

(a)(2) A separate certification for the principal executive officer and the principal financial officer of the registrant as required by Rule 30a-2(a) under the Investment Company Act of 1940, as amended (17 CFR 270.30a-2(a)), are filed herewith.

(b) Officer certifications as required by Rule 30a-2(b) under the Investment Company Act of 1940, as amended (17 CFR 270.30a-2(b)) also accompany this filing as an Exhibit.

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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant) Aetos Capital Distressed Investment Strategies Fund, LLC

By (Signature and Title)* /s/ Michael F. Klein

Michael F. Klein, President

Date: 4/04/07

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By (Signature and Title)* /s/ Michael F. Klein

Michael F. Klein, President

Date: 4/04/07

By (Signature and Title)* /s/ Scott D. Sawyer

Scott D. Sawyer, Treasurer

Date: 4/04/07

* Print the name and title of each signing officer under his or her signature.

DOCUMENT TYPE: EX-99.CODE ETH

CODE OF ETHICS FOR COVERED OFFICERS OF
INVESTMENT COMPANIES ADVISED BY AETOS ALTERNATIVES MANAGEMENT, LLC

The Board of Managers of each registered investment company listed on Schedule A hereto (each a "Fund" and collectively, the "Funds") has adopted the following Code of Ethics (the "Code") applicable to its President and Treasurer ("Covered Officers") of Funds advised by Aetos Alternatives Management, LLC ("Aetos") to ensure the continuing integrity of financial reporting and transactions. The Covered Officers covered by the Code are listed on Schedule B hereto.

I. SEPARATE CODE

This Code is the sole code of ethics adopted by the Funds for purposes of Section 406 of the Sarbanes-Oxley Act of 2002. Insofar as any other code of ethics previously adopted by Aetos sets forth the fundamental principles and key policies and procedures that govern the conduct of all of Aetos' employees, including the Covered Officers, such prior code of ethics is superceded by this Code to the extent that such principles, policies and procedures conflict with the provisions of this Code. The Funds' and Aetos' codes of ethics under Rule 17j-1 under the Investment Company Act of 1940 (the "Investment Company Act") are separate requirements applying to the Covered Officers and others, and are not part of this Code. In addition to this Code or any other code of ethics previously adopted by Aetos, the Investment Company Act and the Investment Advisers Act of 1940 (the "Advisers Act") and rules promulgated thereunder contain many specific provisions designed to protect the Funds from conflicts of interest and overreaching. Any conduct by Covered Officers required by specific Investment Company Act or Advisers Act provisions or the rules thereunder is presumed to be in compliance with this Code. Each Covered Officer is accountable for his or her adherence to this Code and Aetos' policies. Any violation of this Code by a Covered Officer may result in disciplinary action, including immediate dismissal.

II. REQUIREMENTS

All Covered Officers must:

1. Engage in and promote honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;

2. Act responsibly in producing and produce, full, fair, accurate, timely, and understandable disclosure in reports and documents that the Funds file with, or submit to, the Securities and Exchange Commission (the "SEC") and in other public communications made by the Funds;

3. Comply with applicable governmental laws, rules and regulations;

4. Promptly report suspected material violations of this Code, including violations of securities laws or other laws, rules and regulations applicable to the Funds, to Aetos' General Counsel and the Audit Committee; and

5. Promote accountability for adherence to the Code.

Each Covered Officer must act with integrity, including being honest and candid while still maintaining the confidentiality of information where required by law or Aetos' policies, and place the interests of the Funds before the Covered Officer's own personal interests.

Each Covered Officer is required to familiarize himself with the disclosure requirements applicable to each Fund and must not knowingly misrepresent or fail to disclose, or cause others to misrepresent or fail to disclose, material facts about a Fund to others, including, but not limited to, officers and counsel to Aetos and the Funds, and their respective independent managers, independent auditors and governmental regulators. Each Covered Officer should, to the extent appropriate within his area of responsibility, consult with other officers and employees of the Funds and Aetos with the goal of promoting full, fair, accurate, timely and understandable disclosure in the reports and documents the Funds file with, or submit to, the SEC and in other public communications made by the Funds.

It is the responsibility of each Covered Officer to promote compliance with the standards and restrictions imposed by applicable laws, rules and regulations.

III. AVOIDANCE OF CONFLICTS

The overarching principle of this Code is that the personal interests of a Covered Officer should not be placed improperly before the interests of the Funds. As a result, each Covered Officer must: (i) handle any actual or apparent conflict of interest in an ethical manner; (ii) not use his or her personal influence or personal relationships to influence investment decisions or financial reporting by a Fund whereby the Covered Officer would benefit personally (directly or indirectly) to the detriment of the Fund; (iii) not cause a Fund to take action, or fail to take action, for the personal benefit of the Covered Officer rather than the benefit of such Fund; and (iv) not use material non-public knowledge pertaining to a Fund.

IV. COMPLIANCE AND ANNUAL ACKNOWLEDGMENT

Each Fund will follow certain procedures in investigating and enforcing this Code, including, but not limited to, the following: (i) all violations and potential violations will be reported to the General Counsel of Aetos; (ii) the General Counsel of Aetos will take all appropriate action to investigate any potential violations; (iii) if the General Counsel of Aetos determines that a violation has occurred, he or she will take all appropriate disciplinary or preventive action and inform the Board of Managers of the Fund of his or her decision; and (iv) all changes to or waivers of this Code will, to the extent required, be disclosed on Form N-CSR or otherwise as provided by SEC rules.

Each Covered Officer is required: (i) upon receipt of the Code, to sign and submit to the General Counsel an acknowledgment stating that he or she has received, read and understands the Code; (ii) annually thereafter to submit a statement to the General Counsel confirming that he or she has received, read and understands the Code and has complied with the requirements of the Code; (iii) not to retaliate against any employee subordinate to the Covered Officer for reports of potential violations that are made in good faith; and (iv) to notify the General Counsel of Aetos, as appropriate, if the Covered Officer observes any irregularities or violations of this Code.

V. AMENDMENTS AND WAIVERS

Except with respect to Schedules A and B hereto, which may be updated at any time, this Code may be amended only by the Board of Managers of each Fund at a meeting of the Board of Managers duly called for that purpose. Waivers, as defined in Form N-CSR, from this Code may be granted only by the Board of Managers of each affected Fund at a meeting of the Board of Managers duly called for that purpose.

Date: October 15, 2003

APPENDIX A

NAME OF FUND

AETOS CAPITAL MULTI-STRATEGY ARBITRAGE FUND, LLC

AETOS CAPITAL DISTRESSED INVESTMENT STRATEGIES FUND, LLC

AETOS CAPITAL LONG/SHORT STRATEGIES FUND, LLC

AETOS CAPITAL MARKET NEUTRAL STRATEGIES FUND, LLC

AETOS CAPITAL OPPORTUNITIES FUND, LLC

APPENDIX B

NAME OF OFFICER	TITLE
Michael F. Klein	President

Scott D. Sawyer Treasurer

DOCUMENT TYPE: EX-99.CERT

CERTIFICATION
PURSUANT TO SECTION 302
OF THE SARBANES-OXLEY ACT OF 2002

I, Michael F. Klein, certify that:

1. I have reviewed this report on Form N-CSR of Aetos Capital Distressed Investment Strategies Fund, LLC;

2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;

3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations, changes in net assets, and cash flows (if the financial statements are required to include a statement of cash flows) of the registrant as of, and for, the periods presented in this report;

4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) and internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940)for the registrant and have:

(a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

(b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

(c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of a date within 90 days prior to the filing date of this report based on such evaluation; and

(d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal half-year (the registrant's second fiscal half-year in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and

5. The registrant's other certifying officer(s) and I have disclosed to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):

(a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize, and report financial information; and

(b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: April 4, 2007

/s/ Michael F. Klein
\- ---------------------------------
Michael F. Klein
President

DOCUMENT TYPE: EX-99.CERT

CERTIFICATION
PURSUANT TO SECTION 302
OF THE SARBANES-OXLEY ACT OF 2002

I, Scott D. Sawyer, certify that:

1. I have reviewed this report on Form N-CSR of Aetos Capital Distressed Investment Strategies Fund, LLC;

2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;

3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations, changes in net assets, and cash flows (if the financial statements are required to include a statement of cash flows) of the registrant as of, and for, the periods presented in this report;

4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) and internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940)for the registrant and have:

(a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

(b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

(c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of a date within 90 days prior to the filing date of this report based on such evaluation; and

(d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal half-year (the registrant's second fiscal half-year in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and

5. The registrant's other certifying officer(s) and I have disclosed to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):

(a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize, and report financial information; and

(b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: April 4, 2007

/s/ Scott D. Sawyer
\- ----------------------------------
Scott D. Sawyer
Treasurer

DOCUMENT TYPE: EX-99.906CERT

CERTIFICATION
Pursuant to Section 906
of the Sarbanes-Oxley Act of 2002

The undersigned, the President of Aetos Capital Distressed Investment Strategies Fund, LLC (the "Fund"), with respect to the Fund's Form N-CSR for the period ended January 31, 2007 as filed with the Securities and Exchange Commission, hereby certifies, pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, that, to the best of my knowledge:

1. such Form N-CSR fully complies with the requirements of section 13(a) or 15(d) of the Securities Exchange Act of 1934; and

2. the information contained in such Form N-CSR fairly presents, in all material respects, the financial condition and results of operations of the Fund.

Dated: April 4, 2007

/s/ Michael F. Klein

Michael F. Klein

DOCUMENT TYPE: EX-99.906CERT

CERTIFICATION
Pursuant to Section 906
of the Sarbanes-Oxley Act of 2002

The undersigned, the Treasurer of Aetos Capital Distressed Investment Strategies Fund, LLC (the "Fund"), with respect to the Fund's Form N-CSR for the period ended January 31, 2007 as filed with the Securities and Exchange Commission, hereby certifies, pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, that, to the best of my knowledge:

1. such Form N-CSR fully complies with the requirements of section 13(a) or 15(d) of the Securities Exchange Act of 1934; and

2. the information contained in such Form N-CSR fairly presents, in all material respects, the financial condition and results of operations of the Fund.

Dated: April 4, 2007

/s/ Scott D. Sawyer

Scott D. Sawyer