

HFR Media Reference Guide

Alternative Investment Industry Performance and Trends



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Hedge Fund Research, Inc.

HEDGE FUND INDUSTRY SURPASSES \$2 TRILLION MILESTONE

*Investor inflows in 1Q11 highest since 3Q07;
Broad-based asset gains across fund strategies and sizes*

CHICAGO (April 19, 2011) – Total capital invested in the global hedge fund industry exceeded \$2 trillion for the first time in its history, according to data released today by Hedge Fund Research, Inc. (HFR), the leading provider of hedge fund industry data. Total industry assets rose to \$2.02 trillion, an increase of \$102 billion in 1Q11, surpassing the previous record of \$1.93 trillion, set in 2Q08. The current asset level reflects an increase of over 50 percent from the Financial Crisis low of \$1.33 Trillion in 1Q09. Investors allocated \$32 billion in net new capital in 1Q, the largest quarterly net inflow since 3Q07.

All strategy areas experienced inflows for the quarter, with the distribution of flows suggesting that allocators hold constructive yet dispersed views of the best strategic opportunities across the industry. Relative Value Arbitrage and Macro strategies posted the largest investor inflows, with each capturing approximately \$12 billion. Relative Value Arbitrage strategies, encompassing exposure to fixed income, convertible securities and credit markets, have posted monthly performance gains in 26 of 27 months since December 2008. Event Driven strategies experienced the smallest capital inflows, attracting \$2.2 billion, despite producing the strongest area of industry performance in both 2010 and 1Q11, with gains of +11.9 percent and +3.54 percent. Investors allocated \$6.4 billion to Equity Hedge strategies in 1Q11, more than double the \$2.6 billion of inflow from FY 2010.

Inflows strong across all firm capitalizations as risk tolerance returns

Investors allocated new capital to funds of all asset tiers, reflecting a moderation of the capital concentration in the industry's largest firms. Though firms with less than \$250 million manage less than 4 percent of total industry capital, these received nearly 7 percent of 1Q inflows. Firms with capital in excess of \$5 billion received just over half of the 1Q inflow, slightly moderating the 63 percent of total industry capital managed by these firms. Fund of Funds experienced an inflow of nearly \$4.8 billion, the largest quarterly inflow since 2Q08.

Across the industry, nearly 72 percent of all hedge funds experienced capital inflows for the quarter, while nearly two-thirds of all funds have reached their high watermarks in the trailing 12 months.

“The growth of the industry to surpass significant threshold levels of both investor capital and fund performance validates that the hedge fund industry has completed its recovery from the financial crisis,” stated Kenneth J. Heinz, President of Hedge Fund Research (HFR). “The strategic and structural qualities of investor accessibility and transparency, which have defined the evolution of the industry in past two years, will serve as the primary catalysts for growth to surpass future milestones.”

HFR Industry Products & Indices

HFR Database

Comprised of over 6,700 hedge funds and fund of funds, HFR Database is the definitive source of hedge fund performance and information.

HFR FOF Database & Directory

HFR FOF Database & Directory provides investors with up-to-the-moment quantitative data and two-page state-of-the-art analytical reports on over 1,800 Global Fund of Funds from HFR Database.

HFR Industry Reports

HFR Global Hedge Fund Industry Report: First Quarter 2011

Over 170 updated charts and graphs - a snapshot of the state of the alternative investment industry.

HFRX™ Indices

The leading fully-transparent global, strategy, regional and currency indices providing daily and monthly returns representing the entire industry.

HFRI Indices

The benchmarks of fund performance. 30 different categories by strategy, including the HFRI Fund Weighted Composite, which accounts for over 2,000 funds listed on the HFR Database. Also: HFR's exclusive HFRI FOF Sub-Strategy Indices.

HFR ManagerLink

Hedge Fund Managers report performance to HFR Database by using HFR ManagerLink, our simple web-based interface for adding and updating fund information.

HFR FOF Database & Directory

The HFR FOF Database combines HFR's industry-leading accurate and timely hedge fund data with an accompanying Directory of two-page state-of-the-art analytical reports providing investors with up-to-the-moment quantitative data and analysis on every FOF in the HFR Database.



HFR FOFDB Highlights:

FRESH performance data, RECENTLY submitted by a BROAD spectrum of funds EACH and EVERY update

HFR works directly with FUND MANAGERS to gain the most up-to-date and accurate fund info possible. We do not work with third party data providers. HFR FOF Database is updated bi-weekly.

New FOFs added with every release

Since its commercial debut in April 2003, the Database has more than quadrupled its fund coverage and now includes over 1,800 FOFs.

Two-page custom PDF profiles provide in-depth descriptive and graphical information on each fund

State-of-the-art quantitative and qualitative analytical reports included as part of the Database. Updated reports are available bi-weekly for subscriber download.

Top 50 FOFs Rankings available to subscribers

Easy to Use listings sorted by Rate of Return, Sharpe Ratio, and Standard Deviation in 1, 3, and 5 year intervals give a clear view of the best performing funds on a bi-weekly basis.

Database includes full Fund Contact, ROR and AUM data in MS Access and Excel format

Exported directly from HFR Database's internal universe of over 16,000 hedge funds and fund of funds.



HFR GLOBAL HEDGE FUND INDUSTRY REPORT

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FIRST QUARTER 2011

Hedge Fund Research, Inc. (HFR) is the global leader in the alternative investment industry. Established in 1993, HFR specializes in the areas of indexation and analysis of hedge funds. HFR Database, the most comprehensive resource available for hedge fund investors, includes fund-level detail on historical performance and assets, as well as firm characteristics on both the broadest and most influential hedge fund managers. HFR has developed the industry's most detailed fund classification system, enabling granular and specific queries for relative performance measurement, peer group analysis and benchmarking. HFR produces over 100 indices of hedge fund performance ranging from industry-aggregate levels down to specific, niche areas of sub-strategy and regional investment focus. With performance dating back to 1990, the HFRI Fund Weighted Composite Index is the industry's most widely used standard benchmark of hedge fund performance globally. The HFR suite of Analysis Products leverages the HFR Database to provide detailed, current, comprehensive and relevant aggregate reference points on all facets of the hedge fund industry. HFR also offers consulting services for clients seeking customized top-level or more nuanced analysis.

*For the hedge fund industry's leading investors and hedge fund managers,
Hedge Fund Research is The Institutional Standard*

HFR Database now includes Enhanced HFRI / HFRX Index Constituent Tables

About HFR Database

The licensed/redistributed HFR Database, currently comprised of over 6,600 funds and fund of funds, is available to all accredited investors. Information on our hedge fund universe of established and emerging managers is collected directly from the fund managers and/or their respective offshore administrators, while other pertinent information is culled from offering memoranda, onsite visits, and due diligence interviews.

HFR Database is utilized globally by thousands of accredited investors at leading banks, brokerage firms, investment advisors, wealth managers, funds of hedge funds, hedge funds, academic institutions, foundations, endowments, family offices and sovereign wealth funds. All client relationships are confidential in nature.



Hedge Fund Research believes that accurate information on fund managers is critical to any alternative investment enterprise. To that end, our analysts have monitored and tracked performance and administrative data internally on over 16,000 historically, covering both domestic and international funds, offering comprehensive information not available from other commercial data providers. HFR's dedicated Research Staff searches for new funds to add to the Database on a daily basis.

► **HFR provides subscribers with an unparalleled breadth of fresh information with daily updates**

- HFRDatabase.com is updated daily with fresh data & information, recently submitted by a broad spectrum of funds. New fund data is added by HFR staff or by the fund managers themselves. We do not work with third party data providers

► **HFR works directly with FUND MANAGERS to gain the most up-to-date and accurate fund info possible**

- HFR requests that our client fund managers report performance by the 15th of each month. We also directly integrate the fund manager with HFR Database by providing them with their own website for updating their fund profile. In this manner HFR ensures current and accurate fund data that flows seamlessly from fund managers to subscribers.

► **Database includes Administrative, ROR, AUM, Instruments and Region fund data**

- Full Database details and field definitions available at www.HedgeFundResearch.com.



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HFRI Monthly Indices – YTD 2011 Monthly Performance

Strategy Indices	Jan-11	Feb-11	Mar-11	Apr-11	YTD 2011
HFRI Equity Hedge (Total) Index	0.42	1.27	0.51	1.37	3.61
HFRI EH: Equity Market Neutral Index	0.73	0.43	0.38	0.39	1.94
HFRI EH: Quantitative Directional	(0.21)	2.06	0.39	1.44	3.72
HFRI EH: Sector - Energy/Basic Materials Index	0.85	3.05	(0.65)	0.44	3.71
HFRI EH: Sector - Technology/Healthcare Index	1.10	2.22	0.78	3.23	7.52
HFRI EH: Short Bias Index	(0.27)	(3.21)	(2.32)	(2.11)	(7.70)
HFRI Event-Driven (Total) Index	1.69	1.35	0.47	1.17	4.75
HFRI ED: Distressed/Restructuring Index	1.63	1.36	0.37	1.15	4.58
HFRI ED: Merger Arbitrage Index	0.63	0.72	0.25	0.75	2.36
HFRI ED: Private Issue/Regulation D Index	4.51	3.57	0.85	1.51	10.81
HFRI Macro (Total) Index	(0.73)	1.27	(1.09)	2.82	2.23
HFRI Macro: Systematic Diversified Index	(1.12)	1.60	(1.82)	4.12	2.69
HFRI Relative Value (Total) Index	1.14	0.94	0.27	0.80	3.18
HFRI RV: Fixed Income-Asset Backed	1.54	1.11	0.63	1.29	4.64
HFRI RV: Fixed Income-Convertible Arbitrage Index	1.68	0.69	0.34	(0.35)	2.37
HFRI RV: Fixed Income-Corporate Index	1.48	1.24	0.62	0.88	4.29
HFRI RV: Multi-Strategy Index	0.98	1.28	(0.54)	0.39	2.12
HFRI RV: Yield Alternatives Index	1.25	1.96	1.25	1.76	6.38
HFRI Fund Weighted Composite Index	0.40	1.22	0.07	1.65	3.37
HFRI Fund of Funds Composite Index	0.14	0.84	(0.14)	1.26	2.11

Regional Indices	Jan-11	Feb-11	Mar-11	Apr-11	YTD 2011
HFRI Emerging Markets (Total) Index	(0.16)	(0.44)	1.57	1.83	2.81
HFRI Emerging Markets: Asia ex-Japan Index	(2.09)	(2.00)	2.41	2.31	0.53
HFRI Emerging Markets: Global Index	(0.18)	0.15	1.33	1.23	2.55
HFRI Emerging Markets: Latin America Index	(1.44)	0.04	2.65	2.16	3.40
HFRI Emerging Markets: Russia/Eastern Europe Index	5.66	1.84	(0.75)	1.75	8.67

Major Market Indices	Jan-11	Feb-11	Mar-11	Apr-11	YTD 2011
Barclays Capital Government/Credit Bond Index	0.08	0.24	(0.03)	1.39	1.69
S&P 500 w/ dividends	2.37	3.42	0.04	2.96	9.05

HFRI Monthly Indices – 2010 Monthly Performance

Strategy Indices	Jan-10	Feb-10	Mar-10	Apr-10	May-10	Jun-10	Jul-10	Aug-10	Sep-10	Oct-10	Nov-10	Dec-10	2010
HFRI Equity Hedge (Total) Index	(1.27)	0.92	3.15	1.19	(4.05)	(1.85)	2.36	(1.37)	4.74	2.37	0.64	3.52	10.45
HFRI EH: Equity Market Neutral Index	(0.20)	0.44	0.59	(0.07)	(0.68)	(0.65)	0.89	(0.70)	1.17	0.87	0.26	0.93	2.85
HFRI EH: Quantitative Directional	(2.13)	1.25	2.56	0.34	(1.94)	(2.30)	2.59	(1.54)	4.89	2.33	(0.23)	2.92	8.77
HFRI EH: Sector - Energy/Basic Materials Index	(2.63)	1.48	3.65	1.09	(6.69)	(3.20)	3.84	(1.48)	7.04	4.08	4.24	5.68	17.41
HFRI EH: Sector - Technology/Healthcare Index	(1.36)	0.89	2.85	1.23	(3.23)	(1.36)	1.52	(0.17)	4.59	1.70	(0.20)	2.78	9.36
HFRI EH: Short Bias Index	2.64	(3.10)	(6.35)	(4.04)	4.66	4.33	(4.76)	4.22	(7.42)	(2.19)	(2.08)	(4.56)	(18.01)
HFRI Event-Driven (Total) Index	0.69	0.81	3.04	1.74	(2.66)	(1.09)	1.97	(0.38)	2.52	1.86	0.26	2.67	11.86
HFRI ED: Distressed/Restructuring Index	1.85	0.33	2.83	2.11	(2.16)	(0.66)	1.13	(0.18)	1.69	2.05	0.13	2.50	12.12
HFRI ED: Merger Arbitrage Index	0.31	0.61	0.63	0.26	(1.25)	0.08	1.38	0.46	1.19	0.33	(0.35)	0.87	4.60
HFRI ED: Private Issue/Regulation D Index	(1.13)	3.09	4.34	0.31	0.17	(2.67)	4.02	2.00	0.60	(0.19)	(0.75)	2.68	12.93
HFRI Macro (Total) Index	(1.95)	0.16	1.59	0.82	(1.58)	(0.12)	(0.06)	1.69	2.74	2.23	(0.92)	3.34	8.06
HFRI Macro: Systematic Diversified Index	(3.01)	0.55	2.24	0.70	(1.59)	(0.03)	(0.61)	3.08	2.96	3.32	(2.63)	4.70	9.76
HFRI Relative Value (Total) Index	1.53	0.56	1.62	1.39	(1.79)	0.37	1.70	0.82	1.63	1.56	0.46	1.07	11.43
HFRI RV: Fixed Income-Asset Backed	1.83	0.32	1.35	1.75	0.43	0.64	1.13	1.54	0.84	1.15	1.45	(0.15)	12.95
HFRI RV: Fixed Income-Convertible Arbitrage Index	0.07	0.43	2.45	1.99	(2.66)	0.18	2.65	1.22	2.24	2.02	(0.19)	2.33	13.35
HFRI RV: Fixed Income-Corporate Index	1.82	0.51	2.30	1.70	(1.81)	0.22	1.42	0.58	1.79	1.56	0.10	1.07	11.80
HFRI RV: Multi-Strategy Index	2.07	0.90	2.28	1.58	(2.15)	(0.19)	2.07	0.51	2.13	1.70	0.42	1.19	13.16
HFRI RV: Yield Alternatives Index	0.92	0.78	2.57	1.34	(3.48)	0.69	2.75	(0.80)	3.09	2.59	0.22	1.35	12.50
HFRI Fund Weighted Composite Index	(0.76)	0.66	2.49	1.19	(2.89)	(0.95)	1.61	(0.13)	3.48	2.14	0.19	2.95	10.25
HFRI Fund of Funds Composite Index	(0.37)	0.13	1.66	0.90	(2.60)	(0.89)	0.77	0.13	2.35	1.48	(0.10)	2.20	5.70

Regional Indices	Jan-10	Feb-10	Mar-10	Apr-10	May-10	Jun-10	Jul-10	Aug-10	Sep-10	Oct-10	Nov-10	Dec-10	2010
HFRI Emerging Markets (Total) Index	(1.20)	(0.04)	4.75	1.21	(5.38)	(0.45)	3.13	(0.05)	5.03	2.24	(0.54)	2.64	11.44
HFRI Emerging Markets: Asia ex-Japan Index	(2.53)	(0.04)	3.96	1.28	(5.20)	(0.21)	2.58	0.20	6.63	2.95	(0.81)	2.04	10.83
HFRI Emerging Markets: Global Index	(0.24)	0.16	3.79	1.45	(4.80)	(0.15)	2.93	(0.15)	4.53	2.42	(0.76)	2.32	11.74
HFRI Emerging Markets: Latin America Index	(3.18)	0.61	2.44	0.04	(4.02)	1.03	4.30	0.38	3.40	1.75	(0.41)	1.51	7.80
HFRI Emerging Markets: Russia/Eastern Europe Index	1.66	(1.19)	9.23	1.87	(7.51)	(2.30)	3.63	(0.55)	3.89	0.92	0.35	4.70	14.68

Major Market Indices	Jan-10	Feb-10	Mar-10	Apr-10	May-10	Jun-10	Jul-10	Aug-10	Sep-10	Oct-10	Nov-10	Dec-10	2010
Barclays Capital Government/Credit Bond Index	1.58	0.43	(0.37)	1.30	0.86	1.91	1.19	1.97	0.28	0.01	(0.83)	(1.48)	6.99
S&P 500 w/ dividends	(3.59)	3.09	6.03	1.58	(7.98)	(5.23)	7.00	(4.51)	8.92	3.80	0.02	6.68	15.08

HFRI Monthly Indices – 2009 Monthly Performance

Strategy Indices	Jan-09	Feb-09	Mar-09	Apr-09	May-09	Jun-09	Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09	2009
HFRI Equity Hedge (Total) Index	(0.88)	(2.20)	2.90	5.44	6.37	0.18	3.20	1.37	3.22	(0.72)	1.57	2.07	24.57
HFRI EH: Equity Market Neutral Index	0.15	(0.89)	0.07	(0.37)	1.12	0.16	0.27	0.51	0.31	(0.10)	(0.34)	0.55	1.43
HFRI EH: Quantitative Directional	(2.70)	(3.96)	2.73	4.67	3.65	0.49	3.10	1.11	2.26	(0.93)	1.81	1.60	14.32
HFRI EH: Sector - Energy/Basic Materials Index	1.51	(1.29)	4.67	7.05	10.08	(2.34)	4.31	0.39	5.00	0.03	3.02	3.69	41.83
HFRI EH: Sector - Technology/Healthcare Index	0.83	(1.20)	2.73	3.97	4.02	1.48	3.10	0.54	3.83	(1.19)	2.38	2.83	25.76
HFRI EH: Short Bias Index	2.88	4.50	(4.93)	(10.09)	(0.33)	(0.99)	(6.45)	(1.97)	(5.32)	3.79	(2.33)	(4.83)	(24.03)
HFRI Event-Driven (Total) Index	0.37	(1.41)	1.28	3.19	4.74	1.53	2.80	2.30	3.76	0.54	1.26	2.36	25.04
HFRI ED: Distressed/Restructuring Index	1.19	(1.62)	(0.22)	3.19	5.55	1.69	2.84	2.78	4.26	1.50	1.53	2.54	28.14
HFRI ED: Merger Arbitrage Index	0.21	0.20	2.07	1.11	1.44	0.97	0.71	1.14	1.16	0.39	0.77	0.91	11.65
HFRI ED: Private Issue/Regulation D Index	0.62	(0.94)	0.61	(0.71)	(0.69)	0.66	0.26	(0.94)	(0.72)	(0.29)	(0.54)	(0.78)	(3.41)
HFRI Macro (Total) Index	(0.10)	(0.12)	(0.61)	(0.09)	3.54	(1.17)	0.49	0.37	1.71	(0.52)	2.17	(1.30)	4.34
HFRI Macro: Systematic Diversified Index	(0.47)	(0.20)	(2.06)	(1.30)	2.71	(1.59)	(0.09)	0.92	1.71	(1.64)	3.42	(2.90)	(1.68)
HFRI Relative Value (Total) Index	2.05	0.52	1.00	3.10	3.93	1.55	2.97	1.75	2.45	1.26	0.61	2.05	25.81
HFRI RV: Fixed Income-Asset Backed	1.41	0.26	0.43	1.73	3.07	1.85	3.42	1.99	1.83	2.73	0.85	2.11	23.92
HFRI RV: Fixed Income-Convertible Arbitrage Index	4.84	2.36	3.46	6.03	9.74	2.79	6.95	3.42	4.35	0.69	0.99	2.76	60.17
HFRI RV: Fixed Income-Corporate Index	1.27	(0.71)	0.79	4.31	4.47	3.00	3.50	2.43	4.09	1.70	1.07	1.30	30.71
HFRI RV: Multi-Strategy Index	2.12	0.79	1.04	2.84	3.89	0.98	2.98	1.99	2.67	0.72	(0.02)	2.33	24.67
HFRI RV: Yield Alternatives Index	4.74	(0.38)	0.21	2.75	3.00	(0.34)	3.65	0.75	3.04	1.39	0.98	3.36	25.55
HFRI Fund Weighted Composite Index	(0.09)	(1.21)	1.66	3.60	5.15	0.25	2.50	1.30	2.79	(0.20)	1.52	1.28	19.98
HFRI Fund of Funds Composite Index	0.71	(0.37)	0.03	1.05	3.32	0.38	1.54	1.09	1.74	(0.09)	0.80	0.76	11.47

Regional Indices	Jan-09	Feb-09	Mar-09	Apr-09	May-09	Jun-09	Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09	2009
HFRI Emerging Markets (Total) Index	(1.82)	(1.34)	4.34	7.65	9.62	0.73	4.54	1.39	5.50	1.12	1.49	1.74	40.25
HFRI Emerging Markets: Asia ex-Japan Index	(1.33)	(1.29)	3.95	6.52	10.29	1.47	5.56	(0.96)	4.12	0.32	2.21	2.09	37.53
HFRI Emerging Markets: Global Index	(0.80)	(0.96)	3.60	6.65	8.03	0.36	4.36	1.76	4.51	0.57	0.57	2.19	35.00
HFRI Emerging Markets: Latin America Index	1.51	(1.39)	1.75	8.82	7.70	1.62	4.85	2.74	5.82	1.60	2.83	1.80	47.07
HFRI Emerging Markets: Russia/Eastern Europe Index	(7.71)	(1.91)	8.56	11.01	12.78	(0.84)	2.61	3.96	9.48	3.48	1.45	0.79	50.75

Major Market Indices	Jan-09	Feb-09	Mar-09	Apr-09	May-09	Jun-09	Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09	2009
Barclays Capital Government/Credit Bond Index	(1.64)	(0.88)	1.17	0.20	0.85	0.92	1.90	1.25	1.21	0.25	1.44	(1.88)	4.81
S&P 500 w/ dividends	(8.42)	(10.61)	8.74	9.56	5.59	0.20	7.55	3.61	3.73	(1.86)	6.00	1.93	26.47

HFRI Monthly Indices – 2008 Monthly Performance

Strategy Indices	Jan-08	Feb-08	Mar-08	Apr-08	May-08	Jun-08	Jul-08	Aug-08	Sep-08	Oct-08	Nov-08	Dec-08	2008
HFRI Equity Hedge (Total) Index	(4.47)	1.31	(2.84)	2.45	2.38	(2.44)	(2.84)	(2.17)	(8.14)	(9.46)	(3.77)	0.22	(26.65)
HFRI EH: Equity Market Neutral Index	(1.04)	1.45	(0.57)	0.16	1.12	1.37	(1.13)	(1.38)	(2.87)	(0.50)	(0.02)	(2.56)	(5.92)
HFRI EH: Quantitative Directional	(5.08)	1.34	(1.48)	2.63	2.71	(2.90)	(1.34)	(1.39)	(7.46)	(9.14)	(3.68)	0.83	(22.94)
HFRI EH: Sector - Energy/Basic Materials Index	(4.22)	4.69	(4.10)	2.13	5.26	0.21	(7.64)	(4.60)	(15.11)	(17.09)	(3.98)	0.02	(38.31)
HFRI EH: Sector - Technology/Healthcare Index	(5.29)	(0.60)	(1.31)	3.38	2.60	(2.61)	(0.94)	0.98	(5.84)	(6.08)	(3.20)	1.32	(16.73)
HFRI EH: Short Bias Index	4.76	2.47	1.33	(3.56)	(1.50)	6.37	(0.19)	(1.04)	5.12	9.58	4.87	(2.07)	28.41
HFRI Event-Driven (Total) Index	(2.53)	0.41	(1.41)	1.00	1.52	(1.60)	(1.43)	(0.50)	(6.01)	(8.19)	(3.66)	(1.50)	(21.82)
HFRI ED: Distressed/Restructuring Index	(2.51)	(0.18)	(1.25)	0.48	1.16	(0.50)	(1.75)	(0.82)	(5.87)	(7.93)	(5.24)	(3.84)	(25.20)
HFRI ED: Merger Arbitrage Index	(1.78)	0.88	(0.86)	1.40	0.93	(1.43)	(0.39)	0.32	(2.90)	(2.47)	(0.25)	1.15	(5.37)
HFRI ED: Private Issue/Regulation D Index	0.25	1.06	(0.26)	0.12	(0.01)	(0.01)	(0.59)	(0.08)	(1.50)	(4.44)	(2.53)	(2.50)	(10.12)
HFRI Macro (Total) Index	1.08	4.22	(1.22)	(0.03)	1.20	1.19	(2.62)	(1.18)	(1.21)	1.63	0.73	1.11	4.83
HFRI Macro: Systematic Diversified Index	2.79	6.49	(0.77)	(1.08)	1.74	2.30	(3.69)	(0.72)	0.44	5.89	1.95	1.84	18.06
HFRI Relative Value (Total) Index	(1.29)	(0.09)	(1.99)	1.39	1.27	(0.63)	(0.82)	(0.14)	(5.90)	(8.03)	(2.80)	(0.24)	(18.04)
HFRI RV: Fixed Income-Asset Backed	0.71	(1.37)	(0.19)	1.15	1.05	0.36	0.59	0.68	(1.71)	(1.62)	(3.07)	0.04	(3.42)
HFRI RV: Fixed Income-Convertible Arbitrage Index	(1.40)	(0.78)	(4.16)	1.31	0.77	(2.28)	(1.63)	(1.10)	(11.81)	(16.01)	(2.75)	1.10	(33.73)
HFRI RV: Fixed Income-Corporate Index	(2.49)	(1.33)	(2.59)	2.40	1.19	(0.22)	(0.89)	0.19	(5.02)	(10.65)	(4.46)	(2.82)	(24.18)
HFRI RV: Multi-Strategy Index	(1.07)	0.03	(2.84)	0.97	1.37	(0.83)	(1.59)	(0.78)	(6.45)	(8.40)	(2.11)	(0.30)	(20.30)
HFRI RV: Yield Alternatives Index	(1.33)	0.79	(2.50)	1.91	0.87	(2.66)	(1.74)	(0.29)	(7.66)	(6.01)	(8.79)	(1.27)	(25.70)
HFRI Fund Weighted Composite Index	(2.69)	1.50	(2.24)	1.63	1.87	(1.33)	(2.29)	(1.44)	(6.13)	(6.84)	(2.67)	0.15	(19.03)
HFRI Fund of Funds Composite Index	(2.90)	1.36	(2.71)	1.01	1.74	(0.85)	(2.66)	(1.53)	(6.54)	(6.22)	(2.64)	(1.49)	(21.37)

Regional Indices	Jan-08	Feb-08	Mar-08	Apr-08	May-08	Jun-08	Jul-08	Aug-08	Sep-08	Oct-08	Nov-08	Dec-08	2008
HFRI Emerging Markets (Total) Index	(5.55)	2.71	(4.32)	2.85	1.40	(3.79)	(3.35)	(4.94)	(10.38)	(14.45)	(3.96)	(0.43)	(37.26)
HFRI Emerging Markets: Asia ex-Japan Index	(7.68)	1.84	(5.99)	4.10	(1.01)	(6.13)	(1.90)	(4.16)	(8.38)	(11.02)	(1.70)	3.25	(33.48)
HFRI Emerging Markets: Global Index	(3.26)	2.66	(3.38)	1.60	1.45	(2.14)	(2.61)	(3.45)	(8.24)	(12.28)	(4.79)	(0.90)	(30.87)
HFRI Emerging Markets: Latin America Index	(2.25)	4.09	(4.03)	3.80	3.66	(1.58)	(2.43)	(4.81)	(11.13)	(14.53)	(1.90)	(0.76)	(28.99)
HFRI Emerging Markets: Russia/Eastern Europe Index	(7.53)	3.81	(2.41)	0.81	5.12	(3.26)	(8.74)	(9.52)	(18.03)	(25.82)	(9.58)	(6.97)	(59.44)

Major Market Indices	Jan-08	Feb-08	Mar-08	Apr-08	May-08	Jun-08	Jul-08	Aug-08	Sep-08	Oct-08	Nov-08	Dec-08	2008
Barclays Capital Government/Credit Bond Index	2.03	0.67	(0.01)	(0.63)	(1.10)	0.11	(0.00)	0.99	(2.70)	(2.68)	4.74	4.83	6.09
S&P 500 w/ dividends	(6.00)	(3.25)	(0.43)	4.87	1.30	(8.42)	(0.84)	1.45	(8.90)	(16.79)	(7.18)	1.05	(36.99)

HFRI Monthly Indices – 2007 Monthly Performance

Strategy Indices	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07	2007
HFRI Equity Hedge (Total) Index	1.16	0.63	1.01	1.86	2.24	0.89	0.17	(1.67)	3.18	3.09	(2.89)	0.53	10.48
HFRI EH: Equity Market Neutral Index	0.84	0.23	0.92	0.77	1.26	0.71	(0.05)	(1.26)	0.72	0.90	(0.30)	0.45	5.29
HFRI EH: Quantitative Directional	1.63	0.21	1.66	2.89	3.39	0.85	(1.06)	(1.51)	4.07	4.27	(4.69)	0.37	12.35
HFRI EH: Sector - Energy/Basic Materials Index	0.30	1.29	2.77	3.22	3.90	0.21	(0.08)	(2.28)	3.54	4.50	(3.66)	1.93	16.40
HFRI EH: Sector - Technology/Healthcare Index	0.43	0.13	1.32	2.39	2.46	1.98	0.69	(0.97)	4.21	6.00	(3.22)	(1.22)	14.78
HFRI EH: Short Bias Index	(2.89)	(1.41)	(0.48)	(2.58)	(0.91)	2.94	3.99	1.75	(1.63)	(0.11)	6.06	0.31	4.72
HFRI Event-Driven (Total) Index	1.57	1.02	1.36	1.99	2.17	0.00	(0.88)	(1.70)	1.55	2.26	(2.52)	(0.27)	6.61
HFRI ED: Distressed/Restructuring Index	1.51	1.32	0.89	1.54	1.43	0.24	(0.65)	(1.43)	0.75	1.76	(2.22)	(0.09)	5.08
HFRI ED: Merger Arbitrage Index	1.86	1.12	0.33	1.27	1.87	(0.29)	(0.76)	0.37	0.98	1.89	(1.46)	(0.28)	7.05
HFRI ED: Private Issue/Regulation D Index	0.32	0.21	(0.35)	(0.17)	2.21	0.09	(0.58)	1.49	0.75	0.23	(0.06)	2.35	6.63
HFRI Macro (Total) Index	0.37	0.22	(0.09)	1.63	1.81	1.51	0.79	(2.11)	3.23	3.26	(0.89)	0.98	11.11
HFRI Macro: Systematic Diversified Index	0.45	(0.82)	0.10	3.02	2.43	(0.24)	(1.41)	(2.55)	6.20	6.43	(4.41)	1.27	10.34
HFRI Relative Value (Total) Index	1.37	0.76	0.75	1.42	1.49	0.56	(0.58)	(0.69)	1.35	2.10	(0.53)	0.64	8.94
HFRI RV: Fixed Income-Asset Backed	0.65	1.01	0.43	0.50	0.60	(0.01)	(0.76)	(1.29)	0.83	0.73	(0.68)	(0.89)	1.11
HFRI RV: Fixed Income-Convertible Arbitrage Index	1.34	1.05	0.46	0.34	1.26	0.11	(0.48)	(1.02)	1.57	1.96	(1.03)	(0.30)	5.33
HFRI RV: Fixed Income-Corporate Index	0.82	0.75	0.66	1.33	1.11	(0.78)	(3.92)	(1.55)	1.66	1.25	(1.80)	(0.11)	(0.74)
HFRI RV: Multi-Strategy Index	0.75	0.85	0.43	0.78	0.51	(0.66)	(0.88)	(1.20)	1.46	0.98	(1.21)	0.03	1.81
HFRI RV: Yield Alternatives Index	1.78	0.25	(0.22)	0.51	0.54	(1.48)	(0.90)	(0.76)	1.37	1.29	(1.59)	(1.11)	(0.38)
HFRI Fund Weighted Composite Index	1.10	0.68	0.96	1.77	1.99	0.73	0.08	(1.53)	2.69	2.85	(2.20)	0.53	9.96
HFRI Fund of Funds Composite Index	1.30	0.82	1.01	1.69	2.10	0.68	0.33	(2.18)	2.16	3.07	(1.50)	0.45	10.25

Regional Indices	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07	2007
HFRI Emerging Markets (Total) Index	1.41	1.39	2.16	3.11	3.19	2.63	2.89	(2.58)	4.66	4.81	(2.66)	1.76	24.92
HFRI Emerging Markets: Asia ex-Japan Index	2.36	1.91	1.35	5.13	5.80	2.97	5.11	(2.54)	5.95	5.30	(4.51)	1.50	34.14
HFRI Emerging Markets: Global Index	0.66	0.85	2.45	2.97	3.28	1.76	2.38	(2.35)	3.60	4.00	(1.94)	1.27	20.39
HFRI Emerging Markets: Latin America Index	2.24	0.55	1.28	2.35	2.55	1.60	0.78	(1.74)	5.29	3.84	(3.33)	1.19	17.60
HFRI Emerging Markets: Russia/Eastern Europe Index	1.16	2.18	3.12	1.23	0.12	4.02	1.75	(3.35)	4.37	6.04	(1.10)	3.18	24.81

Major Market Indices	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07	2007
Barclays Capital Government/Credit Bond Index	(0.09)	1.85	(0.19)	0.63	(0.92)	(0.23)	1.07	1.37	0.75	0.97	2.11	0.21	7.75
S&P 500 w/ dividends	1.51	(1.95)	1.12	4.43	3.49	(1.66)	(3.10)	1.50	3.74	1.59	(4.18)	(0.69)	5.49

HFRI Monthly Indices – 2006 Monthly Performance

Strategy Indices	Jan-06	Feb-06	Mar-06	Apr-06	May-06	Jun-06	Jul-06	Aug-06	Sep-06	Oct-06	Nov-06	Dec-06	2006
HFRI Equity Hedge (Total) Index	3.95	0.02	2.55	1.76	(2.32)	(0.54)	(0.54)	1.03	0.16	1.86	2.00	1.35	11.71
HFRI EH: Equity Market Neutral Index	1.45	0.27	0.91	1.29	(0.07)	0.63	0.36	0.06	0.21	0.67	0.49	0.83	7.32
HFRI EH: Quantitative Directional	5.81	(0.25)	2.56	2.34	(4.09)	(0.95)	(2.15)	2.09	0.74	3.58	4.04	1.59	15.95
HFRI EH: Sector - Energy/Basic Materials Index	6.36	(1.96)	3.12	2.81	(0.46)	(0.01)	1.53	(0.17)	(3.06)	3.33	3.83	0.12	16.13
HFRI EH: Sector - Technology/Healthcare Index	4.90	0.92	2.79	0.71	(5.11)	0.27	(2.35)	3.96	1.41	1.02	3.00	1.95	13.88
HFRI EH: Short Bias Index	(1.34)	0.14	(0.60)	(0.34)	3.02	0.24	2.28	(1.39)	(1.72)	(1.40)	(1.31)	(0.14)	(2.65)
HFRI Event-Driven (Total) Index	3.32	0.97	2.48	1.63	(0.54)	(0.12)	(0.44)	1.06	0.23	2.33	1.87	1.65	15.33
HFRI ED: Distressed/Restructuring Index	2.56	0.61	2.00	1.91	0.89	0.02	0.19	0.78	0.47	2.00	1.98	1.52	15.94
HFRI ED: Merger Arbitrage Index	3.12	1.16	1.97	1.41	(0.07)	0.82	0.76	0.68	(0.30)	1.49	0.92	1.47	14.24
HFRI ED: Private Issue/Regulation D Index	4.21	1.49	2.64	(0.54)	(2.56)	(2.50)	(1.93)	2.60	0.39	1.44	0.22	1.43	6.83
HFRI Macro (Total) Index	2.40	(0.47)	1.15	2.76	(1.36)	(0.48)	(0.26)	0.23	(0.76)	1.14	2.36	1.27	8.15
HFRI Macro: Systematic Diversified Index	6.06	(0.14)	2.44	2.26	(3.67)	(0.11)	(0.45)	0.94	0.10	2.99	3.31	2.28	16.84
HFRI Relative Value (Total) Index	2.20	0.62	1.33	1.12	0.20	0.55	0.42	0.71	0.37	1.23	1.37	1.61	12.37
HFRI RV: Fixed Income-Asset Backed	0.59	0.82	0.72	0.89	0.74	0.60	0.50	0.76	0.68	0.78	0.56	0.74	8.70
HFRI RV: Fixed Income-Convertible Arbitrage Index	2.40	1.17	1.04	0.64	0.79	0.10	0.73	1.11	0.91	0.34	1.11	1.22	12.17
HFRI RV: Fixed Income-Corporate Index	1.36	0.75	1.08	1.27	0.69	0.12	0.44	0.66	0.52	1.07	1.30	1.03	10.78
HFRI RV: Multi-Strategy Index	1.03	0.73	0.58	1.16	0.45	0.36	0.40	0.57	0.60	0.92	0.97	0.88	8.99
HFRI RV: Yield Alternatives Index	2.14	1.40	2.33	0.82	(0.61)	0.97	0.68	1.23	1.04	1.73	0.59	1.24	14.39
HFRI Fund Weighted Composite Index	3.49	0.45	1.95	1.87	(1.56)	(0.24)	(0.18)	1.01	0.18	1.77	2.07	1.48	12.89
HFRI Fund of Funds Composite Index	2.88	0.35	1.70	1.76	(1.91)	(0.60)	(0.21)	0.78	(0.03)	1.69	1.86	1.76	10.39

Regional Indices	Jan-06	Feb-06	Mar-06	Apr-06	May-06	Jun-06	Jul-06	Aug-06	Sep-06	Oct-06	Nov-06	Dec-06	2006
HFRI Emerging Markets (Total) Index	5.75	2.26	1.87	4.54	(4.14)	(1.06)	0.36	1.80	0.61	2.69	4.29	3.34	24.26
HFRI Emerging Markets: Asia ex-Japan Index	5.04	1.64	5.17	3.76	(4.23)	(2.10)	(0.51)	2.16	1.38	3.64	5.94	3.26	27.62
HFRI Emerging Markets: Global Index	5.19	0.98	0.44	3.77	(3.53)	(1.05)	0.79	1.63	0.49	2.92	2.89	2.59	18.15
HFRI Emerging Markets: Latin America Index	5.00	3.23	(0.79)	2.18	(4.47)	2.07	(0.61)	0.22	1.61	2.18	3.60	0.51	15.38
HFRI Emerging Markets: Russia/Eastern Europe Index	8.53	5.12	1.48	8.92	(4.94)	(1.39)	1.38	2.53	(0.83)	1.40	5.48	6.43	38.71

Major Market Indices	Jan-06	Feb-06	Mar-06	Apr-06	May-06	Jun-06	Jul-06	Aug-06	Sep-06	Oct-06	Nov-06	Dec-06	2006
Barclays Capital Government/Credit Bond Index	(0.20)	0.29	(1.18)	(0.34)	(0.06)	0.25	1.40	1.70	1.05	0.68	1.26	(0.81)	4.07
S&P 500 w/ dividends	2.65	0.27	1.24	1.34	(2.87)	0.13	0.62	2.38	2.58	3.26	1.90	1.40	15.78

HFRI Monthly Indices – 2005 Monthly Performance

Strategy Indices	Jan-05	Feb-05	Mar-05	Apr-05	May-05	Jun-05	Jul-05	Aug-05	Sep-05	Oct-05	Nov-05	Dec-05	2005
HFRI Equity Hedge (Total) Index	(0.58)	2.13	(1.05)	(2.23)	1.55	1.96	2.95	0.74	2.25	(1.87)	2.14	2.32	10.60
HFRI EH: Equity Market Neutral Index	0.64	1.16	0.10	(0.38)	0.58	0.84	0.82	0.56	0.95	(0.30)	0.56	0.54	6.22
HFRI EH: Quantitative Directional	(1.60)	2.91	(2.42)	(3.33)	3.17	2.88	4.10	(0.11)	2.13	(2.88)	3.34	1.72	9.92
HFRI EH: Sector - Energy/Basic Materials Index	2.12	7.04	(1.86)	(3.71)	1.94	3.26	5.53	3.87	3.65	(3.39)	0.71	2.68	23.40
HFRI EH: Sector - Technology/Healthcare Index	(2.70)	0.77	(1.91)	(3.16)	4.63	2.11	3.23	(0.91)	1.25	(1.56)	1.62	2.37	5.54
HFRI EH: Short Bias Index	2.47	0.11	3.16	3.70	(3.42)	1.08	(2.78)	2.73	1.44	1.42	(2.41)	(0.15)	7.28
HFRI Event-Driven (Total) Index	(0.15)	1.39	(0.20)	(1.71)	1.20	1.33	2.35	0.89	1.00	(1.80)	1.29	1.57	7.29
HFRI ED: Distressed/Restructuring Index	0.15	1.37	0.30	(0.87)	0.23	1.38	1.65	1.32	1.10	(0.49)	0.91	0.94	8.27
HFRI ED: Merger Arbitrage Index	(0.03)	0.72	0.12	(1.42)	1.62	1.14	1.12	0.71	0.63	(1.57)	1.29	1.82	6.25
HFRI ED: Private Issue/Regulation D Index	(1.82)	3.17	0.84	(0.65)	0.67	3.68	3.60	3.43	(0.39)	(1.03)	1.48	(0.98)	12.42
HFRI Macro (Total) Index	(0.58)	1.81	(0.60)	(1.06)	0.35	1.06	0.74	0.73	2.11	(0.63)	1.46	1.28	6.79
HFRI Macro: Systematic Diversified Index	(0.67)	3.36	(1.34)	(1.74)	1.71	1.51	3.23	1.82	2.64	(2.21)	3.55	1.91	14.40
HFRI Relative Value (Total) Index	0.30	0.78	(0.35)	(0.84)	(0.10)	0.96	1.34	0.69	1.18	(0.36)	0.82	1.48	6.02
HFRI RV: Fixed Income-Asset Backed	0.98	0.88	0.50	0.78	0.57	0.65	0.75	0.38	0.70	0.63	0.32	0.44	7.86
HFRI RV: Fixed Income-Convertible Arbitrage Index	(0.90)	(0.44)	(1.48)	(2.64)	(1.17)	1.03	1.08	0.58	1.27	(0.07)	0.04	0.91	(1.86)
HFRI RV: Fixed Income-Corporate Index	0.67	1.17	(0.30)	(0.18)	(0.09)	0.78	1.17	0.67	0.47	(0.20)	0.27	0.73	5.27
HFRI RV: Multi-Strategy Index	0.52	0.89	(0.04)	(0.12)	0.22	0.72	1.00	0.44	0.81	0.09	0.37	0.64	5.66
HFRI RV: Yield Alternatives Index	(1.90)	0.28	(0.91)	0.62	1.57	2.57	2.22	(1.52)	0.60	(1.20)	1.85	1.19	5.37
HFRI Fund Weighted Composite Index	(0.21)	1.83	(0.87)	(1.50)	1.04	1.59	2.30	0.82	1.93	(1.41)	1.66	1.82	9.30
HFRI Fund of Funds Composite Index	0.00	1.36	(0.55)	(1.41)	0.24	1.36	1.74	0.84	1.55	(1.45)	1.68	1.98	7.49

Regional Indices	Jan-05	Feb-05	Mar-05	Apr-05	May-05	Jun-05	Jul-05	Aug-05	Sep-05	Oct-05	Nov-05	Dec-05	2005
HFRI Emerging Markets (Total) Index	1.48	4.02	(2.00)	(0.31)	0.60	1.59	2.94	1.99	4.82	(2.59)	3.27	3.74	21.04
HFRI Emerging Markets: Asia ex-Japan Index	1.31	2.87	(1.78)	(1.16)	0.32	0.89	3.44	(0.36)	2.75	(2.95)	3.57	4.80	14.24
HFRI Emerging Markets: Global Index	0.99	3.49	(2.41)	(0.50)	0.32	1.51	2.18	0.73	3.74	(2.11)	2.40	2.42	13.29
HFRI Emerging Markets: Latin America Index	(0.94)	3.45	(0.35)	0.74	2.51	1.10	0.58	1.52	4.33	(2.06)	1.66	0.56	13.72
HFRI Emerging Markets: Russia/Eastern Europe Index	4.23	6.63	(2.37)	0.57	0.47	3.01	5.03	7.83	9.84	(3.42)	5.54	6.60	52.65

Major Market Indices	Jan-05	Feb-05	Mar-05	Apr-05	May-05	Jun-05	Jul-05	Aug-05	Sep-05	Oct-05	Nov-05	Dec-05	2005
Barclays Capital Government/Credit Bond Index	0.75	(0.71)	(0.76)	1.62	1.35	0.70	(1.21)	1.61	(1.41)	(0.92)	0.55	1.02	2.55
S&P 500 w/ dividends	(2.44)	2.10	(1.77)	(1.90)	3.18	0.14	3.72	(0.91)	0.81	(1.67)	3.78	0.04	4.91

HFRI Monthly Indices – 2004 Monthly Performance

Strategy Indices	Jan-04	Feb-04	Mar-04	Apr-04	May-04	Jun-04	Jul-04	Aug-04	Sep-04	Oct-04	Nov-04	Dec-04	2004
HFRI Equity Hedge (Total) Index	1.95	1.11	0.36	(2.08)	(0.19)	1.07	(1.88)	(0.37)	1.99	0.48	3.37	1.76	7.68
HFRI EH: Equity Market Neutral Index	1.07	0.57	0.41	(1.15)	0.35	0.38	0.18	(0.23)	0.79	(0.01)	1.31	0.43	4.15
HFRI EH: Quantitative Directional	2.38	1.46	0.79	(3.03)	(0.13)	1.41	(3.73)	(0.47)	3.36	1.60	5.75	3.57	13.32
HFRI EH: Sector - Energy/Basic Materials Index	2.13	3.84	1.46	(0.32)	(1.26)	4.60	1.95	(0.56)	7.89	2.48	7.80	0.81	34.91
HFRI EH: Sector - Technology/Healthcare Index	4.22	(0.11)	(1.54)	(3.34)	1.13	1.25	(3.93)	(1.24)	1.32	2.32	2.71	2.79	5.35
HFRI EH: Short Bias Index	(1.89)	(0.46)	(0.22)	3.74	(0.67)	(0.76)	4.34	0.01	(1.65)	(1.39)	(3.29)	(1.40)	(3.83)
HFRI Event-Driven (Total) Index	2.80	1.20	0.06	(0.56)	(0.31)	1.76	(0.93)	0.49	1.37	1.49	4.03	2.80	15.01
HFRI ED: Distressed/Restructuring Index	3.47	0.89	0.44	0.96	(0.07)	2.16	0.06	0.81	1.06	1.61	3.21	2.91	18.89
HFRI ED: Merger Arbitrage Index	1.02	0.59	0.07	(0.85)	(0.14)	0.32	(1.02)	0.20	0.59	0.54	1.62	1.10	4.08
HFRI ED: Private Issue/Regulation D Index	2.78	2.36	(0.21)	0.83	0.23	(0.35)	(1.30)	0.14	0.09	0.55	(0.17)	1.02	6.06
HFRI Macro (Total) Index	0.65	2.00	1.12	(2.84)	(0.70)	(0.11)	(0.33)	(0.23)	0.84	0.84	2.81	0.61	4.63
HFRI Macro: Systematic Diversified Index	0.95	0.38	0.15	(2.14)	0.61	0.53	(2.73)	(0.50)	1.93	1.49	3.46	2.30	6.42
HFRI Relative Value (Total) Index	1.21	0.55	0.43	(0.51)	(0.35)	0.16	0.65	0.83	0.36	0.31	1.07	0.75	5.58
HFRI RV: Fixed Income-Asset Backed	1.32	1.36	0.62	0.65	0.44	0.95	1.02	0.92	1.04	1.50	0.76	0.70	11.86
HFRI RV: Fixed Income-Convertible Arbitrage Index	1.01	0.18	0.68	0.25	(1.19)	(1.04)	0.46	0.27	(0.25)	(0.48)	0.88	0.43	1.18
HFRI RV: Fixed Income-Corporate Index	1.86	0.41	0.43	0.21	(0.65)	1.00	0.52	1.00	0.98	1.60	1.53	1.15	10.49
HFRI RV: Multi-Strategy Index	1.11	0.90	0.23	0.17	(0.11)	0.67	0.51	0.65	0.75	1.03	1.14	0.88	8.20
HFRI RV: Yield Alternatives Index	2.57	2.56	2.32	(6.07)	2.26	1.97	0.02	3.19	0.98	1.45	3.33	2.82	18.44
HFRI Fund Weighted Composite Index	1.98	1.19	0.51	(1.48)	(0.31)	0.75	(0.96)	0.12	1.65	0.84	2.84	1.65	9.03
HFRI Fund of Funds Composite Index	1.59	1.10	0.45	(0.88)	(0.87)	0.24	(0.58)	(0.01)	0.89	0.78	2.55	1.46	6.86

Regional Indices	Jan-04	Feb-04	Mar-04	Apr-04	May-04	Jun-04	Jul-04	Aug-04	Sep-04	Oct-04	Nov-04	Dec-04	2004
HFRI Emerging Markets (Total) Index	3.51	3.62	2.23	(3.26)	(2.01)	0.59	(0.43)	1.35	3.66	2.05	3.49	2.52	18.42
HFRI Emerging Markets: Asia ex-Japan Index	3.33	2.63	0.83	(3.29)	(2.29)	(0.85)	(1.53)	(0.27)	2.95	0.70	5.84	2.00	10.11
HFRI Emerging Markets: Global Index	2.31	2.48	1.40	(1.35)	(1.59)	0.22	0.19	1.17	2.69	1.81	3.39	2.08	15.69
HFRI Emerging Markets: Latin America Index	1.91	(1.17)	2.75	(4.72)	(1.95)	2.42	1.85	2.68	3.12	0.43	3.39	2.15	13.26
HFRI Emerging Markets: Russia/Eastern Europe Index	6.28	8.41	4.43	(6.06)	(2.70)	1.35	(2.01)	2.53	6.67	4.93	1.07	4.22	32.03

Major Market Indices	Jan-04	Feb-04	Mar-04	Apr-04	May-04	Jun-04	Jul-04	Aug-04	Sep-04	Oct-04	Nov-04	Dec-04	2004
Barclays Capital Government/Credit Bond Index	0.98	1.32	0.99	(3.31)	(0.55)	0.45	1.14	2.29	0.38	0.93	(1.20)	1.15	4.54
S&P 500 w/ dividends	1.84	1.39	(1.51)	(1.57)	1.37	1.94	(3.31)	0.40	1.08	1.53	4.04	3.40	10.86

HFRI Monthly Indices – Quarterly Performance Q1 2008 – Q1 2011

Strategy Indices	Q1 2008	Q2 2008	Q3 2008	Q4 2008	2008	Q1 2009	Q2 2009	Q3 2009	Q4 2009	2009	Q1 2010	Q2 2010	Q3 2010	Q4 2010	2010	Q1 2011
HFRI Equity Hedge (Total) Index	(5.97)	2.33	(12.69)	(12.68)	(26.65)	(0.25)	12.37	7.98	(0.47)	24.57	2.78	(4.70)	5.74	6.65	10.45	2.21
HFRI EH: Equity Market Neutral Index	(0.17)	2.67	(5.30)	(3.06)	(5.92)	(0.67)	0.90	1.09	(0.16)	1.43	0.83	(1.39)	1.36	2.06	2.85	1.55
HFRI EH: Quantitative Directional	(5.23)	2.35	(9.97)	(11.76)	(22.94)	(4.00)	9.01	6.59	(0.48)	14.32	1.62	(3.87)	5.95	5.08	8.77	2.24
HFRI EH: Sector - Energy/Basic Materials Index	(3.84)	7.72	(25.21)	(20.37)	(38.31)	4.88	15.09	9.96	0.07	41.83	2.42	(8.70)	9.51	14.65	17.41	3.25
HFRI EH: Sector - Technology/Healthcare Index	(7.09)	3.30	(5.82)	(7.89)	(16.73)	2.35	9.76	7.63	(0.20)	25.76	2.35	(3.38)	6.00	4.32	9.36	4.16
HFRI EH: Short Bias Index	8.77	1.04	3.83	12.53	28.41	2.21	(11.27)	(13.18)	3.92	(24.03)	(6.85)	4.78	(8.10)	(8.59)	(18.01)	(5.71)
HFRI Event-Driven (Total) Index	(3.51)	0.89	(7.82)	(12.87)	(21.82)	0.22	9.74	9.12	1.09	25.04	4.59	(2.05)	4.14	4.85	11.86	3.54
HFRI ED: Distressed/Restructuring Index	(3.90)	1.14	(8.28)	(16.10)	(25.20)	(0.67)	10.76	10.21	2.22	28.14	5.08	(0.76)	2.65	4.73	12.12	3.39
HFRI ED: Merger Arbitrage Index	(1.77)	0.88	(2.96)	(1.60)	(5.37)	2.49	3.56	3.04	0.40	11.65	1.56	(0.91)	3.06	0.85	4.60	1.60
HFRI ED: Private Issue/Regulation D Index	1.05	0.10	(2.16)	(9.18)	(10.12)	0.29	(0.74)	(1.40)	0.90	(3.41)	6.35	(2.20)	6.74	1.72	12.93	9.16
HFRI Macro (Total) Index	4.06	2.38	(4.94)	3.52	4.83	(0.84)	2.23	2.59	(0.77)	4.34	(0.23)	(0.89)	4.41	4.68	8.06	(0.57)
HFRI Macro: Systematic Diversified Index	8.62	2.95	(3.97)	9.94	18.06	(2.71)	(0.24)	2.56	(1.85)	(1.68)	(0.29)	(0.93)	5.49	5.33	9.76	(1.37)
HFRI Relative Value (Total) Index	(3.34)	2.03	(6.80)	(10.82)	(18.04)	3.61	8.81	7.34	1.56	25.81	3.76	(0.06)	4.21	3.12	11.43	2.36
HFRI RV: Fixed Income-Asset Backed	(0.86)	2.58	(0.46)	(4.60)	(3.42)	2.11	6.79	7.41	3.90	23.92	3.53	2.84	3.54	2.46	12.95	3.31
HFRI RV: Fixed Income-Convertible Arbitrage Index	(6.24)	(0.24)	(14.20)	(17.42)	(33.73)	11.02	19.62	15.42	1.60	60.17	2.97	(0.54)	6.22	4.20	13.35	2.72
HFRI RV: Fixed Income-Corporate Index	(6.28)	3.40	(5.68)	(17.04)	(24.18)	1.35	12.25	10.35	1.79	30.71	4.70	0.08	3.84	2.75	11.80	3.38
HFRI RV: Multi-Strategy Index	(3.86)	1.51	(8.65)	(10.60)	(20.30)	4.00	7.88	7.84	1.14	24.67	5.34	(0.79)	4.78	3.34	13.16	1.72
HFRI RV: Yield Alternatives Index	(3.04)	0.07	(9.53)	(15.36)	(25.70)	4.56	5.46	7.60	1.05	25.55	4.33	(1.51)	5.07	4.21	12.50	4.53
HFRI Fund Weighted Composite Index	(3.44)	2.16	(9.60)	(9.19)	(19.83)	0.33	9.20	6.73	(0.05)	19.98	2.38	(2.67)	5.02	5.35	10.25	1.70
HFRI Fund of Funds Composite Index	(4.25)	1.90	(10.41)	(10.05)	(21.37)	0.37	4.81	4.43	(0.12)	11.47	1.41	(2.59)	3.27	3.62	5.70	0.84

Regional Indices	Q1 2008	Q2 2008	Q3 2008	Q4 2008	2008	Q1 2009	Q2 2009	Q3 2009	Q4 2009	2009	Q1 2010	Q2 2010	Q3 2010	Q4 2010	2010	Q1 2011
HFRI Emerging Markets (Total) Index	(7.18)	0.33	(17.66)	(18.19)	(37.26)	1.06	18.87	11.83	1.55	40.25	3.45	(4.67)	8.26	4.38	11.44	0.96
HFRI Emerging Markets: Asia ex-Japan Index	(11.61)	(3.27)	(13.86)	(9.68)	(33.48)	1.25	19.22	8.85	0.41	37.53	1.29	(4.19)	9.61	4.20	10.83	(1.74)
HFRI Emerging Markets: Global Index	(4.04)	0.87	(13.72)	(17.23)	(30.87)	1.79	15.63	10.98	1.10	35.00	3.71	(3.57)	7.43	4.00	11.74	1.30
HFRI Emerging Markets: Latin America Index	(2.35)	5.90	(17.46)	(16.80)	(28.99)	1.85	19.10	14.00	2.18	47.07	(0.21)	(2.99)	8.26	2.87	7.80	1.21
HFRI Emerging Markets: Russia/Eastern Europe Index	(6.32)	2.51	(32.32)	(37.60)	(59.44)	(1.73)	24.14	16.79	4.16	50.75	9.73	(7.95)	7.07	6.03	14.68	6.80

Major Market Indices	Q1 2008	Q2 2008	Q3 2008	Q4 2008	2008	Q1 2009	Q2 2009	Q3 2009	Q4 2009	2009	Q1 2010	Q2 2010	Q3 2010	Q4 2010	2010	Q1 2011
Barclays Capital Government/Credit Bond Index	2.70	(1.61)	(1.74)	6.86	6.09	(1.36)	1.97	4.42	0.25	4.81	1.64	4.12	3.47	(2.29)	6.99	0.29
S&P 500 w/ dividends	(9.44)	(2.72)	(8.36)	(21.95)	(36.99)	(10.98)	15.91	15.59	(1.86)	26.47	5.39	(11.41)	11.30	10.76	15.08	5.92

HFRI Fund Weighted Composite Index – Historical Monthly Performance

HFRI Fund Weighted Composite Index													
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
1990	(2.11)	1.54	3.21	(0.04)	3.05	2.10	1.50	(3.45)	(1.96)	(0.04)	0.75	1.35	5.81
1991	2.59	4.02	4.95	1.34	1.98	0.41	2.62	2.06	2.32	1.83	0.27	3.95	32.19
1992	3.84	2.14	0.59	0.30	1.84	(0.41)	2.08	(0.27)	1.94	2.11	2.80	2.53	21.22
1993	2.32	1.34	3.06	1.49	2.60	2.62	2.09	2.93	1.58	3.18	0.15	3.91	30.88
1994	2.50	(0.55)	(1.51)	(0.59)	0.68	0.27	1.35	2.46	0.89	(0.03)	(1.27)	(0.08)	4.10
1995	(0.22)	1.31	1.65	2.10	1.70	2.48	3.20	2.20	1.96	(0.65)	1.89	2.08	21.50
1996	2.89	1.23	1.46	3.96	3.05	0.18	(2.08)	2.28	2.07	0.98	2.08	1.33	21.10
1997	3.17	1.03	(1.64)	(0.11)	4.38	2.70	3.87	0.34	3.72	(1.53)	(0.93)	0.88	16.79
1998	(0.71)	3.27	3.00	0.96	(2.08)	(0.13)	(0.79)	(8.70)	0.69	1.22	3.71	2.79	2.62
1999	2.24	(1.32)	3.14	4.50	0.72	3.63	0.52	(0.01)	0.16	1.60	5.06	7.65	31.29
2000	0.64	6.16	0.93	(2.85)	(1.96)	3.68	(0.60)	3.81	(1.24)	(1.79)	(3.49)	2.07	4.98
2001	3.39	(2.21)	(1.59)	1.95	1.19	0.29	(0.83)	(0.41)	(2.83)	2.01	2.07	1.71	4.62
2002	0.45	(0.70)	1.91	0.28	0.04	(1.94)	(2.86)	0.53	(1.54)	0.59	2.12	(0.21)	(1.45)
2003	0.65	0.02	0.14	2.64	3.58	1.35	1.30	1.83	1.16	2.45	1.06	1.87	19.55
2004	1.98	1.19	0.51	(1.48)	(0.31)	0.75	(0.96)	0.12	1.65	0.84	2.84	1.65	9.03
2005	(0.21)	1.83	(0.87)	(1.50)	1.04	1.59	2.30	0.82	1.93	(1.41)	1.66	1.82	9.30
2006	3.49	0.45	1.95	1.87	(1.56)	(0.24)	(0.18)	1.01	0.18	1.77	2.07	1.48	12.89
2007	1.10	0.68	0.96	1.78	1.99	0.73	0.08	(1.53)	2.69	2.85	(2.20)	0.53	9.96
2008	(2.69)	1.50	(2.24)	1.63	1.87	(1.33)	(2.29)	(1.44)	(6.13)	(6.84)	(2.67)	0.15	(19.03)
2009	(0.09)	(1.21)	1.66	3.60	5.15	0.25	2.50	1.30	2.79	(0.20)	1.52	1.28	19.98
2010	(0.76)	0.66	2.49	1.19	(2.89)	(0.95)	1.61	(0.13)	3.48	2.14	0.19	2.95	10.25
2011	0.40	1.22	0.07	1.65									3.37

Extracts from HFR INDUSTRY REPORTS



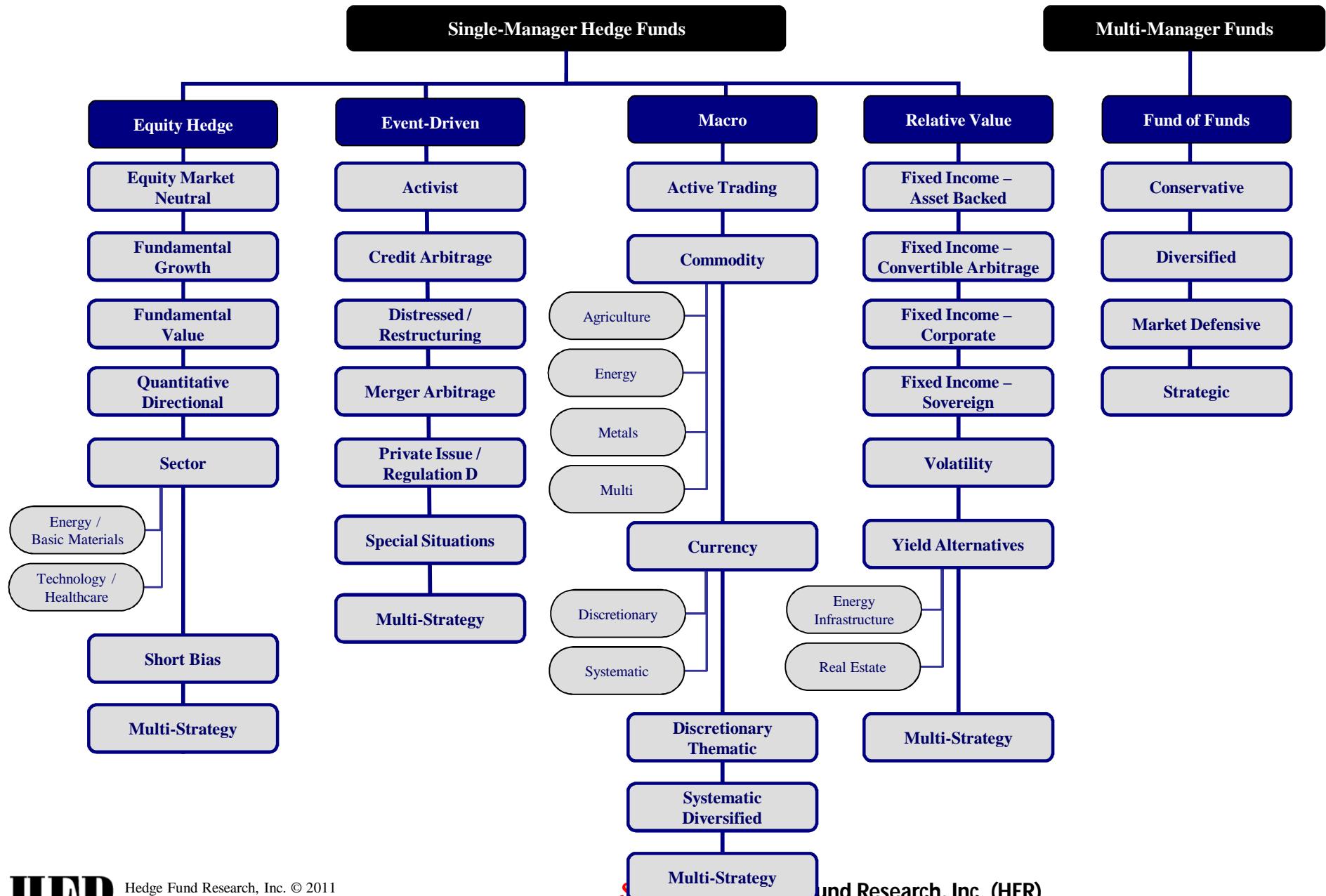
HFR Global Hedge Fund Industry Report: First Quarter 2011:

Industry insiders utilize HFR Industry Reports to gain a detailed picture of current trends as well as a historical perspective of the hedge fund industry.

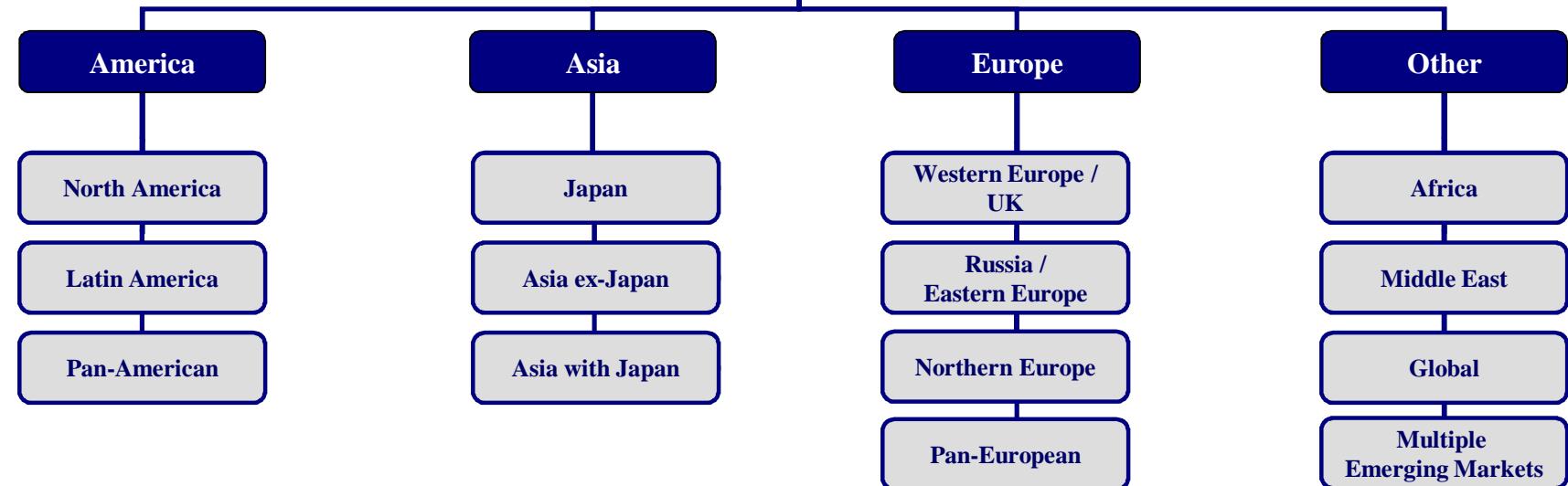
The Report includes:

- Over 170 pages of charts and graphs provided in PowerPoint format
- First Quarter 2011 estimated total assets and net asset flows for entire industry and by strategy
- Detailed breakout of Quarterly HFRI performance
- HFRI Annual Performance Matrix 1998 – Q1 2011
- Onshore and Offshore asset analysis breakouts
- Risk/Return analysis by strategy: 1, 3 and 5-year summaries of Standard Deviation, Sharpe Ratio, Sortino Ratio Up/Down Capture, Returns Distribution and Market Correlations
- Supporting dataset in Excel spreadsheet format

HFR Strategy Classification



HFR Regional Investment Focus Classification



Emerging Markets

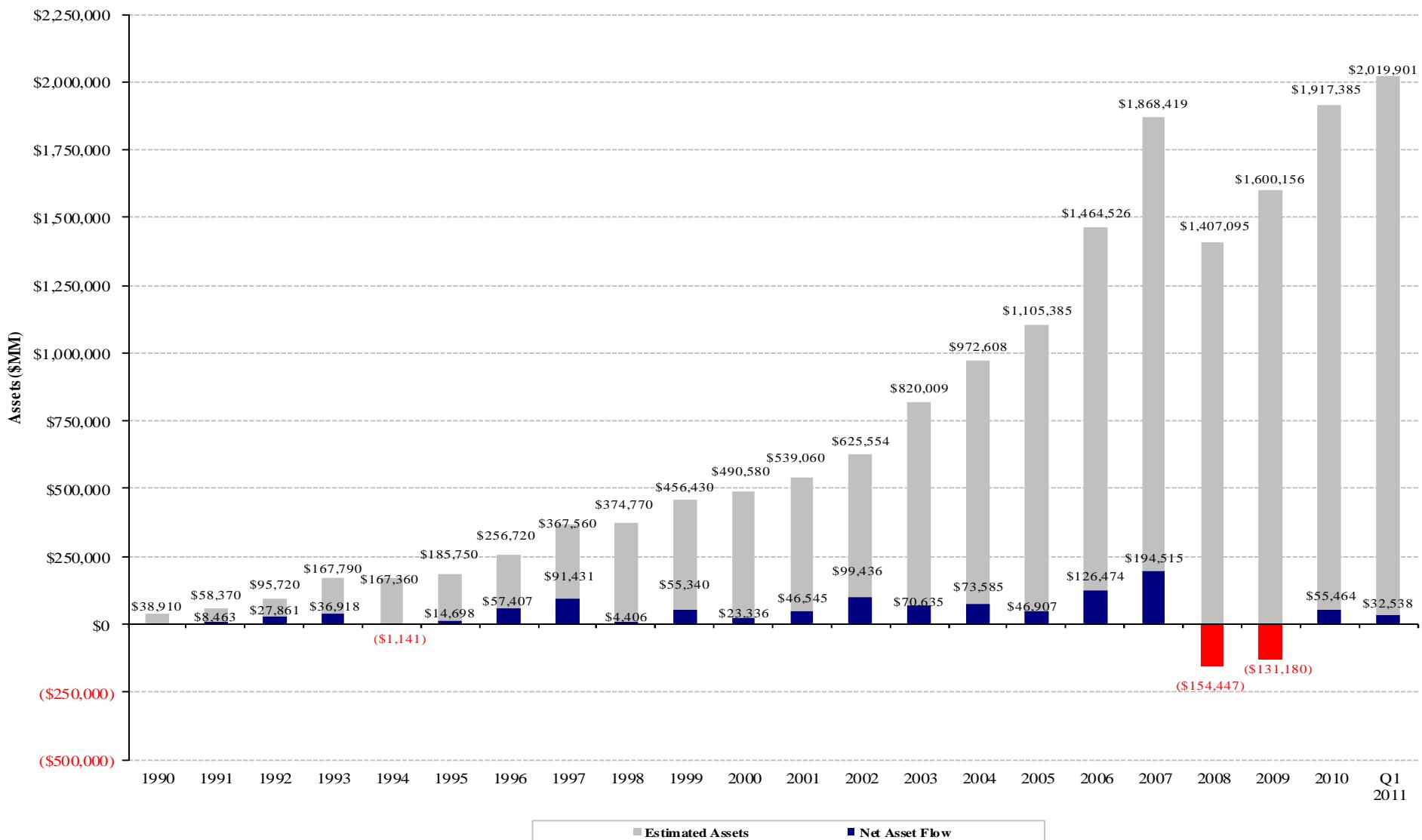


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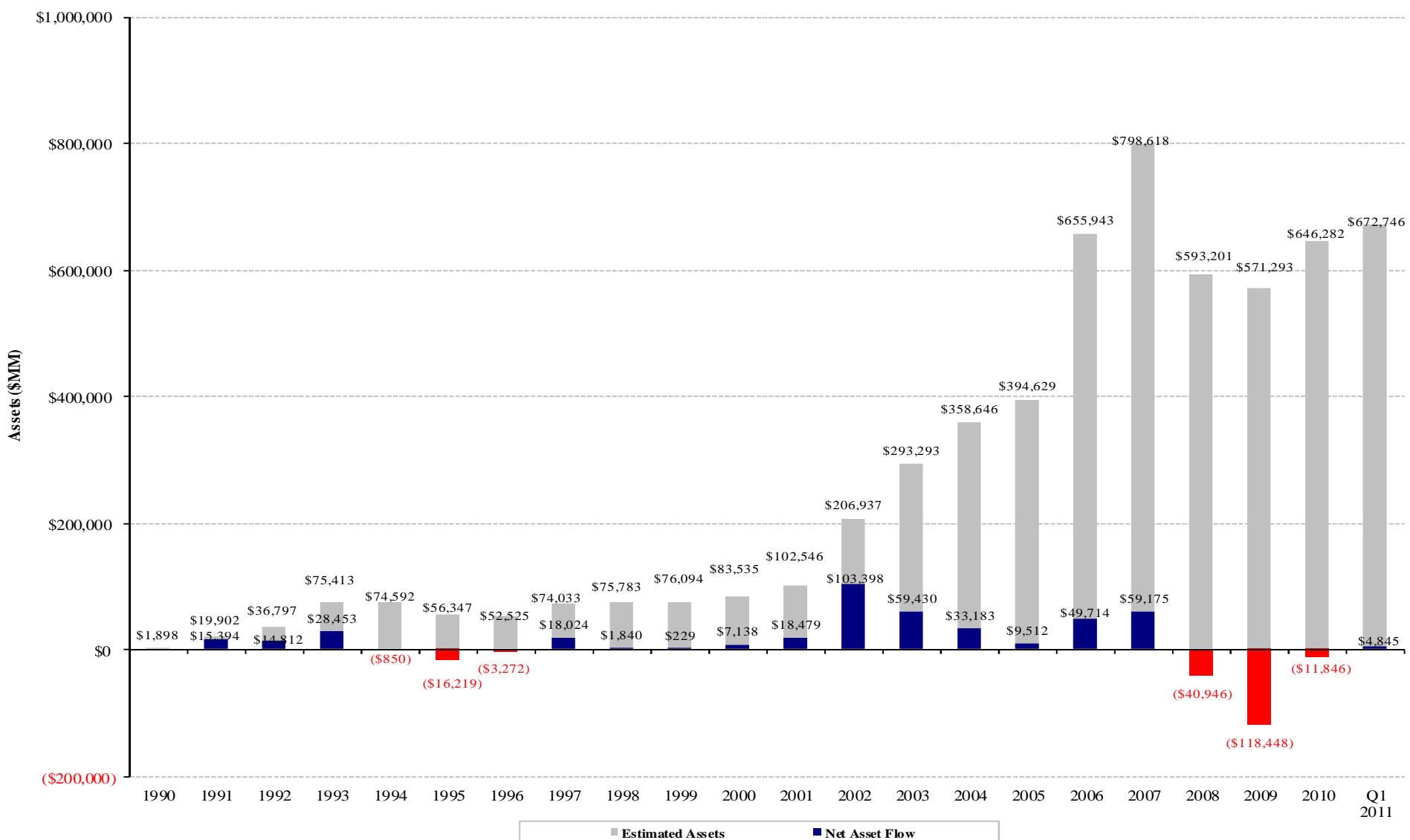
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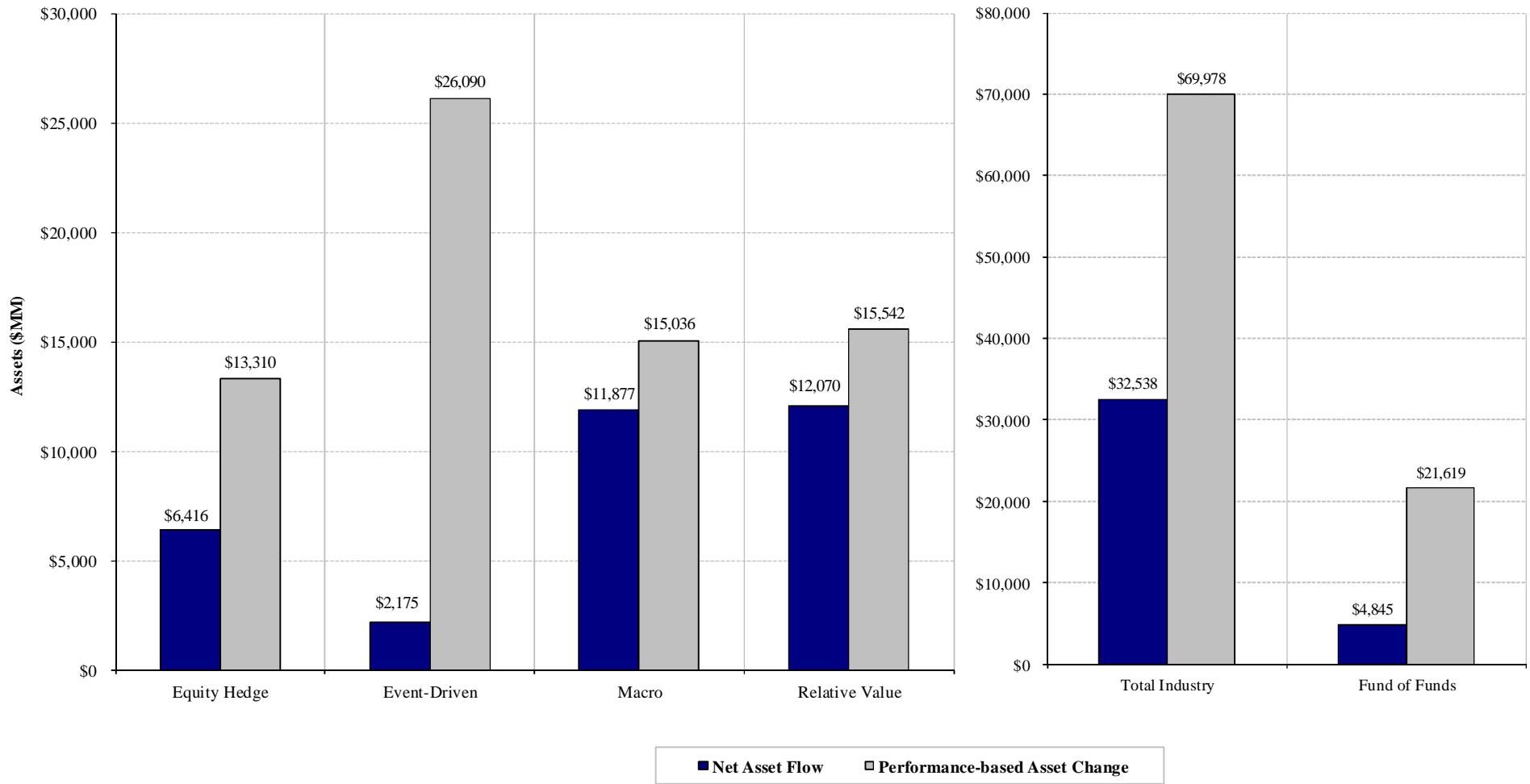
Estimated Growth of Assets / Net Asset Flow Hedge Fund Industry 1990 – Q1 2011



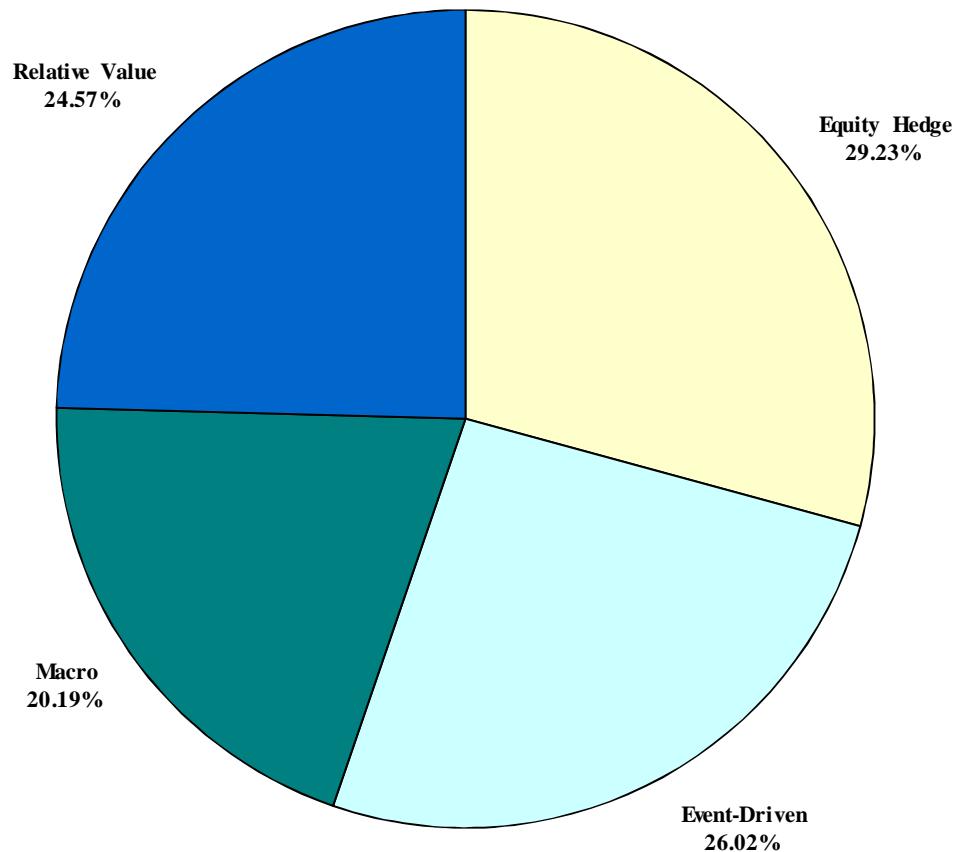
Estimated Growth of Assets / Net Asset Flow Fund of Funds 1990 – Q1 2011



Estimated Change in Assets per Main Strategy Net Asset Flow vs. Performance-Based Q1 2011

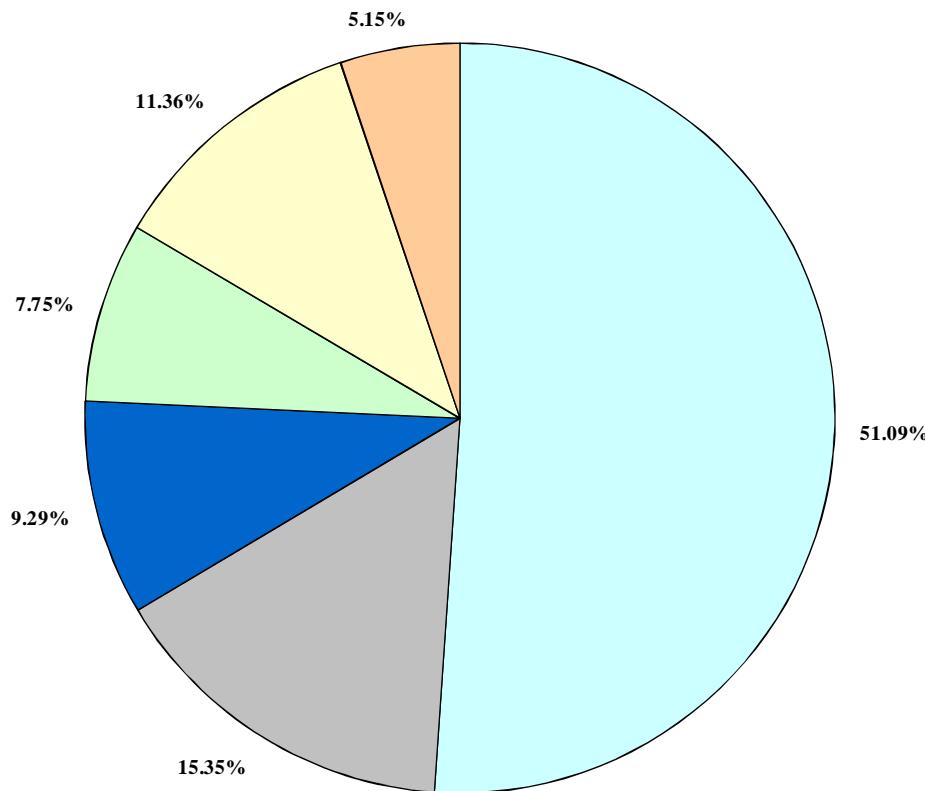


Estimated Strategy Composition by Assets Under Management Q1 2011

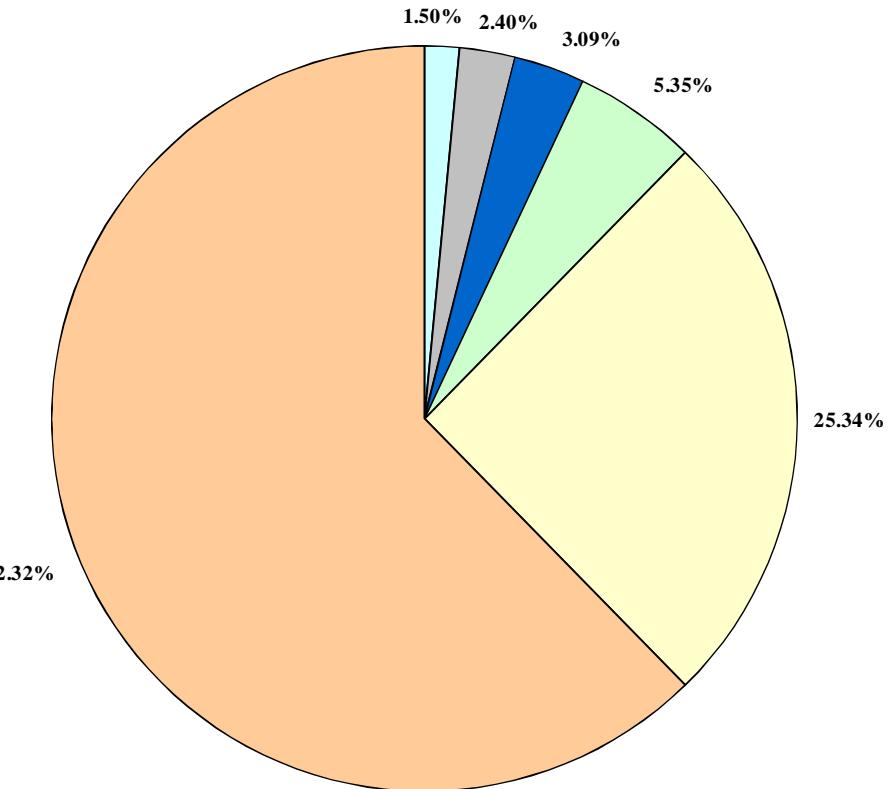


Distribution of Industry Assets by Firm AUM Tier Q1 2011

By # Firms

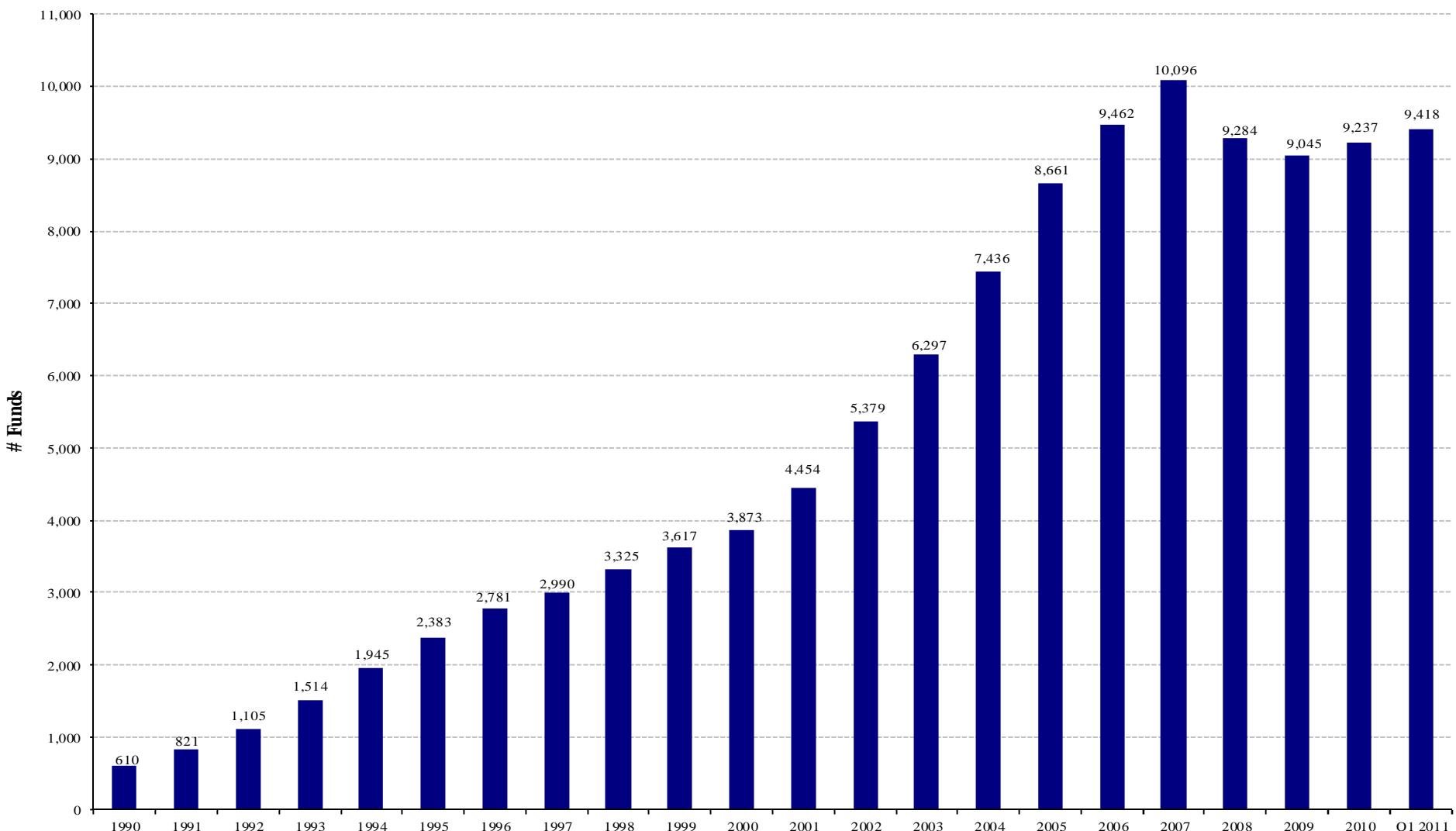


By Firm AUM Size

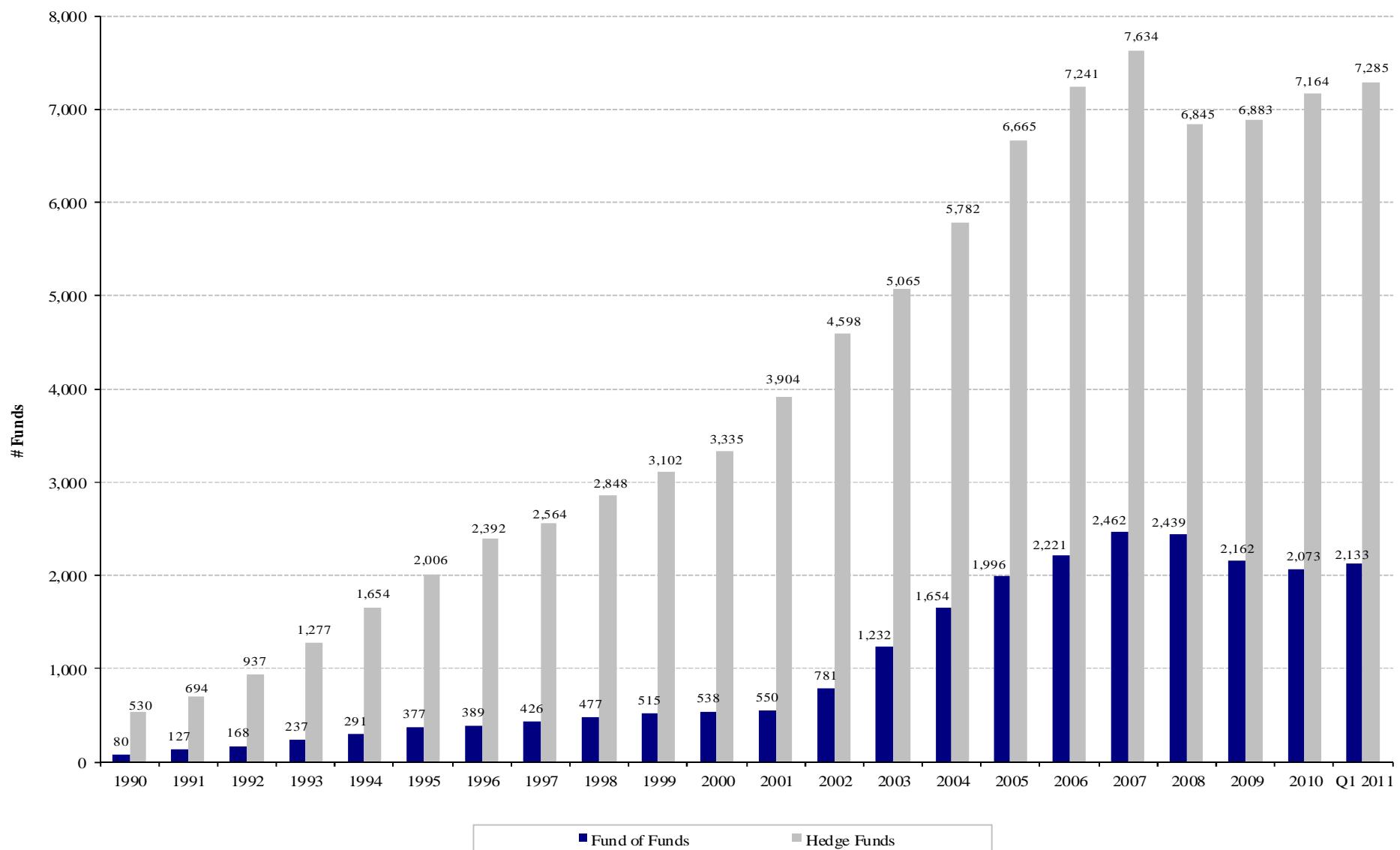


□ < \$100 Million	□ \$100 to \$250 Million	■ \$250 to \$500 Million
□ \$500M to \$1 Billion	□ \$1 to \$5 Billion	■ > \$5 Billion

Estimated Total Number of Hedge Funds and Fund of Funds 1990 – Q1 2011

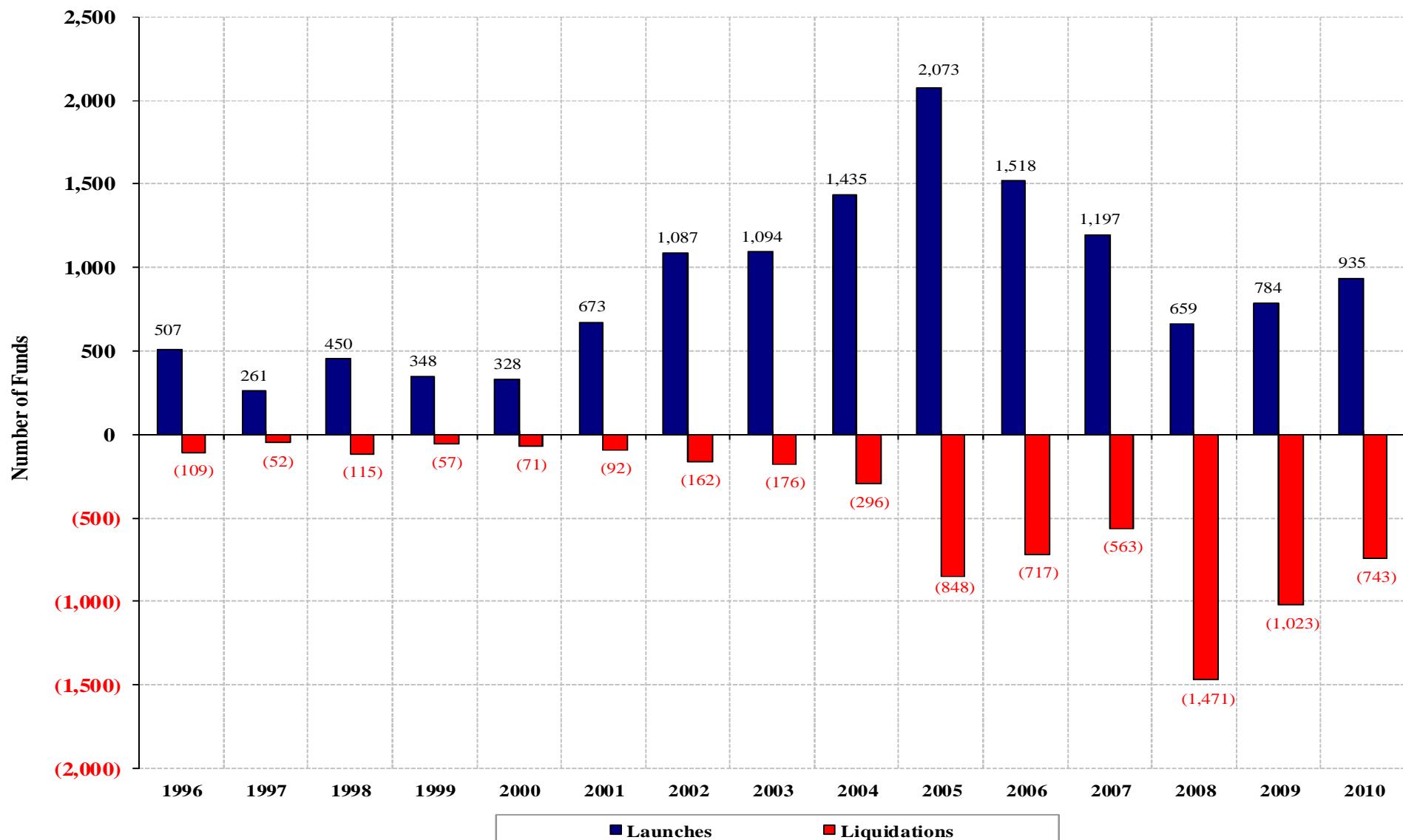


Estimated Number of Funds: Hedge Funds vs. Fund of Funds 1990 – Q1 2011



Estimated Number of Funds Launched/Liquidated

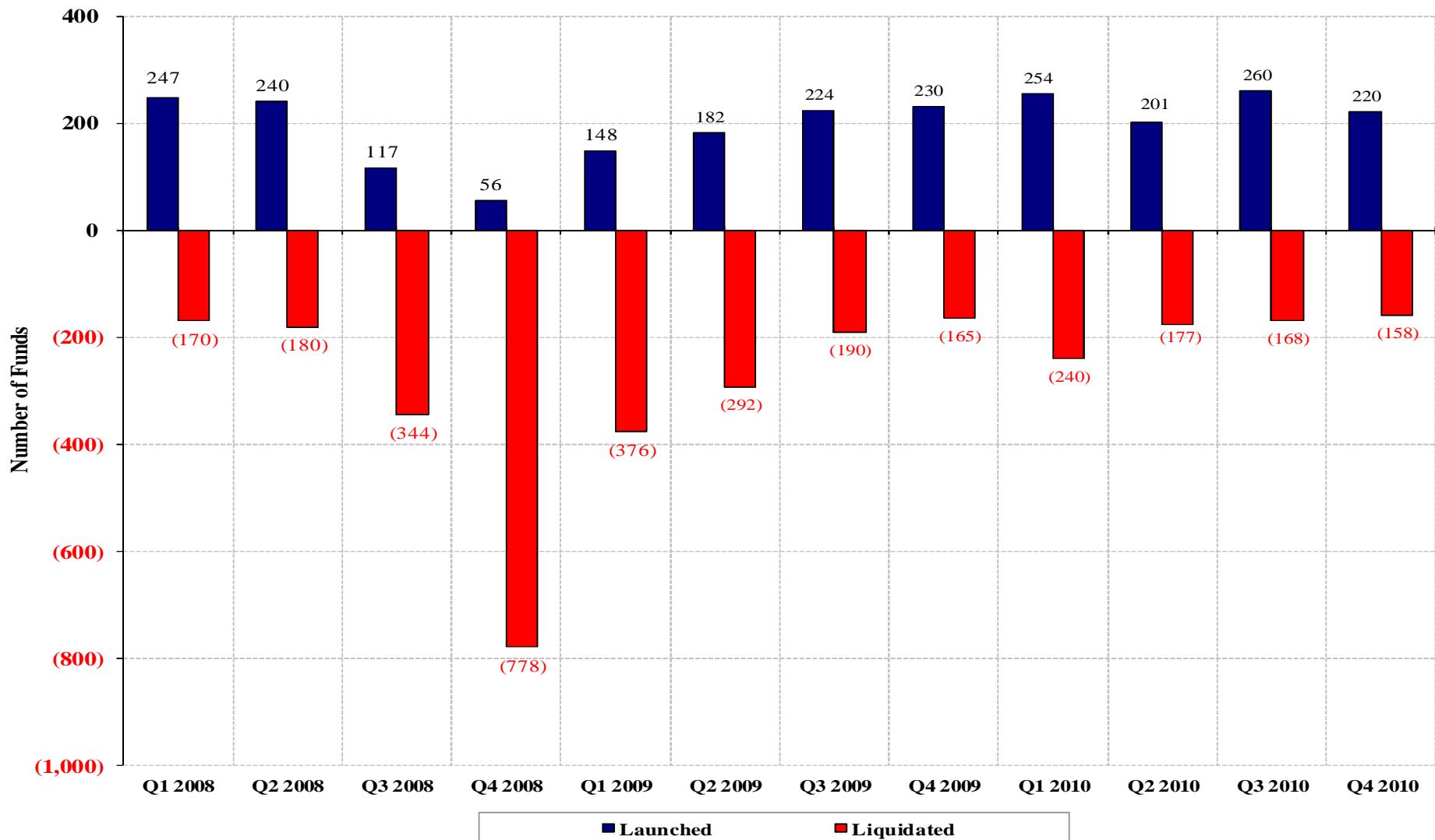
1996 – 2010



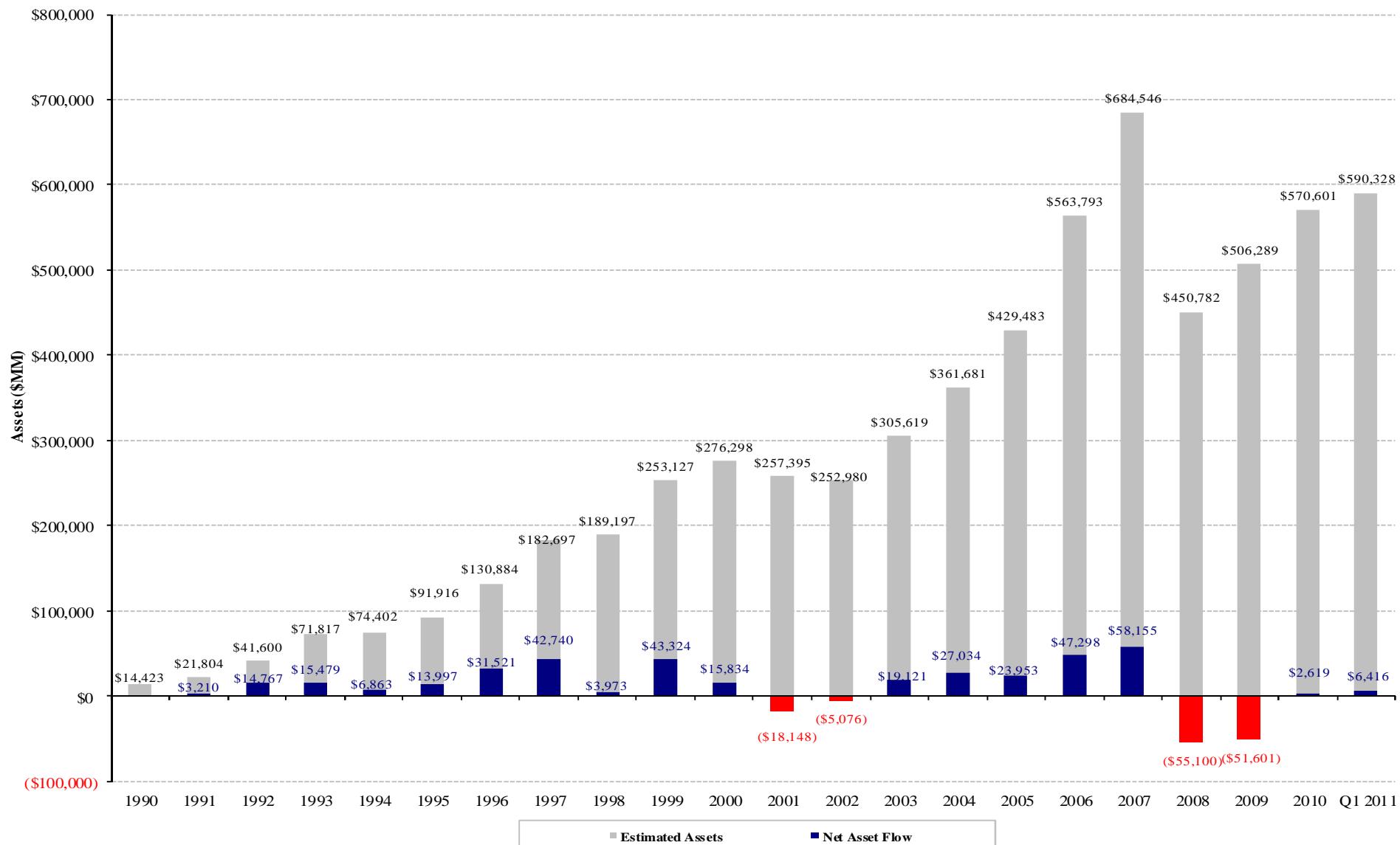
Estimated Number of Funds Launched/Liquidated

Quarterly Breakdown

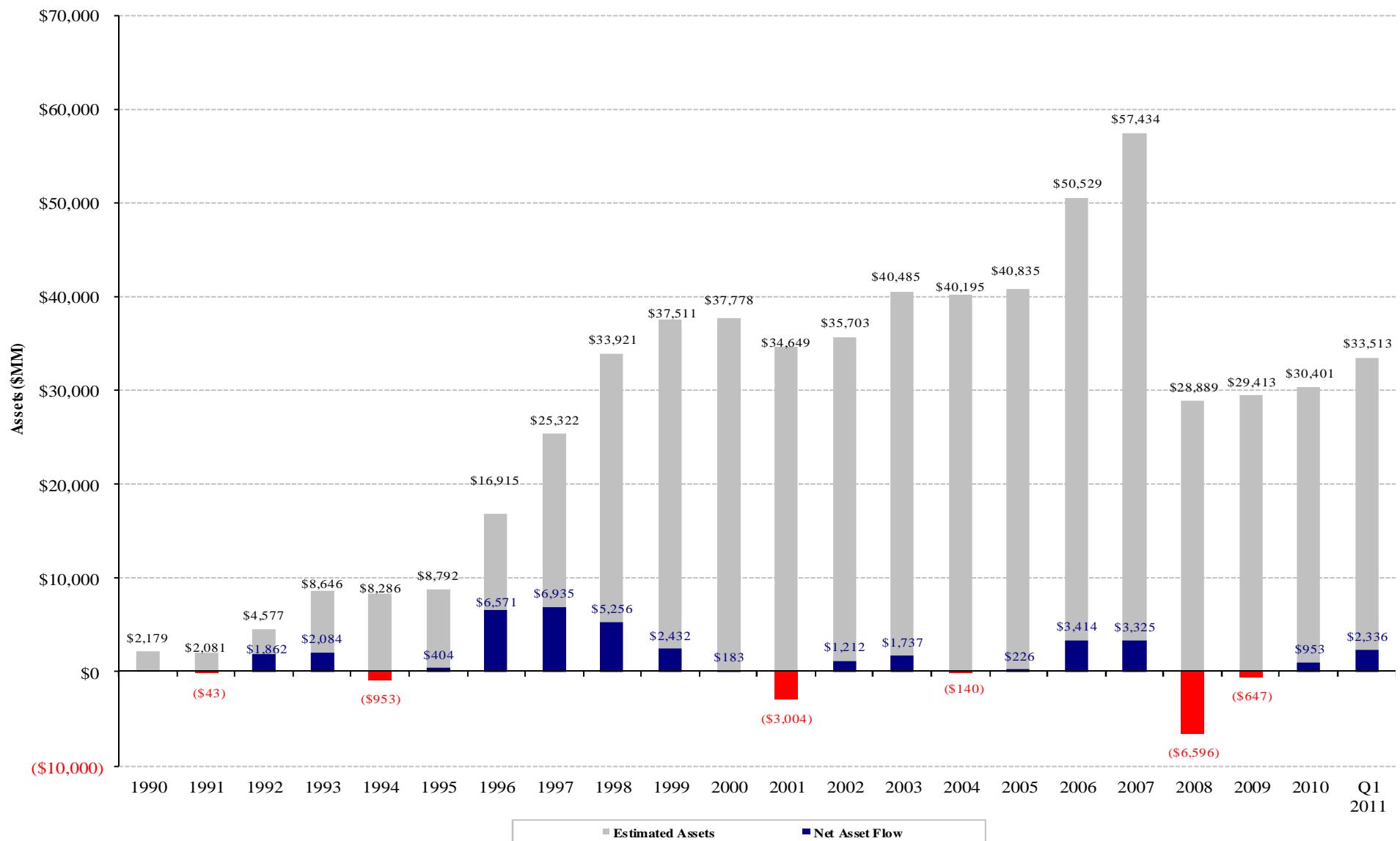
Q1 2008 – Q4 2010



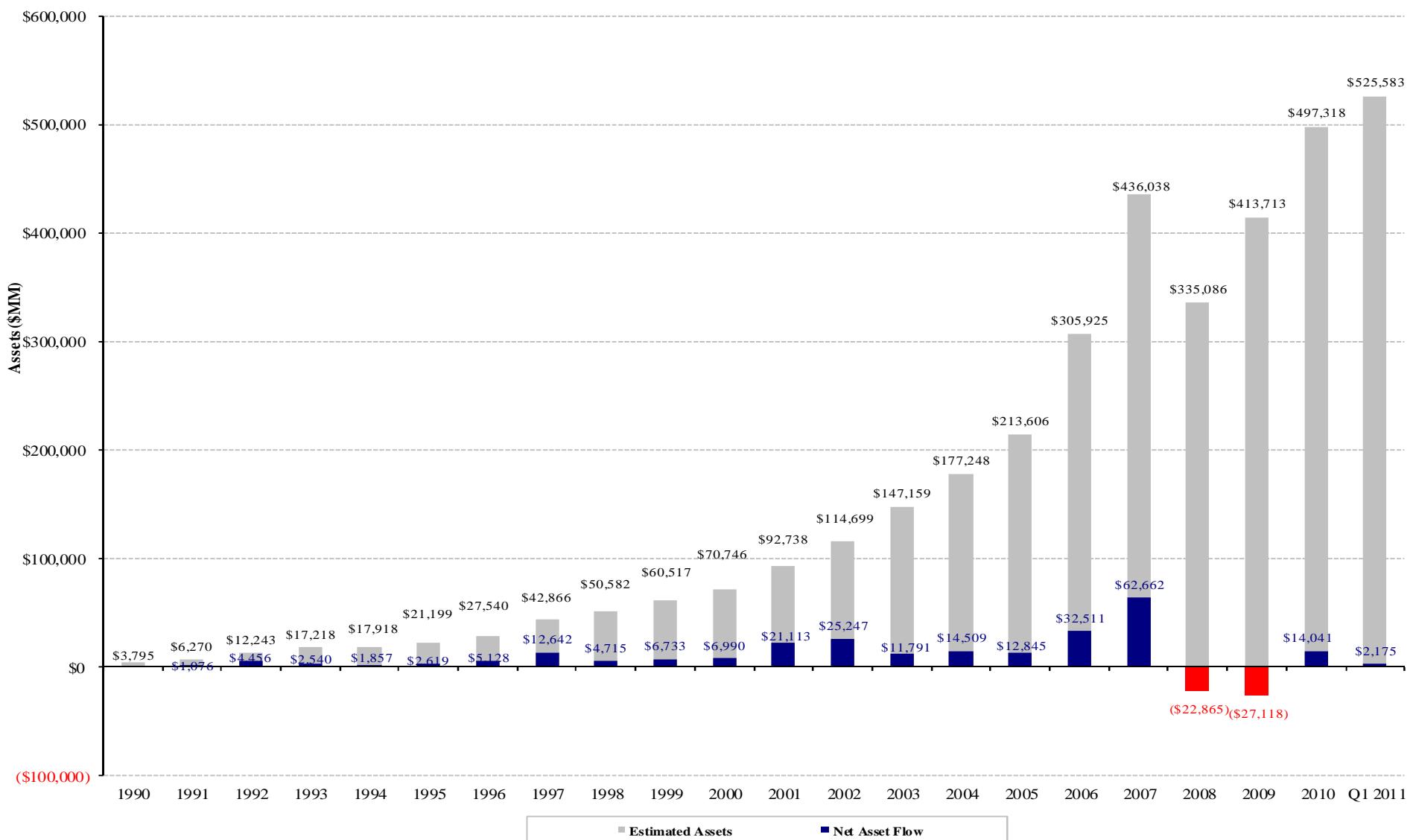
Estimated Growth of Assets / Net Asset Flow Equity Hedge (Total) 1990 – Q1 2011



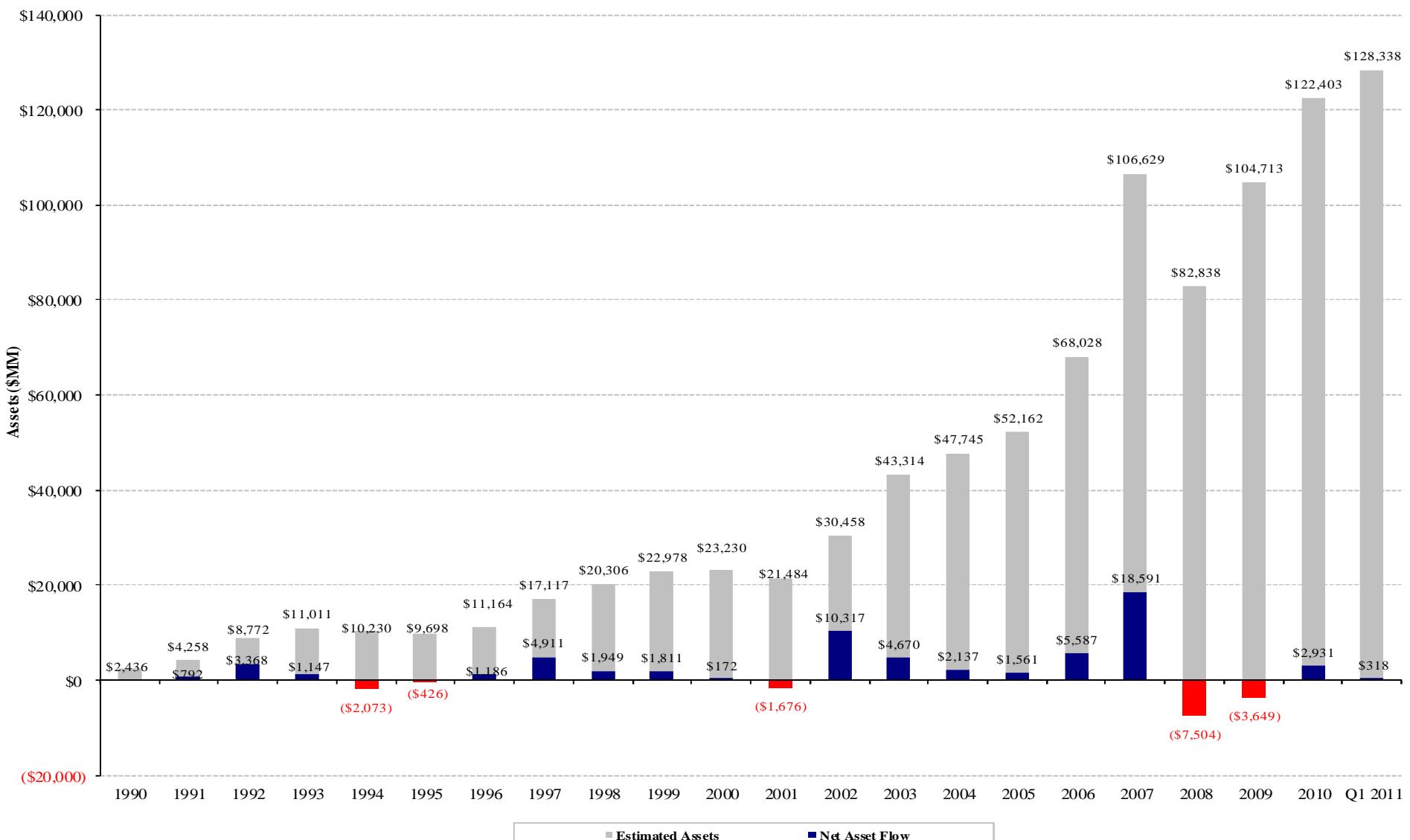
Estimated Growth of Assets / Net Asset Flow EH: Equity Market Neutral 1990 – Q1 2011



Estimated Growth of Assets / Net Asset Flow Event-Driven (Total) 1990 – Q1 2011

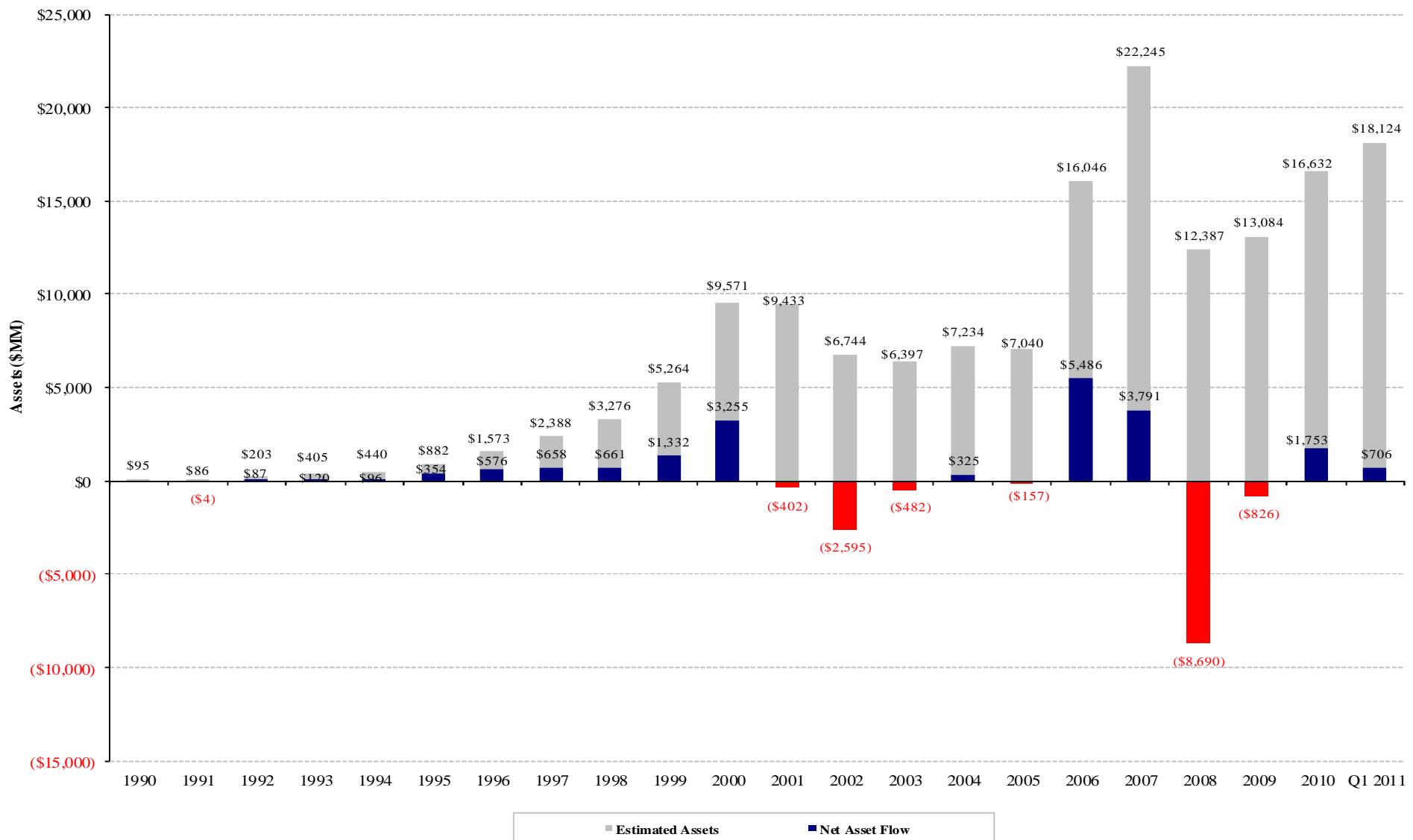


Estimated Growth of Assets / Net Asset Flow ED: Distressed/Restructuring 1990 – Q1 2011

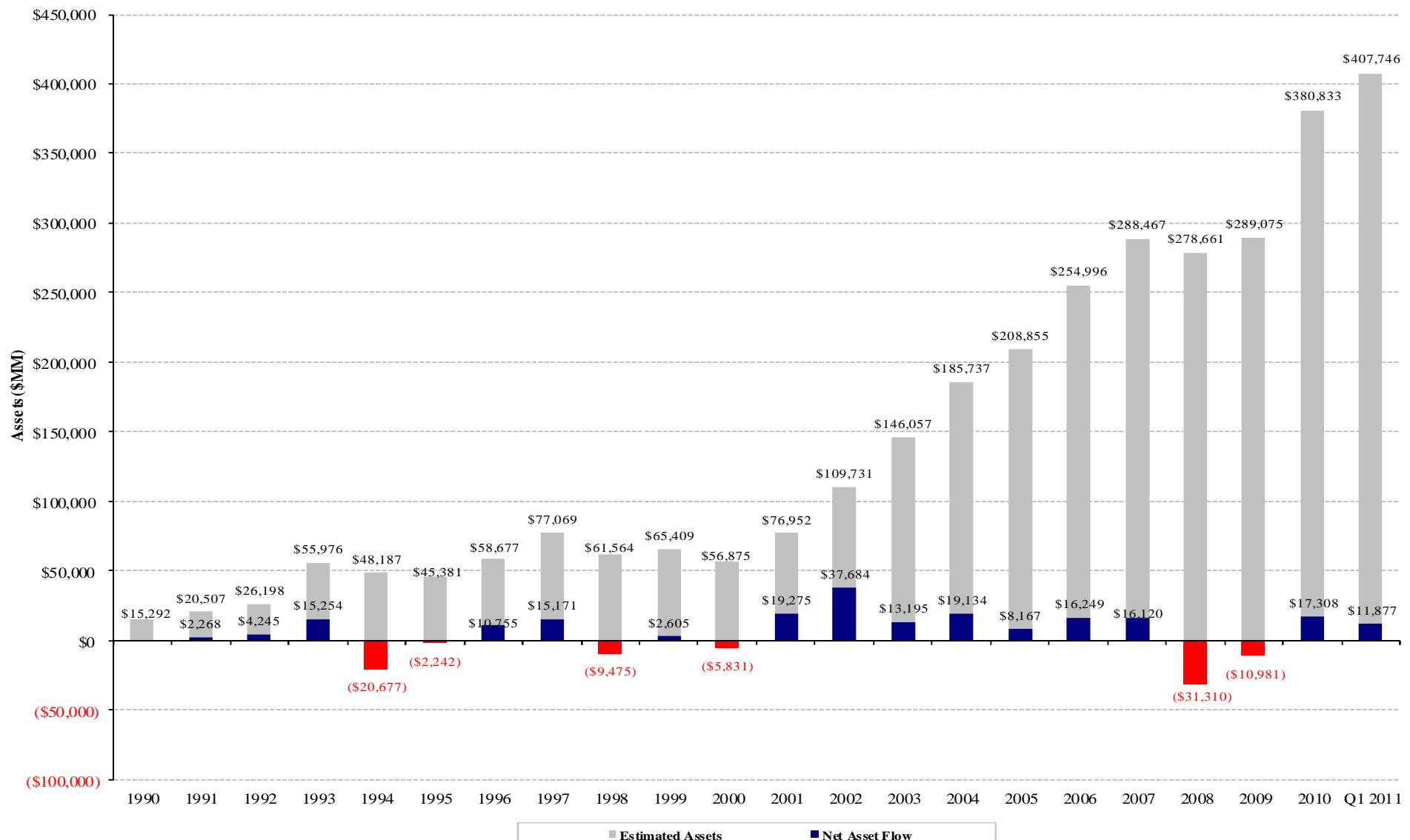


Estimated Growth of Assets / Net Asset Flow

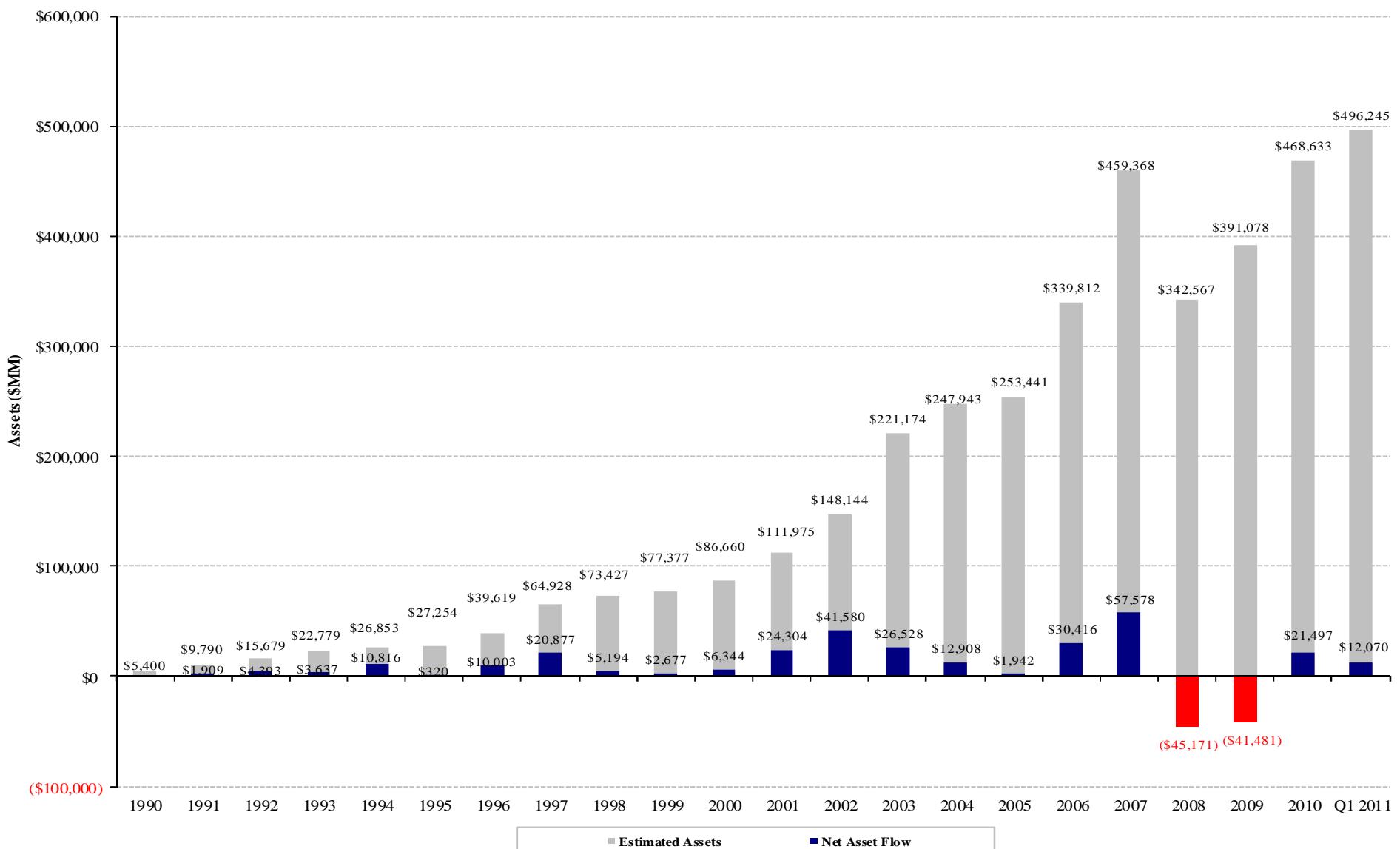
ED: Merger Arbitrage 1990 – Q1 2011



Estimated Growth of Assets / Net Asset Flow Macro (Total) 1990 – Q1 2011



Estimated Growth of Assets / Net Asset Flow Relative Value (Total) 1990 – Q1 2011



Estimated Growth of Assets / Net Asset Flow

RV: Fixed Income – Convertible Arbitrage 1990 – Q1 2011

