

Scorecard through March 2010

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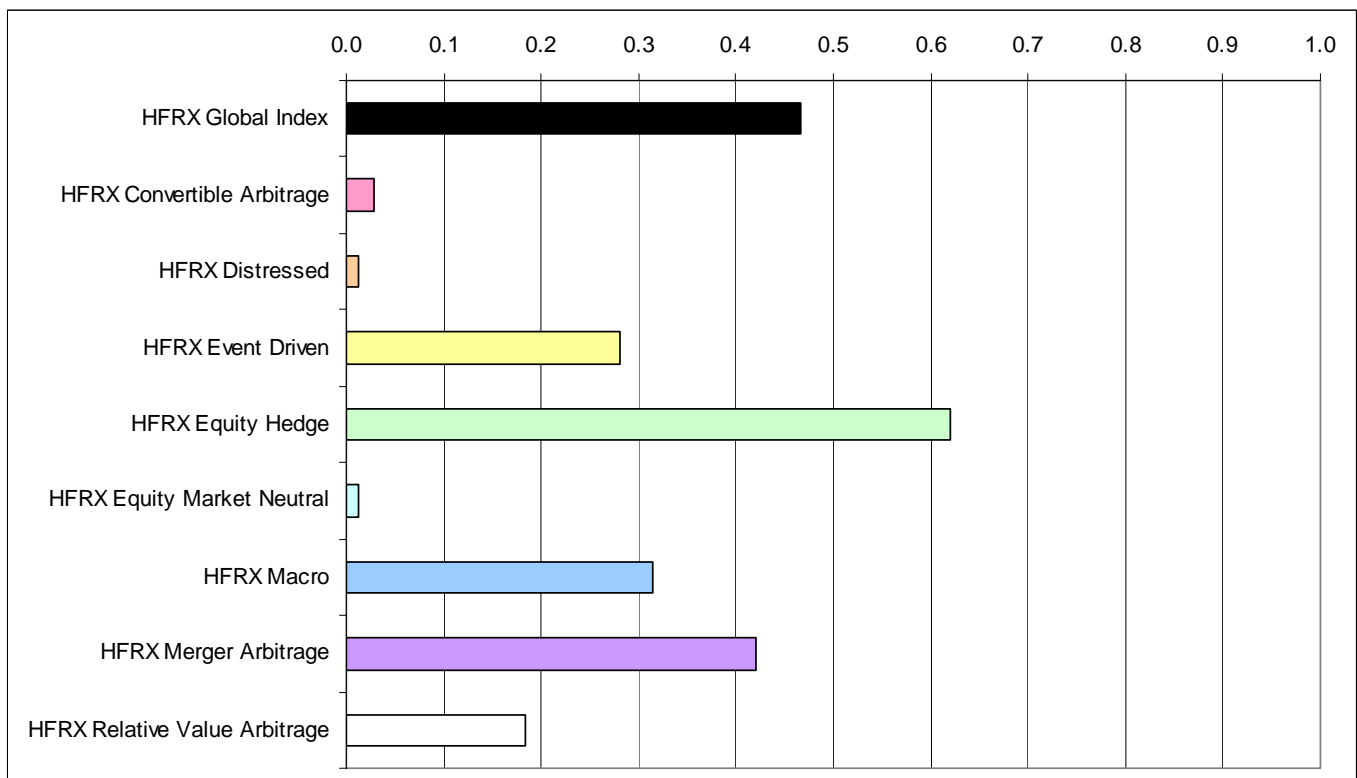
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Hedge Fund Index Facts

Index	Mar 10	YTD	2009	2008
S&P 500 TR	6.03%	5.39%	26.46%	-37.00%
HFRX HEDGE FUND INDICIES				
Global Index	1.38%	1.63%	13.40%	-23.25%
Equal Weighted Index	1.42%	2.01%	11.44%	-21.90%
Convertible Arb.	2.37%	2.17%	42.46%	-58.37%
Distressed	3.14%	5.30%	-5.60%	-30.69%
Equity Hedge	1.13%	0.33%	13.14%	-25.45%
Equity Market Neutral	-0.04%	1.01%	-5.56%	-1.16%
Event Driven	1.75%	2.29%	16.59%	-22.11%
Macro	1.07%	0.61%	-8.78%	5.61%
Merger Arb.	0.73%	1.74%	8.14%	3.69%
Relative Value Arb.	1.22%	2.64%	38.47%	-37.60%

Source: Bloomberg

- *HFRXGL demonstrated Beta of 0.13 vs. the S&P 500 in Q1 2010 with Alpha of 1.6%*
- *Distressed continues to lead hedge fund strategies in 2010 with 0.04 Beta vs. the S&P 500 in Q1 2010 and Alpha of 8.8%*
- *All of the HFRXGL constituent strategies delivered positive returns in Q1 2010*

Source: Bloomberg, Alpha, and Beta, based on daily data

Hedge Fund R-Squared vs. S&P 500 in Q1 2010


Source: Bloomberg, Pelagos Capital, based on daily data



HFRX Hedge Fund Strategy Correlations in Q1 2010

	Convertible Arbitrage	Distressed	Event Driven	Equity Hedge	Equity Market Neutral	Macro	Merger Arbitrage	Relative Value Arbitrage
Convertible Arbitrage	1.00	0.18	0.14	-0.12	-0.17	-0.29	-0.09	0.48
Distressed		1.00	0.48	0.16	-0.21	0.16	0.22	0.06
Event Driven			1.00	0.58	-0.02	0.34	0.41	-0.05
Equity Hedge				1.00	-0.04	0.71	0.51	-0.22
Equity Market Neutral					1.00	-0.08	0.09	-0.23
Macro						1.00	0.24	-0.19
Merger Arbitrage							1.00	-0.39
Relative Value Arbitrage								1.00

Source: Bloomberg, Pelagos Capital, based on daily data

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Index Key: Standard & Poor's 500 Index, HFRX Global Hedge Fund Index, HFRX Equal Weighted Strategies Index, HFRX Convertible Arbitrage Index, HFRX Distressed Index, HFRX Equity Hedge Index, HFRX Equity Market Neutral Index, HFRX Event Driven Index, HFRX Macro Index, HFRX Merger Arbitrage Index, HFRX Relative Value Arbitrage Index. Inclusion of indexes mentioned is for illustrative purposes only. Keep in mind that an individual can not invest directly in any index and that index performance does not include transaction costs or other fees, which will affect actual investment performance.