

## Greenwich Mid-Month Update: Hedge Funds Rise +1.05% in May

Greenwich, CT, USA, June 17, 2014 – Hedge funds ended the month of May up +1.05% as both equity and bond markets were positive in May. Equity markets had the best performance with the S&P500 +2.35% and the MSCI World Index up +1.63%. Bond markets as measured by the Barclays Aggregate Bond Index were up +1.14%.

### Global Index Strategy Highlights

- Long-Sort Equity Growth strategies were the best performing strategy group in May up +1.70% closely followed by Long-Short Value up +1.52%.
- The Distressed Securities strategy group had another good month posting a +1.16% return and continued to lead YTD performance returning +5.07%.
- Helped by the positive performance of bond markets, Fixed Income Arbitrage strategies were up +1.03% and Long-Short Credit strategies were up +0.94% in May.
- The European Emerging Market Index was the best performing regional index increasing +6.66% for the month.

| <b>Strategy Group Summary</b>                | <b>May<br/>2014</b> | <b>April<br/>2014</b> | <b>YTD<br/>Return</b> |
|--|---------------------|-----------------------|-----------------------|
| <b>Greenwich Global Hedge Fund Index</b>     | 1.05%               | -0.14%                | 1.88%                 |
| <b>Market Neutral Group</b>                  | 0.68%               | 0.20%                 | 2.57%                 |
| <b>Equity Market Neutral</b>                 | 0.46%               | -0.22%                | 1.44%                 |
| <b>Event-Driven</b>                          | 0.66%               | 0.23%                 | 3.26%                 |
| Distressed Securities                        | 1.16%               | 0.41%                 | 5.07%                 |
| Merger Arbitrage                             | 0.34%               | 0.02%                 | 1.49%                 |
| Diversified Event-Driven                     | 0.49%               | 0.19%                 | 2.78%                 |
| <b>Arbitrage</b>                             | 0.94%               | 0.47%                 | 2.59%                 |
| Convertible Arbitrage                        | 0.83%               | 0.00%                 | 1.82%                 |
| Fixed Income Arbitrage                       | 1.03%               | 0.84%                 | 4.27%                 |
| Other Arbitrage                              | 0.64%               | 0.05%                 | 0.41%                 |
| <b>Long-Short Equity Group</b>               | 1.44%               | -0.65%                | 1.99%                 |
| Growth                                       | 1.70%               | -1.38%                | 1.50%                 |
| Opportunistic                                | 1.06%               | -0.71%                | 2.08%                 |
| Short-Biased                                 | -3.08%              | 0.70%                 | -2.43%                |
| Value  | 1.52%               | -0.25%                | 2.25%                 |
| <b>Directional Trading Group</b>             | 0.55%               | 0.12%                 | 0.12%                 |
| Futures                                      | 0.60%               | 0.20%                 | -0.05%                |
| Macro  | 0.42%               | -0.08%                | 0.48%                 |
| <b>Specialty Strategies Group</b>            | 1.11%               | 0.39%                 | 3.16%                 |
| Long-Short Credit                            | 0.94%               | 0.79%                 | 4.06%                 |
| Multi-Strategy                               | 1.21%               | 0.08%                 | 2.37%                 |
| <b>Greenwich Regional Hedge Fund Indices</b> | <b>May<br/>2014</b> | <b>April<br/>2014</b> | <b>YTD<br/>Return</b> |
| <b>Developed Markets</b>                     |                     |                       |                       |
| Composite Regional Index                     | 1.02%               | -0.24%                | 2.06%                 |

|                         |       |        |        |
|-------------------------|-------|--------|--------|
| Global Regional Index   | 1.20% | -0.13% | 1.46%  |
| Asia Regional Index     | 1.67% | -0.98% | -0.84% |
| Europe Regional Index   | 0.90% | -0.44% | 3.25%  |
| Americas Regional Index | 0.75% | -0.13% | 3.12%  |

**Emerging Markets**

|                          |       |        |        |
|--------------------------|-------|--------|--------|
| Composite Regional Index | 2.24% | -0.03% | 0.92%  |
| Global Regional Index    | 2.19% | 0.29%  | 3.38%  |
| Asia Regional Index      | 1.37% | -1.14% | 0.31%  |
| Europe Regional Index    | 6.66% | -0.47% | -3.80% |
| Americas Regional Index  | 0.57% | 1.70%  | 2.30%  |

The GGHFI is one of the oldest benchmarks of the hedge fund universe. Final Strategy and Regional index results for May will be available in early June, once additional funds have submitted returns. Past performance and indices construction rules for all Greenwich Hedge Fund Indices may be viewed at [www.greenwichai.com](http://www.greenwichai.com).

**About Greenwich Alternative Investments**

Greenwich Alternative Investments, LLC (and its affiliates) manages one of the world's largest hedge fund databases and is among the oldest providers of hedge fund indices, asset management services, and research to institutional investors worldwide.

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