

Greenwich Investable Futures Index Leads Hedge Fund Strategies in December

Stamford, CT, USA, January 27, 2012 – The Greenwich Investable Hedge Fund Indices produced mixed results in December, another volatile month for equity prices. The monthly and quarterly redemption Composite Indices fell by 0.46% and 0.27%, respectively, for the month. The Managed Futures Index was the best performer, gaining 2%, followed by the Investable Arbitrage Index, which gained 0.41%. The Greenwich Long-Short Equity Investable Index also fell by 0.38% compared to a decline of 0.12% in the MSCI World Equity Index and a gain of 1.02% on the S&P 500 Total Return Index. For the year, the Long-Short Credit and Arbitrage Investable Indices produced the most favorable results, gaining 6.33% and 2.71%, respectively.

“Lack of market direction and prolonged economic uncertainty were central themes for investors in 2011. Hedge funds as a whole had a lackluster year in large part due to the risk averse nature of most managers. Market Neutral strategies were more insulated from market swings than Directional funds and as a result had better performance. Managers focused on fundamentals frequently found themselves subject to headline risk that complicated their investments. However, despite the relative weakness in 2011, hedge funds still maintain a favorable risk-return comparison to the S&P 500 over the last 4 years,” said Clint Binkley, Senior Vice President.

Greenwich Investable Hedge Fund Indices

	<u>Dec 2011</u>	<u>YTD</u>
Composite - Monthly Exit	-0.46%	-3.93%
Composite - Quarterly Exit	-0.27%	-3.03%
Arbitrage	0.41%	2.71%
Equity Market Neutral	-0.07%	-1.13%
Event-Driven	0.13%	-1.61%
Futures	2.00%	-2.58%
Long-Short Credit	-0.04%	6.33%
Long-Short Equity	-0.38%	-5.05%
Macro	-0.58%	-4.15%
MSCI World Equity Index	-0.17%	-7.62%
S&P 500 Total Return Index	1.02%	2.12%
Barclays Aggregate Bond Index	1.10%	7.84%

The Greenwich Investable Hedge Fund Indices are specifically designed to represent the returns of the hedge fund universe. They are comprehensive in design and cover a wide spectrum of hedge fund strategies, providing investors with innovative and efficient access to hedge fund beta. Final index results for December will be available Mid-February, once all managers have submitted final returns. The indices reference actual hedge fund vehicles as opposed to separately managed accounts or other methods used in an attempt to replicate the returns of hedge fund vehicles. The Indices are reported monthly net of a 0.083% per period index calculation fee. Past performance and index construction rules for all Greenwich Hedge Fund Indices may be viewed at 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, research, analytics, and manager data to institutional investors worldwide.

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