

Hedge Fund Strategies	January 2009	YTD	Annual Average Return since January 2001	Annual Std Dev since January 2001	Sharpe Ratio
Convertible Arbitrage	5.61%	5.6%	2.9%	7.4%	-0.15
CTA Global	-0.29%	-0.3%	8.4%	9.0%	0.49
Distressed Securities	0.76%	0.8%	8.8%	5.9%	0.81
Emerging Markets	-1.06%	-1.1%	9.4%	10.6%	0.51
Equity Market Neutral	1.22%	1.2%	4.8%	3.2%	0.24
Event Driven	1.29%	1.3%	6.5%	5.9%	0.43
Fixed Income Arbitrage	0.95%	1.0%	3.7%	4.5%	-0.07
Global Macro	0.61%	0.6%	7.3%	4.5%	0.75
Long/Short Equity	-0.16%	-0.2%	3.9%	7.0%	-0.01
Merger Arbitrage	0.70%	0.7%	5.1%	3.5%	0.30
Relative Value	1.41%	1.4%	5.0%	4.8%	0.21
Short Selling	2.78%	2.8%	5.7%	13.8%	0.12
Funds of Funds	0.86%	0.9%	3.7%	5.3%	-0.06

* Cumulative return since January 1st of the current year

After slight relief in December, the stock markets fell severely again in January (-8.43%) with increased volatility (44.84%). The S&P 500 index has now reached its level of May 2007. The commodities market remains depressed and registered a seventh consecutive monthly loss (-3.68%), albeit by far the least significant over that period. The bond market slipped into negative territory again, as reflected by the negative performance (-2.92%) of the Lehman Global Bond Index.

As the credit spread increased significantly, the Convertible Arbitrage strategy confirmed last month's recovery with a second positive return in a row (+5.61). Similarly, the Distressed Securities strategy managed a positive return after seven months of losses. In a context of depressed The results of the equity-oriented strategies are mixed. The Equity Market Neutral strategy managed a second positive month (+1.22%), confirming its barely positive return in December. Similarly, after seven months of losses, the Event Driven strategy managed a gain (+1.29%). On the other hand, the Long/Short Equity strategy did not follow through on its December result and registered a slightly negative performance (-0.16%).

Despite the poor performance of the stock markets, the Fund of Funds strategy finally registered its first positive return (+0.86%) since May 2008.