

"YOU GET WHAT YOU PAY FOR"
An Assessment Of Fund Of Hedge Fund Performance & Fees

Fund	Style	Asset (\$mm)	Mgmt Fee	Incentive Fee	Hurdle Rate	High Water Mark	Inception Date	Risk (std. dev.)	Risk (drawdown)	Return 2000	Return 2001	Fee If 12% Return	
Fund A	FOF	29.0	0.90%	9.0%	10%	Yes	Jan-95	15.7%	-10.7%	18.4%	3.3%	1.0%	
Fund B	FOF	27.9	1.00%	10.0%	10%	Yes	Jul-94	6.6%	-3.1%	12.8%	2.8%	1.1%	
Fund C	FOF	32.8	1.00%	10.0%	10%	No	Jan-92	11.3%	-22.7%	-8.4%	-5.7%	1.1%	
Fund D	FOF	86.9	1.00%	10.0%	10%	Yes	Apr-94	14.9%	-13.2%	16.4%	2.9%	1.1%	
Fund E	FOF	22.0	1.25%	10.0%	12%	Yes	Jan-99	6.3%	-2.1%	16.6%	7.3%	1.3%	
Fund F	FOF	23.4	1.00%	5.0%	1.5x T	No	Aug-97	2.9%	-3.1%	4.1%	4.5%	1.4%	
Fund G	FOF	25.8	1.00%	5.0%		Yes	Apr-95	5.2%	-2.5%	8.6%	21.3%	1.6%	
Fund H	FOF	16.5	1.00%	15.0%	6%	Yes	Jul-96	10.7%	-6.5%	12.6%	3.8%	1.8%	
Fund I	FOF	72.5	1.50%	5.0%		Yes	Jan-99	13.1%	-12.5%	5.1%	6.0%	2.0%	
Fund J	FOF	41.5	1.00%	10.0%		Yes	May-95	3.1%	0.0%	18.0%	9.0%	2.1%	
Fund K	FOF	46.2	1.00%	10.0%		Yes	Jun-96	5.3%	-1.9%	30.5%	10.3%	2.1%	
Fund L	FOF	53.0	1.00%	10.0%		Yes	Jan-94	7.4%	-4.6%	3.0%	10.6%	2.1%	
Fund N	FOF	63.0	2.00%	2.0%		Yes	Jul-88	2.9%	-0.7%	13.2%	5.4%	2.2%	
Fund O	FOF	11.0	1.20%	10.0%		Yes	Jan-95	5.5%	-5.7%	12.6%	-0.8%	2.3%	
Fund P	FOF	26.0	1.00%	20.0%	90 d T+2%	Yes	Jan-92	2.9%	-0.7%	20.2%	9.0%	2.5%	
Fund Q	FOF	58.9	0.90%	25.0%	2 yr T	Yes	Sep-98	1.8%	0.0%	12.1%	7.3%	3.1%	
AVERAGE	16	39.8	1.11%	10.4%	4.2%	most		7.2%	-5.6%	12.2%	6.1%	1.8%	
Average (excluding max & min)								7.0%	-4.8%	12.4%	5.8%		

<u>Profile Of Return & Risk By Fee Group</u>	Risk (std. dev.)	Risk (drawdown)	Return 2000	Return 2001	Fee If 12% Return
Lowest 8 By Fees (excl. max & min)	9.2%	-6.5%	11.9%	4.1%	1.3%
Highest 8 By Fees (excl. max & min)	4.5%	-2.3%	13.6%	7.8%	2.2%

NOTES:

- * Random sample of 50 fund-of-funds from a major database
- * Sample developed in March 2002 for full year 2000 and 2001 returns, total assets, & risk measures
- * Exclusions: (a) No Fee Data [7], (b) Fund Assets <\$5 mm [10] or >\$100 mm [8], or (c) No Incentive Fee [9]
- * Returns are after all fees (net)
- * Risk is measured as the variability (standard deviation) of returns and drawdown over the past two years (2000 & 2001)
- * The maximum value and minimum value in each dataset are excluded to reduce distortions due to extreme values
- * This analysis is presented for general perspective and was not developed to be completely statistically accurate