

**MSCI**<sup>®</sup>

# press release

## MSCI<sup>®</sup> HEDGE INVEST INDEX QUARTERLY REVIEW NUMBER OF CONSTITUENT FUNDS INCREASES TO 74

**Geneva, October 2, 2003.** MSCI, a leading provider of equity, fixed income and hedge fund indices, announced today the results of the first Quarterly Index Review of the MSCI Hedge Invest Index, an investable hedge fund index. As a result of this quarterly review, the number of constituent funds in the index will increase to 74 from 64. There are 11 hedge fund investment processes represented in the index. Changes resulting from the review will be implemented in the MSCI Hedge Invest Index as of the close of October 7, 2003.

Process Level Target Weights  
for October 7, 2003 Rebalancing

Process	Target Weight	Number of Constituents
Systematic Trading	14.00%	14
Discretionary Trading	7.19%	6
Merger Arbitrage	3.13%	6
Statistical Arbitrage	6.36%	4
Arbitrage	18.45%	11
Multi-Process (Relative Value)	3.78%	2
Long Bias	22.84%	7
No Bias	12.38%	17
Short Bias	0.97%	2
Variable Bias	7.99%	4
Event-Driven	2.91%	1
<b>Total</b>	<b>100.00%</b>	<b>74</b>

The MSCI Hedge Invest Index was launched on July 15, 2003. The index consists of a diverse sample of hedge funds that represent a broad range of hedge fund strategies and provide weekly liquidity. The index is constructed and maintained by MSCI according to the MSCI Investable Hedge Fund Index Methodology<sup>SM</sup>, using eligible funds based on managed accounts owned by Lyxor Asset Management, a subsidiary of the Société Générale Group. The index is designed to serve as the basis of a wide range of index linked financial products.

The MSCI Hedge Invest Index is reviewed quarterly incorporating (i) a re-alignment of the strategy weights of the investable hedge fund index taking into account changes to the strategy weights in the hedge fund universe, as represented by the broader MSCI Hedge Fund Composite Index<sup>SM</sup> (ii) additions to the investable hedge fund index of newly available funds on the platform, which meet the constituent eligibility criteria and (iii) deletions from the investable hedge fund index of existing constituents that no longer meet the ongoing eligibility criteria.

Further information on the index, including index history, is available at [www.msci.com](http://www.msci.com).

For further information on MSCI indices or MSCI data, please visit the web site at [www.msci.com](http://www.msci.com) or contact:

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#### Notes for Editors:

The MSCI Hedge Invest Index is separate from the MSCI Hedge Fund Indices<sup>SM</sup> and fund database. The MSCI Hedge Invest Index contains a set of hedge funds with weekly liquidity while the MSCI Hedge Fund Indices and fund database contains both open and closed funds. The MSCI Hedge Fund Indices and fund database was launched in July 2002 to provide extensive information on hedge funds and to assist investors in conducting peer group analysis and research. As with the MSCI Hedge Fund Indices and fund database, funds in the MSCI Hedge Invest Index are classified into investment strategies according to the comprehensive and detailed MSCI Hedge Fund Classification Standard<sup>SM</sup>.

#### MSCI

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