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press release

MSCI Hedge Fund Indices Performance – November 2005

New York - December 23, 2005. MSCI Barra, a leading provider of benchmark indices and risk management analytics products, announced today its November 2005 performance figures for the MSCI Hedge Fund Indices. Below is a summary of performance data for selected indices.

MSCI HEDGE FUND INDICES

	November	YTD	1 Year	3 yr Ann. Ret.	3 yr Std Dev.	3 yr Sharpe
MSCI Hedge Fund Composite Index SM	1.87%	6.30%	7.69%	9.69%	3.74%	2.05
MSCI Hedge Fund Composite Index - Asset Weighted SM	1.53%	5.94%	7.35%	9.20%	3.33%	2.16
Process Groups						
MSCI Directional Trading Index SM	3.15%	5.53%	5.98%	8.10%	6.54%	0.93
MSCI Relative Value Index SM	0.40%	2.00%	2.47%	4.09%	1.56%	1.33
MSCI Security Selection Index SM	2.13%	8.26%	10.19%	11.66%	5.14%	1.88
MSCI Specialist Credit Index SM	0.81%	6.51%	8.53%	15.11%	3.23%	4.05
MSCI Multi-Process Group Index SM	1.31%	5.93%	8.11%	11.43%	3.54%	2.67
Geography						
MSCI Hedge Fund Developed Markets Index SM	1.78%	5.84%	7.19%	9.05%	3.61%	1.95
MSCI Hedge Fund Emerging Markets Index SM	2.54%	11.13%	13.38%	16.46%	5.41%	2.67
MSCI Hedge Fund Global Markets Index SM	2.11%	7.21%	8.51%	11.46%	4.75%	1.99
MSCI Hedge Fund Europe Index SM	1.88%	9.13%	10.73%	7.37%	3.30%	1.62
MSCI Hedge Fund North America Index SM	1.37%	4.92%	6.67%	10.01%	4.00%	2.00
MSCI Hedge Fund Japan Index SM	2.22%	19.86%	20.62%	14.59%	6.52%	1.93
Size						
MSCI Hedge Fund Core Fund Composite Index SM	1.78%	6.78%	8.02%	9.27%	3.30%	2.20
MSCI Hedge Fund Small Fund Composite Index SM	1.94%	5.78%	7.28%	9.71%	4.05%	1.90
MSCI Hedge Invest Index [†]	1.85%	3.77%	4.54%	5.51%	2.87%	1.22

MSCI EQUITY AND FIXED INCOME INDICES

MSCI World Equity Index SM	3.33%	7.11%	11.20%	15.88%	10.45%	1.33
MSCI World Sovereign Debt Index SM	-1.23%	-7.91%	-6.38%	6.99%	7.78%	0.64

Data is as of November 30, 2005. All hedge fund indices listed above are equal weighted unless noted otherwise.

† MSCI Hedge Invest Index: MTD returns are based upon performance from the last Tuesday in previous month until the last Tuesday in reported month. Pro forma historical performance data for the period before July 15, 2003, relies on significant assumptions, and is provided for illustration purposes only. As with all historical performance data, it may not be used to predict future characteristics or performance of the index or relied on in making any investment decisions.

For the month of November, the MSCI Hedge Fund Composite IndexSM, an equal weighted index, posted a gain of 1.87%. The MSCI World Equity IndexSM posted a gain of 3.33%, while the MSCI World Sovereign Debt IndexSM lost 1.23%. The MSCI Hedge Fund Database has grown to over 2,500 hedge funds and more than 190 indices representing more than \$265 billion in assets. Over 95% of the funds in the database reported performance as of November's index calculation.

Among the process groups, the MSCI Directional IndexSM gained, 3.15% followed by the MSCI Security Selection IndexSM, which gained 2.13%. The MSCI Multi-Process IndexSM gained 1.31%.

For November under the MSCI Directional Trading IndexSM, Systematic Trading funds outperformed Discretionary Trading funds with returns of 4.4% and 1.89% respectively. Within the MSCI Relative Value IndexSM, Fixed Income Arbitrage funds posted a decline of 0.08%, while Merger Arbitrage funds posted the highest return by gaining 0.94%.

Under the MSCI Security Selection IndexSM, Short Bias funds declined by 3.5%, bringing the year-to-date gain to 6.74%. Long Bias funds posted a gain of 2.55%. Within the MSCI Specialist Credit IndexSM, Distressed Securities funds outperformed Long-Short Credit funds with returns of 1.09% and 0.57% respectively.

By geography, the MSCI Hedge Fund Emerging Markets IndexSM posted a gain of 2.54% followed by the MSCI Hedge Fund Developed Market Diversified IndexSM and the MSCI Hedge Fund Japan IndexSM, which gained 2.41% and 2.22% respectively. In terms of year-to-date, the MSCI Hedge Fund Japan IndexSM posted the highest gain of 19.86%. Note: MSCI Hedge Fund indices are hedged to remove the effect of currency on fund performance.

In terms of hedge fund size, the MSCI Hedge Fund Small¹ Fund Composite IndexSM outperformed the MSCI Hedge Fund Core² Fund Composite IndexSM by 0.16% for the month with returns of 1.94% and 1.78% respectively. In terms of risk-adjusted returns, the Core funds had higher Sharpe ratio of 2.20, while Small funds had a Sharpe ratio of 1.90.

Below is a brief description of the MSCI Hedge Fund Process Groups:

The **MSCI Directional Trading IndexSM** - MSCI defines Directional Trading strategies as those based upon speculating on the direction of market prices of currencies, commodities, equities, and bonds in the futures and cash markets.

The **MSCI Relative Value IndexSM** - Relative Value strategies focus on spread relationships between pricing components of financial assets or commodities.

The **MSCI Security Selection IndexSM** - Security Selection managers combine long positions and short sales with the aim of benefiting from their ability in selecting investments while offsetting systematic market risks.

The **MSCI Specialist Credit IndexSM** - Specialist Credit funds seek to lend to credit-sensitive issuers.

The **MSCI Multi-Process Group IndexSM** - Multi-Process Group comprises funds that practice a strategy whereby a single investment process does not account for more than 80% of their risk capital.

¹ Small Fund Composite Index comprises funds with assets greater than \$15mm but less than \$100mm.

² Core Fund Composite Index comprises funds with assets greater than \$100mm.

About MSCI Barra

MSCI (www.msci.com) develops and maintains equity, REIT, fixed income, multi-asset class and hedge fund indices that serve as the benchmark for an estimated USD 3 trillion on a worldwide basis and owns Barra, Inc. (“Barra”). Barra analytics (www.barra.com) help the world’s largest investors analyze, measure and manage portfolio and firm-wide investment risk. MSCI Barra is headquartered in New York, with research and commercial offices around the world. Morgan Stanley, a global financial services firm and a market leader in securities, asset management, and credit services, is the majority shareholder of MSCI, and Capital International Inc., part of the global investment management group of The Capital Group Companies, Inc., is the minority shareholder. MSCI Barra is a service mark of Morgan Stanley Capital International Inc. (“MSCI” or “MSCI Barra”).

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