

# MSCI<sup>®</sup> Barra<sup>®</sup> press release

## MSCI Hedge Invest Indices Performance – January 2006

**New York - February 3, 2006.** MSCI Barra, a leading provider of benchmark indices and risk management analytics products, announced today its January 2006 performance figures for the MSCI Hedge Invest Indices. Below is a summary of performance data for selected indices.

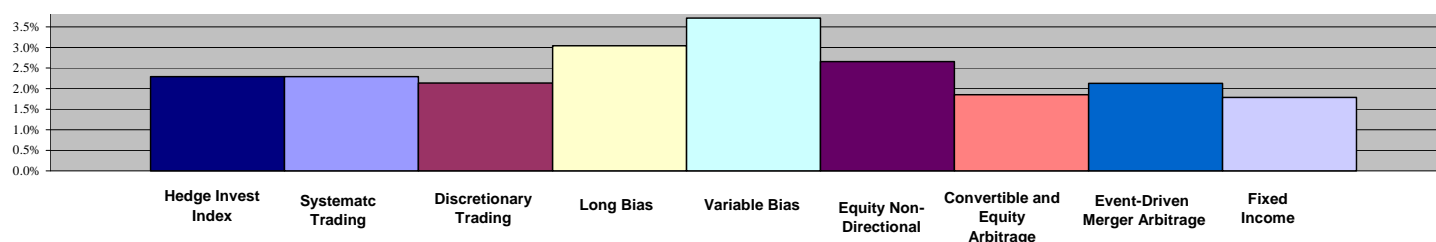
Name	Index Level	January	YTD Return <sup>2</sup>	52 Week Return	ITD Return <sup>3</sup>	
MSCI Hedge Invest Index <sup>SM</sup>	11,536.48	2.29%	2.29%	7.44%	15.36%	
MSCI World Equity Index <sup>SM</sup>	2,895.08	3.96%	3.96%	18.45%	53.32%	
MSCI World Sovereign Bond Index <sup>SM</sup>	1,371.14	0.93%	0.93%	-3.72%	12.97%	
Performance by Strategy-Level Indices						
	Inception Date	Fund Count	January	YTD Return <sup>2</sup>	52 Week Return	ITD Return <sup>3</sup>
MSCI Hedge Invest Systematic Trading Index <sup>SM</sup>	7/15/2003	25	2.29%	2.29%	11.71%	13.63%
MSCI Hedge Invest Discretionary Trading Index <sup>SM</sup>	1/6/2004	10	2.13%	2.13%	7.91%	7.16%
MSCI Hedge Invest Long Bias Index <sup>SM</sup>	7/15/2003	19	3.04%	3.04%	10.49%	29.14%
MSCI Hedge Invest Variable Bias Index <sup>SM</sup>	7/6/2004	13	3.72%	3.72%	13.03%	18.93%
MSCI Hedge Invest Equity Non-Directional Index <sup>SM</sup>	7/15/2003	13	2.66%	2.66%	7.77%	12.55%
MSCI Hedge Invest Convertible and Equity Arbitrage Index <sup>SM</sup>	7/15/2003	13	1.85%	1.85%	-0.12%	0.21%
MSCI Hedge Invest Event-Driven and Merger Arbitrage Index <sup>SM</sup>	7/15/2003	13	2.13%	2.13%	5.81%	9.42%
MSCI Hedge Invest Fixed Income Index <sup>SM</sup>	1/4/2005	15	1.79%	0.74% <sup>4</sup>	N/A	5.59%
Performance by Investment Segment for Hedge Invest Index						
	Weight	Fund Count	January	YTD Return <sup>2</sup>	52 Week Return	ITD Return <sup>3</sup>
Non Directional	33.24%	46	2.00%	2.00%	4.20%	8.28%
Convertible Arbitrage	5.00%	12	2.02%	2.02%	-0.17%	0.48%
Equity Arbitrage	1.22%	1	0.65%	0.65%	0.05%	-4.61%
Fixed Income MBS	3.49%	3	0.99%	0.99%	4.74%	15.90%
Fixed Income Ex MBS	2.97%	2	0.73%	0.73%	2.06%	2.06%
Statistical Arbitrage, Europe	1.79%	1	7.63%	7.63%	21.54%	25.16%
Statistical Arbitrage, Diversified*	1.04%	2	2.34%	2.34%	-0.86%	9.63%
Merger Arbitrage	2.03%	6	2.36%	2.36%	5.63%	9.70%
No Bias, Europe	3.98%	5	2.05%	2.05%	8.46%	17.25%
No Bias, North America	4.95%	4	1.46%	1.46%	1.56%	4.37%
No Bias, Diversified*	1.17%	2	3.58%	3.58%	15.90%	24.45%
No Bias, Japan*	0.59%	1	1.92%	1.92%	15.75%	29.40%
Event-Driven	5.01%	7	2.04%	2.04%	5.99%	10.92%
Enhanced	30.60%	38	2.71%	2.71%	10.69%	27.17%
Long Bias, Diversified	2.12%	2	4.77%	4.77%	11.15%	N/A
Long Bias, North America Mid and Large Cap	2.20%	3	3.23%	3.23%	16.97%	N/A
Long Bias, North America No Size Focus	5.30%	6	1.44%	1.44%	6.18%	21.11%
Long Bias, North America Small and Mid Cap	6.04%	4	1.53%	1.53%	7.50%	24.71%
Long Bias, Europe	3.88%	3	4.79%	4.79%	13.85%	N/A
Long Bias, Japan	2.05%	3	1.19%	1.19%	17.59%	43.86%
Long Bias, Asia ex Japan	1.37%	1	3.15%	3.15%	8.21%	N/A
Short Bias	0.63%	2	-2.37%	-2.37%	-9.70%	-22.31%
Variable Bias, Other*	1.67%	3	5.65%	5.65%	19.98%	N/A
Variable Bias, Europe	3.06%	5	3.50%	3.50%	13.07%	22.56%
Variable Bias, North America	1.51%	5	3.76%	3.76%	13.33%	40.12%
Variable Bias, Japan	0.77%	1	0.93%	0.93%	18.65%	N/A
Directional	22.40%	38	2.22%	2.22%	9.46%	13.87%
Systematic, Currencies	1.30%	4	-0.43%	-0.43%	5.15%	-2.51%
Systematic, Diversified	9.26%	21	2.88%	2.88%	13.35%	18.29%
Systematic, Fixed Income*	0.50%	1	0.61%	0.61%	4.55%	-4.78%
Discretionary, Commodities	0.68%	1	3.17%	3.17%	9.79%	N/A
Discretionary, Equity	2.87%	2	3.85%	3.85%	16.21%	32.05%
Discretionary, Diversified	4.88%	7	1.11%	1.11%	4.72%	7.27%
Multi-Process(DT)*	0.90%	1	0.83%	0.83%	2.00%	N/A
Multi-Process(MPG)	1.99%	1	2.45%	2.45%	4.78%	N/A
Specialist Credit ex illiquid*	13.77%	9	2.14%	2.14%	6.07%	N/A
Hedge Invest Index	100.00%	131	2.29%	2.29%	7.44%	15.36%
*not in reference framework, but available on the platform						

1. All hedge fund performance data is tabulated based on the last Tuesday on any given period due to weekly pricing.

2. Year to Date (YTD) returns are based on the period from 12/28/04 through 1/31/06.

3. Inception to Date (ITD) returns are from 7/15/03 through 1/31/06 except for strategy-level indices, where inception dates vary with strategy.

4. Year to Date (YTD) returns for Fixed Income Strategy-Level Index are based on the period from 01/04/05 through 1/31/06.



For the month of January, the MSCI Hedge Invest Index<sup>SM</sup> gained 2.29%, which brings the return since inception to 15.36%. Among the strategy-level indices, for the month, the MSCI Hedge Invest Variable Bias Index<sup>SM</sup> posted the highest return, gaining 3.72%, while the MSCI Hedge Invest Fixed Income Index<sup>SM</sup> performed the worst, gaining 1.79%. Under the investment segments category, Statistical Arbitrage, Europe outperformed all other segments with a gain of 7.63%, while Short Bias posted the lowest return declining 2.37%.

## About MSCI Barra

MSCI ([www.msci.com](http://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](http://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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