

MSCI Convertible Arbitrage Index – December 2006

Early Reporting Funds

New York - January 8, 2007 - MSCI announced performance figures for early reporting funds in the MSCI Convertible Arbitrage IndexSM. The performance figures for December are based on the returns of funds that have reported through January 8, 2007. The performance figures may change significantly, as returns from additional funds are received. The proportion of funds that have reported to date in the index is shown in the summary below.

	Early Reports			12 Months	3 yr. Sharpe	% Reporting	# of funds Reporting
	Dec-06	Nov-06	YTD*				
MSCI Convertible Arbitrage Index SM	0.9%	0.9%	12.6%	12.6%	-0.02	66%	33

*Data as of December 31, 2006.

The hedge fund index listed above is equal weighted and expressed in US dollars.

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