



Preqin Performance Benchmarks: July 2013

Preqin's preliminary benchmarks for July 2013.

Fig. 1: Summary of Preliminary July 2013 Performance Benchmarks (Net Return, %) (As of 20 July 2013)

	July 2013	June 2013	Year to Date	Last 12 Months
Hedge Funds (All Strategies & Regions)	1.53	-1.63	5.23	10.83
Long/Short	2.04	-2.09	6.14	12.55
Event Driven Strategies	1.84	-0.80	8.67	17.46
Relative Value	0.70	-0.56	4.34	6.95
Macro Strategies	0.39	-1.45	0.25	2.99
Multi-Strategy	1.43	-1.07	3.68	8.97
North America	2.53	-0.76	9.27	15.38
Europe	1.96	-1.14	6.30	11.97
Asia-Pacific	2.12	-2.22	9.52	18.61
Emerging Markets	0.77	-3.31	1.24	8.83
Developed Markets	0.74	-0.46	5.44	9.64
USD	1.56	-1.69	5.81	11.92
EUR	1.01	-1.25	3.54	6.76
JPY	0.35	-0.31	19.04	26.42
GBP	-0.42	-0.92	1.17	3.49
BRL	0.88	-1.75	1.21	6.36
Funds of Hedge Funds (All Strategies & Regions)	1.02	-1.58	4.01	7.10
Long/Short	1.71	-1.91	5.90	10.39
Multi-Strategy	0.62	-1.31	3.75	6.40
USD	1.04	-1.66	4.05	7.50
EUR	1.10	-2.06	3.13	5.30
UCITS Hedge Funds (All Strategies & Regions)	1.52	-2.08	2.95	6.36
Long/Short	2.40	-2.33	5.93	11.29
Relative Value	0.33	-0.52	1.73	3.55
Macro Strategies	0.38	-2.42	-2.14	-0.41
USD	1.40	-2.61	2.27	6.60
EUR	1.36	-1.90	3.23	5.56
CTAs (All Strategies & Regions)	-0.77	-1.56	-2.18	-5.13
USD	-0.74	-1.38	-2.26	-5.50
EUR	-0.89	-2.54	-4.01	-8.63

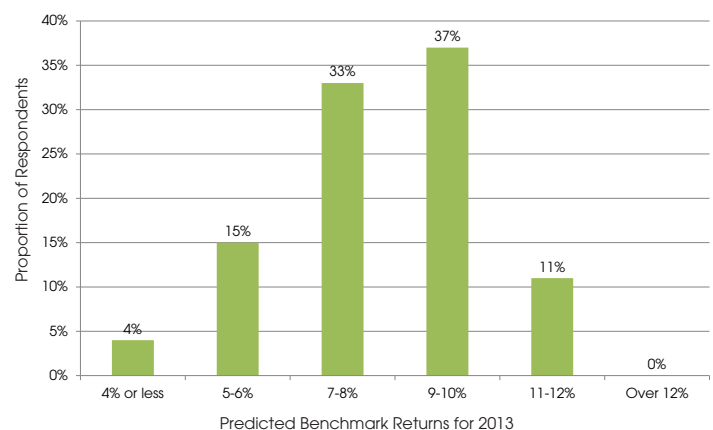
* Please note, all performance information includes preliminary data for July 2013 based upon net returns reported to Preqin in early August 2013. Although stated trends and comparisons are not expected to alter significantly, final benchmark values are subject to change.

Source: Preqin Hedge Fund Analyst

Preqin's latest market benchmarks show that hedge funds bounced back from negative returns in June, posting an average net return of 1.53% in July, as shown in Fig. 1. Long/short funds, in particular, enjoyed a positive July, with returns of 2.04%, while event driven funds continue to lead the way for 2013, with July returns of 1.84% taking the strategy to year-to-date returns of 8.67%. North America-focused funds also enjoyed a successful month, with an average net return of 2.53% in July, and Asia-Pacific-focused funds maintained their strong year-to-date performance, with returns of 2.12%. CTAs, however, continue to struggle, with these funds posting negative returns for the third consecutive month (-0.77%).

Fig. 2 shows current investor predictions for benchmark hedge fund returns in 2013, with data taken from surveys of leading institutional investors in August. A significant 70% of investors expect hedge funds to generate returns in the region of 7-10% for 2013, with 37% expecting returns in the region of 9-10%. In terms of regions, North America was the majority choice as a result of strong recent performance, selected by 56% of investors, followed by Europe and developed markets, which were both mentioned by 19% of investors.

Fig. 2: Investor Predictions for Benchmark Returns for Hedge Funds in 2013



Source: Preqin Investor Outlook, Alternative Assets, H2 2013