

EDHEC ALTERNATIVE INDEX

DISTRESSED SECURITIES

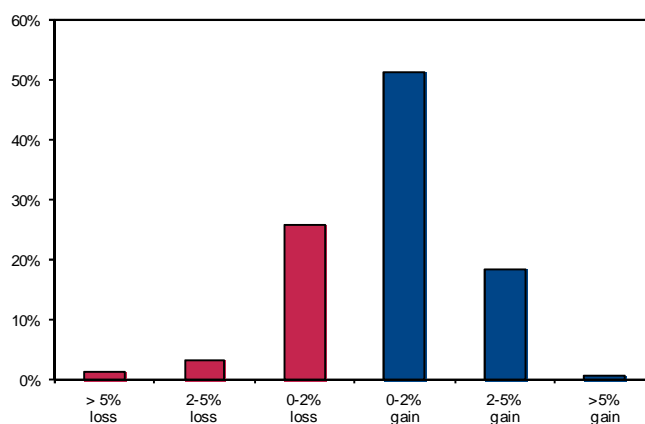
Distressed securities funds attempt to benefit from undervalued companies' stocks which are subject to financial distress (i.e. restructuring, liquidation, bankruptcy, etc.). A typical strategy consists in buying distressed company's debt at a discount price, holding it through the whole restructuring process, and selling it after it has re-appreciated.

	Jan	Feb	March	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	YTD
2019	2.23%	0.51%	-0.10%	1.09%	-0.53%	0.75%	-0.32%	-0.89%	-0.22%	-0.33%	-0.43%	0.78%	2.52%
2020	-0.38%	-1.11%	-10.61%	1.97%	2.11%	4.05%	0.82%	1.46%	0.69%	-0.26%	4.26%	3.07%	5.31%
2021	2.39%	3.16%	1.63%	2.16%	1.68%	1.03%	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	12.66%

RISK PROFILE

Risk Profile	Edhec		
	Distressed Securities Index	S&P 500	Lehman Treasury
Monthly Std Dev Ann'd	6.16%	14.97%	4.44%
Sharpe Ratio	0.70	0.35	0.05
Information ratio	-0.08	n.a.	n.a.
Min. Monthly Return	-10.61%	-16.80%	-4.39%
Max. Monthly Return	5.04%	12.82%	5.31%
Mean Monthly Return	0.67%	0.74%	0.35%
Median Monthly Return	0.88%	1.29%	0.33%
Exc. Kurtosis	7.87	1.26	1.27
Skewness	-1.69	-0.60	0.10
% of winning Months	69.92%	66.67%	58.54%
Average Winning Return	1.51%	3.07%	1.15%
% of losing Months	30.08%	33.33%	41.46%
Average Losing Return	-1.29%	-3.93%	-0.79%

RETURN DISTRIBUTION



CORRELATION ANALYSIS

Correlation Analysis	Edhec		
	Distressed Securities Index	S&P 500	Lehman Treasury
S&P 500	0.63	1.00	-0.36
S&P 500 Value	0.64	0.97	-0.38
S&P 500 Growth	0.59	0.97	-0.32
S&P Mid Cap	0.69	0.93	-0.37
S&P Small Cap	0.67	0.87	-0.39
Lehman Treasury	-0.35	-0.36	1.00
Baa-Aaa	-0.05	-0.02	0.04
Chg in Baa - Aaa	-0.22	0.05	0.10
10 years - 3 Months	0.04	-0.06	0.06
Chg in 10 years - 3 Months	-0.15	-0.11	-0.03
VIX	-0.39	-0.43	0.26
Chg in VIX	-0.44	-0.69	0.23

CUMULATIVE RETURNS

