

Hedgebay

GLOBAL HEDGE FUND SECONDARY MARKET INDEX

Edition 27 | December 2011

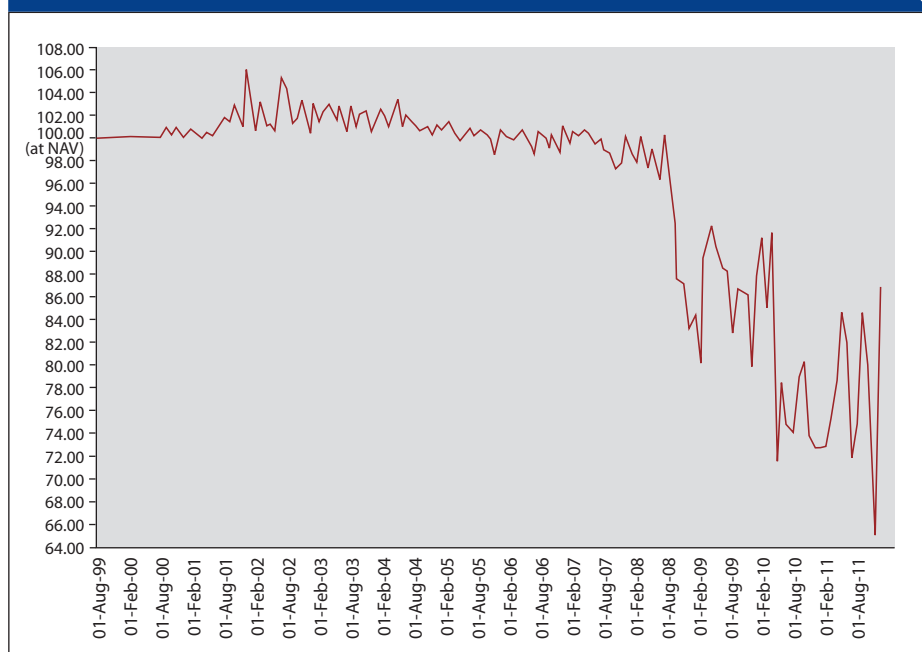
► SMI in December was 86.74

December's index values bounced back from the lows put in during November. The SMI climbed back to levels witnessed in September and October. Dispersion remained high at 87, but narrowed slightly from November's level of 91 points.

2011 saw a modest increase in volume and number of transactions from 2010 with total transaction volume fast approaching the \$6 billion mark.

ALL FIGURES BELOW ARE RELATIVE TO A TRADE AT NAV EQUALLING 100%

► Average discount or premium (to NAV) since 1999



► Average price of trades

Date	Average % of NAV	Monthly % change
31-Dec-11	86.74%	33.30%
30-Nov-11	65.07%	-18.65%
31-Oct-11	79.99%	-5.36%
30-Sep-11	84.52%	12.72%
31-Aug-11	74.98%	1.65%
31-Jul-11	73.76%	-10.05%
30-Jun-11	82.00%	-2.91%
31-May-11	84.46%	7.63%
30-Apr-11	78.47%	3.89%
31-Mar-11	75.53%	3.15%
28-Feb-11	73.15%	0.23%
31-Jan-11	72.98%	0.23%

► Top traded strategy

Date	1st	2nd
Dec-11	Credit	Private Equity

► Highest & lowest trades (relative to NAV)

Date	Highest trade	Lowest trade
Dec-11	87.00%	1.00%

The Hedgebay Global Secondary Market Index (GSMI) is a proprietary, asset-weighted index that describes the average premium or discount paid for hedge funds that trade in the secondary market in any given month. An investor may wish to use the index as a sentiment indicator to describe hedge fund investors' future expectations for performance, a benchmarking tool for hedge fund investors to assess latent value in their portfolios or as indicators of the cost of liquidity.

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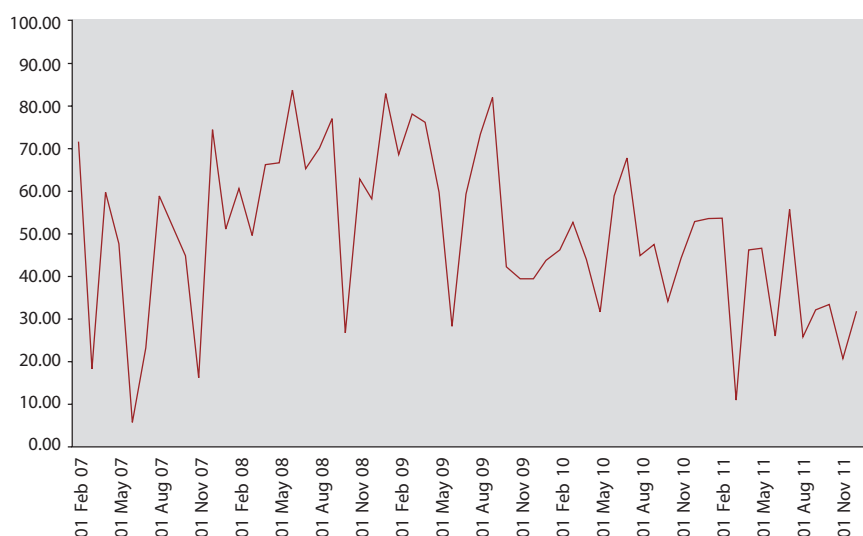
GLOBAL HEDGE FUND ILLIQUID ASSET INDEX

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► IAI for December was 31.95

ALL FIGURES BELOW ARE RELATIVE TO A TRADE AT NAV EQUALLING 100%

► Global Illiquid Assets Index (GIAI)



► GIA

Date	GIA	Monthly % change
Dec-11	31.95	54.72%
Nov-11	20.65	-37.89%
Oct-11	33.25	3.26%
Sep-11	32.20	21.60%
Aug-11	26.48	-52.91%
Jul-11	56.23	111.39%
Jun-11	26.60	-42.81%
May-11	46.51	0.71%
Apr-11	46.18	338.56%
Mar-11	10.53	-80.20%
Feb-11	53.17	0.28%
Jan-11	53.02	1.08%

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