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Gottex Portfolio Management

Top ten risk adjusted hedge funds and funds of funds

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TOP TEN RISK-ADJUSTED HEDGE FUNDS AND FUNDS OF FUNDS

ENDING FEBRUARY 28, 2003

Hedge Funds	MAR Ratio	Sharpe Ratio	Gain (%)	Fund of Funds	MAR Ratio	Sharpe Ratio	Gain (%)
LAST 60 MONTHS							
1. ARGENT CLASSIC CONV ARB (C)	100.00	14.95	72.97	1. SANDALWOOD DEBT FUND	19.42	4.24	70.53
2. ARGENT CL CONV ARB (BERM) (C)	100.00	9.25	61.70	2. AIG DKR INTL RELATIVE VALUE	16.51	2.87	74.07
3. THEMIS PARTNERS	100.00	4.52	113.04	3. GAM TRADING FUND	11.91	2.27	122.93
4. HERACLES FUND	100.00	4.38	111.81	4. LIGHTHOUSE SUPER CASH FUND	11.32	2.02	44.90
5. COAST ENHANCED INCOME FUND II	100.00	4.21	38.13	5. UNIVEST (B)	11.30	2.69	69.90
6. FLETCHER INCOME ARB FUND LTD	100.00	3.88	55.41	6. FAIRFAX FUND CLASSES A&D	7.75	2.91	233.84
7. ATLANTIS CAPITAL MGT	66.04	2.26	316.46	7. REMBRANDT PARTNERS (B)	7.73	2.37	97.77
8. AIG DKR SOUNDSHORE INVESTORS	41.00	4.18	92.02	8. WIMBLEDON FUND (M)	6.23	1.43	69.43
9. GOLDSTEIN CAP SHORT-TERM BOND	15.75	1.84	40.83	9. MARINER SELECT	6.06	1.72	80.59
10. PALLADIN PARTNERS I	11.80	1.72	59.54	10. STAR NAVIGATOR FUND	5.99	2.30	119.99
LAST 36 MONTHS							
1. ARGENT CLASSIC CONV ARB (C)	100.00	16.19	39.19	1. AIG DKR INTL RELATIVE VALUE	43.23	3.59	45.83
2. IIG TRADE OPPORTUNITIES FUND	100.00	15.68	36.70	2. DILLON/FLAHERTY PARTNERS	31.66	3.66	30.15
3. ARGENT CL CONV ARB (BERM) (C)	100.00	8.40	31.92	3. HIRST METASTRATEGY FUND (A)	26.14	3.05	40.59
4. WEST SIDE OFFSHORE PARTNERS	100.00	5.60	60.59	4. FINCH NEUTRAL FUND	26.05	2.88	25.31
4. WEST SIDE PARTNERS	100.00	5.60	60.59	5. MESIROW GUARDIAN FUND	20.21	3.40	49.42
6. MKP CREDIT	100.00	4.99	39.34	6. ALPEN FUND (D)	17.51	2.26	35.60
7. MKP CREDIT OFFSHORE	100.00	4.97	39.28	7. SANDALWOOD DEBT FUND	15.10	3.12	28.64
8. ALEXANDRA GLOBAL INV FUND I	100.00	4.75	75.51	8. ROSEWOOD ASSOCIATES	13.64	3.15	32.95
9. AIG DKR SOUNDSHORE OPPORT LTD	100.00	4.27	47.83	9. AMERICAN MASTERS MKT NEUTRAL	12.57	1.95	23.50
10. Y2K FINANCE (V)	100.00	4.05	58.79	10. ENHANCED INCOME FUND	11.83	2.82	31.57
LAST 12 MONTHS							
1. IIG TRADE OPPORTUNITIES FUND	100.00	52.43	9.72	1. GOTTEX MKT NEUTRAL FUND (K) 100.00	8.64	16.74	
2. ARGENT CLASSIC CONV ARB (C)	100.00	17.41	12.20	2. GOTTEX MKT NEUTRAL FUND (J) 100.00	8.40	15.63	
3. COAST ENHANCED INCOME FUND II	100.00	15.15	3.61	3. GOTTEX MKT NEUTRAL FUND (B) 100.00	7.91	7.88	
4. MKP OFFSHORE PARTNERS	100.00	10.26	20.21	4. GOTTEX MKT NEUTRAL FUND (D) 100.00	7.52	14.33	
5. MKP PARTNERS	100.00	10.20	20.11	5. LA FAYETTE REGULAR GROWTH FUND	100.00	7.23	8.33
6. ARGENT CL CONV ARB (BERM) (C)	100.00	9.46	8.05	6. GOTTEX MKT NEUTRAL FUND (L) 100.00	6.41	12.33	
7. ARGO FUND	100.00	8.32	21.48	7. LIGHTHOUSE SUPER CASH FUND	100.00	5.82	5.47
8. LAURUS OFFSHORE FUND	100.00	7.81	14.94	8. GREENWAY ARBITRAGE (A) {EURO}	100.00	5.38	6.96
9. TRADEWIND FUND I	100.00	7.54	28.35	9. GREENWAY ARBITRAGE (C)	100.00	4.72	5.79
10. ZEPHYR FUND	100.00	7.37	28.64	10. DILLON/FLAHERTY PARTNERS	100.00	4.38	9.44

RANKED BY MAR RATIO

MAR Ratio

This ratio compares the rate of return with the risk incurred in earning the return. The formula is the annual rate of return divided by monthly maximum decline; a ratio of 1:1 indicates that returns are proportional to the risk. A ratio of exactly 100:1 indicates that no declines occurred during the period.

Sharpe Ratio

Another measure of risk-adjusted return, this ratio compares the reward for pure risk-taking with the volatility of the investment. The formula is the annual rate of return minus the rate of a risk-free investment divided by the annualized standard deviation. A t-bill rate of 4.28% is used for the last 60 months, 3.88% for the last 36 months, and 1.69% for the 12 months.

Negative Sharpe ratios are not useful for comparison purposes and all are indicated as (1.00).

Rankings are based on data received by March 14, 2003

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