

Hedge Fund Performance Update: December 2019

Single-Manager Hedge Funds

	Dec-19	Nov-19	2019	3-Year Annualized
Hedge Funds	2.00	0.96	11.58	6.69
HF - Equity Strategies	2.60	1.55	14.84	7.83
HF - Macro Strategies	2.15	0.23	10.68	5.63
HF - Event Driven Strategies	2.04	1.07	7.96	5.15
HF - Multi-Strategy	1.64	0.49	9.86	5.94
HF - Credit Strategies	1.04	0.23	6.79	5.70
HF - Relative Value Strategies	0.38	0.50	4.96	3.52
Activist	3.22	1.98	15.98	8.27
Discretionary	2.32	1.12	12.40	7.06
Volatility	1.10	1.11	11.68	7.46
Systematic	0.53	0.57	6.14	4.35
HF - Emerging Markets	3.20	0.16	12.00	8.62
HF - North America	2.28	1.83	13.20	7.00
HF - Asia-Pacific	1.98	0.31	10.99	6.44
HF - Europe	1.48	0.76	7.82	4.22
HF - Developed Markets	1.43	1.43	11.89	5.66
HF - BRL	3.12	0.34	14.43	14.27
HF - USD	2.18	1.13	12.85	7.22
HF - GBP	1.89	0.66	8.28	3.80
HF - EUR	0.82	0.60	5.23	1.66
HF - JPY	0.71	0.70	4.34	2.02
HF - Large (\$1bn plus)	2.52	0.99	13.80	7.15
HF - Medium (\$500-999mn)	2.32	0.91	10.69	6.78
HF - Emerging (Less than \$100mn)	1.84	0.96	11.84	6.81
HF - Small (\$100-499mn)	1.67	0.96	12.01	7.00

Multi-Manager Hedge Funds

	Dec-19	Nov-19	2019	3-Year Annualized
Funds of Hedge Funds	1.32	0.75	8.34	3.52
FOHF - Equity Strategies	1.60	1.31	10.49	4.27
FOHF - Multi-Strategy	1.23	0.83	7.69	3.31
FOHF - EUR	1.79	0.60	5.54	0.62
FOHF - USD	1.46	0.93	8.94	4.22
Funds of CTAs	-0.49	1.68	8.03	1.37

Liquid Alternatives

	Dec-19	Nov-19	2019	3-Year Annualized
Alternative Mutual Funds	0.19	0.82	8.58	3.28
UCITS	1.10	0.77	7.83	2.49
UCITS - Macro Strategies	1.81	0.15	8.51	2.69
UCITS - Equity Strategies	1.28	1.38	10.23	3.89
UCITS - Relative Value Strategies	0.14	0.17	2.31	0.05
UCITS - USD	1.42	0.69	9.57	4.47
UCITS - EUR	1.11	0.86	7.09	1.55

CTAs

	Dec-19	Nov-19	2019	3-Year Annualized
CTAs	0.71	0.45	5.86	2.04
Discretionary	2.40	0.17	1.09	-0.07
Systematic	0.34	0.53	7.22	2.07
CTA - EUR	0.88	0.68	1.47	-1.47
CTA - USD	0.64	0.36	6.54	2.55

- All hedge fund structures posted strong performance at the end of 2019. The Preqin All-Strategies Hedge Fund benchmark returned **+2.00%** in December, bringing the 2019 return to **+11.58%**. Funds of hedge funds gained **1.32%** in December, generating a 2019 return of **+8.34%**, the highest annual return since 2013 (**+8.82%**).

- Equity strategies were the best performing top-level strategy tracked by Preqin in both the month of December and 2019 overall, returning **+2.60%** and **+14.84%** respectively. Relative value strategies did not fare so well, generating **+0.38%** in December and **+4.96%** in 2019.

- BRL-denominated hedge funds returned **+3.12%** in December, recovering from a comparatively weak November (**+0.34%**). This pushed their 2019 return to **+14.43%** and the three-year annualized figure to **+14.27%** – the highest of all top-level currencies tracked by Preqin. Hedge funds denominated in JPY struggled to reach the heights of other currencies, returning **+0.71%** and **+4.34%** respectively in December and 2019.

- Large hedge funds outperformed all other fund size classifications in December (**+2.52%**), building upon gains of **0.99%** in November. Emerging and small hedge funds rounded off 2019 by gaining **1.84%** and **1.67%**.

Please note, all performance information includes preliminary data for December 2019 based on net returns reported to Preqin in early January 2020. Although stated trends and comparisons are not expected to alter significantly, final benchmark values are subject to change.