



Managed Money Review

BY DANIEL P. COLLINS

Hedge fund indexes on the rise

In the late 1990s with mutual funds underperforming benchmarks, investors turned to index funds. As hedge funds continue to grow, investable indexes designed to replicate the hedge fund universe and strategies within that universe are proliferating.

In June, Dow Jones granted BNP Paribas and Lyra Capital LLC rights to sell structured products based on the Dow Jones Hedge Fund Indexes. BNP will offer products based on five Dow Jones Hedge fund strategy benchmarks as well as a balanced index.

Also in June, PlusFunds Group reported that it oversees \$2.5 billion in assets invested in the S&P Hedge Fund Indexes. The S&P Hedge Fund Index

has nine hedge fund investment strategies grouped into three styles. S&P calculates the value of the indexes and PlusFunds administers the vehicles.

AGS IN THE MONEY

The Barclays Agricultural Traders Index is up 16.24% through April with six of the top 10 CTAs in the overall index focusing on ags. This compares well to the overall CTA Index' 1.33%.

The ag traders index even managed a positive return (+4.564%) in April, a month that most trend-following CTAs experienced drawdowns. The Barclay CTA index returned -3.532% in April.

Not only did programs focusing on ags perform well but the CTA index repre-

senting the entire universe performed better than the BTOP 50 Index that contains the largest managers that typically have less exposure to grains, softs and meats sectors (see Managed Money, page 64, for more on diversification).

CALL FOR HOT, NEW CTAs

Futures is looking for the best new CTAs to profile in our annual feature. If you manage customer funds and have less than \$10 million in equity, mail your disclosure document and audited track record to Daniel P. Collins, *Futures Magazine*, 833 W. Jackson Blvd., 7th Floor, Chicago, IL 60607. E-mail: dcollins@futuresmag.com. *Deadline: Friday, Aug. 13, 2004.*

Comparing index returns

	April	YTD
S&P 500 Total Return Index	-1.57%	+0.10%
Lehman Brothers Treasury Index	-5.68%	-0.32%
Morgan Stanley EAFE Index	-2.55%	+1.10%
<i>Futures</i> Public Funds (April)	-6.45%	-2.41%

April's top CTAs

	April	YTD
Barclay CTA Index	-3.53%	+1.33%
Barclay Sub-Indexes:		
Agricultural Traders	+4.56%	+16.24%
Currency Traders	-1.63%	-0.97%
Diversified Traders	-5.65%	+0.36%
Financials and Metals Traders	-2.40%	-0.87%
Discretionary Traders	-0.40%	+4.21%
Systematic Traders	-4.23%	-0.09%

More than \$10 million under management

1. Range Wise, Inc.	+11.04%	+42.87%
2. Tucson Asset Mgmt. (Domestic 2X)	+9.15%	+0.77%
3. Lyon Invest. Corp. (Fin./Cur. Contra)	+6.97%	+3.17%
4. Hansen Capital Mgmt.	+6.63%	+4.38%
5. Rosenberg Cap'l Mgmt (Prog. II)	+6.25%	+24.06%

Less than \$10 million under management

1. Lawless Comm. (60% Max Drawdown Acct.)	+32.40%	+79.25%
2. FuturesOne (Spec. AG)	+25.51%	+66.10%
3. ZDB Trading LLC	+21.23%	+15.18%
4. Solaris Market Neural Fund LP	+17.76%	+33.69%
5. Pukula & Company (YES)	+16.99%	+5.68%

Based on estimates of the composite of all accounts under management; does not reflect the performance of any single account.
Source: Barclay Trading Group Ltd., Fairfield, Iowa; (641) 472-3456

Futures public funds summary

May 2004
 Number reporting: 112
 Average performance for the month: -2.15%
 Funds up: 19 Down: 93 Unchanged: 0

Top performers in May

Fund	Trading advisor(s)	May Return	YTD
Quadriga Superfund, L.P. Series B	Quadriga Capital Mgmt.	+9.11%	+4.92%
Quadriga Superfund, L.P. Series A	Quadriga Capital Mgmt.	+7.21%	+3.94%
Smith Barney AAA Energy	AAA Capital Management	+4.19%	+12.39%
SSB Equity Plus Futures Fund LP	Stonebrook	+4.13%	+3.87%
Triad Trading Fund LP	AAA Capital Management	+4.08%	+13.50%

Worst performers in May

MAN-IP 220 Fusion Ltd.*	Man Investments	-7.90%	-6.05%
PB Diversified	J.W. Henry	-7.34%	-12.73%
Dean Witter Portfolio Strategy Fund	J.W. Henry	-7.12%	-11.15%
Diversified Futures Trust II	Eagle Trading Systems	-6.99%	-11.55%
Dean Witter Cornerstone Fund II	Northfield Trading; J.W. Henry	-6.42%	-12.07%

2004 results

(through May 31)

Number reporting: 112
 Average performance for the year: -4.94%
 Funds up: 36 Down: 76 Unchanged: 0

Top performers in 2004

Fund	Trading advisor(s)	May Return	YTD
Triad Trading Fund LP	AAA Capital Management	+4.08%	+13.50%
Smith Barney AAA Energy	AAA Capital Management	+4.19%	+12.39%
AHL Capital Markets Ltd*	Man Investment Prod. Ltd.	-3.68%	+11.54%
FTC Futures Fund Balanced*	FTC Asset Mgmt.	-1.22%	+7.70%
Salomon Smith Barney Orion Futures Fund	Multiple managers	+2.98%	+7.17%

Worst performers in 2004

GSL-JWH INT'L Foreign Exchange*	J.W. Henry	-5.98%	-25.30%
Dean Witter World Currency Fund LP	J.W. Henry; Millburn Ridgefield	-6.05%	-21.92%
AHL Currency Fund*	Man Investment Prod. Ltd.	-3.49%	-18.42%
PB International Futures Fund F*	Eagle	-0.94%	-18.05%
FTC Futures Fund Dynamic EUR*	FTC Asset Mgmt.	-3.38%	-17.77%

Note: Listed return may not be fully attributable to listed advisor(s).

* Offshore fund.