



The BNP Paribas Hedge Fund Centre at



SFAA and BNP Paribas Hedge Fund Centre welcome you to the lunch talk on:

Does Size Matter in the Hedge Fund Industry?

23 Sep 2008 at SMU Conference Hall 1, 12 noon to 2.00 pm

synopsis

We document a convex and negative relationship between hedge fund size and future risk-adjusted returns. Small hedge funds outperform large hedge funds by 3.70 percent per year after adjusting for risk. This over performance cannot be explained by serial correlation, fund fees, fund age, backfill bias, or incubation bias. These results are not confined to the smallest or the largest funds, and manifest across various investment styles and investment regions. In particular, they are stronger for funds trading small, illiquid securities (i.e., emerging market funds) and funds engaging in directional bets (i.e., directional trader funds). They are weaker for low performance fee funds than for high performance fee funds. Interestingly, these capacity constraints facing individual hedge funds extend to hedge fund families but not to funds of hedge funds.

agenda

- 12 noon Registration and lunch
- 12.45 pm Welcome Address by President of SFAA
- 1.00 pm Presentation by Melvyn Teo, Director of BNP Paribas Hedge Fund Centre
- 2.00pm Closing Remarks by President of SFAA

venue

Singapore Management University
 Conference Hall 1
 Administration Building Level 5
 1 Victoria Street
 Singapore 188065

register

Email Info@sfaa.com.sg to reserve a seat
 Please include Name, Company, Designation and
 Contact Number in your email.

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