PRO ARTICULUS

Linear Regression - Estimation by Least Squares

Dependent Variable Morgan Stanley

Monthly Data From 2001:02 To 2006:12

Usable Observations	71	Degrees of Freedom	69
Centered R**2	0.474815	R Bar **2	0.467203
Uncentered R**2	0.476353	T x R**2	33.821

Mean of Dependent Variable	0.4630600325
Std Error of Dependent Variable	8.6051643119
Standard Error of Estimate	6.2811605377
Sum of Squared Residuals	2722.2554613
Regression F(1,69)	62.3822
Significance Level of F	0.00000000
Log Likelihood	-230.19667
Durbin-Watson Statistic	2.237991

Variable	Coeff	Std Error	T-Stat	Signif
1. Constant	-2.539307710	0.836764870	-3.03467	0.00339381
2. Hedge Fund Factor	3.927620228	0.497277814	7.89824	0.00000000

NON PRO ARTICULUS

Linear Regression - Estimation by Least Squares

Dependent Variable Morgan Stanley

Monthly Data From 2007:01 To 2010:02

Usable Observations	38	Degrees of Freedom	36
Centered R**2	0.458890	R Bar **2	0.443859
Uncentered R**2	0.462991	T x R**2	17.594

Mean of Dependent Variable	-1.13999122
Std Error of Dependent Variable	13.22024032
Standard Error of Estimate	9.85897361
Sum of Squared Residuals	3499.1769853
Regression F(1,36)	30.5299
Significance Level of F	0.00000300
Log Likelihood	-139.85091
Durbin-Watson Statistic	2.376805

Variable	Coeff	Std Error	T-Stat	Signif
1. Constant	-2.431885358	1.616336995	-1.50457	0.14115953
2. Hedge Fund Factor	3.446868144	0.623823630	5.52539	0.00000300