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**Markov Processes International Launches Technology
to Revolutionize Hedge Fund Analysis**

*Dynamic Style Analysis Provides Unprecedented Hedge Fund
Transparency and Due Diligence*

SUMMIT, N.J. – Aug. 1, 2005 – Markov Processes International (MPI), a developer of superior analysis and reporting solutions for the financial services industry, today announced the availability of Dynamic Style Analysis (DSA), an advanced methodology for returns-based analysis of hedge funds available in the Stylus Pro Suite software application. Created to address the growing demand for greater hedge fund transparency and due diligence, the DSA model allows financial professionals to understand the source of a fund's performance and to verify if it matches with its stated strategy.

Designed for hedge fund analysts, hedge fund of funds managers and institutional plan managers, this industry-first proprietary model was built atop MPI's already powerful returns-based style analysis (RBSA) technology platform. Until now, few tools or models have provided the industry with any significant insight or information regarding the underlying drivers of hedge fund performance. Typically, analysts and investors have to rely solely on the word of hedge fund managers when it comes to analyzing performance and investment strategy.

Additionally, MPI provides other unique and proprietary features to assist in the analysis of alternative investments. MPI's Predicted R-Squared feature tests the validity and predictive powers of each returns-based analysis and the Index Selection Model helps users determine the best benchmarks for analysis. Such tools are built out of MPI's experience as actual practitioners of manager analysis with an appreciation for quality and thoroughness.

“DSA will transform the way analysts and managers analyze alternative investments, helping them to gain more insight into hedge fund performance than ever before,” said Michael Markov, CEO and co-founder of MPI and a highly regarded mathematician who has consistently developed sophisticated and innovative approaches to solve investment research quandaries. “It is MPI’s belief and expectation that hedge fund analysis should achieve the same level of transparency and insight as with traditional mutual funds, and DSA is an essential weapon in the arsenal of any hedge fund analyst or manager.”

As experts in both traditional and alternative manager analysis, MPI has a unique understanding of the issues plaguing the industry and the tools needed to solve them. As a trusted and proven provider of research and reporting tools to the world’s leading financial services organizations, MPI is dedicated to helping professionals do their jobs better. Its complete line of products and enterprise solutions offer a wide array of research, reporting and publishing options for investment firms.

MPI has developed a report outlining the capabilities of DSA along with a sample analysis of a leading hedge fund. To receive a copy, contact Jennifer Kamienski at 908-608-1558, ext. 211 or Jennifer.kamienski@markovprocesses.com.

About MPI

Markov Processes International, LLC (MPI) leads the industry in developing superior analysis and reporting solutions for financial services organizations. MPI’s Stylus series of applications and customized consulting services provide more than 180 client firms and 1,500 users with improved integration, analysis, reporting and distribution of investment information. For more information visit www.markovprocesses.com

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