

# HCN Long Only Index

HCN Long Only Index -March 2012 Report



Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	S&P 500
2012	7.71%	4.20%	(0.27%)	-	-	-	-	-	-	-	-	-	11.93%	12.58%
2011	(1.59%)	2.59%	1.24%	2.19%	(1.34%)	(1.70%)	(0.99%)	(5.73%)	(8.40%)	7.39%	(3.48%)	(1.71%)	(11.79%)	2.11%
2010	(1.73%)	1.01%	4.79%	2.22%	(6.33%)	(1.53%)	4.23%	(1.04%)	6.15%	3.23%	(0.69%)	3.94%	14.42%	15.07%
2009	(3.44%)	(3.88%)	4.29%	12.38%	11.92%	0.69%	6.62%	3.15%	4.55%	(1.87%)	2.18%	2.77%	45.25%	26.46%
2008	(8.47%)	1.15%	(5.06%)	5.55%	1.93%	(6.92%)	(0.72%)	(1.57%)	(11.96%)	(17.58%)	(5.44%)	1.85%	(39.89%)	(37.00%)
2007	3.05%	(0.46%)	2.06%	4.72%	4.62%	1.34%	0.71%	(2.18%)	5.81%	5.09%	(3.89%)	2.10%	24.94%	5.49%

## Performance Statistics

	HCN-L	S&P500
Average Annual Return	8.54%	3.77%
Average Monthly Return	0.47%	0.31%
Average Monthly Gain	3.98%	3.87%
Highest Monthly Return	12.38%	10.93%
Lowest Monthly Return	(17.58%)	(16.79%)
Previous 12 Months	-3.39%	8.53%
Previous 36 Months	69.52%	87.99%
Annualized Standard Deviation	17.92%	18.65%
Compounded Rate of Return	0.33%	0.17%
Annualized Compounded Rate of Return	4.06%	2.04%
Cumulative Return	23.24%	11.19%
Profitable Percentage	55.56%	58.73%
Max Drawdown	(45.25%)	(50.95%)

## Quantitative Statistics

	HCN-L	S&P500
Annualized Return	4.06%	2.04%
Annualized Standard Deviation	17.92%	18.65%
Annualized Sharpe Ratio (0%)	0.31	0.20
Annualized Sharpe Ratio (5%)	0.04	(0.06)
Annualized Sharpe Ratio (10%)	(0.22)	(0.31)
Annualized Sortino Ratio (0%)	0.31	0.15
Annualized Sortino Ratio (5%)	(0.07)	(0.20)
Annualized Sortino Ratio (10%)	(0.40)	(0.50)
Ann. Downside Deviation (10%)	4.08%	4.33%

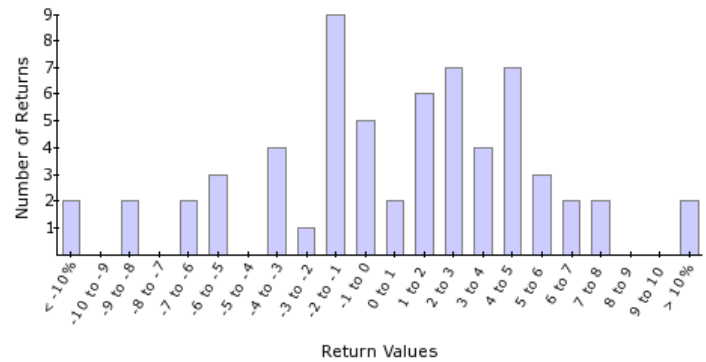
## Correlation to Benchmarks

	S&P500
Alpha (annualized)	0.20
Beta	0.84
R <sup>2</sup>	0.77

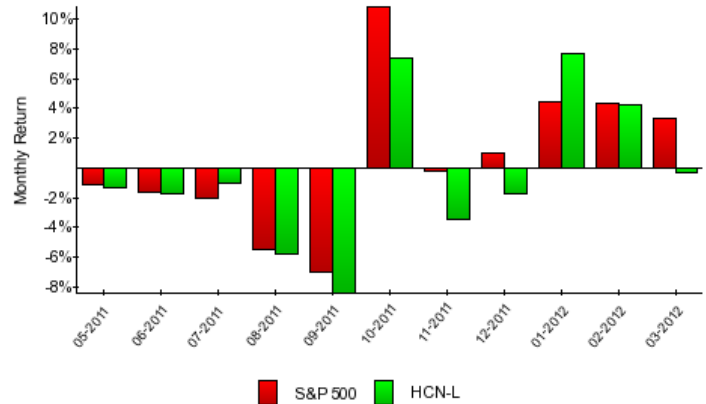
## Drawdown Analysis

Depth	Length of Drawdown	Months to Recover	Start	End
(45.25%)	16 months	25 months	11-2007	03-2011
(17.10%)	11 months	0 months	04-2011	
(2.18%)	1 months	1 months	08-2007	09-2007

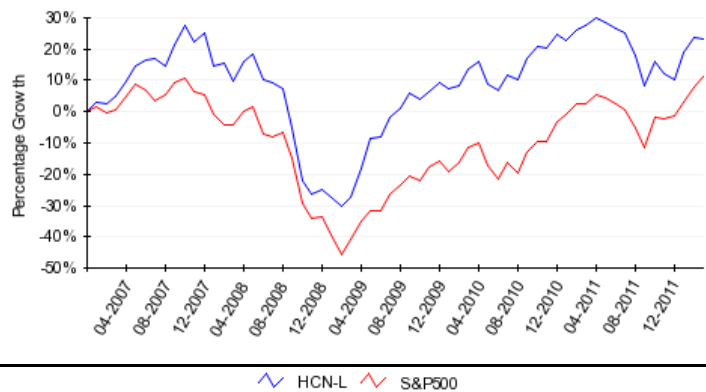
## Distribution of Returns



## Rolling 12 Month Performance



## NAV Growth Since Index Inception



HCN-L S&P500