

Here They Are—The Hedge Fund 50

RAB Special Situations Fund, a London-based event-driven investor with an affinity for commodities, leads Barron's first ranking of the world's best-performing hedge funds. We developed our list based on cumulative three-year returns for funds with \$250 million or more in assets.

	Fund Name	Fund Assets (mil)	Strategy	3-Year Cumulative Average Return	2007 YTD*	Company Name/Location	Total Firm Assets (bil)
1	RAB Special Situations	\$2,267	Event-Driven	47.69%	17.93	RAB Capital/London	6.7
2	The Children's Investment Fund	5,000	Equity/Long Bias	44.27	15.72	The Children's Investment Fund Mgt /London	5.0
3	Highland CDO Opportunity	463	Fixed Income	43.98	14.53	Highland Capital Management/Dallas	N/A
4	BTR Global Opportunity, Class D	279	Equity/Long Bias	43.42	31.38	Salida Capital/Toronto	1.1
5	SR Phoenicia	1,200	Long/Short Equity	43.10	20.50	Sloane Robinson/London	13
6	Atticus European	8,190	Multi-Strategy	40.76	3.65%	Atticus Management/New York	N/A
7	Gradient Europe Fund A	2,200	Long/Short Equity	39.18	8.33	Gradient Capital Partners /London	N/A
8	Polar Capital Paragon Absolute Return	531	Equity Long/Short	38.00	6.39	Polar Capital Partners/London	3.8
9	Paulson Enhanced Partners	2,775	Merger Arbitrage	37.97	55.18	Paulson & Co./New York	24.0
10	Firebird Global	733	Equity Long/Short	37.18	17.11	Firebird Management/New York	3.5
11	Passport Offshore-Global Strategy	321	Equity/Long Bias	36.28	47.74	Passport Capital/San Francisco	2.3
12	Tiger Asia Overseas	540	Equity Long/Short	34.26	16.22	Tiger Asia Management/New York	N/A
13	Millennium Global High Yield	797	Distressed Securities	34.19	13.79	Millennium Global Investments/London	10.3
14	Pershing Square	1,446	Equity Long/Short Activist	34.15	11.24	Pershing Square Capital Management/New York	5.6
15	Libra Fund	1,001	Equity Long/Short	34.11	17.28	Libra Advisors/New York	1.2
16	Third Point Ultra	460	Event-Driven	33.86	22.06	Third Point/New York	5.2
17	JK Navigator	433	Equity Long/Short	33.28	22.24	Steelhead Partners/Seattle	0.8
18	Sprott Opportunities	282	Equity Long/Short	33.21	11.88	Sprott Asset Management/Toronto	4.8
19	Horseman Global-Class A	2,150	Equity Long/Short	32.80	23.39	Horseman Capital Management/London	2.9
20	Riverside Wisdom World	260	Equity Long/Short	32.61	13.94	Riverside Advisors/Atlanta	0.8
21	The Blenheim Fund	1,526	Discretionary, Diversified	31.70	10.10	Blenheim Capital Management/Somerset, NJ	2.9
22	Tontine Overseas	704	Equity Long/Short	31.14	7.57	Tontine Overseas Associates/New York	N/A
23	Zweig-DiMenna Int'l	1,273	Equity Long/Short	30.04	30.99	Zweig-DiMenna Int'l Managers/New York	2.6
24	Bay Harbour Partners	417	Distressed Securities	30.04	10.25	Bay Harbour Management/New York	1.2
25	Prism Partners	352	Equity Long/Short	29.47	5.30	Delta Partners/Boston	2.6
26	The Lucerne Capital Offshore Fund	591	Equity Long/Short	28.54	17.40	ReachCapital Management/Harrison, New York	3.0
27	Spinnaker Global Strategic	1,365	Emerging Markets: Global	28.40	15.13	Spinnaker Capital Group/London, Sao Paulo	6.7
28	Bay Resource Partners	781	Equity Long/Short	27.85	8.12	GMT Capital/Atlanta	2.8
29	JLF Offshore Fund	392	Multi-Strategy	27.80	18.53	JLF Asset Management/New York	N/A
30	Tell Fund	627	Global Macro	27.04	10.07	Tell Investments/Malta	0.7
31	Everest Capital Global	550	Global Macro	26.94	10.25	Everest Capital//Bermuda	2.4
32	MaxQ Fund	278	Global Macro	26.32	7.31	North Asset Management/London	1.0
33	Tantallon Fund	1,192	Emerging Markets: Asia	26.30	13.64	Tantallon Capital/Singapore	1.3
34	Parvus European Absolute Opportunities	501	Long/Short Equity	26.29	-1.34	Parvus Asset Management/London	N/A
35	Miura Global Master Fund	458	Long/Short Equity	26.25	19.67	Miura Global Management/New York	N/A
36	Kinetics Partners	321	Equity Long/Short	25.98	16.18	Kinetics Advisers/Sleepy Hollow, NY	4.1
37	Clarium	2,051	Global Macro	25.40	15.67	Clarium Capital Management/San Francisco	2.5
38	Boyer Allan Pacific	1,162	Equity Long/Short	25.22	30.50	Boyer Allan Investment Management/London	1.6
39	Wexford Spectrum, Class A/C	1,014	Global Macro	25.15	15.44	Wexford Capital/Greenwich, CT	6.2
40	Matterhorn Palmyra	570	Emerging Markets: Global	24.84	15.17	Matterhorn Investment Management/London	N/A
41	Lagrange Capital Partners	305	Multi-Strategy	24.77	13.21	Lagrange Capital Management/New York	0.3
42	Platinum Partners Value Arbitrage (Int'l)	344	Relative Value Multi-Strategy	24.30	25.96	Platinum Management/New York	0.5
43	Concentric European Fund	350	Long/Short Equity	24.26	-4.21	Concentric Capital/Norway	N/A
44	Third Avenue Global Value (Offshore)	843	Equity Long/Short	23.84	10.40	Third Avenue Management/New York	27.6
45	Altis Global Futures Portfolio - Composite	529	Systematic, Diversified	23.32	13.08	Altis Partners/Jersey, U.K.	0.6
46	Vertex Fund	811	Multi-Strategy	23.25	8.68	Vertex One Asset Management/Vancouver	1.1
47	Schultze Offshore	448	Distressed Securities	23.16	24.28	Schultze Asset Management/Purchase, NY	0.7
48	VR Distressed Assets	1,114	Distressed Securities	23.03	13.51	VR Advisory Services/Moscow	N/A
49	Harbinger Capital Partners Offshore, I	6,551	Distressed/Event-Driven	22.31	25.70	Harbert Management/Birmingham, AL	11.7
50	East Side Capital	1,000	Long/Short Value	21.00	11.70	East Side Capital/New York	2.3

*Through June 30, 2007

Sources: BarclayHedge; Credit Agricole Structured Asset Management Advisers; Barron's