

PRESS RELEASE

CHEYNE EUROPEAN EVENT DRIVEN FUND WINS BEST FUND IN THE MERGER ARBITRAGE CATEGORY AT THE HFM WEEK EUROPEAN PERFORMANCE AWARDS

London, 29 March 2012 – Cheyne Capital Management (UK) LLP (“Cheyne Capital”) is pleased to announce that its European Event Driven Fund (the “Fund”) has won the Best Merger Arbitrage Fund category at the sixth annual HFM Week European Performance Awards.

The HFM Week European Performance Awards recognise the top performing funds across various categories and are assessed on an established methodology looking at performance data, qualitative information and structural criteria. The Cheyne European Event Driven Fund achieved returns of +20.48% in 2010, +2.70% in 2011, against difficult market conditions, and had a year-to-date return of +3.75% at 29 February 2012.

Using its fundamental, research-intensive approach, the Fund seeks opportunities in the liquid European event driven space where a lack of other European-based funds and proprietary desks has reduced the competitive environment. The Fund’s mandate is to invest only in liquid, event driven situations predominantly with defined short-term hard catalysts. Its unique approach is that it invests in both equity and credit and focuses on Mid Cap as well as Large Cap transactions.

The team managing the Fund is one of the largest and most experienced groups of event driven specialists operating in Europe today. It is composed of nine professionals, led by Simon Davies and co-Manager Michel Massoud. This team is supported by Cheyne’s institutionalised infrastructure, including an independent Risk Management team, and other specialist teams within Cheyne Capital, in particular its Corporate Credit and Equity & Equity-Linked teams.

A second Cheyne Capital fund was also recognised at this year’s HFM Week European Performance Awards. Cheyne Capital’s Real Estate Debt Fund (the “RED Fund”) was shortlisted for the Best Credit Fund category. The RED Fund (Class A) achieved returns of +21.65% in 2010, +5.13% in 2011 and had a year-to-date performance of +2.76% at 29 February 2012.

Jonathan Lurie, founder and Chief Executive of Cheyne Capital, said: ‘The European Event Driven Fund’s award is Cheyne’s sixth award nomination in 2012, which reflects Cheyne’s depth of expertise and success at managing innovative alternative investment strategies.’



Stuart Fiertz, co-founder and President of Cheyne Capital, said: 'I am delighted that the European Event Driven Fund has been given this award which demonstrates the skill and hard work of the Event Driven team. The Fund has consistently performed well since its launch in October 2009, including during the recent market volatility and recent rally, thanks to its ability to identify the most attractive opportunities in liquid event driven situations.'

About Cheyne Capital

Cheyne Capital is one of Europe's leading alternative asset managers. Cheyne Capital Management (UK) LLP is authorised and regulated by the UK FSA. Cheyne launched its first fund in 2000 and today manages net assets of more than \$6.2 billion across corporate credit, real estate debt, event driven and equity & equity-linked strategies.