

PRESS RELEASE

CHEYNE CONVERTIBLES ABSOLUTE RETURN UCITS III WINS BEST RELATIVE VALUE FIXED INCOME FUND CATEGORY AT THE UCITS HEDGE AWARDS

London, 24 February 2011 – Cheyne Capital Management (UK) LLP (“Cheyne Capital”) is pleased to announce that its Convertibles Absolute Return UCITS III (the “Fund”) won the Relative Value Fixed Income (including Credit) Fund category at the inaugural UCITS Hedge Awards.

The Cheyne Convertibles Absolute Return UCITS III Fund is a global convertibles UCITS III compliant fund and offers a wide range of investors access to Cheyne’s 11-year track record in convertible bond management. The Fund aims to generate long-term absolute returns by capitalising on the compelling combination of downside protection and upside participation inherent in convertible securities. The Fund focuses on convertible securities issued by corporate issuers with sound or improving fundamentals, utilising bottom-up fundamental analysis to identify undervalued convertibles with positive asymmetry.

The Fund, managed by Akin Akinloye, has an eleven year unbroken track record in the management of long-only and hedge fund convertible bond strategies. Akin Akinloye has been with Cheyne since the firm’s inception in 2000, and was joined by Annelie Fearon as a Senior Convertible Bond Analyst in 2003.

The UCITS Hedge Awards recognise the top performing UCITS funds in this growing product area and is based on a methodology giving equal weighting to each fund’s Sharpe ratio, Sortino ratio and Calmar ratio. The Cheyne Convertibles Absolute Return UCITS III fund achieved returns of 10.69% in 2010.

Stuart Fiertz, co-founder and President of Cheyne Capital, said: ‘I am delighted that the Cheyne Convertibles Absolute Return UCITS III Fund has won this award. It demonstrates the depth of expertise and resources of the wider equity and credit research teams within Cheyne, and reflects the hard work and skill of Akin and his team.’

About Cheyne Capital

Cheyne Capital is one of Europe’s leading alternative asset managers. Cheyne launched its first fund in 2000 and today manages net assets in excess of \$6.9 billion across a diversified range of products. The Cheyne group currently employs approximately 138 people with its primary offices in London, Switzerland, and Bermuda.