HANRiver to Utilize QRMO's Risk & Middle/Back-Office Expertise

We are very pleased to announce that in July 2008, HANRiver Capital (HANRiver) has chosen to employ QRMO's comprehensive suite of specialized risk management, middle-office and back-office services. QRMO was able to customize a solution to meet their specific middle-office and back-office requirements while also instilling a "best-practice" daily risk monitoring process whereby QRMO's risk experts independently verify the fund's investment restrictions, e.g. stop loss, currency exposure, gross/net exposure, single issuer exposure, etc. and reports on any limit excesses. A few of the reports that will be provided include VaR, stress testing, user-defined multi-dimensional "what-if" sensitivity analysis, performance attribution - all of which can be created at any granularity and level of aggregation across any asset type including exotics and OTCs.

HANRiver's Chief Executive Officer, Klaus Kim, states, "We chose QRMO because of its ability to offer our new fund an institutional-grade risk management and P&L reporting infrastructure on par with the larger hedge funds without breaking the bank. Our fund understands the need to have a robust infrastructure in place, but at the same-time we have to pay particular attention to costs. Balancing these two factors can be challenging for a new fund like HANRiver. We are pleased to say that QRMO has effectively addressed both of these important issues for us."

QRMO Director and founding partner, Albert Chiu, says, "We are delighted to be working with HANRiver and feel that QRMO's services and expertise will enable them to meet their internal reporting needs, thus giving them a clear picture of the fund's risk/return profile while, at the same time, providing an independent and transparent means of communicating important fund information to investors. In fact, QRMO risk experts will participate in the fund's investor meetings to provide a 3rd party perspective on the risks facing the portfolio. Ultimately, we feel we are helping HANRiver achieve a 'best-practice' risk and operational support environment that will allow them to focus on their core competency – generating maximum returns for shareholders."

About HANRiver

HANRiver Capital will be launching its HANRiver Core Fund in September, 2008. The fund will initially focus on Korea, though in the mid-term it may invest in other Asian countries. The fund will target returns of 20% per annum, on volatility of less than 10%. The strategy is long/short coupled with a deep value investing strategy with longer holding periods. Maximum gross exposure will be 100% - 200% and maximum net exposure will be -10% to 90%. The fund will charge a 1.5% management fee and a 20% performance fee based on a high-water mark structure.

About QRMO

QRMO provides its hedge fund and fund of hedge funds clients the ability to outsource all or some of their risk management, middle- and back-office operations. Importantly, QRMO's services are independent and transparent, thus providing its clients' investors with an added degree of comfort and confidence in knowing that the risks associated with their invested capital are properly understood and expertly handled both internally by the fund managers and externally by QRMO. In essence, QRMO risk professionals and operations personnel become a highly integrated part of their clients' day-to-day workflows, which greatly enhances operational efficiencies, allows for rapid scalability, reduces costs and enables clients to focus more on what they do best – generating maximum returns for their shareholders.

email: michael.langton@qrmo.com