

Q2 2014: Changes in Equity Holdings

Funds Play Health Care Mergers; Sell Media Companies and Large Financial Institutions

The 50 largest hedge funds significantly increased their equity exposure (+9.8%) in Q2 2014 in the wake of M&A activity in the Health Care sector. Four of the top ten equity additions were health care stocks involved in significant merger discussions—Allergan, Actavis, Covidien, and Questcor Pharmaceuticals.

Allergan, which was in the midst of acquisition negotiations with Valeant Pharmaceuticals International during the second quarter, was the funds' top purchase by far. The market value purchased in the global health care company amounted to nearly three times that of the next most popular purchase (\$7.4 billion versus \$2.8 billion for Apple), and the stock's exposure in the portfolio of the fifty largest hedge funds grew nearly 600%. The largest contributor to this trend was Pershing Square Capital Management, which took a 10% stake that amounted to nearly two-thirds the aggregate hedge fund portfolio's increased exposure in the stock. Other funds that made significant purchases in the biopharmaceutical company included Paulson & Co., Mason Capital Management, and OZ Management.

The next largest purchase was Apple. The funds' managed to show impressive quarter-over-quarter growth in the stock (+27%) despite a high ownership baseline (Apple was the second largest holding in the aggregate portfolio at the end of Q1). By the end of Q2, Apple was the largest holding in the aggregate portfolio, and its exposure comprised 1.6% of all equity holdings. However, Apple has been a stock that has shown a lot of turnover in the portfolio, and more funds listed Apple as their largest quarterly equity sale (4) than those that listed it as their biggest purchase in Q2 (3).

Actavis received the third largest increase in exposure at \$2.2 billion, which represented 23% growth from Q1. The integrated pharmaceutical company was also affected by its widespread popularity, and consequently surpassed Apple to become the most widely held of any stock in the portfolio (29 funds hold Actavis compared to 28 for Apple). In addition, Actavis is the largest holding of four funds, which matches the number of funds that are anchored by Apple. Shortly after the end of the second quarter, Actavis closed the acquisition of Forest Laboratories.

On the other end of the spectrum, individual funds sold large interests in International Paper, Micron Technology, and several large financial institutions and media companies in Q2. International Paper received outflows from many funds in the wake of continued underperformance over the past year. Micron Technology, on the other hand, was the second largest sale of all equities despite outperforming the S&P 500 by significant margins. Top shareholders Greenlight Capital and Discovery Capital Management have been paring exposure to the semiconductor company over the last six months.

In addition, systematically important financial institutions (as designated by the Financial Stability Board) on the list of the top fifty equity holdings were pared in Q2. The exposure of JPMorgan Chase, Citigroup, and AIG in the aggregate hedge fund portfolio fell 15%, 5%, and 8%, respectively.

Another interesting trend in Q2 was the funds' bets towards cable providers and away from media content companies. The funds added exposure to Comcast (+12%), Time Warner Cable (+10%), and Charter Communications (+10%), but Twenty-First Century Fox, Walt Disney Company, and Time Warner Inc. were among the funds' three largest sales. Shortly after the end of the second quarter, Twenty-First Century Fox announced an unsuccessful bid to acquire Time Warner Inc. (the offer was cancelled on August 5th). Meanwhile, Netflix showed a 9% increase in exposure in the fund portfolio.

Additions to U.S. Equities; Health Care and Information Technology sectors

The top 50 hedge funds added the most exposure to U.S. equities in Q2, and showed no other significant net country bets during the quarter. However, the focus on U.S. equities isn't surprising—85% of the aggregate portfolio of equity holdings is in U.S. companies.

On the sector level, the top 50 hedge funds added the most exposure to the Health Care and Information Technology sectors. These trends were driven by the aforementioned additions in the Health Care sector, and by purchases of Apple, Google, MasterCard, and SunEdison. SunEdison was heavily traded in both directions by hedge fund companies over the past three months. However, the buyers outweighed the sellers, and seven of its ten largest purchasers were among the fifty largest hedge fund companies. The largest buyer was Greenlight Capital, which is showing an 8% stake in the semiconductor and solar technology company.

Security-Level Active Weights

Funds Overweight Actavis, Allergan, Equinix, and Exterran Holdings

On the security level, Actavis and Allergan replaced Air Products and Chemicals to become the most overweight equities of S&P 500 constituents in the aggregate fund portfolio (+2.5 and +1.7 percentage points* vs. +1.0 for Air Products and Chemicals). On the other hand, Exxon Mobil remained the most underweight holding of all S&P 500 stocks, with a portfolio weight 2.0 percentage points lower than its exposure in the S&P 500 index. Other underweight equities in the portfolio included Google (Class A and C) and AT&T (at 1.7, 1.6, and 1.4 points underweight, respectively).

Taking a look at S&P 400 mid-cap stocks, the 50 largest hedge funds continued a progressive increase in their stake of the most heavily-weighted equity, Equinix (from 3.1 points in Q4 2013 to 4.4 points in Q2 2014). Equinix underperformed in late 2013, and dipped this year from March until mid-April, but the stock has since found its footing. The IT infrastructure company has returned nearly 20% since the end of Q1, which is a period in which the S&P 400 Mid-Cap index rose only 5%. SPO Partners, JANA Partners, Lone Pine Capital, Fir Tree, Inc., and Paulson & Co. combine to own more than 30% of shares outstanding in the company.

The funds were also overweight Mallinckrodt Plc by 2.1 points relative to the S&P 400. The Ireland-based pharmaceuticals company announced a merger agreement with Questcor Pharmaceuticals (the most overweight position of S&P 600 securities) early in the second quarter. Paulson & Co. and JANA Partners are the two biggest holders in Mallinckrodt, and combine to hold 24% of shares outstanding. In addition, Questcor Pharmaceuticals remained the most overweight equity in the S&P 600 index by the time the second quarter ended (though the transaction closed on August 14 and shares are no longer traded). From Q1 to Q2, the funds bet heavily on the merger, and increased their overweight position in the target from 1.6 points to 5.5 points.

Of active equities in the S&P 600 index, Exterran Holdings, a natural gas compression business, remained the most heavily overweight stock. The stock has continued its exceptional performance in 2014, and gained nearly 25% year-to-date. Millennium Management, Renaissance Technologies, and AQR Capital Management have been some of the most aggressive buyers of the stock over six months, but those managers all trail Carlson Capital's stake of 3.2% of shares outstanding.

**Note that security-level overexposures are determined by excluding the funds' positions in securities that are not within the comparison index. For a view of the favorite stocks of the hedge funds in absolute terms (as opposed to index-relative comparisons), please refer to page 10.*

Top 50 Hedge Funds

Note that each country has different reporting frequencies and intermittent ownership disclosures can sometimes result in position data that is based on independent holding dates for multiple securities within a single institution. The top holding, buy, and sale are limited to stocks, ETFs, or mutual funds.

Name	Securities Held	Qtr End Equities	QoQ Increase	Metro Region	Portfolio Top 10%	Top Holding
D. E. Shaw & Co. LP	2,331	\$48,416	▲ 4.0%	New York City/NY	13.4	Berkshire Hathaway Inc. Class B
Citadel Advisors LLC	3,226	\$45,721	▲ 1.6%	Chicago/IL	13.6	Ralph Lauren Corporation Class A
Renaissance Technologies LLC	2,754	\$42,036	▲ 3.5%	New York City/NY	13.1	McDonald's Corporation
AQR Capital Management LLC	4,362	\$41,764	▲ 10.3%	New York City/NY	7.0	Johnson & Johnson
Adage Capital Management LP	699	\$39,808	▲ 8.7%	Boston/MA	12.1	Apple Inc.
Icahn Associates Corp.	26	\$33,141	▼ (1.0%)	New York City/NY	87.0	Icahn Enterprises L.P.
Millennium Management LLC	2,764	\$31,529	▲ 5.8%	New York City/NY	7.9	PPL Corporation
Paulson & Co., Inc.	99	\$26,479	▲ 15.9%	New York City/NY	39.0	Shire PLC
Lone Pine Capital LLC	52	\$26,342	▲ 8.6%	New York City/NY	42.3	Baidu, Inc. Sponsored ADR Class A
Orbis Investment Management Ltd.	227	\$23,889	▲ 2.2%	Hamilton/Bermuda	28.4	NetEase, Inc. Sponsored ADR
Kayne Anderson Capital Advisors LP	150	\$23,398	▲ 11.0%	Los Angeles/CA	58.7	PLAINS GP HOLDINGS LP CL B
Viking Global Investors LP	64	\$23,171	▼ (3.5%)	New York City/NY	47.3	Illumina, Inc.
Two Sigma Investments LLC	2,021	\$20,557	▲ 12.4%	New York City/NY	8.4	Actavis Plc
Marketfield Asset Management LLC	95	\$18,287	▲ 4.3%	New York City/NY	20.5	iShares MSCI Japan ETF
OZ Management LP	305	\$17,963	▲ 6.1%	New York City/NY	28.4	Actavis Plc
Glenview Capital Management LLC	71	\$17,584	▲ 14.0%	New York City/NY	43.7	Thermo Fisher Scientific Inc.
Winton Capital Management Ltd.	816	\$14,703	▲ 2.2%	London/UK	8.0	L-3 Communications Holdings, Inc.
Lansdowne Partners Ltd.	93	\$14,386	▼ (1.2%)	London/UK	60.0	Comcast Corporation Class A
Bridgewater Associates LP	308	\$13,605	▲ 8.7%	New York City/NY	90.1	Vanguard FTSE Emerging Markets ETF
Point72 Asset Management LP	659	\$13,319	▼ (22.3%)	New York City/NY	12.6	Baker Hughes Inc.
ValueAct Capital Management LP	15	\$13,307	▲ 1.7%	San Francisco/CA	97.6	Microsoft Corporation
Highfields Capital Management LP	90	\$13,287	▲ 14.9%	Boston/MA	46.2	DIRECTV
Pershing Square Capital Management LP	8	\$13,195	▲ 3.4%	New York City/NY	100.0	Allergan, Inc.
Gateway Investment Advisers LLC	874	\$12,766	▲ 3.8%	Cincinnati/OH	18.3	Apple Inc.
Cevian Capital AB	15	\$11,244	▼ (1.5%)	Stockholm/Sweden	90.8	Danske Bank A/S
Discovery Capital Management LLC	115	\$10,876	▼ (19.3%)	New York City/NY	38.0	Apple Inc.
Two Sigma Advisers LLC	1,732	\$10,680	▲ 16.2%	New York City/NY	10.4	SPDR S&P 500 ETF
Gardner Russo & Gardner LLC	113	\$10,604	▼ (0.2%)	Philadelphia/PA	71.4	Nestle S.A. Sponsored ADR
JANA Partners LLC	48	\$10,588	▲ 29.2%	New York City/NY	55.5	Equinix, Inc.
Blue Ridge Capital LLC (New York)	50	\$9,383	▲ 4.2%	New York City/NY	40.8	Avis Budget Group, Inc.
Senator Investment Group LP	63	\$9,230	▲ 14.4%	New York City/NY	32.8	Time Warner Cable Inc.
York Capital Management Global Advisors LLC	164	\$9,023	▲ 33.4%	New York City/NY	42.0	American Airlines Group, Inc.
Carlson Capital LP	326	\$8,804	▲ 6.6%	Dallas/Ft Worth TX	16.7	Actavis Plc
Elliott Management Corp.	57	\$8,714	▲ 36.1%	New York City/NY	79.9	Kabel Deutschland Holding AG
Fir Tree, Inc.	81	\$8,529	▲ 4.6%	New York City/NY	40.9	Equinix, Inc.
Apollo Capital Management LP	53	\$8,452	▼ (11.9%)	New York City/NY	94.7	EP Energy Corp. Class A
Absolute Return Capital LLC	1,197	\$8,379	▲ 21.6%	Boston/MA	10.4	Exxon Mobil Corporation
Coatue Management LLC	46	\$8,298	▲ 51.3%	New York City/NY	63.7	Apple Inc.
GLG Partners LP	1,258	\$8,259	▲ 0.3%	London/UK	20.7	Asahi Glass Co., Ltd.
Third Point LLC	42	\$8,169	▲ 6.5%	New York City/NY	55.2	Dow Chemical Company
Tiger Global Management LLC	67	\$8,104	▲ 0.1%	New York City/NY	52.3	Twenty-First Century Fox, Inc. Class A
Gotham Asset Management LLC	983	\$7,932	▲ 21.1%	New York City/NY	7.2	Pilgrim's Pride Corporation
Mason Capital Management LLC	46	\$7,901	▲ 44.8%	New York City/NY	50.4	Twenty-First Century Fox, Inc. Class B
Greenlight Capital, Inc.	48	\$7,613	▲ 4.5%	New York City/NY	59.3	Micron Technology, Inc.
SPO Partners & Co.	14	\$7,608	▲ 2.4%	San Francisco/CA	98.1	Charter Communications, Inc. Class A
Omega Advisors, Inc.	100	\$7,509	▼ (2.6%)	New York City/NY	29.6	American International Group, Inc.
Egerton Capital (UK) LLP	69	\$7,502	▼ (1.2%)	London/UK	52.7	Comcast Corporation Class A
Gilder, Gagnon, Howe & Co. LLC	335	\$7,477	▲ 16.2%	New York City/NY	28.6	Pacira Pharmaceuticals, Inc.
Farallon Capital Management LLC	109	\$7,245	▲ 31.6%	San Francisco/CA	40.2	Actavis Plc
Appaloosa Management LP	51	\$7,165	▼ (3.8%)	New York City/NY	50.8	American Airlines Group, Inc.

*List highlights SharkWatch 50 institutions in red. The SharkWatch50 is a compilation of 50 significant activist investors as chosen by FactSet. Inclusion in the SharkWatch50 is based upon the following criteria (in order of importance): number of publicly disclosed activist campaigns waged (with an emphasis on recent activity), size of targeted companies, severity of tactics employed, success rate, percentage of stakes taken that result in activism, frequency of 13D filings, size of institution.

Top 50 Holdings: Top 50 Hedge Funds

Market value is in millions of dollars and represents the market value held by the top 50 hedge funds at the end of the quarter. The market value change measures the total position change of each security multiplied by its quarter-end price. “% Port” indicates the weight of the stock in an aggregated equity portfolio of the top 50 hedge funds. “% Shares Out” indicates the proportion of the shares outstanding of the stock owned by the aggregated portfolio of the top 50 hedge funds and the “Total” and “50 Highest” lines show the average for this item*. “# of companies” indicates the number of funds (out of the top 50) holding the stock.

High/Low - %Portfolio	GICS Sector	Qtr End Market Value	Mkt Val Chg-3mo (\$mm's)	% Chg in Pos	% Port	Shares Out %	# Of Co's
Total		832,301	74,497	9.8%	100.0		
50 Highest		225,225	20,799	10.2%	27.1		
Apple Inc.	Information Technology	13,060	2,786	27.1%	1.6	2.3	28
Actavis Plc	Health Care	11,623	2,184	23.1%	1.4	17.2	29
Icahn Enterprises L.P.	Consumer Discretionary	10,565	307	3.0%	1.3	89.4	2
Allergan, Inc.	Health Care	8,612	7,351	582.9%	1.0	17.1	24
Microsoft Corporation	Information Technology	7,213	367	5.4%	0.9	2.1	25
Valeant Pharmaceuticals International, Inc.	Health Care	6,676	811	13.8%	0.8	15.8	21
Time Warner Cable Inc.	Consumer Discretionary	5,192	485	10.3%	0.6	12.7	26
Air Products and Chemicals, Inc.	Materials	5,030	322	6.8%	0.6	18.4	19
American International Group, Inc.	Financials	4,794	-425	-8.1%	0.6	6.1	25
Charter Communications, Inc. Class A	Consumer Discretionary	4,768	430	9.9%	0.6	27.8	20
Micron Technology, Inc.	Information Technology	4,722	-1,134	-19.4%	0.6	13.4	22
Canadian Pacific Railway	Industrials	4,563	-238	-4.9%	0.5	14.4	14
Monsanto Company	Materials	4,534	856	23.3%	0.5	6.9	21
eBay Inc.	Information Technology	4,326	560	14.9%	0.5	6.8	25
Thermo Fisher Scientific Inc.	Health Care	4,302	-279	-6.1%	0.5	9.1	21
Walgreen Co.	Consumer Staples	4,247	-301	-6.6%	0.5	6.0	22
Liberty Global Plc Class C	Consumer Discretionary	4,216	24	0.6%	0.5	17.8	22
Comcast Corporation Class A	Consumer Discretionary	4,201	459	12.3%	0.5	3.6	23
Baidu, Inc. Sponsored ADR Class A	Information Technology	4,074	34	0.8%	0.5	7.9	19
Motorola Solutions, Inc.	Information Technology	3,891	324	9.1%	0.5	23.0	19
Netflix, Inc.	Consumer Discretionary	3,883	323	9.1%	0.5	14.7	17
Wells Fargo & Company	Financials	3,789	-439	-10.4%	0.5	1.4	19
MasterCard Incorporated Class A	Information Technology	3,780	1,086	40.3%	0.5	4.6	21
Adobe Systems Incorporated	Information Technology	3,592	581	19.3%	0.4	10.0	18
Equinix, Inc.	Information Technology	3,591	254	7.6%	0.4	34.3	14
Twenty-First Century Fox, Inc. Class A	Consumer Discretionary	3,576	-1,158	-24.5%	0.4	7.1	22
American Airlines Group, Inc.	Industrials	3,562	929	35.3%	0.4	11.5	23
Facebook, Inc. Class A	Information Technology	3,524	-351	-9.1%	0.4	2.6	22
CVR Energy, Inc.	Energy	3,484	4	0.1%	0.4	83.3	9
Priceline Group Inc	Consumer Discretionary	3,433	-323	-8.6%	0.4	5.4	23
DIRECTV	Consumer Discretionary	3,358	1,866	125.0%	0.4	7.9	19
Crown Castle International Corp.	Financials	3,358	-134	-3.9%	0.4	13.5	20
Citigroup Inc.	Financials	3,241	-159	-4.7%	0.4	2.3	24
Anadarko Petroleum Corporation	Energy	3,165	706	28.7%	0.4	5.7	21
Dow Chemical Company	Materials	3,157	1,444	84.3%	0.4	5.1	20
Dollar General Corporation	Consumer Discretionary	3,152	185	6.2%	0.4	18.1	24
Hess Corporation	Energy	2,925	73	2.6%	0.4	9.4	15
Chesapeake Energy Corporation	Energy	2,795	103	3.8%	0.3	13.5	14
Google Inc. Class A	Information Technology	2,795	105	3.9%	0.3	1.7	25
McGraw Hill Financial, Inc.	Financials	2,779	303	12.2%	0.3	12.3	18
JPMorgan Chase & Co.	Financials	2,679	-472	-15.0%	0.3	1.2	18
QUALCOMM Incorporated	Information Technology	2,665	387	17.0%	0.3	2.0	23
Danske Bank A/S	Financials	2,663	3	0.1%	0.3	9.3	4
Verizon Communications Inc.	telecommunication Services	2,602	-1,115	-30.0%	0.3	1.3	20
EP Energy Corp. Class A	Energy	2,595	-78	-2.9%	0.3	45.9	11
Pioneer Natural Resources Company	Energy	2,567	667	35.1%	0.3	7.8	18
Hertz Global Holdings, Inc.	Industrials	2,522	581	29.9%	0.3	20.1	20
LyondellBasell Industries NV	Materials	2,498	273	12.3%	0.3	4.9	19
ThyssenKrupp AG	Materials	2,488	-0	0.0%	0.3	15.1	3
Federal-Mogul Holdings Corp	Consumer Discretionary	2,464	-0	0.0%	0.3	81.2	8

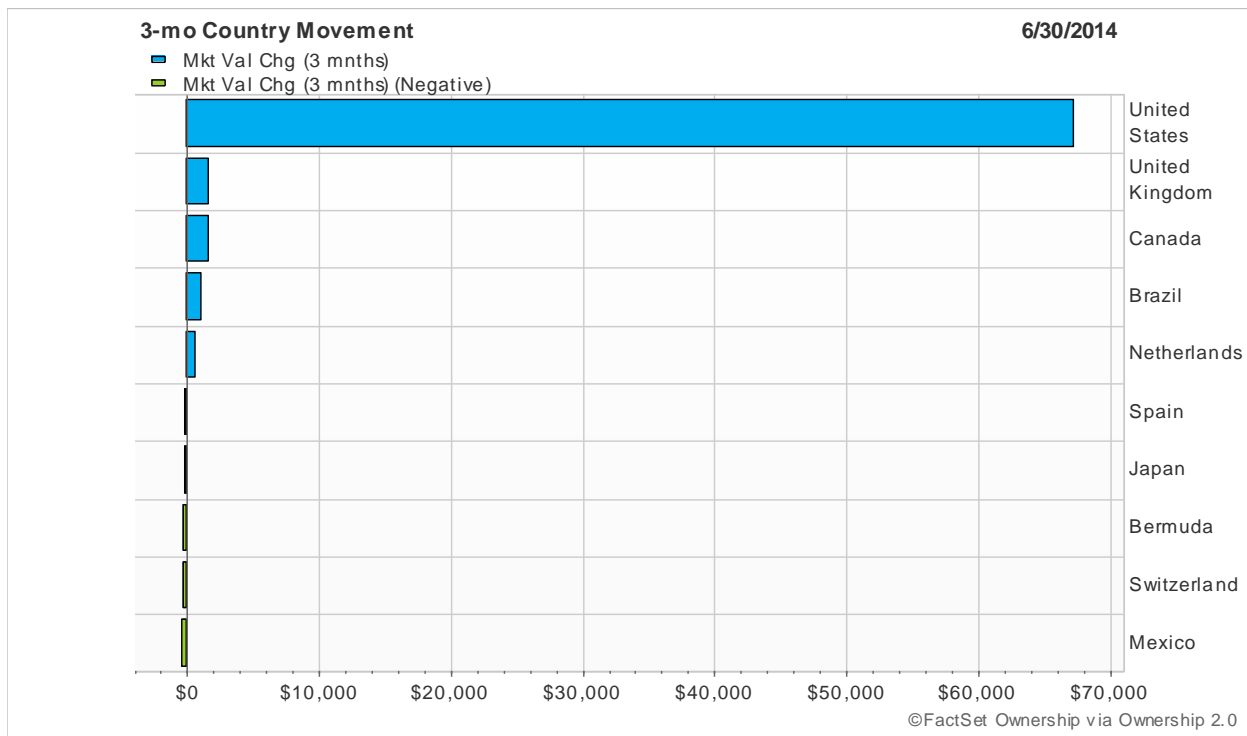
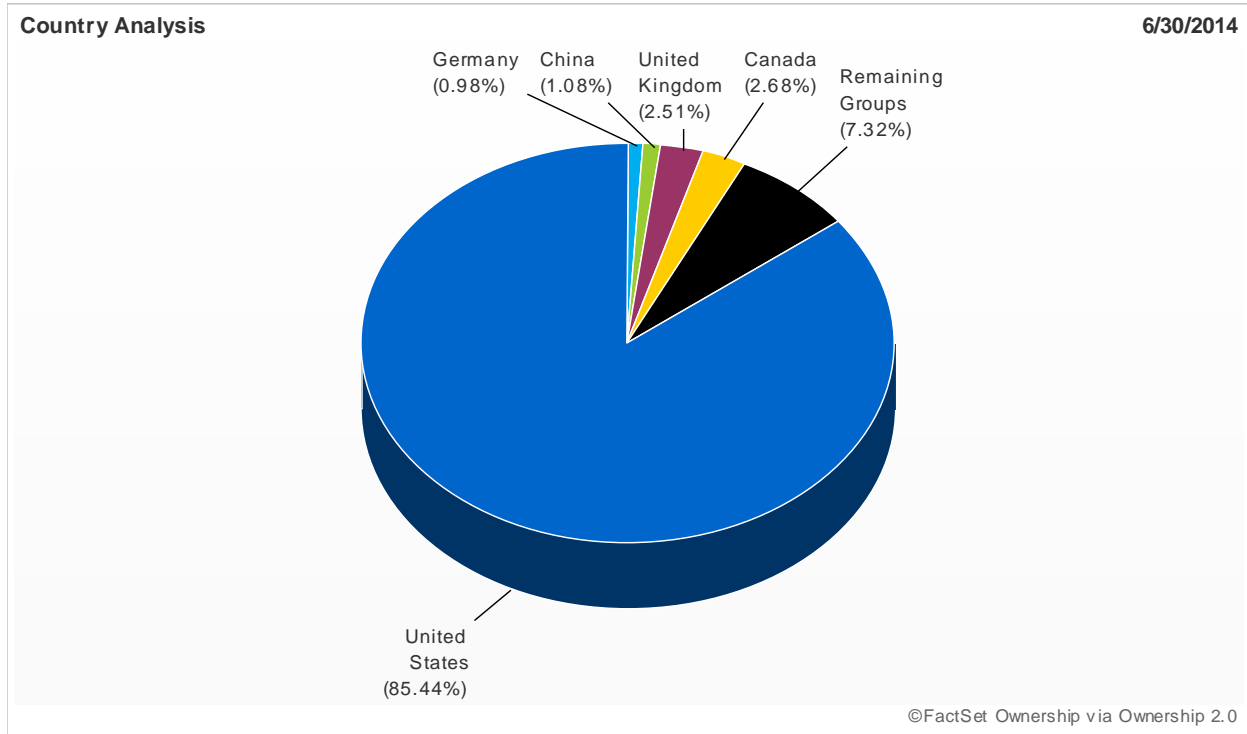
3-Month Largest Holding Value Changes: Top 50 Hedge Funds

The quantity held and position change metrics are measured in millions. Since 13-F filings do not require disclosure of private securities, stocks that had an initial public offering over the quarter could appear as new positions to their pre-IPO shareholders.

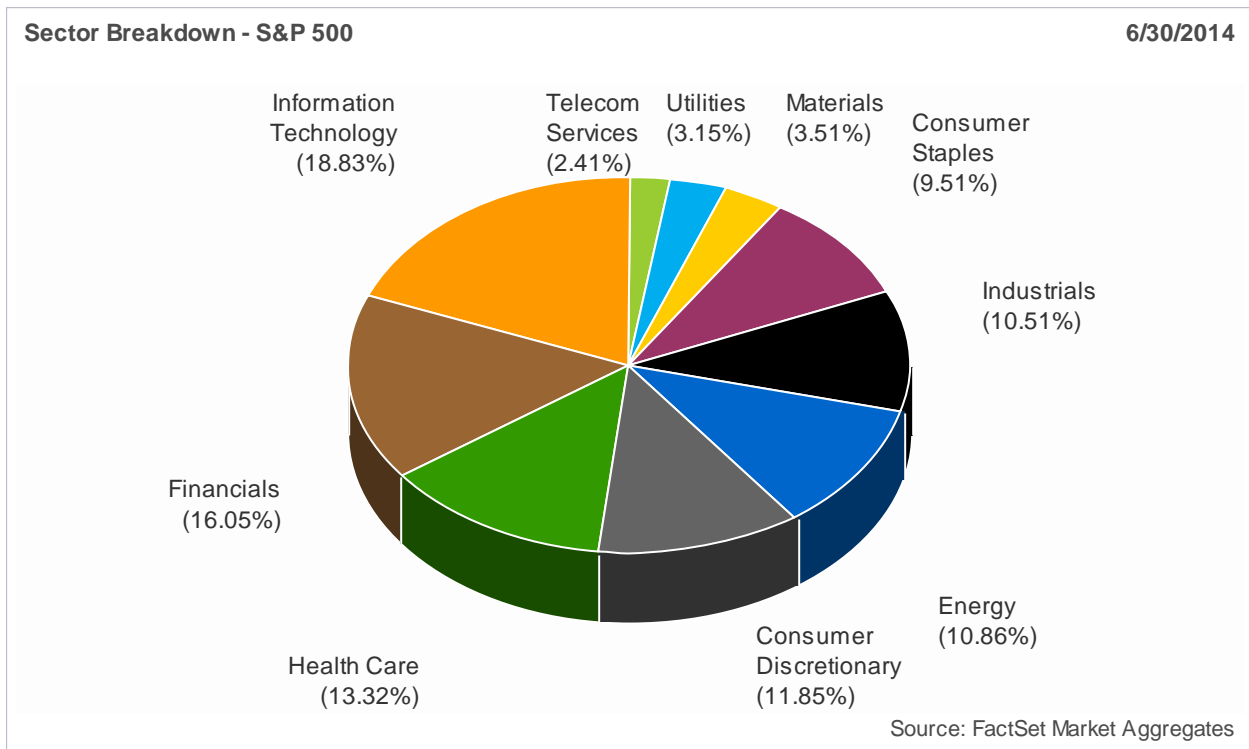
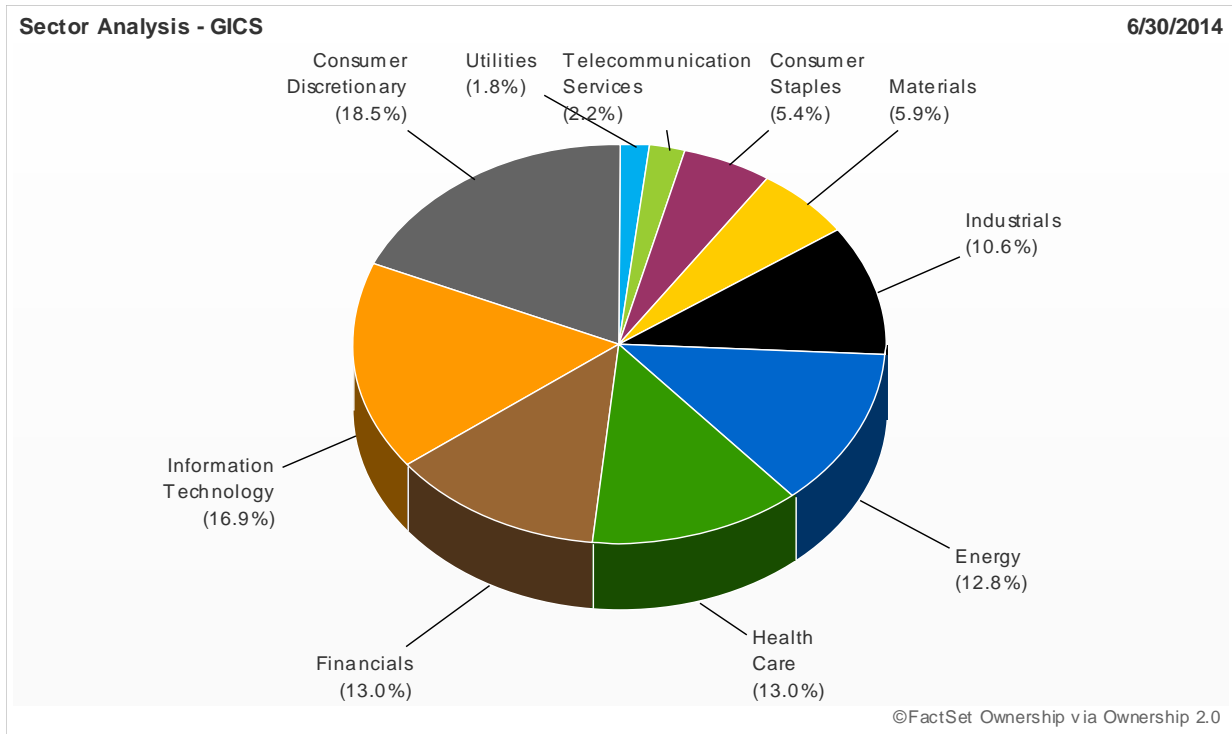
OS activity	Ending Quantity Held	Position Chg (millions)	% Pos Chg	Ending Market Value (\$millions)	Mkt Val Chg - 3 mo	Ending %Port	GICS Sector
COMPLETE SALE	--	-165	-100	--	-230	--	
10 Lowest	--	-158	-100	--	-203	--	
Octava NFI S.A.	--	-20	-100	--	-5	--	Financials
Jindal Saw Limited	--	-4	-100	--	-5	--	Materials
Planet Payment, Inc.	--	-2	-100	--	-6	--	Information Technology
Indiabulls Real Estate Limited	--	-5	-100	--	-7	--	Financials
Club Mediterranee SA	--	-0	-100	--	-9	--	Consumer Discretionary
Klab Inc.	--	-1	-100	--	-10	--	Information Technology
Kazakhmys PLC	--	-2	-100	--	-12	--	Materials
Air Canada Class B	--	-2	-100	--	-20	--	Industrials
Elbit Imaging Ltd.	--	-109	-100	--	-20	--	Financials
Royal Mail plc	--	-13	-100	--	-108	--	Industrials
DECREASE	7,273	-1,496	-17	259,755	-47,635	31	
10 Lowest	453	-215	-32	21,576	-8,279	3	
Visa Inc. Class A	11	-2	-16	2,402	-444	0	Information Technology
JPMorgan Chase & Co.	46	-8	-15	2,676	-472	0	Financials
Cemex SAB de CV Sponsored ADR	21	-35	-62	286	-473	0	Materials
Walt Disney Company	23	-7	-23	1,994	-593	0	Consumer Discretionary
Time Warner Inc.	34	-10	-22	2,394	-682	0	Consumer Discretionary
General Growth Properties, Inc.	9	-39	-82	202	-921	0	Financials
Verizon Communications Inc.	53	-23	-30	2,625	-1,125	0	Telecommunication Services
Twenty-First Century Fox, Inc. Class A	102	-33	-24	3,592	-1,162	0	Consumer Discretionary
Micron Technology, Inc.	143	-34	-19	4,870	-1,170	1	Information Technology
International Paper Company	11	-24	-70	535	-1,236	0	Materials
INCREASE	18,409	4,267	30	544,759	113,929	65	
10 Highest	541	212	64	52,725	21,339	6	
Allergan, Inc.	51	43	583	8,615	7,354	1	Health Care
Apple Inc.	141	30	27	13,143	2,804	2	Information Technology
Actavis Plc	52	10	23	11,672	2,194	1	Health Care
DIRECTV	40	22	125	3,370	1,872	0	Consumer Discretionary
Covidien Plc	21	16	319	1,945	1,481	0	Health Care
Dow Chemical Company	61	28	84	3,162	1,446	0	Materials
MasterCard Incorporated Class A	51	15	40	3,886	1,116	0	Information Technology
Questcor Pharmaceuticals, Inc.	14	12	673	1,267	1,103	0	Health Care
Baker Hughes Incorporated	27	14	101	2,029	1,020	0	Energy
American Airlines Group, Inc.	83	22	35	3,637	949	0	Industrials
NEW POSITION	897	897	N/A	8,685	8,632	1	
10 Highest	243	243	N/A	5,664	5,664	1	
Google Inc. Class C	4	4	N/A	2,302	2,302	0	Information Technology
Civeo Corp	23	23	N/A	604	604	0	Industrials
Navient Corp	32	32	N/A	568	568	0	Financials
NOW Inc	13	13	N/A	463	463	0	Industrials
GAME Digital plc	105	105	N/A	368	368	0	Consumer Discretionary
JD.com, Inc. Sponsored ADR Class A	11	11	N/A	328	328	0	Consumer Discretionary
Memorial Resource Development Corp	12	12	N/A	299	299	0	Energy
Time Inc	12	12	N/A	279	279	0	Consumer Discretionary
B2W - Companhia Digital	18	18	N/A	236	236	0	Consumer Discretionary
Michaels Companies Inc	13	13	N/A	216	216	0	Consumer Discretionary

Country Breakdown: Top 50 Hedge Funds

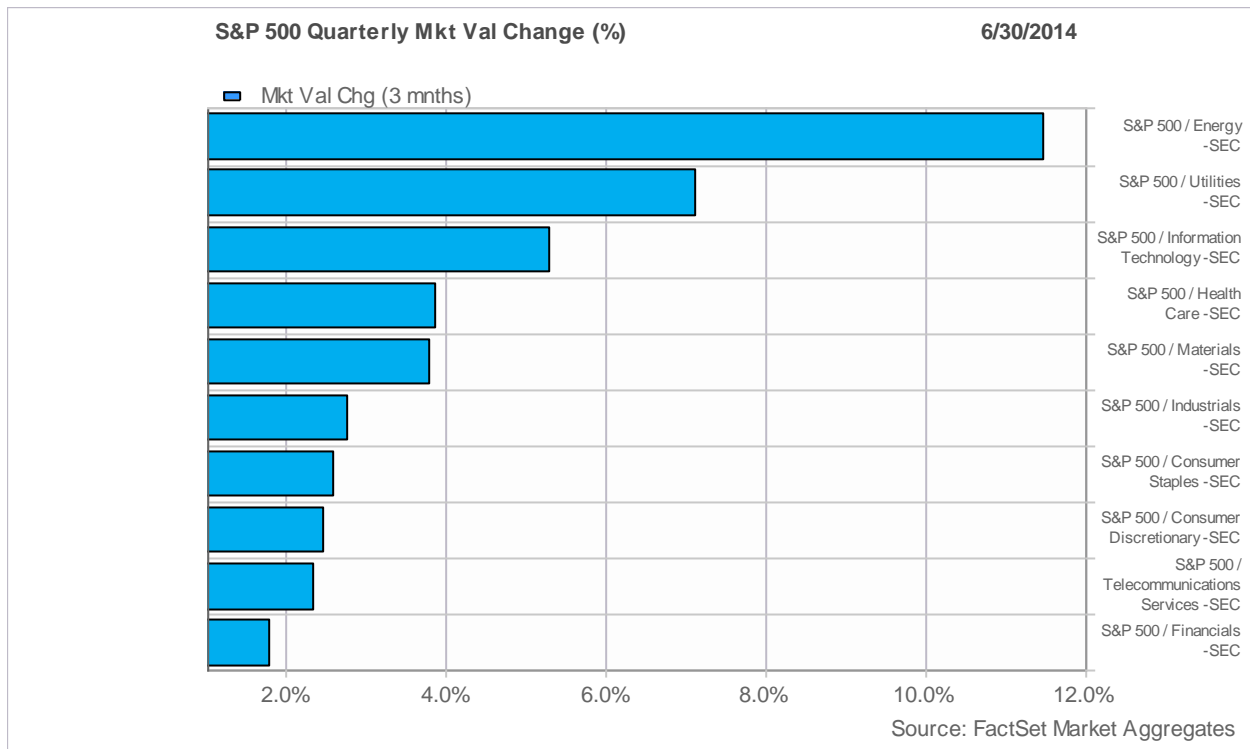
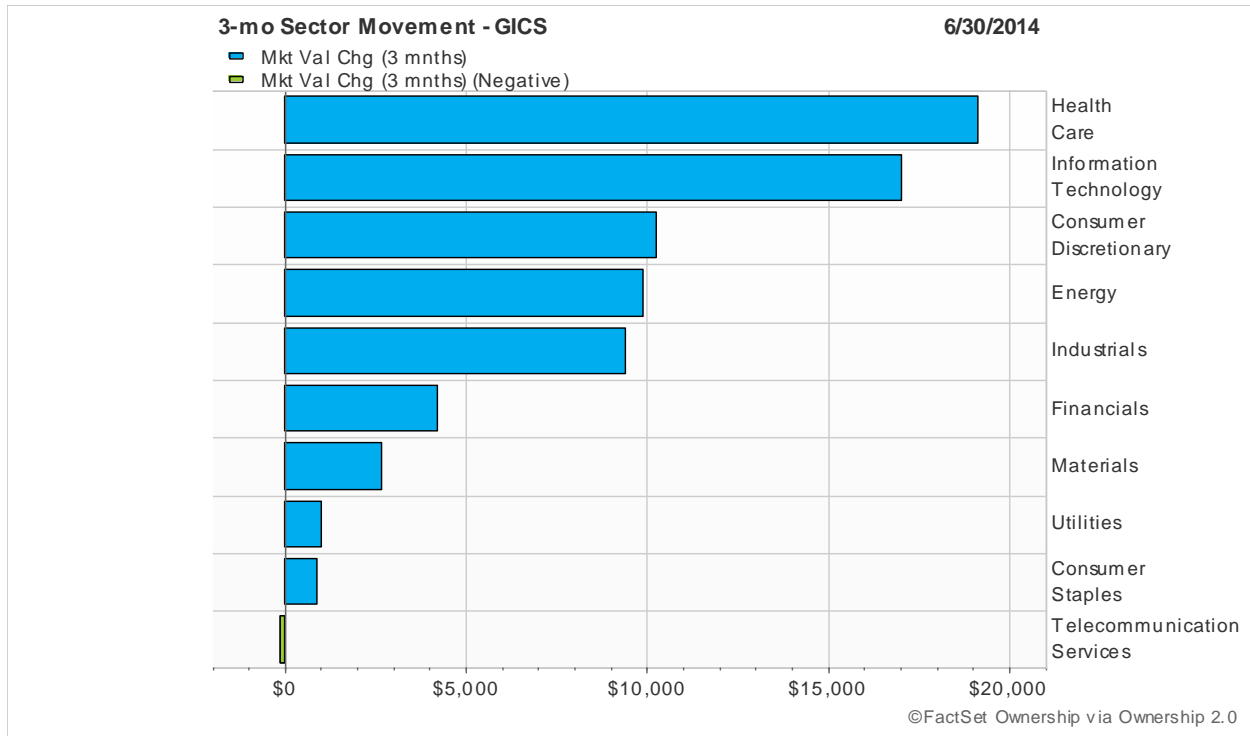
Market value change amounts are in millions of U.S. dollars for all charts going forward.



Sector Breakdown: Top 50 Hedge Funds versus S&P 500

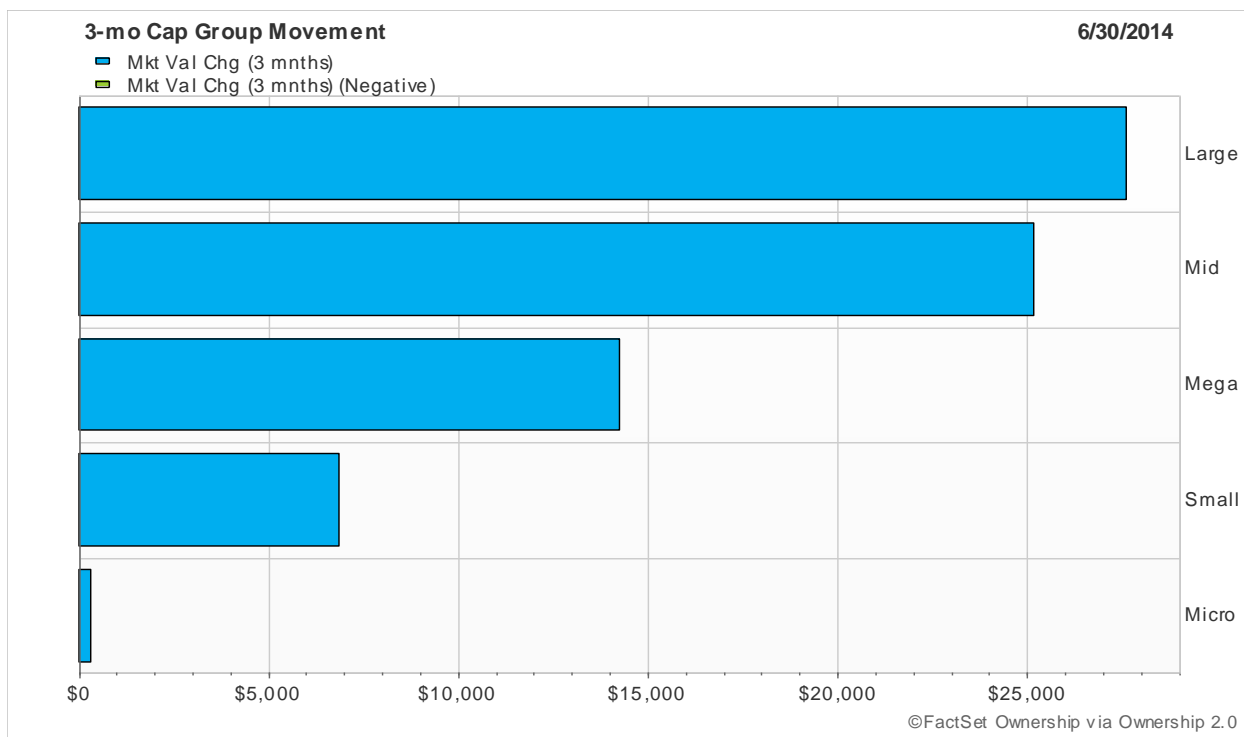
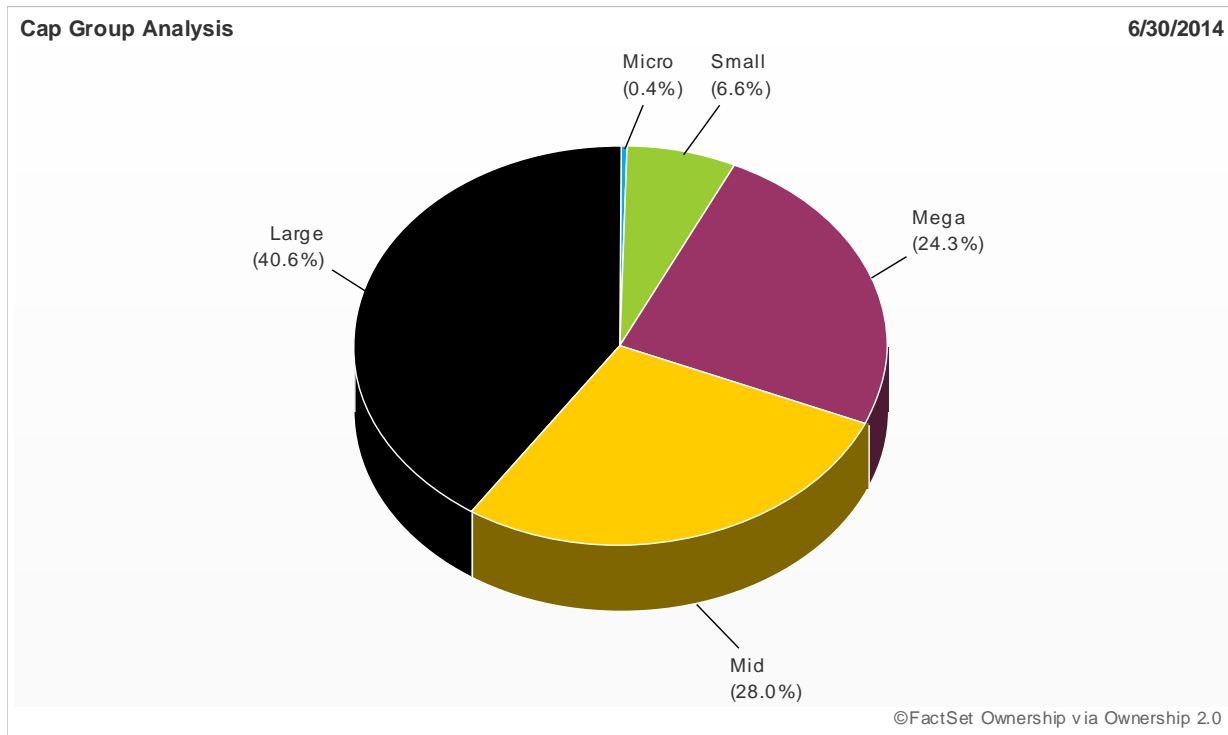


Sector Movement: Top 50 Hedge Funds versus S&P 500



Cap Group Breakdown: Top 50 Hedge Funds

The market capitalization categories of equities are: Micro (less than 250 million USD), Small (250 million USD to 2 billion USD), Mid (2 billion USD to 10 billion USD), Large (10 billion USD to 50 billion USD), and Mega (greater than 50 billion USD).



Relative Value Pairs: Top 50 Hedge Funds

The following table shows the largest and smallest holding in each GICS industry group for the portfolio of the top 50 hedge funds. The holdings are further categorized by market capitalization within column groups that only consider securities in the S&P 500 Large Cap, S&P 400 Mid Cap, and S&P 600 Small Cap indices. In other words, the first company in each industry group is the stock with the highest weight and the second is the one with the lowest weight when considering only the referenced index's securities.

The "short int%" column provides the most recent short interest as a percent of total shares outstanding as reported by NYSE, NASDAQ, and NYSE AMEX.

GICS Ind Group	S&P 500				S&P 400				S&P 600					
	Mkt Val	Short Chg -3mo %Shs	% Port Int%*	%Shs	Mkt Val	Short Chg -3mo %Shs	% Port Int%*	%Shs	Mkt Val	Short Chg -3mo %Shs	% Port Int%*	%Shs		
Automobiles & Components	1.0	2.0	355	3.0	Automobiles & Components	0.3	2.5	62	2.4	Automobiles & Components	0.4	7.4	28	1.5
General Motors Company	0.4	2.3	98	2.6	Gentex Corporation	0.2	1.7	73	4.2	Drew Industries Incorporated	0.2	1.6	10	2.6
BorgWarner Inc.	0.0	3.0	27	0.6	Thor Industries, Inc.	0.0	3.6	-11	0.5	Spartan Motors, Inc.	0.0	1.9	1	1.0
Banks	3.7	1.2	143	2.5	Banks	2.6	4.2	234	1.9	Banks	4.2	4.8	20	1.6
Wells Fargo & Company	0.9	0.7	-439	1.4	Synovus Financial Corp.	0.3	2.4	52	6.0	Boff HOLDING, INC.	0.5	10.6	22	10.2
People's United Financial, Inc.	0.0	12.0	-7	0.7	Westamerica Bancorporation	0.0	14.2	2	0.5	Tompkins Financial Corporation	0.0	2.2	0	0.1
Capital Goods	4.9	1.9	1,499	2.8	Capital Goods	11.2	3.7	1,894	4.0	Capital Goods	6.5	4.5	246	2.1
General Electric Company	0.4	0.7	424	0.7	B/E Aerospace Inc.	1.9	3.1	622	14.1	EMCOR Group, Inc.	0.8	1.7	54	5.7
W.W. Grainger, Inc.	0.0	4.9	-33	0.4	Granite Construction Incorporated	0.0	5.1	2	0.5	Titan International, Inc.	0.0	17.0	-11	0.0
Commercial & Professional Service	0.8	4.0	151	3.5	Commercial & Professional Service	2.6	3.2	586	3.5	Commercial & Professional Service	2.3	4.1	-1	1.8
Tyco International Ltd.	0.2	1.5	75	3.8	Civeo Corp	0.8	4.3	582	21.8	UniFirst Corporation	0.3	1.6	-3	3.2
Robert Half International Inc.	0.0	4.1	-37	1.7	MSA Safety, Inc.	0.0	2.8	-0	0.1	CDI Corp.	0.0	1.5	0	0.8
Consumer Durables & Apparel	2.8	4.0	1,126	5.6	Consumer Durables & Apparel	3.9	5.9	-229	4.5	Consumer Durables & Apparel	5.8	10.2	246	3.7
NIKE, Inc. Class B	0.5	1.1	67	3.6	Jarden Corporation	0.7	2.6	-132	6.1	Ryland Group, Inc.	1.4	15.1	-4	15.5
Leggett & Platt, Incorporated	0.0	6.6	11	2.0	M.D.C. Holdings, Inc.	0.0	15.4	3	0.5	Callaway Golf Company	0.0	14.1	3	0.7
Consumer Services	1.5	2.0	232	3.2	Consumer Services	2.8	8.2	92	4.9	Consumer Services	5.9	7.3	-57	3.6
McDonald's Corporation	0.4	1.2	282	1.9	Sotheby's Class A	0.6	13.4	-6	15.6	Marriott Vacations Worldwide Corp	0.6	2.9	-54	6.4
Darden Restaurants, Inc.	0.0	9.0	-25	1.3	International Speedway Corporat	0.0	5.4	-1	0.6	Monarch Casino & Resort, Inc.	0.0	1.1	0	1.0
Diversified Financials	4.2	1.4	1,219	3.1	Diversified Financials	3.1	3.4	370	3.8	Diversified Financials	2.0	9.6	33	1.8
McGraw Hill Financial, Inc.	0.6	1.2	303	12.3	MSCI Inc.	0.7	1.2	62	9.8	MarketAxess Holdings Inc.	0.2	3.7	2	2.4
NASDAQ OMX Group, Inc.	0.0	3.2	8	0.9	Janus Capital Group Inc.	0.0	15.5	-10	0.1	SWS Group, Inc.	0.0	1.6	-3	1.8
Energy	11.3	2.0	5,722	4.7	Energy	7.8	4.5	597	6.3	Energy	8.4	9.3	-127	3.8
Anadarko Petroleum Corporation	0.7	2.2	706	5.7	Gulfport Energy Corporation	1.4	6.7	217	18.2	Exterran Holdings, Inc.	1.9	6.1	-11	12.8
Diamond Offshore Drilling, Inc.	0.0	11.9	-48	1.9	World Fuel Services Corporation	0.0	6.2	-3	0.4	Gulf Island Fabrication, Inc.	0.0	1.6	-0	0.7
Food & Staples Retailing	1.9	1.8	-440	2.7	Food & Staples Retailing	0.6	7.7	117	10.1	Food & Staples Retailing	0.2	3.8	17	1.2
Walgreen Co.	1.0	2.2	-301	6.0	SUPERVALU INC.	0.6	8.3	94	18.9	Andersons, Inc.	0.2	3.4	14	2.6
Sysco Corporation	0.0	5.4	-30	0.7	United Natural Foods, Inc.	0.1	7.2	23	1.4	Casey's General Stores, Inc.	0.0	4.2	0	0.1
Food Beverage & Tobacco	3.8	1.5	306	2.6	Food Beverage & Tobacco	3.5	5.4	405	5.6	Food Beverage & Tobacco	2.1	6.3	66	2.1
Mondelez International, Inc. Class A	0.5	0.8	222	3.7	Hillshire Brands Company	1.8	4.3	352	16.4	Boston Beer Company, Inc. Class A	0.5	9.2	1	5.2
Campbell Soup Company	0.0	3.9	-51	0.5	Tootsie Roll Industries, Inc.	0.0	6.6	-2	0.3	Seneca Foods Corporation Class A	0.0	1.5	0	0.2
Health Care Equipment & Services	4.9	2.7	2,635	3.4	Health Care Equipment & Services	6.6	6.3	307	4.8	Health Care Equipment & Services	8.7	7.9	355	3.2
McKesson Corporation	0.5	0.8	370	5.5	Hologic, Inc.	1.4	5.2	65	14.0	Cyberonics, Inc.	0.8	9.5	15	10.1
Varian Medical Systems, Inc.	0.0	4.9	22	0.6	Sirona Dental Systems, Inc.	0.0	7.6	-3	0.4	Neogen Corporation	0.0	5.2	1	0.1
Household & Personal Products	0.9	1.5	38	1.8	Household & Personal Products	0.8	3.5	89	3.6	Household & Personal Products	0.3	5.0	-17	2.3
Procter & Gamble Company	0.3	0.9	-25	0.6	Energizer Holdings, Inc.	0.6	4.4	165	5.5	WD-40 Company	0.2	2.7	1	3.1
Clorox Company	0.0	9.6	-8	1.6	Church & Dwight Co., Inc.	0.2	2.7	-76	1.7	Inter Parfums, Inc.	0.0	1.6	-5	0.2
Insurance	2.8	1.6	-717	2.2	Insurance	3.4	2.0	315	2.2	Insurance	1.3	3.1	-12	2.0
American International Group, Inc.	1.1	0.9	-425	6.1	Fidelity National Financial, Inc - FNI	1.3	3.3	72	10.2	eHealth, Inc.	0.3	8.3	1	9.1
Cincinnati Financial Corporation	0.0	1.8	-48	0.8	Mercury General Corporation	0.0	0.9	4	0.6	RLI Corp.	0.0	3.3	-	0.0
Materials	5.6	2.9	1,883	3.6	Materials	7.9	3.8	958	3.5	Materials	4.3	5.4	99	1.9
Air Products and Chemicals, Inc.	1.2	1.6	322	18.4	Ashland Inc.	2.1	0.5	212	18.0	Cleanwater Paper Corporation	0.5	2.9	77	7.6
Airgas, Inc.	0.0	3.8	25	0.5	Greif Class A	0.0	2.9	-4	1.2	Olympic Steel, Inc.	0.0	3.9	-0	0.5
Media	6.1	2.9	1,054	5.4	Media	1.7	5.7	266	3.7	Media	0.1	7.2	-3	1.2
Time Warner Cable Inc.	1.2	1.8	485	12.7	Lamar Advertising Company Class	0.7	11.6	-22	11.8	Scholastic Corporation	0.1	12.2	-3	1.0
Gannett Co., Inc.	0.1	3.9	52	3.3	Meredith Corporation	0.0	6.3	-15	0.3	E. W. Scripps Company Class A	0.0	2.7	2	0.3
Pharma Biotech & Life Sciences	10.1	2.0	10,784	3.8	Pharma Biotech & Life Sciences	7.0	7.8	1,238	8.2	Pharma Biotech & Life Sciences	9.6	13.4	1,182	5.0
Actavis Plc	2.7	0.8	2,184	17.2	Endo International Plc	2.4	4.8	103	16.3	Questcor Pharmaceuticals, Inc.	6.3	27.6	1,117	22.6
Hospira, Inc.	0.0	4.4	-28	0.8	Bio-Rad Laboratories, Inc. Class A	0.1	2.1	11	1.5	Akorn, Inc.	0.0	8.8	-1	0.2
Real Estate	2.0	2.5	-1,237	2.4	Real Estate	2.2	4.3	11	1.2	Real Estate	5.8	3.3	147	2.0
Crown Castle International Corp.	0.8	1.6	-134	13.5	Rayonier Inc.	0.2	1.8	-3	3.1	Pennsylvania Real Estate Investme	0.8	5.2	31	12.1
Macerich Company	0.0	3.0	0	0.4	Alexander & Baldwin, Inc.	0.0	3.4	1	0.2	Getty Realty Corp.	0.0	2.5	1	0.2
Retailing	6.5	3.7	1,257	4.9	Retailing	5.3	6.6	424	4.2	Retailing	8.6	10.9	20	4.2
Netflix, Inc.	0.9	9.6	323	14.7	Signet Jewelers Limited	1.1	1.8	182	8.7	Men's Wearhouse, Inc.	1.6	6.4	-130	12.4
CarMax, Inc.	0.0	5.9	4	0.1	RentACenter, Inc.	0.0	16.1	-3	1.3	MarineMax, Inc.	0.0	7.7	-1	0.4
Semiconductors & Equipment	3.1	4.0	497	3.9	Semiconductors & Equipment	4.0	9.5	1,007	5.3	Semiconductors & Equipment	4.8	9.4	210	3.2
Micron Technology, Inc.	1.1	11.7	-1,134	13.4	SunEdison, Inc.	2.1	25.1	813	24.4	Monolithic Power Systems, Inc.	1.0	5.2	-7	12.5
Altera Corporation	0.0	1.5	28	1.2	Cree, Inc.	0.0	10.2	-11	0.4	Kopin Corporation	0.0	2.4	-0	0.2
Software & Services	10.6	1.9	5,231	3.7	Software & Services	12.6	5.1	1,414	5.6	Software & Services	7.7	7.2	54	3.0
Microsoft Corporation	1.7	1.1	367	2.1	Equinix, Inc.	5.0	10.6	254	34.3	Take-Two Interactive Software, Inc.	1.1	14.4	-44	10.2
Teradata Corporation	0.0	11.9	83	2.5	Fair Isaac Corporation	0.0	3.8	-14	0.8	Bottomline Technologies (de), Inc.	0.0	8.2	1	0.1
Technology Hardware & Equipment	6.7	1.9	4,523	4.3	Technology Hardware & Equipment	4.4	7.0	591	3.8	Technology Hardware & Equipment	4.7	3.6	10	1.9
Apple Inc.	3.0	1.7	2,786	2.3	Riverbed Technology, Inc.	0.8	1.4	-65	17.6	Anixter International Inc.	0.8	2.1	-33	4.9
Amphenol Corporation Class A	0.0	0.9	29	0.5	Plantronics, Inc.	0.0	2.4	-2	0.4	Intevac, Inc.	0.0	4.4	0	0.3
Telecommunication Services	1.0	2.9	-773	2.1	Telecommunication Services	1.3	1.3	167	8.9	Telecommunication Services	0.5	4.9	-2	3.3
Verizon Communications Inc.	0.6	1.0	-1,115	1.3	tw telecom inc. Class A	1.2	1.3	167	15.4	USA Mobility Inc.	0.1	2.5	0	9.0
CenturyLink, Inc.	0.0	6.7	110	0.7	Telephone and Data Systems, Inc.	0.1	1.3	-1	2.3	8x8, Inc.	0.0	7.3	1	0.6
Transportation	1.6	1.6	1,187	2.4	Transportation	2.1	4.4	34	3.5	Transportation	2.5	4.9	18	3.0
Delta Air Lines, Inc.	0.6	1.7	111	7.2	Alaska Air Group, Inc.	0.9	7.1	-9	9.7	Allegiant Travel Company	1.0	2.7	6	9.8
Ryder System, Inc.	0.0	3.4	-23	2.7	Genesee & Wyoming, Inc. Class A	0.0	2.4	-26	0.6	Roadrunner Transportation System	0.0	4.1	-0	0.1
Utilities	2.2	3.4	122	2.0	Utilities	2.5	3.5	186	2.1	Utilities	3.3	5.0	199	2.5
NextEra Energy, Inc.	0.2	3.6	139	2.4	OGE Energy Corp.	0.9	0.4	29	8.1	UNS Energy Corp	0.9	8.5	27	7.0
TECO Energy, Inc.	0.0	5.5	-13	0.8	Black Hills Corporation	0.0	3.8	-0	0.5	Piedmont Natural Gas Company, In	0.0	4.4	-5	0.2

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