

For Immediate Release

Regulations Drive Increased Demand for Off-Shore Hosting Facilities

Investor Sensitivity and Privacy Concerns Cause Many Funds to Look Closely at How and Where Investor Information is Stored

HAUPPAUGE, NY, July 7, 2003 —In response to skyrocketing demand for off-shore investor reporting services, CorrectNet, Inc., the leading provider of web reporting solutions to asset managers, including 4 of the top 10 offshore Fund Administrators (Hedge Fund News, August 2002), has announced major expansions of its global hosting infrastructures to include Bermuda and Cayman Islands, with plans for Luxembourg later this year.

This demand is attributed to off-shore investors' desire to maintain the confidentiality of their investments in light of the increased scrutiny of hedge fund assets since post September 11, 2001 Patriot Act regulations. Additionally, fund manager concern over compliance with local domicile registration requirements may also be contributing to this trend.

"Assets are increasingly moving offshore," James McCallum, President of Sum2 commented. "Hedge funds and hedge fund administrators need assistance navigating the USA PATRIOT Act. Offshore management companies in particular fall into this category because of increased movement in offshore investing, establishing funds offshore, and ensuring that they are in compliance with the Act."

CorrectNet accomplished the expansion using its recently released Global Deployment and Management Service. The combination of due diligence processes, technology, automated remote management software, and skilled teams forms this service that is capable of rapidly provisioning a secure hosting-infrastructure anywhere in the world.

“These significant investments were not optional,” said Bob Miller, CEO of CorrectNet. “As one of the few companies dedicated to providing this type of service to the alternative investment industry, we pride ourselves on being a market leader who is forward looking and not just reactive. Our clients count on us to help them navigate a broad range of technical, security, and regulatory issues.”

About CorrectNet, Inc.

CorrectNet (www.correctnet.com) is the leader in Web Reporting and Data Consolidation solutions for asset managers. CorrectNet consolidates complex financial data from multiple existing financial and operational systems, and securely delivers this information to fund managers and their investors/shareholders. Their proprietary technology transforms this data into powerful web-based presentations with drill-downs, charting, and third-party content. CorrectNet’s Investor and Manager Reporting solutions are delivered as a turnkey service to over 750 firms.

About Sum2, LLC

Sum2, (www.sum2.us) works with hedge funds and hedge fund administrators to implement cost effective anti-money laundering and Customer Identification Programs that comply with the USA PATRIOT Act. These programs are designed to address the compliance requirements of offshore domiciled funds and to strengthen the fund administrator's customer due diligence and compliance practices. Sum2 assists businesses and industries to implement corporate Sound Practices that add exponential value for shareholders, employees, clients, and to the communities in which they operate and serve.

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