



New Frontier Advisors, LLC

For Immediate Release

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**NEW FRONTIER ADVISORS INTRODUCES
NFA DESKTOP SUITE VERSION 4.2**

- Software includes realistic modeling of alternative asset classes for defining optimal portfolios, and enhanced probability estimates for meeting long-term objectives -

BOSTON, Oct. 26 – New Frontier Advisors (NFA), a research and investment advisory firm specializing in the development of leading-edge asset management products, has recently released Version 4.2 of its desktop asset allocation software suite, the firm announced today.

Version 4.2 of the NFA software suite now allows more realistic modeling of the return distributions of many alternative asset classes, including hedge funds, private equity, and real estate. NFA’s patented Resampled Efficiency™ (RE) optimization improves performance by simulating the many ways markets and assets may perform consistent with forecasts of risk and return. An analyst may now more effectively estimate the importance of non-traditional assets in defining optimal portfolios and asset allocations.

“The investment impact of highly volatile asset classes and low probability high risk market scenarios has historically been difficult to effectively model when defining an optimal investment portfolio. Version 4.2 of our software gives investors the ability to better understand how these assets affect portfolio optimality,” stated Richard O. Michaud, president and chief executive officer. “This capability is particularly important as more and more institutions invest in alternative asset classes,” Michaud added.

A second significant new feature in Version 4.2 gives the user enhanced ability to calculate the probability of meeting investment objectives over an investment horizon. This is achieved by new very accurate estimates for very high risk asset allocations.

Because portfolios constructed using NFA's RE optimizer are so well diversified relative to traditional optimizers, the probability of risk-of-ruin over the long-term tends to be insignificant, according to Michaud. However, extreme risks do exist in practice particularly when considering non-traditional asset classes, and these can now be accurately estimated using the NFA software.

Other enhancements to Version 4.2 include a number of ease of use functionalities and procedures.

Version 4.2 is now available from New Frontier Advisors.

About New Frontier Advisors, LLC

New Frontier Advisors specializes in developing and applying leading edge investment technology in the financial sector. The firm offers financial institutions and their technology partners innovative solutions for delivering asset allocation and portfolio optimization investment strategies in a variety of computer platforms.

Based in Boston, New Frontier LLC received the first-ever patent for a broad-based mathematical process designed to identify optimal allocation strategies for real or hypothetical portfolios containing a range of asset classes in March 2000. This patented process provides the basis for Michaud Resampled Efficiency. More information about NFA can be found at www.newfrontieradvisors.com.

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