



Mellon

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News Release
Corporate Affairs

For Immediate Release

**MELLON CAPITAL LAUNCHES GLOBAL PORTABLE ALPHA PRODUCT
WITH \$1 BILLION IN FUNDING**

SAN FRANCISCO, July 25, 2006 -- Mellon Capital Management Corporation has received \$1 billion in funding for its International Equity Alpha Plus strategy, a new global portable alpha product. The strategy is designed to outperform the MSCI EAFE Index, a benchmark for international equity investments in developed markets.

Mellon Capital's International Equity Alpha Plus strategy, its third portable alpha product introduced this year, combines traditional exposure to the international equity index with Mellon Capital's proprietary global tactical asset allocation strategy, which takes long and short positions in global equity, sovereign bond and currency markets. This proprietary strategy seeks to generate returns that consistently exceed the market-based benchmark through an investment approach that results in excess returns that have low correlation to traditional markets.

"We are seeing strong interest in this product as it combines two of the fastest-growing strategies for institutional investors, international investing and portable alpha," said Charlie Jacklin, president and chief executive officer of Mellon Capital.

Founded in 1983 by innovators in the investment management field, Mellon Capital specializes in global quantitative investment strategies. As of June 30, 2006, the firm had \$148 billion in assets under management, including assets managed by dual officers and \$ 25.3 billion in overlay strategies. Additional information about Mellon Capital is available at www.mcm.com.

Mellon Capital is one of the investment boutiques within Mellon Asset Management, a leading global provider of investment management products and services that offer a broad range of equity, fixed-income, hedge and liquidity management products through individual asset management companies and multiple distribution channels.

Mellon Financial Corporation is a global financial services company. Headquartered in Pittsburgh, Mellon is one of the world's leading providers of financial services for institutions, corporations and high net worth individuals, providing institutional asset management, mutual funds, private wealth management, asset servicing, payment solutions and investor services, and treasury services. Mellon has approximately \$5.1 trillion in assets under management, administration or custody, including \$870 billion under management. News and other information about Mellon is available at www.mellon.com.

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