



Mellon

Contact: Mike Dunn
(212) 922-7859
dunn.mg@mellon.com

News Release
Corporate Affairs

FOR IMMEDIATE RELEASE

MELLON CAPITAL LAUNCHES PORTABLE ALPHA PRODUCTS

San Francisco, May 24, 2006 -- Mellon Capital Management Corporation has launched two new investment management products that combine equity and fixed income index components with a “portable alpha” element. Mellon Capital’s portable alpha strategy seeks to provide consistent returns that exceed market-based benchmarks through an investment approach that results in low correlation to traditional markets.

The Mellon Financial Corporation subsidiary said that both U.S. Equity Alpha Plus and U.S. Bond Alpha Plus pair traditional index exposure with Mellon Capital’s proprietary global tactical asset allocation strategy, which takes long and short positions in global equity, sovereign bond and currency markets. U.S. Equity Alpha Plus combines global asset allocation with market exposure to the Standard & Poor’s 500 Index[®], while U.S. Bond Alpha Plus pairs global asset allocation with market exposure to the Lehman Brothers Aggregate Bond Index.

“We have found that many pension plans and other institutions are interested in our portable alpha products because the alphas have low correlation with the major markets.” said Charlie Jacklin, president and chief executive officer of Mellon Capital. “Combining equity or fixed income exposure with the global alpha product makes it easier for pension plans and other institutions to include a portable alpha strategy in their plan.”

Founded in 1983 by innovators in the investment management field, Mellon Capital specializes in global quantitative investment strategies. As of March 31, 2006, the firm had \$141 billion in assets under management, including assets managed by dual officers and \$17.6 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 \$4.9 trillion in assets under management, administration or custody, including \$808 billion under management. News and other information about Mellon is available at www.mellon.com.

###