

STERLING • DOLLAR • EURO
TMI LIQUIDITY  FUND

31ST JANUARY 2012

TMI STERLING LIQUIDITY SUB-FUND

NET YIELD
1.03%

WAM
85 DAYS

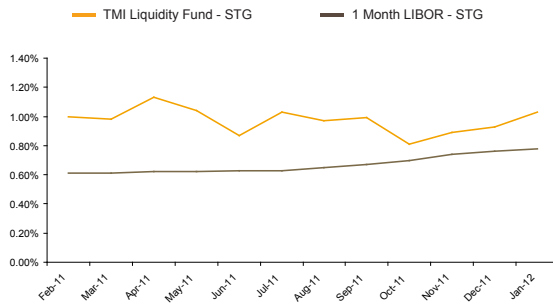
FUND SIZE
£107.2M



PERFORMANCE - % 1 MONTH RETURNS*

*Performance is shown Annualised and Net of fees

| | Jan 11 | Feb 11 | Mar 11 | Apr 11 | May 11 | Jun 11 | Jul 11 | Aug 11 | Sep 11 | Oct 11 | Nov 11 | Dec 11 | Jan 12 |
|---------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Fund | 1.01 | 1.00 | 0.98 | 1.13 | 1.04 | 0.87 | 1.03 | 0.97 | 0.99 | 0.81 | 0.89 | 0.93 | 1.03 |
| 1 Month Libor | 0.60 | 0.61 | 0.61 | 0.62 | 0.62 | 0.63 | 0.63 | 0.65 | 0.67 | 0.70 | 0.74 | 0.76 | 0.78 |



| Annualised Net Return % January 2012 | Annualised Gross Return % January 2012 | 12 Month Average (Net of fees) % | |
|---|---|----------------------------------|---------------|
| | | Fund | 1 Month Libor |
| 1.03 | 1.30 | 0.97 | 0.67 |

FUND OBJECTIVE

To maximise current income consistent with the preservation of principal and liquidity by investing in a diversified portfolio of short term debt related instruments.

FUND DETAILS

| | |
|-----------------|-------------------|
| Valuation: | £107.2million |
| Inception Date: | 1st November 2006 |
| Domicile: | Isle of Man |
| Fund Structure: | OEIC |
| Benchmark: | 1 Month LIBOR |
| Rating*: | AAAf |
| Bloomberg: | TMISTLQ |
| ISIN: | IM00B1GR6141 |
| SEDOL: | B1GR614 |

*Standard & Poor's

INVESTMENT

| | |
|----------------------|-----------------|
| Price: | £1.00 |
| Initial: | £100,000 |
| Subsequent: | £25,000 |
| Fees: | 15bps |
| Valuation Frequency: | Daily |
| Dealing Deadline: | 12.00 noon |
| Redemption: | 3 business days |

ENQUIRIES

Tel: +44 (0) 1624 645200
Email: info@tmiliquidity.com



As at 31st January 2012

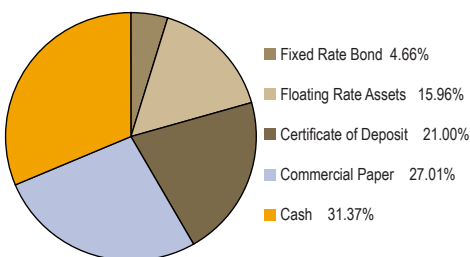


www.tmiliquidity.com

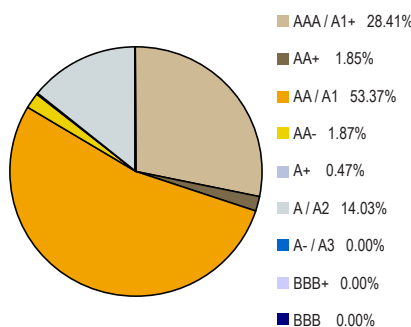
COMMENTARY

- January was a positive month for risk assets as economic data was in the main positive. Negotiations between the Greek government and private bond holders has yet to be reached but is believed to be close to an agreement. The deal is essential to ensure Greece receives its next tranche of funding in time to satisfy bond redemptions of €14.5bn on March 20th.
- The Monetary Policy Committee (MPC) voted to leave rates unchanged at 0.50% and maintained the size of the asset purchase program at £275bn. The market is expecting a further tranche of QE to be announced at the February meeting and economists are predicting an expansion of between £50bn - £75bn.
- Standard & Poor's downgraded 9 euro-zone nations, including France and Austria who both lost their AAA status. The downgrades were largely priced into the market and reaction was fairly muted.
- LIBOR rates moved slightly lower as liquidity from the ECB 3-year LTRO found its way into the system and eased bank funding pressures.
- We increased the Weighted Average Maturity (WAM) up to 85 days at the end of January in line with our target of 90 days for the first quarter of 2012.
- We focused on the 3-month part of the curve but also placed around 4% of the fund out for 12-months with Standard Chartered Bank.
- We remain focused on maintaining a high quality liquid portfolio and continued with a 5% allocation to UK T-Bills. We also added Bank of China and DNB Bank to the portfolio.
- The fund outperformed its 1-month LIBOR benchmark by 25bps. We do not anticipate any change to UK interest rates in the near future and expect rates to remain low throughout 2012.

PORTFOLIO BREAKDOWN



S&P RATINGS



WEIGHTED AVERAGE MATURITY IN DAYS

| | Jan 11 | Feb 11 | Mar 11 | Apr 11 | May 11 | Jun 11 | Jul 11 | Aug 11 | Sep 11 | Oct 11 | Nov 11 | Dec 11 | Jan 12 |
|------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Fund | 78 | 68 | 66 | 60 | 70 | 70 | 61 | 77 | 70 | 78 | 85 | 73 | 85 |

TMI US DOLLAR LIQUIDITY SUB-FUND

NET YIELD
0.30%

WAM
39 DAYS

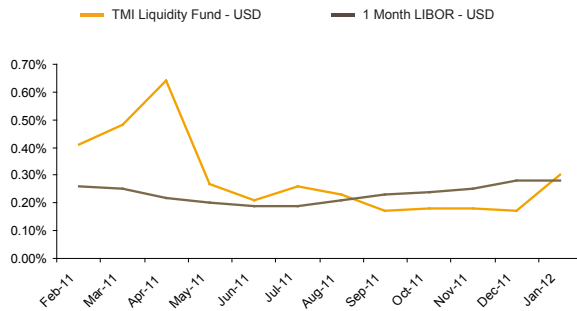
FUND SIZE
\$125.8M



PERFORMANCE - % 1 MONTH RETURNS*

*Performance is shown Annualised and Net of fees

| | Jan 11 | Feb 11 | Mar 11 | Apr 11 | May 11 | Jun 11 | Jul 11 | Aug 11 | Sep 11 | Oct 11 | Nov 11 | Dec 11 | Jan 12 |
|---------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Fund | 0.38 | 0.41 | 0.48 | 0.64 | 0.27 | 0.21 | 0.26 | 0.23 | 0.17 | 0.18 | 0.18 | 0.17 | 0.30 |
| 1 Month Libor | 0.26 | 0.26 | 0.25 | 0.22 | 0.20 | 0.19 | 0.19 | 0.21 | 0.23 | 0.24 | 0.25 | 0.28 | 0.28 |



| Annualised Net Return % January 2012 | Annualised Gross Return % January 2012 | 12 Month Average (Net of fees) % | |
|---|---|----------------------------------|---------------|
| | | Fund | 1 Month Libor |
| 0.30 | 0.60 | 0.29 | 0.23 |

FUND OBJECTIVE

To maximise current income consistent with the preservation of principal and liquidity by investing in a diversified portfolio of short term debt related instruments.

FUND DETAILS

| | |
|-----------------|-------------------|
| Valuation: | \$125.8million |
| Inception Date: | 1st November 2006 |
| Domicile: | Isle of Man |
| Fund Structure: | OEIC |
| Benchmark: | 1 Month LIBOR |
| Rating*: | AAAf |
| Bloomberg: | TMIUSLQ |
| ISIN: | IM00B1GR7P51 |
| SEDOL: | B1GR67P5 |

*Standard & Poor's

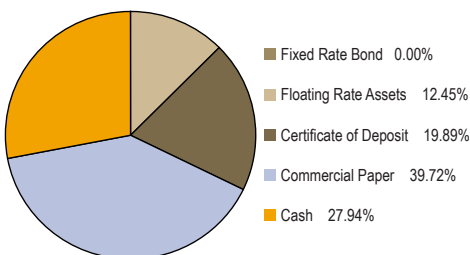
COMMENTARY

- January was a positive month for risk assets as economic data was in the main positive. Negotiations between the Greek government and private bond holders has yet to be reached but is believed to be close to an agreement. The deal is essential to ensure Greece receives its next tranche of funding in time to satisfy bond redemptions of €14.5bn on March 20th.
- The Federal Open Market Committee (FOMC) held rates in the range of 0.00% to 0.25%. The accompanying statement did change slightly, stating that "rates are likely to remain at current levels until 2014".
- LIBOR rates were slightly lower across the curve as liquidity from the ECB 3-year LTRO found its way into the system, which, along with the additional USD swap lines extended by the Fed to major central banks, eased bank funding pressures.
- We increased the Weighted Average Maturity (WAM) to 39 days at the end of January, mainly focused in the 3-month area while also placing around 3% of the fund into the 6-month part of the curve.
- We continued to favour supranational or government related entities, adding L-Bank, Akademiska Hus AB, KommunedKredit and BNG to the portfolio.
- The fund outperformed its 1-month LIBOR benchmark by 2bps, we expect the US money market curve to remain flat and that the fund will outperform versus the benchmark in the coming months.

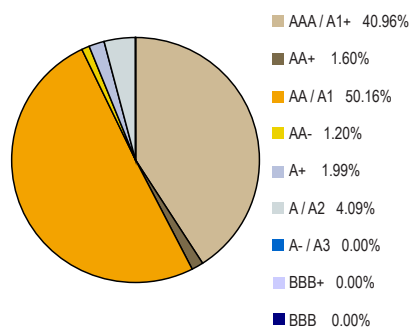
INVESTMENT

| | |
|----------------------|-----------------|
| Price: | \$1.00 |
| Initial: | \$100,000 |
| Subsequent: | \$25,000 |
| Fees: | 15bps |
| Valuation Frequency: | Daily |
| Dealing Deadline: | 12.00 noon |
| Redemption: | 3 business days |

PORTFOLIO BREAKDOWN



S&P RATINGS



ENQUIRIES

Tel: +44 (0) 1624 645200
Email: info@tmiliquidity.com



As at 31st January 2012

WEIGHTED AVERAGE MATURITY IN DAYS

| | Jan 11 | Feb 11 | Mar 11 | Apr 11 | May 11 | Jun 11 | Jul 11 | Aug 11 | Sep 11 | Oct 11 | Nov 11 | Dec 11 | Jan 12 |
|------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Fund | 52 | 56 | 39 | 74 | 65 | 49 | 68 | 62 | 52 | 60 | 43 | 36 | 39 |



TMI EURO LIQUIDITY SUB-FUND

NET YIELD
0.88%

WAM
18 DAYS

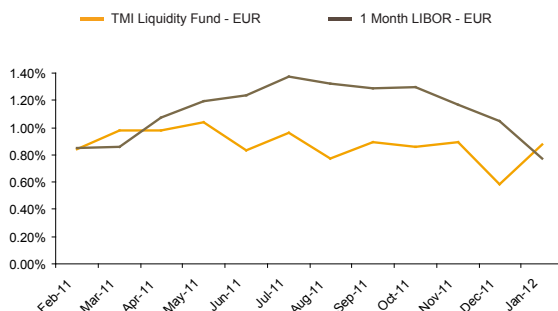
FUND SIZE
€27.1M



PERFORMANCE - % 1 MONTH RETURNS*

*Performance is shown Annualised and Net of fees

| | Jan 11 | Feb 11 | Mar 11 | Apr 11 | May 11 | Jun 11 | Jul 11 | Aug 11 | Sep 11 | Oct 11 | Nov 11 | Dec 11 | Jan 12 |
|---------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Fund | 0.60 | 0.84 | 0.98 | 0.98 | 1.04 | 0.83 | 0.96 | 0.77 | 0.89 | 0.86 | 0.89 | 0.58 | 0.88 |
| 1 Month Libor | 0.73 | 0.85 | 0.86 | 1.07 | 1.19 | 1.24 | 1.37 | 1.32 | 1.29 | 1.30 | 1.17 | 1.05 | 0.77 |



| Annualised Net Return % January 2012 | Annualised Gross Return % January 2012 | 12 Month Average (Net of fees) % | |
|--------------------------------------|--|----------------------------------|---------------|
| | | Fund | 1 Month Libor |
| 0.88 | 0.91 | 0.88 | 1.12 |

FUND OBJECTIVE

To maximise current income consistent with the preservation of principal and liquidity by investing in a diversified portfolio of short term debt related instruments.

FUND DETAILS

| | |
|-----------------|----------------|
| Valuation: | €27.1million |
| Inception Date: | 1st April 2008 |
| Domicile: | Isle of Man |
| Fund Structure: | OEIC |
| Benchmark: | 1 Month LIBOR |
| Rating*: | AAAf |
| Bloomberg: | TMIEULQ |
| ISIN: | IM00B3BJC882 |
| SEDOL: | B3BJC88 |

*Standard & Poor's

INVESTMENT

| | |
|----------------------|-----------------|
| Price: | €1.00 |
| Initial: | €100,000 |
| Subsequent: | €25,000 |
| Fees: | 15bps |
| Valuation Frequency: | Daily |
| Dealing Deadline: | 12.00 noon |
| Redemption: | 3 business days |

ENQUIRIES

Tel: +44 (0) 1624 645200
Email: info@tmiliquidity.com



As at 31st January 2012

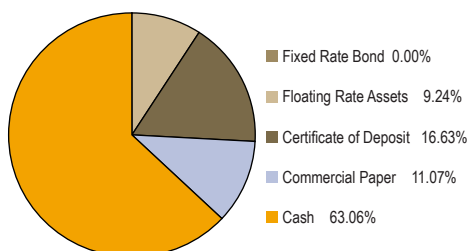


www.tmiliquidity.com

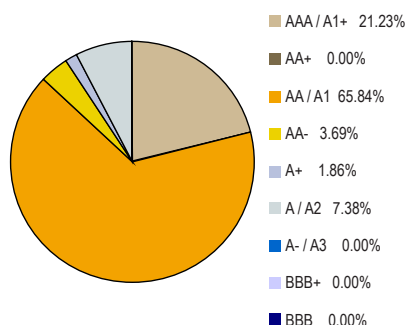
COMMENTARY

- January was a positive month for risk assets as economic data was in the main positive. Negotiations between the Greek government and private bond holders has yet to be reached but is believed to be close to an agreement. The deal is essential to ensure Greece receives its next tranche of funding in time to satisfy bond redemptions of €14.5bln on March 20th.
- The ECB remained on hold at 1.00% with President Draghi acknowledging that the first 3-year LTRO had eased credit conditions.
- LIBOR rates fell by up to 25bps across the curve as liquidity from the ECB 3-year LTRO found its way into the system, which, along with the additional USD swap lines extended by the Fed to major central banks, eased bank funding pressures.
- The Weighted Average Maturity (WAM) remained at 18 days at the end of January. We rolled maturities into the 3-month part of the curve and will look to increase the WAM as and when opportunities arise.
- We remain focused on maintaining a high quality portfolio and added Bank of China, SEB and Nordea to the portfolio.
- The fund outperformed its 1-month LIBOR benchmark by 11bps in January, the excess liquidity injected by the ECB LTRO means rates offered by quality issuers are somewhat lower than LIBOR benchmark and the fund may under perform in the coming months.

PORTFOLIO BREAKDOWN



S&P RATINGS



WEIGHTED AVERAGE MATURITY IN DAYS

| | Jan 11 | Feb 11 | Mar 11 | Apr 11 | May 11 | Jun 11 | Jul 11 | Aug 11 | Sep 11 | Oct 11 | Nov 11 | Dec 11 | Jan 12 |
|------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Fund | 30 | 23 | 23 | 24 | 19 | 17 | 30 | 21 | 20 | 26 | 23 | 18 | 18 |

TMI LIQUIDITY FUND PLC

DISCLAIMER

The Manager of TMI Liquidity Fund PLC is Portal Fund Administration Limited, incorporated in the Isle of Man No. 118726C. Business Address: 2nd Floor, Sixty Circular Road, Douglas, Isle of Man, IM1 1SA. The Manager is the holder of a Financial Services Licence issued under section 7 of the Financial Services Act 2008 of the Isle of Man and is licensed by the Financial Supervision Commission of the Isle of Man. The investments are managed by Thomas Miller Investment (Isle of Man) Limited, holder of a Financial Services Licence issued under section 7 of the Financial Services Act 2008 and licensed by the Financial Supervision Commission of the Isle of Man. TMI Liquidity Fund PLC has elected to be a Type A Scheme for the purposes of the Authorised Collective Investments Schemes Regulations 2010 and is a recognised fund in the UK under section 270 of the Financial Services and Markets Act 2000. Investors in the Fund have the protection of the Isle of Man Authorised Collective Investment Schemes (Compensation) Regulations 2008 in the event of the Manager or the Fiduciary Custodian being unable to satisfy claims against them in respect of any civil liability incurred in connection with their business. The Rules made under the Financial Services and Markets Act 2000 in the UK for the protection of private customers do not apply, and the compensation scheme applying in the UK will not be available to investors in the Fund. Further information and a copy of the Funds' Scheme Particulars are available from the Manager and Investment Manager.

This fact sheet has been prepared for information purposes only and only for those jurisdictions in which the TMI Liquidity Fund PLC may be marketed. It is not a solicitation, or an offer, to buy or sell any security. Past performance cannot be relied on as a guide to the future. Income from investments may fluctuate. Investors may not get back the value of their original investment. Changes in exchange rates may have an adverse effect on the value, price or income of foreign currency denominated securities. These funds may not be suitable for all recipients.

Standard & Poor's Fund Ratings represent an opinion only, not a recommendation to buy or sell.

Morningstar

Copyright © 2011 Morningstar UK Limited. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.

CONTACT DETAILS

If you would like to know more about these funds, please contact:

Sales Enquiries:

David Nixon
Tel: +44 (0) 1624 645200
Fax: +44 (0) 1624 645220
Email: info@tmiliquidity.com
Website: www.tmiliquidity.com

The Investment Manager:

Thomas Miller Investment (Isle of Man) Limited
Level 2, Samuel Harris House, 5-11 St Georges Street, Douglas, Isle of Man, IM1 1AJ
Tel: +44 (0) 1624 645200
Fax: +44 (0) 1624 645220

The Fund Advisor:

Christopher Smith
Thomas Miller Investment Limited
90 Fenchurch Street, London, EC3M 4ST
Tel: +44 (0) 20 7204 2200
Fax: +44 (0) 20 7204 2737

The Manager:

Portal Fund Administration Limited
2nd Floor, Sixty Circular Road, Douglas, Isle of Man, IM1 1SA
Tel: +44 (0) 1624 689750
Fax: +44 (0) 1624 689602

FIDUCIARY CUSTODIAN

BNP Paribas Trust Company (IOM) Limited
PO Box 57, Merchant's House, 24 North Quay,
Douglas, Isle of Man, IM99 2PG
Web: www.bnpparibas.com/en

