

STERLING • DOLLAR • EURO
TMI LIQUIDITY  FUND

31ST AUGUST 2011

TMI STERLING LIQUIDITY SUB-FUND

NET YIELD
0.97%

WAM
77 DAYS

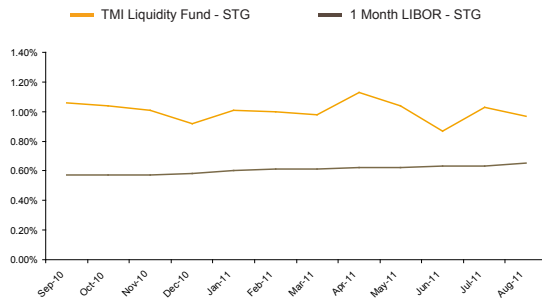
FUND SIZE
£119M



PERFORMANCE - % 1 MONTH RETURNS*

*Performance is shown Annualised and Net of fees

	Aug 10	Sep 10	Oct 10	Nov 10	Dec 10	Jan 11	Feb 11	Mar 11	Apr 11	May 11	Jun 11	Jul 11	Aug 11
Fund	1.05	1.06	1.04	1.01	0.92	1.01	1.00	0.98	1.13	1.04	0.87	1.03	0.97
1 Month Libor	0.57	0.57	0.57	0.57	0.58	0.60	0.61	0.61	0.62	0.62	0.63	0.63	0.65



Annualised Net Return % August 2011	Annualised Gross Return % August 2011	12 Month Average (Net of fees) %	
		Fund	1 Month Libor
0.97	1.21	1.01	0.61

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:	£119.0million
Inception Date:	1st November 2006
Domicile:	Isle of Man
Fund Structure:	OEIC
Benchmark:	1 Month LIBOR
Rating*:	AAAf
Bloomberg:	TMIUSLQ
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

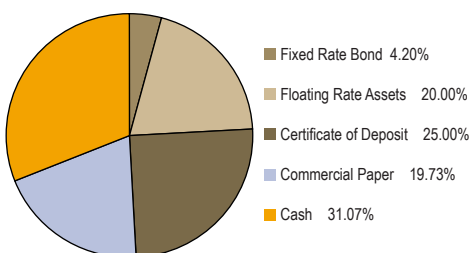
ENQUIRIES

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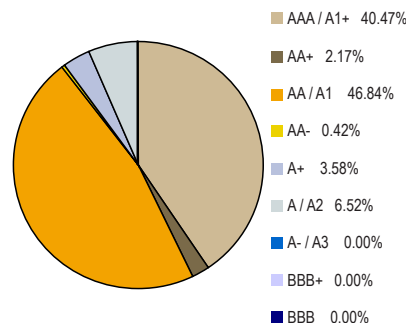
COMMENTARY

- Concerns began to surface in Money Markets amid talk of a European inter-bank funding crisis, the difference between the 3-month Euribor and overnight indexed swap (an indicator of banks reluctance to lend to each other) was at the widest since May 2009. Economic data was generally weak and markets were very volatile in August.
- The Monetary Policy Committee (MPC) voted to leave rates unchanged at 0.50% and the size of asset purchases at £200bn. For the first time since May 2010 the decision was unanimous.
- LIBOR rates rose by around 5bps across the curve as funding pressures were felt in the inter-bank system.
- The Weighted Average Maturity (WAM) rose to 77 days at the end of August, in line with a maximum target of 90-days.
- We placed a small portion of the fund with a UK clearing bank into the 12-month part of the curve and added a short dated AA rated bank FRN paying 3-month LIBOR +55bps.
- We remain focused on maintaining a high quality portfolio and began reducing exposure to some European bank names and allocated 10% of the fund to UK T-Bills and commercial paper guaranteed by the UK Government.
- The fund outperformed it's 1-month LIBOR benchmark by 32bps. We do not anticipate any change to UK interest rates in the near future and expect rates to remain low into 2012.

PORTFOLIO BREAKDOWN



S&P RATINGS



WEIGHTED AVERAGE MATURITY IN DAYS

	Aug 10	Sep 10	Oct 10	Nov 10	Dec 10	Jan 11	Feb 11	Mar 11	Apr 11	May 11	Jun 11	Jul 11	Aug 11
Fund	79	72	89	93	82	78	68	66	60	70	70	61	77



TMI US DOLLAR LIQUIDITY SUB-FUND

NET YIELD
0.23%

WAM
62 DAYS

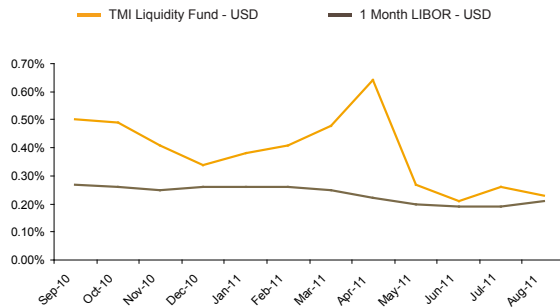
FUND SIZE
\$111.6M



PERFORMANCE - % 1 MONTH RETURNS*

*Performance is shown Annualised and Net of fees

	Aug 10	Sep 10	Oct 10	Nov 10	Dec 10	Jan 11	Feb 11	Mar 11	Apr 11	May 11	Jun 11	Jul 11	Aug 11
Fund	0.53	0.50	0.49	0.41	0.34	0.38	0.41	0.48	0.64	0.27	0.21	0.26	0.23
1 Month Libor	0.28	0.27	0.26	0.25	0.26	0.26	0.26	0.25	0.22	0.20	0.19	0.19	0.21



Annualised Net Return % August 2011	Annualised Gross Return % August 2011	12 Month Average (Net of fees) %	
		Fund	1 Month Libor
0.23	0.52	0.39	0.24

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:	\$111.6million
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

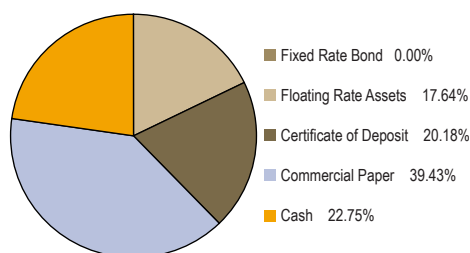
COMMENTARY

- Concerns began to surface in Money Markets amid talk of a European inter-bank funding crisis, the difference between the 3-month Euribor and overnight indexed swap (an indicator of banks reluctance to lend to each other) was at the widest since May 2009. Economic data was generally weak and markets were very volatile in August.
- S&P downgraded US Government debt to AA+ from AAA for the first time in history.
- The Federal Open Market Committee (FOMC) held rates at a range of 0.00 - 0.25%. The statement language was changed to give an explicit target date for rates to remain on hold, until mid 2013.
- LIBOR rates rose by around 6bps across the curve as funding pressures were felt in the inter-bank system.
- The Weighted Average Maturity (WAM) was at 62 days at the end of August.
- We remain focused on maintaining a high quality portfolio and began reducing exposure to some European bank names while increasing exposure to Government Guaranteed or Government Agency commercial paper.
- We expect the US money market curve to remain fairly flat and that the fund will outperform versus the benchmark in the coming months.

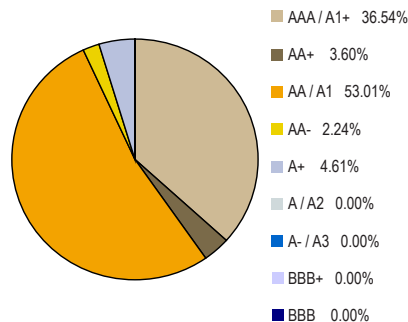
INVESTMENT

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

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WEIGHTED AVERAGE MATURITY IN DAYS

	Aug 10	Sep 10	Oct 10	Nov 10	Dec 10	Jan 11	Feb 11	Mar 11	Apr 11	May 11	Jun 11	Jul 11	Aug 11
Fund	66	55	55	46	38	52	56	39	74	65	49	68	62



TMI EURO LIQUIDITY SUB-FUND

NET YIELD
0.77%

WAM
21 DAYS

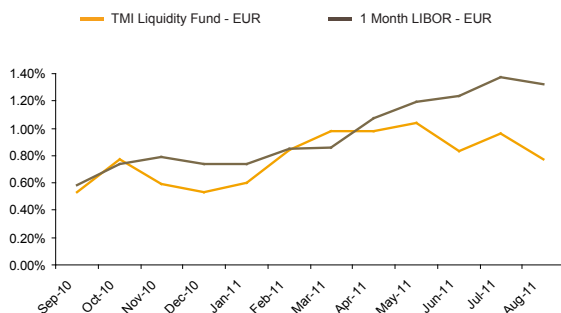
FUND SIZE
€11.9M



PERFORMANCE - % 1 MONTH RETURNS*

*Performance is shown Annualised and Net of fees

	Aug 10	Sep 10	Oct 10	Nov 10	Dec 10	Jan 11	Feb 11	Mar 11	Apr 11	May 11	Jun 11	Jul 11	Aug 11
Fund	0.76	0.53	0.77	0.59	0.53	0.60	0.84	0.98	0.98	1.04	0.83	0.96	0.77
1 Month Libor	0.58	0.56	0.74	0.79	0.74	0.73	0.85	0.86	1.07	1.19	1.24	1.37	1.32



Annualised Net Return % August 2011	Annualised Gross Return % August 2011	12 Month Average (Net of fees) %	
		Fund	1 Month Libor
0.77	1.45	0.79	0.96

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:	€11.9million
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
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Fees:	15bps
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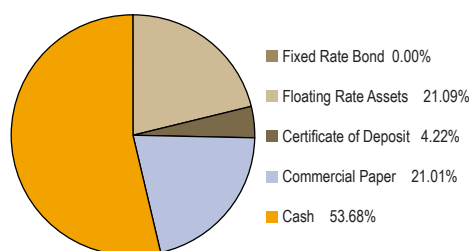
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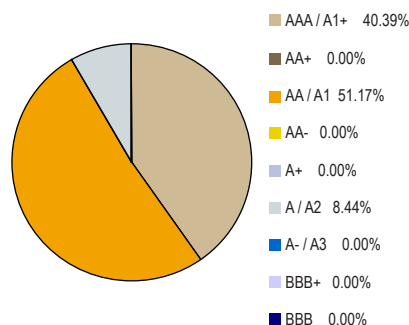
COMMENTARY

- Concerns began to surface in Money Markets amid talk of a European inter-bank funding crisis, the difference between the 3-month Euribor and overnight indexed swap (an indicator of banks reluctance to lend to each other) was at the widest since May 2009. Economic data was generally weak and markets were very volatile in August.
- The European Central Bank (ECB) held rates at 1.50% and restarted the SMP (Securities Market Programme), this time purchasing Spanish & Italian bonds as well as Irish & Portuguese.
- LIBOR rates rose by around 7bps across the curve as funding pressures were felt in the inter-bank system.
- The Weighted Average Maturity (WAM) was at 21 days at the end of August.
- We remain focused on maintaining a high quality portfolio and began reducing exposure to some European bank names while increasing exposure to Government Guaranteed or Government Agency commercial paper.
- The fund under-performed it's 1-month LIBOR benchmark in August, this may continue in the coming months as we remain focused on the short end, providing ample liquidity to investors, while ample liquidity in the market means real rates are somewhat lower than LIBOR benchmark.

PORTFOLIO BREAKDOWN



S&P RATINGS



WEIGHTED AVERAGE MATURITY IN DAYS

	Aug 10	Sep 10	Oct 10	Nov 10	Dec 10	Jan 11	Feb 11	Mar 11	Apr 11	May 11	Jun 11	Jul 11	Aug 11
Fund	27	23	30	31	23	30	23	23	24	19	17	30	21



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: 18 Mount Havelock, Douglas, Isle of Man, IM1 2QG. 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.

Thomas Miller Holdings Ltd, the ultimate parent of the Investment Manager, has a 50% shareholding in Portal Fund Administration Limited and has the right to appoint a maximum of two Directors to its Board.

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

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