

STERLING • DOLLAR • EURO
TMI LIQUIDITY  FUND

30TH SEPTEMBER 2012

TMI STERLING LIQUIDITY SUB-FUND

NET YIELD
1.02%

WAM
67 DAYS

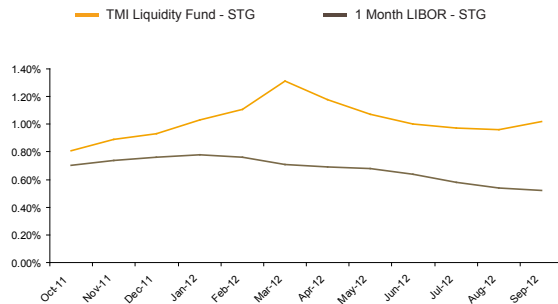
FUND SIZE
£81.5M



PERFORMANCE - % 1 MONTH RETURNS*

*Performance is shown Annualised and Net of fees

	Sep 11	Oct 11	Nov 11	Dec 11	Jan 12	Feb 12	Mar 12	Apr 12	May 12	Jun 12	Jul 12	Aug 12	Sep 12
Fund	0.99	0.81	0.89	0.93	1.03	1.11	1.31	1.18	1.07	1.00	0.97	0.96	1.02
1 Month Libor	0.67	0.70	0.74	0.76	0.78	0.76	0.71	0.69	0.68	0.64	0.58	0.54	0.52



Annualised Net Return % Sep 2012	Annualised Gross Return % Sep 2012	12 Month Average (Net of fees) %	
		Fund	1 Month Libor
1.02	1.23	1.02	0.68

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:	£81.5million
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

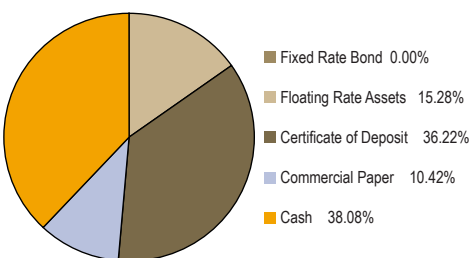
ENQUIRIES

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

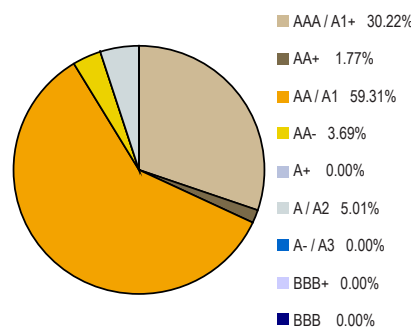
COMMENTARY

- In the main, risk assets continued to perform in September. Although widely anticipated, confirmation of the new asset purchase programmes from both the Fed & ECB spurred optimism among investors.
- The Monetary Policy Committee (MPC) voted to leave rates unchanged at 0.50% and the Asset Purchase Facility (APF) to £375bn. The minutes showed some members expect that more stimulus will be needed in the coming months.
- The final Q2 GDP was slightly better than expected and there were signs that industrial production and manufacturing are improving, although unemployment numbers continue to rise.
- LIBOR rates continued to move lower cross the curve, particularly at the longer end by around 10bps on average. The FSA announced adjustments to the liquidity and capital regime in which banks can drawdown on liquid asset buffers in times of liquidity stress, this announcement has pushed market rates further lower.
- The Weighted Average Maturity (WAM) fell to 67 days at the end of September. We continue to favour the longer end of the curve where possible and rolled around 2% of the fund for 12 months with a UK clearing bank and maintained exposure to government related entities, rolling maturities for 3 months.
- The fund out-performed the one-month LIBOR benchmark by 50bps (annualised). We do not anticipate any change to UK interest rates in the near future and expect rates to remain on hold well into 2013.

PORTFOLIO BREAKDOWN



S&P RATINGS



WEIGHTED AVERAGE MATURITY IN DAYS

	Sep 11	Oct 11	Nov 11	Dec 11	Jan 12	Feb 12	Mar 12	Apr 12	May 12	Jun 12	Jul 12	Aug 12	Sep 12
Fund	70	78	85	73	85	80	67	76	57	66	71	71	67



TMI US DOLLAR LIQUIDITY SUB-FUND

NET YIELD
0.31%

WAM
49 DAYS

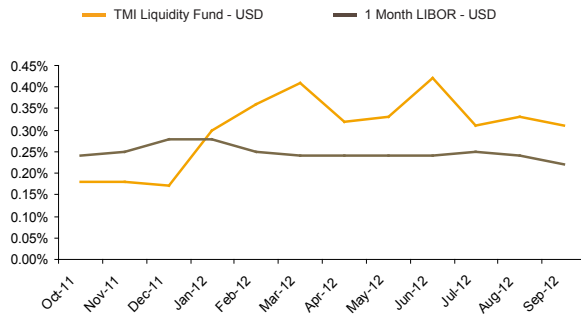
FUND SIZE
\$169.0M



PERFORMANCE - % 1 MONTH RETURNS*

*Performance is shown Annualised and Net of fees

	Sep 11	Oct 11	Nov 11	Dec 11	Jan 12	Feb 12	Mar 12	Apr 12	May 12	Jun 12	Jul 12	Aug 12	Sep 12
Fund	0.17	0.18	0.18	0.17	0.30	0.36	0.41	0.32	0.33	0.42	0.31	0.33	0.31
1 Month Libor	0.23	0.24	0.25	0.28	0.28	0.25	0.24	0.24	0.24	0.24	0.25	0.24	0.22



Annualised Net Return % Sep 2012	Annualised Gross Return % Sep 2012	12 Month Average (Net of fees) %	
		Fund	1 Month Libor
0.31	0.55	0.30	0.25

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:	\$169.0million
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

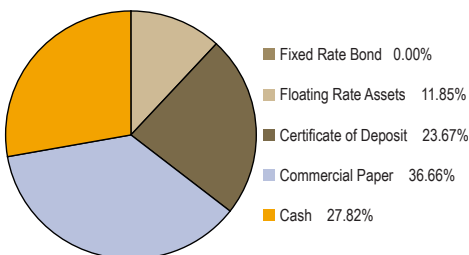
COMMENTARY

- In the main, risk assets continued to perform in September. Although widely anticipated, confirmation of the new asset purchase programmes from both the Fed & ECB spurred optimism among investors.
- The Federal Open Market Committee (FOMC) held rates at a range of 0.00% to 0.25% and announced the launch of QE3. The new programme will see the Fed buy up to \$40bn of mortgage backed securities per month. One of the key differences between this and the first two QE programmes is that the new programme has no end date or final target amount.
- LIBOR rates continued to move lower cross the curve, particularly at the longer end by around 5bps on average.
- The Weighted Average Maturity (WAM) fell to 49 days at the end of September as we rolled maturities between 1 and 3 months.
- The fund outperformed its 1-month LIBOR benchmark by 9bps (annualised). We do not anticipate any change to US interest rates in the near future and expect rates to remain on hold at least through 2013.

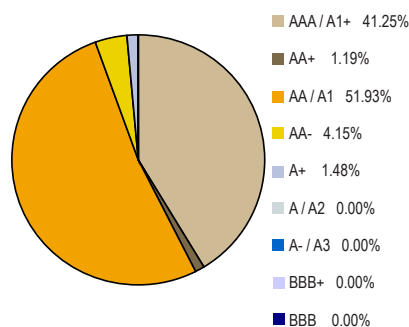
INVESTMENT

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



WEIGHTED AVERAGE MATURITY IN DAYS

	Sep 11	Oct 11	Nov 11	Dec 11	Jan 12	Feb 12	Mar 12	Apr 12	May 12	Jun 12	Jul 12	Aug 12	Sep 12
Fund	52	60	43	36	39	45	38	65	61	50	47	61	49

ENQUIRIES

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



TMI EURO LIQUIDITY SUB-FUND

NET YIELD
0.18%

WAM
46 DAYS

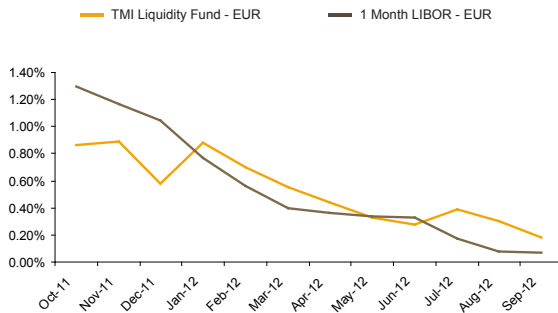
FUND SIZE
€35.3M



PERFORMANCE - % 1 MONTH RETURNS*

*Performance is shown Annualised and Net of fees

	Sep 11	Oct 11	Nov 11	Dec 11	Jan 12	Feb 12	Mar 12	Apr 12	May 12	Jun 12	Jul 12	Aug 12	Sep 12
Fund	0.89	0.86	0.89	0.58	0.88	0.70	0.55	0.44	0.33	0.28	0.39	0.30	0.18
1 Month Libor	1.29	1.30	1.17	1.05	0.77	0.56	0.40	0.36	0.34	0.33	0.17	0.08	0.07



Annualised Net Return % Sep 2012	Annualised Gross Return % Sep 2012	12 Month Average (Net of fees) %	
		Fund	1 Month Libor
0.18	0.45	0.53	0.55

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:	€35.3million
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

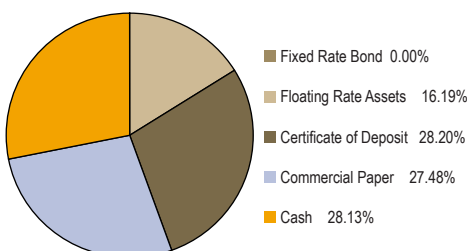
ENQUIRIES

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

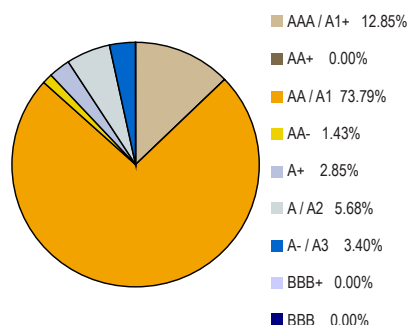
COMMENTARY

- In the main, risk assets continued to perform in September. Although widely anticipated, confirmation of the new asset purchase programmes from both the Fed & ECB spurred optimism among investors.
- The ECB held rates at 0.75% and announced details of the new asset purchase programme (Outright Monetary Transactions) which will see the ECB buy short dated government bond (1-3years) once the ESM has been activated and will be subject to strict conditionality. The ECB will have discretion over size and timing and have also waived creditor seniority for bonds purchased by the new programme.
- LIBOR rates continued to move lower at the intermediate to longer end of the curve, around 10bps on average. Markets expect a further rate cut in the coming months.
- The Weighted Average Maturity (WAM) rose to 46 days at the end of September as we rolled maturities out to 4 months, avoiding negative or zero yields.
- The fund outperformed it's 1-month LIBOR benchmark by 11bps (annualised). Following the recent action by the ECB, the fund will continue to benefit from the longer dated assets and we expect to outperform the benchmark in the coming months.

PORTFOLIO BREAKDOWN



S&P RATINGS



WEIGHTED AVERAGE MATURITY IN DAYS

	Sep 11	Oct 11	Nov 11	Dec 11	Jan 12	Feb 12	Mar 12	Apr 12	May 12	Jun 12	Jul 12	Aug 12	Sep 12
Fund	20	26	23	18	18	20	23	24	19	32	38	43	46



TMI LIQUIDITY FUND PLC

DISCLAIMER

The Manager of TMI Liquidity Fund PLC is Abacus Financial Services Limited, incorporated in the Isle of Man No. 69975C. 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 Isle of Man Financial Supervision Commission. 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.

Unless otherwise stated, information contained within this fact sheet is deemed to be provided by Thomas Miller Investment.

CONTACT DETAILS

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

Sales Enquiries:

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:

Abacus Financial Services 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

