

31 March 2013

Fund Review



MONEY MARKET FUND: EURO CLASS

OBJECTIVE

To seek as high an overall rate of return as is consistent with maintaining liquidity and security of principal.

INVESTMENT POLICY

To invest in a range of Euro denominated money market instruments, the issuers of which will have first class credit ratings. Instruments will consist of cash equivalents and a range of debt securities.

INVESTMENT PROCESS

Seek out short-term high quality money market instruments that offer attractive spreads on a LIBOR basis.

FUND REVIEW

In March, Eurozone macro conditions were dominated by the situation in Cyprus. Bail-out/Bail-in discussions settled on funding a bailout with a one-time bank levy that was, understandably, not received well by Cypriots. Banks were shut for more than a week to prevent mass deposit withdrawals while the measure was discussed. In the end, small depositors were spared from the involuntary contributions while large depositors, lost a greater percentage of their deposits to compensate. Cyprus is one of the smallest economies in the Euro area and only represents 0.5% of the region's GDP, however, as part of the union, actions allowed to occur within Cyprus open the door to similar events occurring in other countries. Italy and Spain are the third and fourth largest nations, and are actively watched due to their potential to disrupt growth further. How these countries are handled in the event of a bailout is important to the continuation of the Monetary Union in its current form and a repeat of what occurred in Cyprus would obviously be detrimental. Their actions also call into the question their resolve for greater unity, in particular the formation of a banking union.

Last month, duration moved very little. Yields on French and Belgian Treasury bills drifted lower again, but still surpass levels on overnight deposits. Therefore, Treasury bill exposure accounts for more than half of holdings. T-bills are an appropriate inclusion in the portfolio, providing liquidity and excellent credit quality. Bond exposure climbed to 34% of holdings whilst Euro-commercial paper was passed over for another month. Credit quality remains high with A-1+ exposure at 92% by the end of March.

GENERAL INFORMATION

Currency: EUR	Fiscal Year End: 30 June
Valuation: Daily	Min. Investment: EUR 10,000
Dealings: Daily	Total Expense Ratio: 0.17% Class A 0.17% Class B
Front End Fee: None	
Units Available: Accumulation	Size of Fund (millions): EUR 42
Identifier: BUTMEAA BH	NAV per share Class A (31.03.2013): EUR 13.4175

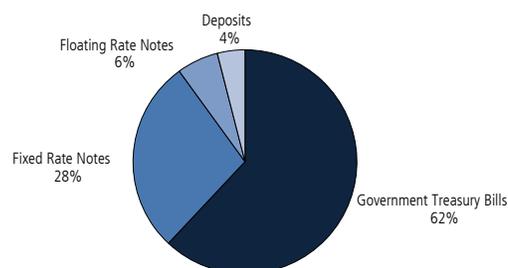
AVERAGE ANNUAL COMPOUND RETURNS

Class	1 Year	3 Years	5 Years	7 Years	10 Years
A	0.01%	0.12%	0.83%	1.53%	1.59%
B	0.02%	0.18%	0.90%	1.61%	1.67%

AVERAGE DURATION AND CREDIT RATING

Duration	43.9 days
Credit Rating	S&P AAAM
7 Day Yield (31.03.2013)	0.000% Class A 0.000% Class B

FUND ALLOCATION



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