



MONEY MARKET FUND: USD 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 US dollar 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

Money market interest rates declined slightly in November 2012, with three month interbank rates edging down from 0.312% to 0.310%. Regarding the decline in the November unemployment rate to 7.7%, we believe the Fed may see this as driven by fluctuations in labour force participation and not hiring intentions. For December's FOMC meeting, we expect the Fed will extend its purchases of long-term Treasuries and agency MBS at a rate totalling \$85bn per month after the expiration of the maturity extension program at year-end. We look for the Fed to announce that it will halt its sales of short-term Treasuries and convert its purchases of \$45bn a month in long-term Treasuries into open-ended purchases, complementing the \$40bn per month in agency MBS purchases it initiated at its September meeting. It is possible that the Fed could also adopt numerical thresholds for its guidance on how long short-rates will remain at near-zero. Officials have struggled to find a compromise on the exact specifics of those thresholds, so if the switch happens, it may not occur until next year. Finally, if Congress cannot reach agreement to prevent a substantial contraction in fiscal policy at the start of next year, then the Fed may feel the need to loosen monetary policy even more.

The Fund's portfolio exposure to securities with Standard & Poor's (S&P) highest short-term credit rating of A-1+ was 75% (well above 50% required by S&P for AAAm rated money market funds). Our liquidity strategy was to maintain over 29% of the portfolio maturing within 14 days while targeting 10% overnight. At the same time, we continued to purchase three to six month maturities in order to lock in favourable yields. Over the period, in line with extremely low market interest rates, the A share net yield remained close to 0.004%.

Contact Information

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GENERAL INFORMATION

Currency: USD	Fiscal Year End: 30 June
Valuation: Daily	Min. Investment: USD 10,000
Dealings: Daily	Total Expense Ratio: 0.33% Class A 0.29% Class B
Front End Fee: None	
Units Available: Accumulation	Size of Fund (millions): USD 2,151
Identifier: BUTMMKI BH	NAV per share Class A (30.11.2012): USD 24.4537

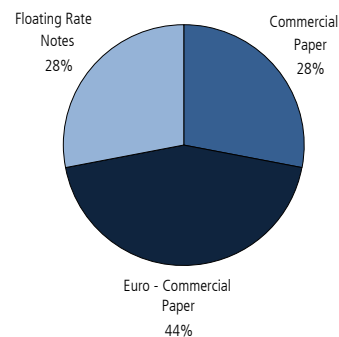
AVERAGE ANNUAL COMPOUND RETURNS

Class	1 Year	3 Years	5 Years	7 Years	10 Years
A	0.03%	0.02%	0.61%	1.79%	1.71%
B	0.07%	0.06%	0.65%	1.83%	1.75%

AVERAGE DURATION AND CREDIT RATING

Duration	49 days
Credit Rating	S&P AAAm
7 Day Yield (30.11.2012)	0.004% Class A 0.044% Class B

FUND ALLOCATION



★★★★
Morningstar Rating™

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