



Butterfield

March 2009

Dear Shareholder:

Please find below important information and reminders pertaining to your Butterfield Asset Management investment account.

Money Market Fund Management Fee Reduced

With interest rates having fallen dramatically as a result of the global credit crisis, money market fund yields have experienced declines. This includes our own Butterfield Money Market Fund. Utilising a number of different strategies, we had been able to maintain an attractive yield for quite some time. However, many of these investment strategies have run their course and we are managing the Fund in order to maintain as high a positive yield as possible, while ensuring capital preservation.

In order to ensure a positive yield is maintained, we have undertaken a number of initiatives, including a re-assessment of the fees associated with the Fund. Butterfield Asset Management has agreed to charge the Fund a reduced management fee for a period of time. Effective 6 March, 2009, the management fee charged on all classes and currencies of the Fund has been reduced by 15 basis points for the period to 30 June 2009. Thereafter, unless otherwise determined, the management fee will revert to the normal level of 35 basis points for Class A, 25 basis points for Class B and, where applicable, 60 basis points for Class D.

Rest assured that we are working to ensure the credit quality of the Fund is maintained, capital is preserved and a positive yield is maintained.

Foreign Exchange Settlement Periods

To align with global foreign exchange market standard settlement periods, Butterfield's Treasury Department has implemented a change in the value dates for foreign exchange amounts that are above a specified limit and require a Special Deal. Effective immediately, CAD will receive next-day value and GBP and EUR will receive 2-day value. To view the specified limits for all currencies, please visit Butterfield Bank's website – http://www.bm.butterfieldgroup.com/Rates/Foreign_Exchange/.

Trade Deadlines & Settlement Dates

For your convenience, please find attached the schedule of respective cut-off times for submitting transaction requests and the settlement day for Butterfield Mutual Funds.

Minimum Account Balance Reminder

The minimum account balance requirement for the Money Market Fund is USD10,000 (or CAD10,000, £10,000, €10,000 for the respective Money Market classes). To encourage shareholders to meet their minimum balance requirements, a monthly fee is applied to accounts that remain below the minimum balance. The monthly fee, which is USD12 (or CAD12, £12, €12), is applied to accounts that are below the minimum balance on the 15th day of each month (or last business day prior to that date). Accounts with zero balances are not subject to a fee.

Rate and fee information for other Bank products and services, such as draft and wire fees, can be found on Butterfield's website – <http://www.bm.butterfieldgroup.com/Rates/>.

Keeping You Informed

To help keep you informed about Butterfield's investment products and services, Butterfield Asset Management's website (www.bam.butterfieldgroup.com) contains a wealth of information including Fund prospectuses, prices and performance, *Quarterly Fund Reviews* and *Standard & Poor's reports*.

If you would like to receive a copy of the *Quarterly Fund Reviews* booklet by mail or an electronic copy by e-mail, please contact Zakiya Smith by phone (441 299 3817) or e-mail (Zakiya.Smith@bm.butterfieldgroup.com).

If you have any questions regarding the above information or would like to meet with an investment professional to review your account, please do not hesitate to contact Butterfield's Investment Centre on 441 299 3817 to arrange an appointment.

Sincerely,



Denise Penton
Investment Centre Manager
Butterfield Asset Management

**TRADE DATES & DEADLINES**

Fund Name	Trade Deadline Times*	Settlement Date	Fund Administration Contact Information	
Butterfield Money Market Fund USD & CAD Class	12:00 PM	Same Day	Butterfield Fulcrum Group (Bermuda) Limited Fax: (441) 296 3312	Money Market Fund Administration Team Phone: (441) 294 2024
Butterfield Money Market Fund EUR & GBP Class	12:00 PM	Next day	Butterfield Fulcrum Group (Bermuda) Limited Fax: (441) 296 3312	Money Market Fund Administration Team Phone: (441) 294 2024
Butterfield Liquid Reserve Fund	Wednesday 5:00 PM	Friday	Butterfield Fulcrum Group (Bermuda) Limited Fax: (441) 296 3312	Patty Smart Phone: (441) 298 4706
Butterfield USD Bond Fund	Wednesday 5:00 PM	Tuesday of following week	Butterfield Fulcrum Group (Bermuda) Limited Fax: (441) 296 3312	Jennifer Albouy Phone: (441) 298 4675
Butterfield Capital Appreciation Bond Fund	Wednesday 5:00 PM	Tuesday of following week	Butterfield Fulcrum Group (Bermuda) Limited Fax: (441) 296 3312	Stacee Stovell Phone: (441) 294 2078
Butterfield International Balanced Fund (USD & GBP Class)	Monday 5:00 PM	Thursday of following week	Butterfield Fulcrum Group (Bermuda) Limited Fax: (441) 296 3312	Patty Smart Phone: (441) 298 4706
Butterfield Bermuda Fund	Wednesday 5:00 PM	Tuesday of following week	Butterfield Fulcrum Group (Bermuda) Limited Fax: (441) 296 3312	Stacee Stovell Phone: (441) 294 2078
Butterfield Global Blue Chip Fund	Monday 5:00 PM	Thursday of following week	Butterfield Fulcrum Group (Bermuda) Limited Fax: (441) 296 3312	Jennifer Albouy Phone: (441) 298 4675
Butterfield Select Fund (Fixed Income, Equity & Alternative Investment Class)	Thursday 5:00 PM	Wednesday of following week	Butterfield Fulcrum Group (Bermuda) Limited Fax: (441) 296 3312	Jennifer Albouy Phone: (441) 298-4675 Stacee Stovell Phone: (441) 294 2078
Butterfield Select Invest Fund	Thursday 5:00 PM	Wednesday of following week	Butterfield Fulcrum Group (Bermuda) Limited Fax: (441) 296 3312	Jennifer Albouy Phone: (441) 298 4675
Butterfield Systematic Equity Fund	Wednesday 5:00 PM	Tuesday of following week	Butterfield Fulcrum Group (Bermuda) Limited Fax: (441) 296 3312	Patty Smart Phone: (441) 298 4706

* Times quoted are Atlantic Standard Time (Standard Time GMT -4 & Daylight Savings GMT -3).

Quarter End Trade

Please note that the Butterfield Liquid Reserve, USD Bond, Capital Appreciation Bond, Bermuda and Select Funds are traded on the last business day of each quarter (31 March, 30 June, 30 September and 31 December) for next day valuation. In an effort to minimise costs and provide better value for investors, this will be the only trade date conducted during the week a quarter-end falls. Subscription and redemption requests for quarter-end trades for the above listed funds are due by close of business the last day of quarter-end (or Friday prior to a quarter-end that occurs on a weekend).