

# Aberdeen Standard Liquidity Fund (Lux)

(formerly Aberdeen Liquidity Fund (Lux))

Annual Report and Accounts  
For the year ended 30 June 2019



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## Incorporation

Aberdeen Standard Liquidity Fund (Lux) (the Company) is a société anonyme, qualifying as an open-ended société d'investissement à capital variable (a SICAV). It is registered under number B167827 at the Register of Commerce and Companies at the District Court of Luxembourg.

As at 30 June 2019, the Company has issued shares in the following Funds:

Canadian Dollar Fund

Euro Fund

Seabury Euro Liquidity 1 Fund

Seabury Sterling Liquidity 1 Fund

Seabury Sterling Liquidity 2 Fund

Short Duration Sterling Fund

Sterling Fund

US Dollar Fund

The full name of each Fund is constituted by the name of the Company, Aberdeen Standard Liquidity Fund (Lux), followed by a hyphen and then the specific name of the Fund. Throughout the Financial Statements, the Funds are referred to by their short names as indicated above.

No subscriptions can be received on the basis of this document. Subscriptions are only valid if made on the basis of the current prospectus and the Key Investor Information Document, accompanied by a copy of the latest annual report or of the subsequent semi-annual report if it has been published.

Please see the Notes to the Financial Statements for changes during the year.

As of 21 January 2019, Aberdeen Liquidity Fund (Lux) was renamed as Aberdeen Standard Liquidity Fund (Lux) and has UCITS status.

## Net Asset Value History

| Sub-Fund                                  | Base Currency | Share Class      | NAV per Share 30.06.19 | NAV per Share 30.06.18 | NAV per Share 31.03.17 <sup>A</sup> | Ongoing Charges % <sup>T</sup> as at 30.06.19 |
|---|---------------|------------------|------------------------|------------------------|-------------------------------------|---|
| Canadian Dollar Fund                      | CAD           | A-2              | 2,286.8356             | 2,260.3130             | 2,245.6689                          | 0.50  |
|   | CAD           | I-2              | 1,164.2241             | 1,148.3164             | 1,137.8897                          | 0.30  |
|   | CAD           | L-1              | 1.0000                 | 1.0000                 | 1.0000                              | 0.10  |
| Euro Fund                                 | EUR           | A-2              | 440.0779               | 441.9231               | 444.3181                            | 0.05  |
|   | EUR           | I-2              | 1,205.7580             | 1,210.6940             | 1,217.0999                          | 0.04  |
|   | EUR           | J-2              | 1,069.0048             | 1,073.3807             | 1,079.0602                          | 0.04  |
|   | EUR           | J-3              | 0.9988                 | 1.0000                 | 1.0000                              | 0.05  |
|   | EUR           | K-2              | 9.8800                 | 9.9184                 | 9.9675                              | 0.01  |
|   | EUR           | X-2 <sup>B</sup> | 998.5655               | -                      | -                                   | 0.03  |
|   | EUR           | Z-3              | 998.8822               | 1,000.0000             | 1,000.0000                          | 0.01  |
| Seabury Euro Liquidity 1 Fund             | EUR           | Y-3 <sup>C</sup> | 0.9981                 | -                      | -                                   | 0.03  |
|   | EUR           | Z-3 <sup>C</sup> | 0.9896                 | -                      | -                                   | 0.01  |
| Seabury Sterling Liquidity 1 Fund         | GBP           | Z-1 <sup>C</sup> | 1.0001                 | -                      | -                                   | 0.02  |
| Seabury Sterling Liquidity 2 Fund         | GBP           | Y-1 <sup>C</sup> | 1.0000                 | -                      | -                                   | 0.04  |
|   | GBP           | Z-1 <sup>C</sup> | 1.0002                 | -                      | -                                   | 0.01  |
| Short Duration Sterling Fund <sup>D</sup> | GBP           | J-2              | 104.6229               | 103.7864               | 103.2157                            | 0.22  |
|   | GBP           | K-1 <sup>C</sup> | 9.9815                 | -                      | -                                   | 0.15  |
|   | GBP           | K-2              | 128.7669               | 127.6616               | 126.8812                            | 0.15  |
|   | GBP           | Z-2              | 133.6599               | 132.3293               | 131.2746                            | 0.02  |
| Sterling Fund                             | GBP           | A-2              | 4,820.2322             | 4,791.8951             | 4,781.0259                          | 0.22  |
|   | GBP           | I-2              | 1,156.7858             | 1,149.8678             | 1,147.1206                          | 0.21  |
|   | GBP           | I-3 <sup>E</sup> | 1,000.0564             | 1,000.0000             | -                                   | 0.20  |
|   | GBP           | J-3              | 1.0000                 | 1.0000                 | 1.0000                              | 0.20  |
|   | GBP           | K-1              | 1.0001                 | 1.0000                 | 1.0000                              | 0.15  |
|   | GBP           | K-3              | 1.0001                 | 1.0000                 | 1.0000                              | 0.15  |
|   | GBP           | L-1              | 1.0000                 | 1.0000                 | 1.0000                              | 0.10  |
|   | GBP           | L-3              | 1.0000                 | 1.0000                 | 1.0000                              | 0.10  |
|   | GBP           | X-2 <sup>F</sup> | 1,004.2400             | -                      | -                                   | 0.13  |
|   | GBP           | Z-1              | 1,000.0364             | 1,000.0000             | 1,000.0000                          | 0.01  |
|   | GBP           | Z-2 <sup>C</sup> | 1.0111                 | -                      | -                                   | 0.00  |
|   | GBP           | Z-3              | 1,000.0557             | 1,000.0000             | 1,000.0000                          | 0.00  |
| US Dollar Fund                            | USD           | A-2              | 3,221.2639             | 3,146.1355             | 3,092.1195                          | 0.11  |
|   | USD           | I-2              | 1,289.0964             | 1,258.9034             | 1,237.1360                          | 0.10  |
|   | USD           | J-2              | 1,138.3734             | 1,111.7104             | 1,092.4880                          | 0.10  |
|   | USD           | K-1              | 1.0000                 | 1.0000                 | 1.0000                              | 0.15  |
|   | USD           | K-2              | 10.5386                | 10.2867                | 10.1025                             | 0.06  |
|   | USD           | L-1              | 1.0000                 | 1.0000                 | 1.0000                              | 0.10  |

| Sub-Fund | Base Currency | Share Class      | NAV per Share 30.06.19 | NAV per Share 30.06.18 | NAV per Share 31.03.17 <sup>A</sup> | Ongoing Charges % <sup>†</sup> as at 30.06.19 |
|----------|---------------|------------------|------------------------|------------------------|-------------------------------------|---|
|          | USD           | X-2 <sup>B</sup> | 1,009.6703             | -                      | -                                   | 0.11  |
|          | USD           | Z-1              | 1,000.0148             | 1,000.0000             | 1,000.0000                          | 0.01  |
|          | USD           | Z-2              | 1,199.3992             | 1,170.1373             | 1,148.4719                          | 0.01  |

<sup>A</sup> The financial year end has changed from 31 March to 30 June, as resolved at the EGM on 12 September 2017.

<sup>B</sup> Share class launched 8 February 2019.

<sup>C</sup> Share class launched 8 October 2018.

<sup>D</sup> Name changed on 21 January 2019 (formerly named Ultra Short Duration Sterling Fund).

<sup>E</sup> Share class launched 20 June 2017.

<sup>F</sup> Share class launched 6 December 2018.

<sup>†</sup> Source: Aberdeen Standard Investments. Calculated in accordance with the European Securities and Markets (ESMA) guidelines. The ongoing charges figure (OCF) is the total expenses paid by each share class in the period against its average Net Asset Value. This includes the annual management charge, the other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying collective investments. The OCF can fluctuate as underlying costs change. Where underlying costs have changed, the OCF disclosed in the Key Investor Information Document will be updated to reflect current charges.

The currency exchange rates against the USD as at the following year end dates were as follows:

| Exchange Rates | 30.06.19 | 30.06.18 | 31.03.17 <sup>A</sup> |
|----------------|----------|----------|-----------------------|
| USD - CAD      | 1.306750 | 1.315450 | 1.333650              |
| USD - EUR      | 0.878117 | 0.856494 | 0.934973              |
| USD - GBP      | 0.785731 | 0.757432 | 0.799712              |

<sup>A</sup> The financial year end has changed from 31 March to 30 June, as resolved at the EGM on 12 September 2017.

## Summary of Historic Information

| Sub-Fund                                       | Base Currency | Net Asset Value<br>30.06.19<br>('000) | Net Asset Value<br>30.06.18<br>('000) | Net Asset Value<br>31.03.17 <sup>A</sup><br>('000) |
|--|---------------|---------------------------------------|---------------------------------------|--|
| Canadian Dollar Fund                           | CAD           | 85,280                                | 75,623                                | 83,813   |
| Euro Fund                                      | EUR           | 2,975,772                             | 800,606                               | 899,795  |
| Seabury Euro Liquidity 1 Fund <sup>B</sup>     | EUR           | 2,856,445                             | -                                     | -  |
| Seabury Sterling Liquidity 1 Fund <sup>B</sup> | GBP           | 726,650                               | -                                     | -  |
| Seabury Sterling Liquidity 2 Fund <sup>B</sup> | GBP           | 1,295,474                             | -                                     | -  |
| Short Duration Sterling Fund <sup>C</sup>      | GBP           | 5,246,978                             | 4,593,739                             | 4,620,378  |
| Sterling Fund                                  | GBP           | 28,111,808                            | 15,135,206                            | 15,051,458   |
| US Dollar Fund                                 | USD           | 1,693,128                             | 1,199,403                             | 1,475,978  |
| <b>Combined Total</b>                          | <b>USD</b>    | <b>53,429,412</b>                     | <b>28,238,789</b>                     | <b>27,099,849</b>                                  |

<sup>A</sup> The financial year end has changed from 31 March to 30 June, as resolved at the EGM on 12 September 2017.

<sup>B</sup> First Net Asset Value calculated on 8 October 2018.

<sup>C</sup> Name changed on 21 January 2019 (formerly named Ultra Short Duration Sterling Fund).

## Performance History

| Sub-Fund   | Base Currency | 30.06.19 % | 30.06.18 % | 31.03.17 <sup>A</sup> % | 31.03.16 <sup>A</sup> % |
|--|---------------|------------|------------|-------------------------|-------------------------|
| Canadian Dollar Fund - A Accumulation Shares                         | CAD           | 1.17       | 0.65       | 0.15                    | 0.14                    |
| Benchmark: Bank Of Canada Overnight Lending Rate Index               | CAD           | 1.68       | 1.19       | 0.50                    | 0.57                    |
| Euro Fund - A Accumulation Shares                                    | EUR           | (0.42)     | (0.54)     | (0.33)                  | (0.09)                  |
| Benchmark: 7 Day EUR LIBID   | EUR           | (0.57)     | (0.68)     | (0.52)                  | (0.32)                  |
| Seabury Euro Liquidity 1 Fund - Y Income Shares <sup>B, C</sup>      | EUR           | (0.32)     | -          | -                       | -                       |
| Benchmark: EONIA +3  | EUR           | (0.17)     | -          | -                       | -                       |
| Seabury Sterling Liquidity 1 Fund - Z Income Shares <sup>B, C</sup>  | GBP           | 0.63       | -          | -                       | -                       |
| Benchmark: SONIA +13   | GBP           | 0.43       | -          | -                       | -                       |
| Seabury Sterling Liquidity 2 Fund - Y Income Shares <sup>B, C</sup>  | GBP           | 0.58       | -          | -                       | -                       |
| Benchmark: SONIA +13   | GBP           | 0.43       | -          | -                       | -                       |
| Short Duration Sterling Fund - J Accumulation Shares <sup>D, E</sup> | GBP           | 0.81       | 0.55       | 0.61                    | -                       |
| Benchmark: 1 Month GBP LIBID   | GBP           | 0.61       | 0.33       | 0.11                    | -                       |
| Sterling Fund - A Accumulation Shares                                | GBP           | 0.59       | 0.23       | 0.12                    | 0.11                    |
| Benchmark: 7 Day GBP LIBID   | GBP           | 0.56       | 0.31       | 0.20                    | 0.36                    |
| US Dollar Fund - A Accumulation Shares                               | USD           | 2.39       | 1.75       | 0.67                    | 0.15                    |
| Benchmark: 7 Day USD LIBID   | USD           | 2.18       | 1.57       | 0.41                    | 0.10                    |

<sup>A</sup> The financial year end has changed from 31 March to 30 June, as resolved at the EGM on 12 September 2017.

<sup>B</sup> First Net Asset Value calculated on 8 October 2018.

<sup>C</sup> Performance is calculated before dividend (total return).

<sup>D</sup> First Net Asset Value calculated on 18 July 2016.

<sup>E</sup> Name changed on 21 January 2019 (formerly named Ultra Short Duration Sterling Fund).

Performance basis is detailed within the Manager's Review.

For the current year end, performance is calculated from 1 July 2018 to 30 June 2019.

Past performance is no indication of current or future performance. These performance data do not take account of the commissions and costs incurred on the issue and redemption of shares.

Performance is calculated at 30 June each year unless otherwise stated.

# Aberdeen Standard Liquidity Fund (Lux) - Combined Statements

## Statement of Net Assets

As at 30 June 2019

|   | Notes | US\$'000           |
|---|-------|--------------------|
| <b>Assets</b>                               |       |                    |
| Investments in securities                   | 2.2   | 43,212,833         |
| Cash at bank and cash equivalents           |       | 9,559,808          |
| Interest and dividends receivable           |       | 57,622             |
| Subscriptions receivable                    |       | 30,606             |
| Receivable on reverse repurchase agreements |       | 2,418,130          |
| Other assets                                |       | 1,098              |
| <b>Total assets</b>                         |       | <b>55,280,097</b>  |
| <b>Liabilities</b>                          |       |                    |
| Payable for investments purchased           |       | (1,605,493)        |
| Taxes and expenses payable                  |       | (6,669)            |
| Redemptions payable                         |       | (211,963)          |
| Other liabilities                           |       | (26,560)           |
| <b>Total liabilities</b>                    |       | <b>(1,850,685)</b> |
| <b>Net assets at the end of the year</b>    |       | <b>53,429,412</b>  |

## Statement of Changes in Net Assets

For the year from 1 July 2018 to 30 June 2019

|  | Notes | US\$'000          |
|--|-------|-------------------|
| Net assets at the beginning of the year    |       | 28,238,789        |
| Exchange rate effect on opening net assets |       | (960,751)         |
| Net gains from investment                  |       | 337,169           |
| Net realised losses                        |       | (100)             |
| Net unrealised losses                      |       | (1,451)           |
| Proceeds from shares issued <sup>A</sup>   |       | 235,965,691       |
| Payments for shares redeemed               |       | (209,892,106)     |
| Net equalisation paid                      | 10    | (369)             |
| Dividends paid                             | 5     | (257,460)         |
| <b>Net assets at the end of the year</b>   |       | <b>53,429,412</b> |

<sup>A</sup> Includes assets transferred from merger activity during the year, please see individual Funds financial statements for further details.

## Statement of Operations

For the year from 1 July 2018 to 30 June 2019

|  | Notes | US\$'000        |
|--|-------|-----------------|
| <b>Income</b>  |       |                 |
| Investment income  | 2.3   | 354,003         |
| Bank interest  |       | 5,610           |
| Reverse repurchase agreement income                          |       | 9,051           |
| Other income   |       | 210             |
| <b>Total income</b>  |       | <b>368,874</b>  |
| <b>Expenses</b>  |       |                 |
| Management fees  | 4.1   | (28,401)        |
| Administration fees  | 4.2   | (1,245)         |
| Depositary fees  | 4.3   | (1,792)         |
| Domiciliary agent, registrar, paying and transfer agent fees | 4.4   | (1,251)         |
| Management Company fees                                      | 4.5   | (1,049)         |
| Operational expenses   | 4.6   | (1,171)         |
| Expense cap refunded by the Investment Manager               | 4.8   | 3,997           |
| Annual tax   | 4.9   | (793)           |
| <b>Total expenses</b>  |       | <b>(31,705)</b> |
| <b>Net gains from investments</b>                            |       | <b>337,169</b>  |
| Realised losses on investments                               |       | (100)           |
| <b>Net realised losses</b>                                   |       | <b>(100)</b>    |
| Decrease in unrealised appreciation on investments           |       | (1,451)         |
| <b>Net unrealised losses</b>                                 |       | <b>(1,451)</b>  |
| <b>Net increase in assets as a result of operations</b>      |       | <b>335,618</b>  |

The accompanying notes form an integral part of these financial statements.



# Canadian Dollar Fund

For the year ended 30 June 2019

## Performance

For the year ended 30 June 2019, the value of the Canadian Dollar Fund – A Accumulation shares increased by 1.17% compared to an increase of 1.68% for the benchmark, Bank of Canada Overnight Lending Rate Index.

Source: Aberdeen Standard Investments, Lipper, BNP Paribas.

Basis: Total Return, published NAV to NAV, net of annual charges, gross income reinvested, CAD.

Please remember that past performance is not a guide to future returns. The price of shares and the income from them may fall as well as rise. Investors may not get back the amount originally invested.

## Market review

The Bank of Canada (BoC) raised its benchmark interest rate in two increments of 25 basis points (bps) to 1.75% in July and October 2018, which were the second and third rate hikes implemented last year. However, the central bank subsequently took a more dovish turn and left the rate unchanged following its meetings in December 2018, and January, March, April and May 2019. In a statement following its rate decision in May, the BOC commented that there was “accumulating evidence that the slowdown in late 2018 and early 2019 is being followed by a pick-up starting in the second quarter.” The central bank also noted that “recent data support a pick-up in both consumer spending and exports in the second quarter, and it appears that overall growth in business investment has firmed.”

On the economic front, Statistics Canada reported that the country's GDP grew by an annualised rate of 0.4% in the first quarter of 2019, up marginally from a 0.3% growth rate in the fourth quarter of 2018. Increases in household spending and business investment in machinery and equipment contributed to GDP for the period. Declines in exports and investment in housing, as well as an increase in imports, subtracted from GDP for the quarter. The Canadian economy added 421,000 jobs over the 12-month period ended 30 June 2019, while the unemployment rate fell 0.5 percentage points to 5.5%. The Consumer Price Index rose 2.4% year-over-year in May (the most recent data available). The uptick in inflation was attributable primarily to higher prices for food and durable goods. This was partially offset by a decline in gasoline prices.

## Portfolio review

The portfolio maintained high levels of liquidity throughout the review period, with a strong bias towards high quality bank and government-related credits.

The Fund's weighted-average-maturity (WAM) was held in the range of 25 to 50 days, and adjusted lower towards the end of 2018. This came as interest rate hikes filtered through and then moved longer in Q1 2019 as the global backdrop weakened and developed markets moderated their rhetoric away from a firm tightening bias.

With a flatter money market curve in Canada, floating-rate instruments that capture a spread over the benchmark rate have become more attractive and are seen as drivers of performance.

The implementation for European Money Market Reform took place in January 2019. The Fund had been positioned for the new criteria in the prior months and the transition was smooth, causing no disruption to the performance or operation of the Fund

## Outlook

The BoC is faced with the competing forces of improved growth and a strong labour market versus a deteriorating global growth backdrop led by trade tensions and slowing activity.

At this point, we see base rates remaining on hold over the coming months, with the trajectory beyond that being data dependent. International activity and the actions of global central banks will feed through to trade data, exchange rates and ultimately a policy response from the BoC if required. We look to maintain a laddered maturity profile and strong levels of liquidity within the Fund.

## Money Markets Team

July 2019

**Statement of Net Assets**

As at 30 June 2019

|  | Notes | C\$'000       |
|--|-------|---------------|
| <b>Assets</b>  |       |               |
| Investments in securities at market value/amortised cost | 2.2   | 68,185        |
| Cash at bank and cash equivalents                        |       | 17,128        |
| Interest receivable                                      |       | 36            |
| Other assets   |       | 17            |
| <b>Total assets</b>                                      |       | <b>85,366</b> |
| <b>Liabilities</b>                                       |       |               |
| Taxes and expenses payable                               |       | (55)          |
| Other liabilities  |       | (31)          |
| <b>Total liabilities</b>                                 |       | <b>(86)</b>   |
| <b>Net assets at the end of the year</b>                 |       | <b>85,280</b> |

**Statement of Changes in Net Assets**

For the year from 1 July 2018 to 30 June 2019

|  | Notes | C\$'000       |
|--|-------|---------------|
| Net assets at the beginning of the year  |       | 75,623        |
| Net gains from investment                |       | 967           |
| Net unrealised gains                     |       | 2             |
| Proceeds from shares issued              |       | 61,634        |
| Payments for shares redeemed             |       | (52,767)      |
| Dividends paid                           | 5     | (179)         |
| <b>Net assets at the end of the year</b> |       | <b>85,280</b> |

**Share Transactions**

For the year from 1 July 2018 to 30 June 2019

|  | A-2               | I-2               | L-1               |
|--|-------------------|-------------------|-------------------|
| Shares outstanding at the beginning of the year  | 27,011            | 6,197             | 7,453,850         |
| Shares issued during the year                    | 5,968             | 5,848             | 41,338,321        |
| Shares redeemed during the year                  | 8,241             | 6,627             | 26,393,367        |
| <b>Shares outstanding at the end of the year</b> | <b>24,738</b>     | <b>5,418</b>      | <b>22,398,804</b> |
| <b>Net asset value per share</b>                 | <b>2,286.8356</b> | <b>1,164.2241</b> | <b>1.0000</b>     |

The accompanying notes form an integral part of these financial statements.

**Statement of Operations**

For the year from 1 July 2018 to 30 June 2019

|  | Notes | C\$'000      |
|--|-------|--------------|
| <b>Income</b>  |       |              |
| Investment income  | 2.3   | 1,152        |
| Bank interest  |       | 143          |
| <b>Total income</b>  |       | <b>1,295</b> |
| <b>Expenses</b>  |       |              |
| Management fees  | 4.1   | (260)        |
| Administration fees  | 4.2   | (6)          |
| Depositary fees  | 4.3   | (8)          |
| Domiciliary agent, registrar, paying and transfer agent fees | 4.4   | (5)          |
| Management Company fees                                      | 4.5   | (2)          |
| Operational expenses   | 4.6   | (52)         |
| Expense cap refunded by the Investment Manager               | 4.8   | 11           |
| Annual tax   | 4.9   | (6)          |
| <b>Total expenses</b>  |       | <b>(328)</b> |
| <b>Net gains from investments</b>                            |       | <b>967</b>   |
| Increase in unrealised appreciation on investments           |       | 2            |
| <b>Net unrealised gains</b>                                  |       | <b>2</b>     |
| <b>Net increase in assets as a result of operations</b>      |       | <b>969</b>   |

## Portfolio Statement

As at 30 June 2019

| Security  | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value /<br>Amortised Cost<br>C\$'000 | Total Net<br>Assets<br>% |
|---|------------|------------|-----------------------|---|--------------------------|
| <b>Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market 79.95%</b> |            |            |                       |   |                          |
| <b>Bonds 45.69%</b>   |            |            |                       |   |                          |
| Bank of Nova Scotia (DPNT)  | FRN        | 02/04/2020 | 1,000,000             | 1,002                                       | 1.17                     |
| Canadian Treasury Bill  | -          | 11/07/2019 | 10,000,000            | 9,996                                       | 11.72                    |
| Canadian Treasury Bill  | -          | 25/07/2019 | 8,500,000             | 8,491                                       | 9.96                     |
| Canadian Treasury Bill  | -          | 08/08/2019 | 5,000,000             | 4,992                                       | 5.85                     |
| Canadian Treasury Bill  | -          | 22/08/2019 | 3,000,000             | 2,993                                       | 3.51                     |
| KFW   | 1.7500     | 29/10/2019 | 2,000,000             | 2,000                                       | 2.34                     |
| Province of Manitoba Canada Treasury Bill   | -          | 17/07/2019 | 3,000,000             | 2,998                                       | 3.52                     |
| Quebec Treasury Bill  | -          | 19/07/2019 | 3,500,000             | 3,497                                       | 4.10                     |
| Toronto-Dominion Bank (DPNT)  | FRN        | 31/07/2019 | 3,000,000             | 3,000                                       | 3.52                     |
| <b>Total Bonds</b>  |            |            |                       | <b>38,969</b>                               | <b>45.69</b>             |
| <b>Money Market Instruments 34.26%</b>  |            |            |                       |   |                          |
| Bank of Montreal  | -          | 05/07/2019 | 4,000,000             | 3,999                                       | 4.69                     |
| Bank of Montreal  | -          | 18/07/2019 | 2,500,000             | 2,498                                       | 2.93                     |
| Banque Federative du Credit Mutuel  | 1.7800     | 20/09/2019 | 3,000,000             | 2,988                                       | 3.50                     |
| BGL BNP Paribas   | 1.8200     | 20/09/2019 | 3,000,000             | 2,988                                       | 3.51                     |
| C.I.B.C.  | -          | 09/09/2019 | 3,500,000             | 3,488                                       | 4.09                     |
| OP Corporate Bank   | 1.0000     | 29/11/2019 | 3,500,000             | 3,475                                       | 4.08                     |
| Province of Alberta   | -          | 27/08/2019 | 3,500,000             | 3,491                                       | 4.09                     |
| Province of British Columbia  | -          | 08/08/2019 | 3,000,000             | 2,995                                       | 3.51                     |
| Province of Saskatchewan  | -          | 12/08/2019 | 3,300,000             | 3,294                                       | 3.86                     |
| <b>Total Money Market Instruments</b>   |            |            |                       | <b>29,216</b>                               | <b>34.26</b>             |
| <b>Total Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market</b>  |            |            |                       | <b>68,185</b>                               | <b>79.95</b>             |
| <b>Total investments</b>  |            |            |                       | <b>68,185</b>                               | <b>79.95</b>             |
| <b>Other net assets</b>   |            |            |                       | <b>17,095</b>                               | <b>20.05</b>             |
| <b>Total net assets</b>   |            |            |                       | <b>85,280</b>                               | <b>100.00</b>            |

## Euro Fund

For the year ended 30 June 2019

### Corporate activity

On the effective merger date 5 October 2018, Euro Liquidity Fund, a sub-fund of Standard Life Investments Liquidity Fund plc, (worth EUR 1.66 billion) transferred its net assets through a merger by amalgamation into the Euro Fund. Shareholders involved in the transfer were given either J or Z shares in the Euro Fund, for every 1 share previously held in the Euro Liquidity Fund as follows:

| Standard Life Investments Liquidity Fund plc (Merging Fund) | Share Class | Aberdeen Standard Liquidity Fund (Lux) (Receiving Fund) | Share Class | Contributed net assets ('000) | Merger Ratio |
|---|-------------|---|-------------|-------------------------------|--------------|
| Euro Liquidity Fund   | 0           | Euro Fund   | Z-3         | €1,639,233                    | 0.001000     |
| Euro Liquidity Fund   | 1           | Euro Fund   | Z-3         | €18,244                       | 0.001000     |
| Euro Liquidity Fund   | 2           | Euro Fund   | J-3         | €2,986                        | 1.000000     |

### Performance

For the year ended 30 June 2019, the value of the Euro Fund – A Accumulation shares decreased by 0.42% compared to a decrease of 0.57% for the benchmark, 7 day EUR LIBID.

Source: Aberdeen Standard Investments, Lipper, BNP Paribas.

Basis: Total Return, published NAV to NAV, net of annual charges, gross income reinvested, EUR.

Please remember that past performance is not a guide to future returns. The price of shares and the income from them may fall as well as rise. Investors may not get back the amount originally invested.

### Market review

Political developments in Italy were a major influence on markets in the first half of the review period. Reports emerged that its coalition government – formed by populist parties Five Star and Northern League – planned to increase the country's budget deficit at odds with the European Union (EU) budgetary framework. The rhetoric that followed was aggressive, with officials accusing Italy of breaking commitments to the EU, and the plan was subsequently rejected by the EU commission. The tensions continued in November, before an agreement was reached in December. The new budget highlighted significant concessions from the Italian government, including spending cuts to universal basic income and the early retirement scheme. Elsewhere in Europe, economic data was disappointing. Estimates for the composite Purchasing Managers' Index fell in October, with rising protectionism and weaker global trade taking their toll both on the manufacturing and services sector. Figures released in November showed German GDP contracted -0.2% quarter-on-quarter. In December, the European Central Bank (ECB) left its policy rate unchanged and announced its net asset purchase programme would conclude at the end of 2018, in line with expectations.

The ECB revised its growth and inflation forecasts lower at its March 2019 meeting. A fresh round of targeted longer-term refinancing operations (TLTROs) was announced, and forward guidance was altered to take a rate hike this year off the table. The timing, rather than the content, of the ECB's announcements was a dovish surprise. The bigger picture, though, was that an ECB rate rise was still a long way off, and any tightening would be extremely modest as and when it occurred. Subsequently, comments by ECB President

Mario Draghi suggested that it would loosen policy sooner than most people had been anticipating. Hopes that the slowdown in the eurozone economy which began last year would prove temporary have now disappeared. Although first-quarter GDP growth was stronger than expected, most of the surveys and early hard data for the second quarter were disappointing. While markets were already preparing themselves for a rate cut, Draghi's words accelerated the market's timetable, with a rate cut fully priced in by September.

### Portfolio review

In July 2018, corporate issuers offered attractive valuations, and the Euro Liquidity Fund picked up names including John Deere, UPS and Colgate. These improved levels have brought the yield of the Fund higher to -0.38. With the ECB on course to taper its quantitative easing programme in the fourth quarter, and with markets expecting a European interest rate hike in mid-2019, August's focus was on floating rate notes and taking fixed exposure inside three months. This would allow the Fund's yield to reset more quickly in the expectation that the curve in Euro assets would tick up over the following months. A number of corporate names were also purchased, as these were showing good value and would assist in diversifying away from financials. In addition, there has been a focus on purchasing higher rated names to increase the credit quality of the fund.

The Fund's weighted average maturity (WAM) was gradually increased in September and October as short-dated money-market instruments were rolled into new positions with a three- to six-month tenor. In November, the focus was on keeping the fund fully invested. This was in anticipation of the usual year-end decline in supply from the banking sector, due to regulations that discourage them from taking on short-term deposits and repos at the point where banks report their liquidity coverage ratios. Maturities were replaced by topping up current bond positions and picking up shorter-dated money-market instruments. There was some fresh one-year issuance from a highly-rated Canadian bank at three-month EURIBOR +3. The Fund was well positioned for year-end, and activity was at a minimum in December. Few assets matured, and the WAM rolled in to 40 days. Credit quality was increased; a number of supranational, sub-sovereign and agency bonds, highly rated corporates and AAA covered names were picked up at attractive valuations.

The market value of the Fund reached a high during March, breaking through €3 billion. It remained at around that level for most of the final three months of the review period. Highly-rated corporate issuers showed best value, coming into the market at attractive levels in short dates. Issuance levels in Euros reduced across the board, and the curve flattened. This can be attributed to the change in rhetoric and forward guidance from the ECB at its March policy meeting. We kept the Fund relatively short with the WAM at 39 days. Performance remained steady, with the Fund ending the quarter with a gross yield of -39bps. The WAM of the Fund was increased to above 50 near the end of the review period. This was because the weaker economic outlook had started to push levels into more negative territory – with the next move in the deposit rate looking likely to be a cut. In particular, we attempted to pick up fixed-rate instruments showing value, in order to lock into higher levels for longer. Consequently, the yield ticked up slightly.

#### Outlook

President Draghi has made it clear that the ECB's Governing Council will be looking to loosen monetary policy over the next few months. Draghi provided more clarity on the availability of tools but with little clarity on the preferred path for those tools and, more importantly, what the pain threshold is for each tool. The ECB is readying to act. We believe that further rate cuts are now in order, possibly in September with a 10bp rate cut and the restart of net asset purchases. The Fund WAM has been increased to the low- to mid-50s target range.

#### Money Markets Team

July 2019

**Statement of Net Assets**

As at 30 June 2019

|   | Notes | €'000            |
|---|-------|------------------|
| <b>Assets</b>                             |       |                  |
| Investments in securities at market value | 2.2   | 2,128,674        |
| Cash at bank and cash equivalents         |       | 845,735          |
| Interest receivable                       |       | 1,628            |
| Other assets                              |       | 44               |
| <b>Total assets</b>                       |       | <b>2,976,081</b> |
| <b>Liabilities</b>                        |       |                  |
| Taxes and expenses payable                |       | (273)            |
| Other liabilities                         |       | (36)             |
| <b>Total liabilities</b>                  |       | <b>(309)</b>     |
| <b>Net assets at the end of the year</b>  |       | <b>2,975,772</b> |

**Statement of Changes in Net Assets**

For the year from 1 July 2018 to 30 June 2019

|  | Notes | €'000            |
|--|-------|------------------|
| Net assets at the beginning of the year  |       | 800,606          |
| Net losses from investment               |       | (9,021)          |
| Net realised gains                       |       | 12               |
| Net unrealised gains                     |       | 266              |
| Proceeds from shares issued <sup>A</sup> |       | 10,203,089       |
| Payments for shares redeemed             |       | (8,023,312)      |
| Dividends paid                           | 5     | 4,132            |
| <b>Net assets at the end of the year</b> |       | <b>2,975,772</b> |

<sup>A</sup> Includes assets transferred from the merger of Euro Liquidity Fund, a sub-fund of Standard Life Investments Liquidity Fund plc, on 5 October 2018 of €1,660,463,517.

**Share Transactions**

For the year from 1 July 2018 to 30 June 2019

|  | A-2             | I-2               | J-2               | J-3                | K-2           | X-2 <sup>A</sup> | Z-3              |
|--|-----------------|-------------------|-------------------|--------------------|---------------|------------------|------------------|
| Shares outstanding at the beginning of the year  | 586,809         | 96,022            | 42,284            | 138,673,539        | 2,500         | -                | 240,943          |
| Shares issued during the year                    | 405,533         | 114,532           | -                 | 762,148,251        | -             | 107              | 9,125,302        |
| Shares redeemed during the year                  | 458,182         | 141,186           | 306               | 557,838,599        | -             | -                | 7,094,209        |
| <b>Shares outstanding at the end of the year</b> | <b>534,160</b>  | <b>69,368</b>     | <b>41,978</b>     | <b>342,983,191</b> | <b>2,500</b>  | <b>107</b>       | <b>2,272,036</b> |
| <b>Net asset value per share</b>                 | <b>440.0779</b> | <b>1,205.7580</b> | <b>1,069.0048</b> | <b>0.9988</b>      | <b>9.8800</b> | <b>998.5655</b>  | <b>998.8822</b>  |

<sup>A</sup> Share class launched 8 February 2019.

The accompanying notes form an integral part of these financial statements.

**Statement of Operations**

For the year from 1 July 2018 to 30 June 2019

|  | Notes | €'000          |
|--|-------|----------------|
| <b>Income</b>  |       |                |
| Investment income  | 2.3   | (8,542)        |
| <b>Total income</b>  |       | <b>(8,542)</b> |
| <b>Expenses</b>  |       |                |
| Management fees  | 4.1   | (223)          |
| Administration fees  | 4.2   | (78)           |
| Depositary fees  | 4.3   | (121)          |
| Domiciliary agent, registrar, paying and transfer agent fees | 4.4   | (10)           |
| Operational expenses   | 4.6   | (125)          |
| Expense cap refunded by the Investment Manager               | 4.8   | 102            |
| Annual tax   | 4.9   | (24)           |
| <b>Total expenses</b>  |       | <b>(479)</b>   |
| <b>Net losses from investments</b>                           |       | <b>(9,021)</b> |
| Realised gains on investments                                |       | 12             |
| <b>Net realised gains</b>                                    |       | <b>12</b>      |
| Increase in unrealised appreciation on investments           |       | 266            |
| <b>Net unrealised gains</b>                                  |       | <b>266</b>     |
| <b>Net decrease in assets as a result of operations</b>      |       | <b>(8,743)</b> |

## Portfolio Statement

As at 30 June 2019

| Security  | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value<br>€'000 | Total Net<br>Assets<br>% |
|---|------------|------------|-----------------------|-----------------------|--------------------------|
| <b>Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market 71.53%</b> |            |            |                       |                       |                          |
| <b>Bonds 15.19%</b>   |            |            |                       |                       |                          |
| American Honda Finance (EMTN)   | 1.8750     | 04/09/2019 | 21,624,000            | 21,702                | 0.73                     |
| Australia & New Zealand Banking Group (EMTN)  | FRN        | 28/10/2019 | 11,100,000            | 11,114                | 0.37                     |
| Bank of Scotland (EMTN)   | 3.8750     | 07/02/2020 | 10,000,000            | 10,254                | 0.34                     |
| Barclays Bank (EMTN)  | FRN        | 05/07/2019 | 8,400,000             | 8,400                 | 0.28                     |
| Barclays Bank (EMTN)  | FRN        | 09/08/2019 | 24,000,000            | 24,008                | 0.81                     |
| Barclays Bank (EMTN)  | 4.8750     | 13/08/2019 | 1,063,000             | 1,069                 | 0.04                     |
| BMW Finance (EMTN)  | 1.6250     | 17/07/2019 | 2,000,000             | 2,001                 | 0.07                     |
| BMW Finance (EMTN)  | FRN        | 22/11/2019 | 5,000,000             | 5,005                 | 0.17                     |
| BMW Finance (EMTN)  | 0.5000     | 21/01/2020 | 5,640,000             | 5,663                 | 0.19                     |
| BNP Paribas (EMTN)  | FRN        | 28/08/2019 | 6,600,000             | 6,605                 | 0.22                     |
| BNZ International Funding (GMTN)  | FRN        | 02/12/2019 | 23,100,000            | 23,149                | 0.78                     |
| Canadian Treasury Bill (EMTN)   | FRN        | 13/11/2019 | 25,000,000            | 25,038                | 0.84                     |
| Coca-Cola   | FRN        | 09/09/2019 | 9,100,000             | 9,108                 | 0.31                     |
| Commonwealth Bank of Australia (EMTN)   | FRN        | 21/01/2020 | 3,500,000             | 3,507                 | 0.12                     |
| Cooperatieve Rabobank (EMTN)  | FRN        | 24/10/2019 | 2,900,000             | 2,904                 | 0.10                     |
| Cooperatieve Rabobank (GMTN)  | 4.1250     | 14/01/2020 | 6,682,000             | 6,841                 | 0.23                     |
| Cooperatieve Rabobank (EMTN)  | FRN        | 15/01/2020 | 20,000,000            | 20,053                | 0.67                     |
| Cooperatieve Rabobank (EMTN)  | FRN        | 17/01/2020 | 10,000,000            | 10,027                | 0.34                     |
| Credit Suisse (EMTN)  | 4.7500     | 05/08/2019 | 2,000,000             | 2,010                 | 0.07                     |
| Credit Suisse (EMTN)  | FRN        | 16/10/2019 | 5,000,000             | 5,006                 | 0.17                     |
| Dexia Credit Local (EMTN)   | 1.3750     | 18/09/2019 | 9,650,000             | 9,686                 | 0.32                     |
| Dexia Credit Local (EMTN)   | 0.0400     | 11/12/2019 | 29,300,000            | 29,352                | 0.99                     |
| Export-Import Bank of Korea (EMTN)  | 2.0000     | 30/04/2020 | 3,500,000             | 3,564                 | 0.12                     |
| HSBC Bank (EMTN)  | FRN        | 09/03/2020 | 9,000,000             | 9,026                 | 0.30                     |
| HSBC France (EMTN)  | FRN        | 27/11/2019 | 18,200,000            | 18,262                | 0.61                     |
| HSBC France (EMTN)  | 1.8750     | 16/01/2020 | 2,500,000             | 2,529                 | 0.08                     |
| ING Bank (EMTN)   | 0.7000     | 16/04/2020 | 25,000,000            | 25,198                | 0.85                     |
| Lloyds Bank (EMTN)  | 5.3750     | 03/09/2019 | 5,000,000             | 5,046                 | 0.17                     |
| LVMH Moët Hennessy Louis Vuitton (EMTN)   | 1.2500     | 04/11/2019 | 4,914,000             | 4,938                 | 0.17                     |
| Nestle Finance International (EMTN)   | 1.5000     | 19/07/2019 | 7,542,000             | 7,549                 | 0.25                     |
| Nordea Bank (EMTN)  | 4.0000     | 11/07/2019 | 2,000,000             | 2,002                 | 0.07                     |
| Paccar Financial Europe (EMTN)  | 0.1250     | 19/05/2020 | 1,150,000             | 1,154                 | 0.04                     |
| Pfizer  | -          | 06/03/2020 | 6,100,000             | 6,108                 | 0.20                     |
| Sanofi (EMTN)   | 4.1250     | 11/10/2019 | 6,175,000             | 6,245                 | 0.21                     |
| Sanofi (EMTN)   | -          | 13/01/2020 | 18,300,000            | 18,326                | 0.62                     |
| Sanofi (EMTN)   | -          | 21/03/2020 | 1,800,000             | 1,803                 | 0.06                     |
| Santander UK (EMTN)   | FRN        | 13/08/2019 | 4,000,000             | 4,003                 | 0.13                     |

| Security                               | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value<br>€'000 | Total Net<br>Assets<br>% |
|--|------------|------------|-----------------------|-----------------------|--------------------------|
| Santander UK (EMTN)                    | 0.3750     | 18/09/2019 | 10,000,000            | 10,016                | 0.34                     |
| Shell International Finance (EMTN)     | FRN        | 15/09/2019 | 25,650,000            | 25,675                | 0.86                     |
| Swedbank (GMTN)                        | FRN        | 10/01/2020 | 8,500,000             | 8,537                 | 0.29                     |
| UBS (EMTN)                             | FRN        | 05/09/2019 | 31,000,000            | 31,015                | 1.04                     |
| UBS (EMTN)                             | FRN        | 10/01/2020 | 18,460,000            | 18,499                | 0.62                     |
| <b>Total Bonds</b>                     |            |            |                       | <b>451,997</b>        | <b>15.19</b>             |
| <b>Money Market Instruments 56.34%</b> |            |            |                       |                       |                          |
| Abu Dhabi Commercial Bank              | -          | 17/12/2019 | 28,000,000            | 28,048                | 0.94                     |
| Agence Francaise de Developpement      | -          | 30/08/2019 | 28,000,000            | 28,021                | 0.94                     |
| Alliander                              | -          | 11/07/2019 | 28,000,000            | 28,006                | 0.94                     |
| Allianz                                | -          | 09/08/2019 | 25,000,000            | 25,016                | 0.84                     |
| Antalis                                | -          | 08/07/2019 | 30,000,000            | 30,004                | 1.01                     |
| Antalis                                | -          | 15/07/2019 | 31,000,000            | 31,008                | 1.04                     |
| Antalis                                | -          | 29/07/2019 | 15,000,000            | 15,005                | 0.51                     |
| Axa Banque                             | -          | 08/07/2019 | 25,000,000            | 25,003                | 0.84                     |
| Axa Banque                             | -          | 12/07/2019 | 25,000,000            | 25,004                | 0.84                     |
| Axa Banque                             | -          | 14/08/2019 | 25,000,000            | 25,014                | 0.84                     |
| Bank of Nova Scotia                    | -          | 06/11/2019 | 25,000,000            | 25,036                | 0.84                     |
| Banque Federative du Credit Mutuel     | -          | 01/08/2019 | 25,000,000            | 25,012                | 0.84                     |
| Banque Federative du Credit Mutuel     | -          | 03/09/2019 | 15,000,000            | 15,013                | 0.51                     |
| BNP Paribas Fortis                     | -          | 02/08/2019 | 25,000,000            | 25,010                | 0.84                     |
| Citibank                               | -          | 02/08/2019 | 25,000,000            | 25,014                | 0.84                     |
| Citibank                               | -          | 14/08/2019 | 25,000,000            | 25,017                | 0.84                     |
| Citibank                               | -          | 06/09/2019 | 25,000,000            | 25,022                | 0.84                     |
| Colgate Palmolive                      | -          | 25/07/2019 | 25,000,000            | 25,011                | 0.84                     |
| Credit Agricole                        | -          | 01/08/2019 | 15,000,000            | 15,007                | 0.51                     |
| DBS Bank                               | -          | 26/09/2019 | 28,000,000            | 28,035                | 0.94                     |
| DekaBank Deutsche Girozentrale         | -          | 22/08/2019 | 10,000,000            | 10,008                | 0.34                     |
| DekaBank Deutsche Girozentrale         | -          | 06/09/2019 | 28,000,000            | 28,025                | 0.94                     |
| DekaBank Deutsche Girozentrale         | -          | 13/09/2019 | 28,000,000            | 28,026                | 0.94                     |
| DekaBank Deutsche Girozentrale         | -          | 23/09/2019 | 24,500,000            | 24,524                | 0.82                     |
| DekaBank Deutsche Girozentrale         | -          | 26/09/2019 | 25,000,000            | 25,025                | 0.84                     |
| Honeywell International                | -          | 12/07/2019 | 3,400,000             | 3,401                 | 0.12                     |
| Honeywell International                | -          | 22/07/2019 | 29,000,000            | 29,011                | 0.98                     |
| Honeywell International                | -          | 24/07/2019 | 8,000,000             | 8,003                 | 0.27                     |
| Honeywell International                | -          | 02/08/2019 | 10,000,000            | 10,005                | 0.34                     |
| Honeywell International                | -          | 12/08/2019 | 6,000,000             | 6,004                 | 0.20                     |
| Honeywell International                | -          | 12/08/2019 | 25,000,000            | 25,016                | 0.84                     |
| HSBC UK Bank                           | -          | 09/07/2019 | 25,000,000            | 25,004                | 0.84                     |
| HSBC UK Bank                           | -          | 09/09/2019 | 25,000,000            | 25,023                | 0.84                     |



| Security                              | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value<br>€'000 | Total Net<br>Assets<br>% |
|---------------------------------------|------------|------------|-----------------------|-----------------------|--------------------------|
| Industrial & Commercial Bank of China | -          | 05/07/2019 | 25,000,000            | 25,002                | 0.84                     |
| ING Bank                              | -          | 11/11/2019 | 28,000,000            | 28,036                | 0.94                     |
| ING Bank                              | -          | 07/05/2020 | 27,000,000            | 27,056                | 0.91                     |
| La Banque Postale                     | -          | 04/07/2019 | 25,000,000            | 25,002                | 0.84                     |
| La Banque Postale                     | -          | 13/09/2019 | 28,000,000            | 28,028                | 0.94                     |
| Linde                                 | -          | 05/08/2019 | 20,000,000            | 20,009                | 0.67                     |
| Lloyds Bank Corporate Markets         | -          | 01/07/2019 | 25,000,000            | 25,001                | 0.84                     |
| Lloyds Bank Corporate Markets         | -          | 06/12/2019 | 25,000,000            | 25,041                | 0.84                     |
| LMA                                   | -          | 01/07/2019 | 20,000,000            | 20,001                | 0.67                     |
| LMA                                   | -          | 16/09/2019 | 10,000,000            | 10,010                | 0.34                     |
| LVMH Finance Belgique                 | -          | 03/07/2019 | 15,000,000            | 15,001                | 0.50                     |
| LVMH Finance Belgique                 | -          | 18/07/2019 | 8,000,000             | 8,003                 | 0.27                     |
| LVMH Finance Belgique                 | -          | 13/12/2019 | 28,000,000            | 28,050                | 0.94                     |
| Mitsubishi UFJ Trust & Banking        | -          | 04/09/2019 | 28,000,000            | 28,024                | 0.94                     |
| Mizuho Bank                           | -          | 09/07/2019 | 20,000,000            | 20,004                | 0.67                     |
| MUFG Bank                             | -          | 09/07/2019 | 28,000,000            | 28,004                | 0.94                     |
| Nationwide Building Society           | -          | 09/07/2019 | 25,000,000            | 25,004                | 0.84                     |
| Natixis                               | -          | 02/01/2020 | 28,000,000            | 28,049                | 0.94                     |
| Nordea Bank                           | -          | 01/07/2019 | 25,000,000            | 25,001                | 0.84                     |
| Nordea Bank                           | -          | 09/09/2019 | 25,000,000            | 25,023                | 0.84                     |
| Nordea Bank                           | -          | 04/11/2019 | 25,000,000            | 25,035                | 0.84                     |
| Nordea Bank                           | -          | 06/01/2020 | 20,000,000            | 20,042                | 0.67                     |
| OP Corporate Bank                     | -          | 25/07/2019 | 25,000,000            | 25,011                | 0.84                     |
| OP Corporate Bank                     | -          | 19/08/2019 | 10,000,000            | 10,007                | 0.34                     |
| OP Corporate Bank                     | -          | 05/09/2019 | 25,000,000            | 25,022                | 0.84                     |
| OP Corporate Bank                     | -          | 17/09/2019 | 10,000,000            | 10,010                | 0.34                     |
| OP Corporate Bank                     | -          | 25/09/2019 | 19,000,000            | 19,019                | 0.64                     |
| OP Corporate Bank                     | -          | 30/09/2019 | 10,000,000            | 10,010                | 0.34                     |
| OP Corporate Bank                     | -          | 04/11/2019 | 8,000,000             | 8,011                 | 0.27                     |
| Paccar Financial Europe               | -          | 31/07/2019 | 25,000,000            | 25,013                | 0.84                     |
| Procter and Gamble                    | -          | 17/07/2019 | 16,000,000            | 16,005                | 0.54                     |
| Procter and Gamble                    | -          | 19/07/2019 | 25,000,000            | 25,008                | 0.84                     |
| Procter and Gamble                    | -          | 25/07/2019 | 20,000,000            | 20,009                | 0.67                     |
| Procter and Gamble                    | -          | 02/08/2019 | 5,000,000             | 5,003                 | 0.17                     |
| Procter and Gamble                    | -          | 05/08/2019 | 6,000,000             | 6,003                 | 0.20                     |
| Procter and Gamble                    | -          | 26/08/2019 | 28,500,000            | 28,523                | 0.96                     |
| Procter and Gamble                    | -          | 29/08/2019 | 10,500,000            | 10,509                | 0.35                     |
| Procter and Gamble                    | -          | 03/09/2019 | 7,000,000             | 7,006                 | 0.24                     |
| Skandinaviska Enskilda Banken         | -          | 30/10/2019 | 20,000,000            | 20,035                | 0.67                     |
| Societe Generale                      | -          | 01/07/2019 | 25,000,000            | 25,001                | 0.84                     |
| Svenska Handelsbanken                 | -          | 14/10/2019 | 11,500,000            | 11,514                | 0.39                     |

| Security   | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value<br>€'000 | Total Net<br>Assets<br>% |
|--|------------|------------|-----------------------|-----------------------|--------------------------|
| Svenska Handelsbanken  | -          | 11/12/2019 | 25,000,000            | 25,044                | 0.84                     |
| Svenska Handelsbanken  | -          | 19/06/2020 | 15,000,000            | 15,043                | 0.51                     |
| Swedbank   | -          | 25/09/2019 | 25,000,000            | 25,025                | 0.84                     |
| The Norinchukin Bank   | -          | 17/10/2019 | 28,000,000            | 28,034                | 0.94                     |
| United Parcel Service  | -          | 09/07/2019 | 28,000,000            | 28,005                | 0.94                     |
| <b>Total Money Market Instruments</b>  |            |            |                       | <b>1,676,677</b>      | <b>56.34</b>             |
| <b>Total Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market</b> |            |            |                       | <b>2,128,674</b>      | <b>71.53</b>             |
| <b>Total investments</b>   |            |            |                       | <b>2,128,674</b>      | <b>71.53</b>             |
| <b>Other net assets</b>  |            |            |                       | <b>847,098</b>        | <b>28.47</b>             |
| <b>Total net assets</b>  |            |            |                       | <b>2,975,772</b>      | <b>100.00</b>            |

# Seabury Euro Liquidity 1 Fund

For the period from 8 October 2018 to 30 June 2019

## Commencement of Fund

The CSSF approved the Fund for launch on 5 October 2018. The first Net Asset Value (NAV) calculated for the Fund was on 8 October 2018.

## Corporate activity

On the effective merger date 5 October 2018, Euro VNAV Liquidity Fund, a sub-fund of Seabury Assets Fund plc, (worth EUR 1.65 billion) transferred its net assets through a merger by amalgamation into the Seabury Euro Liquidity 1 Fund. Shareholders involved in the transfer were given either Y or Z shares in the Seabury Euro Liquidity 1 Fund, for every 1 share previously held in the Euro VNAV Liquidity Fund as follows:

| Seabury Assets Fund plc (Merging Fund) | Share Class | Aberdeen Standard Liquidity Fund (Lux) (Receiving Fund) | Share Class | Contributed net assets ('000) | Merger Ratio |
|--|-------------|---|-------------|-------------------------------|--------------|
| Euro VNAV Liquidity Fund               | Agency      | Seabury Euro Liquidity 1 Fund                           | Z-3         | €320                          | 1.000000     |
| Euro VNAV Liquidity Fund               | Custody     | Seabury Euro Liquidity 1 Fund                           | Y-3         | €1,649,655                    | 1.000000     |

## Performance

For the period ended 30 June 2019, the value of Seabury Euro Liquidity 1 Fund – Y Income shares decreased by 0.32% compared to a decrease of 0.17% in the benchmark, EONIA+3.

Source: Aberdeen Standard Investments, Lipper.

Basis: Total Return, published NAV to NAV, net of annual charges, gross income reinvested, EUR.

Please remember that past performance is not a guide to future returns. The price of shares and the income from them may fall as well as rise. Investors may not get back the amount originally invested.

## Market review

The global economic environment was dominated by worries over the sustainability of growth amid deteriorating US-China trade relations. This backdrop weighed upon sentiment indicators with global PMI data markedly softening and all markets wrestling with disappointingly low inflation. In this environment, central banks sounded increasingly uncertain on their policy stance. This fanned the flames of policy easing expectations across all financial markets.

Hopes that the slowdown in the Eurozone economy would prove to be a soft patch, driven by temporary factors, have now disappeared. Although first-quarter GDP growth was stronger than expected, most of the surveys and early hard data for the second quarter have disappointed. Annual core inflation, at which the European Central Bank (ECB) looks in its policy decisions, came in below expectations at 0.8% in May 2019. Recent comments by ECB President Mario Draghi suggest that the central bank will loosen policy sooner than most commentators anticipated. There is a growing expectation not only of an imminent interest rate cut from the ECB but also the initiation of a new bond-buying programme.

## Portfolio review

At the end of the reporting period, the Fund's net asset value was €2.8 billion. The weighted average maturity (WAM) at 47 days was at the higher end of its normal range. Following the dovish change in rhetoric and forward guidance from the ECB, strategy for the Fund was to increase the WAM thereby locking in higher yield levels for longer. Fixed-term debt instruments were purchased, avoiding

floating rate notes as the market moved to price in a 10 basis point rate cut for September. AAA rated covered bonds were purchased in the secondary market, adding to the overall credit quality of the Fund.

The Fund will continue to hold strong, liquid assets to cover any volatility within cash flows. Holdings of high-quality financial floating rate notes and short-term commercial paper continued to underpin returns and ensure liquidity.

## Outlook

A weaker economic outlook is pushing European lending rates into more negative territory and the next move in the deposit rate is likely to be a cut. Inflation expectations in the Eurozone fell again, with the 5-year, 5-year forward Eurozone inflation swap rate, used as a benchmark of inflation expectations, ending the period lower at 1.21%, having hit all-time lows of 1.13% in mid-June. Mario Draghi has made it clear that the Governing Council will be looking to loosen monetary policy over the next few months. The nomination of Christine Lagarde for the ECB presidency further supports policy easing expectations as she is viewed as more dovish than some of the alternative choices.

## Money Markets Team

July 2019

**Statement of Net Assets**

As at 30 June 2019

|  | Notes | €'000            |
|--|-------|------------------|
| <b>Assets</b>                              |       |                  |
| Investments in securities at market value  | 2.2   | 1,670,762        |
| Cash at bank and cash equivalents          |       | 1,237,563        |
| Interest receivable                        |       | 1,416            |
| Other assets                               |       | 25               |
| <b>Total assets</b>                        |       | <b>2,909,766</b> |
| <b>Liabilities</b>                         |       |                  |
| Payable for investments purchased          |       | (53,083)         |
| Taxes and expenses payable                 |       | (228)            |
| Other liabilities                          |       | (10)             |
| <b>Total liabilities</b>                   |       | <b>(53,321)</b>  |
| <b>Net assets at the end of the period</b> |       | <b>2,856,445</b> |

**Statement of Changes in Net Assets**

For the period from 8 October 2018 to 30 June 2019

|  | Notes | €'000            |
|--|-------|------------------|
| Net losses from investment                 |       | (7,064)          |
| Net realised losses                        |       | (10)             |
| Net unrealised gains                       |       | 111              |
| Proceeds from shares issued <sup>A</sup>   |       | 6,787,196        |
| Payments for shares redeemed               |       | (3,926,344)      |
| Dividends paid                             | 5     | 2,556            |
| <b>Net assets at the end of the period</b> |       | <b>2,856,445</b> |

<sup>A</sup> Includes assets transferred from the merger of Euro VNAV Liquidity Fund, a sub-fund of Seabury Assets Fund plc, on 5 October 2018 of €1,649,974,701.

**Share Transactions**

For the period from 8 October 2018 to 30 June 2019

|  | Y-3 <sup>A</sup>     | Z-3 <sup>A</sup> |
|--|----------------------|------------------|
| Shares outstanding at the beginning of the period  | -                    | -                |
| Shares issued during the period                    | 6,773,592,293        | 16,710,003       |
| Shares redeemed during the period                  | 3,912,032,265        | 16,327,670       |
| <b>Shares outstanding at the end of the period</b> | <b>2,861,560,028</b> | <b>382,333</b>   |
| <b>Net asset value per share</b>                   | <b>0.9981</b>        | <b>0.9896</b>    |

<sup>A</sup> Share class launched 8 October 2018.

The accompanying notes form an integral part of these financial statements.

**Statement of Operations**

For the period from 8 October 2018 to 30 June 2019

|  | Notes | €'000          |
|--|-------|----------------|
| <b>Income</b>  |       |                |
| Investment income  | 2.3   | (6,553)        |
| <b>Total income</b>  |       | <b>(6,553)</b> |
| <b>Expenses</b>  |       |                |
| Management fees  | 4.1   | (391)          |
| Administration fees  | 4.2   | (52)           |
| Depositary fees  | 4.3   | (60)           |
| Domiciliary agent, registrar, paying and transfer agent fees | 4.4   | (7)            |
| Operational expenses   | 4.6   | (70)           |
| Expense cap refunded by the Investment Manager               | 4.8   | 69             |
| <b>Total expenses</b>  |       | <b>(511)</b>   |
| <b>Net losses from investments</b>                           |       | <b>(7,064)</b> |
| Realised losses on investments                               |       | (10)           |
| <b>Net realised losses</b>                                   |       | <b>(10)</b>    |
| Increase in unrealised appreciation on investments           |       | 111            |
| <b>Net unrealised gains</b>                                  |       | <b>111</b>     |
| <b>Net decrease in assets as a result of operations</b>      |       | <b>(6,963)</b> |

## Portfolio Statement

As at 30 June 2019

| Security  | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value<br>€'000 | Total Net<br>Assets<br>% |
|---|------------|------------|-----------------------|-----------------------|--------------------------|
| <b>Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market 58.49%</b> |            |            |                       |                       |                          |
| <b>Bonds 7.00%</b>  |            |            |                       |                       |                          |
| Bank of Nova Scotia (EMTN)  | FRN        | 14/01/2020 | 4,500,000             | 4,507                 | 0.16                     |
| Banque Federative du Credit Mutuel (EMTN)   | 2.0000     | 19/09/2019 | 2,700,000             | 2,712                 | 0.09                     |
| Barclays Bank UK (EMTN)   | 4.0000     | 07/10/2019 | 8,800,000             | 8,906                 | 0.31                     |
| C.I.B.C. (REGS)   | 0.3750     | 15/10/2019 | 25,000,000            | 25,054                | 0.88                     |
| Commonwealth Bank of Australia (EMTN)   | FRN        | 21/01/2020 | 1,000,000             | 1,002                 | 0.03                     |
| Credit Suisse (EMTN)  | FRN        | 16/10/2019 | 2,500,000             | 2,503                 | 0.09                     |
| Credit Suisse (EMTN)  | 1.3750     | 29/11/2019 | 25,178,000            | 25,344                | 0.89                     |
| Dexia Credit Local (EMTN)   | 0.0400     | 11/12/2019 | 30,800,000            | 30,855                | 1.08                     |
| National Australia Bank (GMTN)  | FRN        | 27/03/2020 | 1,200,000             | 1,204                 | 0.04                     |
| National Bank of Canada (EMTN)  | FRN        | 06/04/2020 | 1,500,000             | 1,504                 | 0.05                     |
| Nationwide Building Society (EMTN)  | 0.5000     | 29/10/2019 | 2,000,000             | 2,004                 | 0.07                     |
| Nordea Bank (EMTN)  | 4.0000     | 11/07/2019 | 22,163,000            | 22,187                | 0.78                     |
| OP Corporate Bank (EMTN)  | FRN        | 11/03/2020 | 4,900,000             | 4,910                 | 0.17                     |
| Skandinaviska Enskilda Banken (GMTN)  | FRN        | 26/05/2020 | 10,060,000            | 10,105                | 0.35                     |
| UBS (EMTN)  | FRN        | 05/09/2019 | 28,700,000            | 28,714                | 1.01                     |
| UBS (EMTN)  | FRN        | 10/01/2020 | 28,400,000            | 28,460                | 1.00                     |
| <b>Total Bonds</b>  |            |            |                       | <b>199,971</b>        | <b>7.00</b>              |
| <b>Money Market Instruments 51.49%</b>  |            |            |                       |                       |                          |
| Bank of China   | -          | 05/07/2019 | 25,000,000            | 25,001                | 0.87                     |
| Bank of Montreal  | -          | 10/12/2019 | 35,000,000            | 35,070                | 1.23                     |
| Bank of Nova Scotia   | -          | 06/11/2019 | 25,000,000            | 25,036                | 0.88                     |
| Banque Federative du Credit Mutuel  | -          | 02/07/2019 | 25,000,000            | 25,001                | 0.87                     |
| Banque Federative du Credit Mutuel  | -          | 01/08/2019 | 25,000,000            | 25,012                | 0.87                     |
| Banque Federative du Credit Mutuel  | -          | 04/11/2019 | 25,000,000            | 25,039                | 0.88                     |
| Banque Federative du Credit Mutuel  | -          | 03/01/2020 | 30,000,000            | 30,031                | 1.05                     |
| Barclays Bank UK  | -          | 11/07/2019 | 25,000,000            | 25,005                | 0.87                     |
| BPCE  | -          | 13/08/2019 | 25,000,000            | 25,013                | 0.87                     |
| Citibank  | -          | 02/08/2019 | 15,000,000            | 15,008                | 0.52                     |
| Citibank  | -          | 07/08/2019 | 25,000,000            | 25,015                | 0.87                     |
| Citibank  | -          | 14/08/2019 | 25,000,000            | 25,017                | 0.88                     |
| Citibank  | -          | 06/09/2019 | 25,000,000            | 25,022                | 0.88                     |
| Citibank  | -          | 01/10/2019 | 30,000,000            | 30,020                | 1.05                     |
| Credit Agricole   | -          | 01/08/2019 | 20,000,000            | 20,009                | 0.70                     |
| Credit Agricole   | -          | 28/08/2019 | 25,000,000            | 25,018                | 0.88                     |
| Credit Agricole   | -          | 16/09/2019 | 25,000,000            | 25,025                | 0.88                     |

| Security                              | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value<br>€'000 | Total Net<br>Assets<br>% |
|---------------------------------------|------------|------------|-----------------------|-----------------------|--------------------------|
| Credit Agricole                       | -          | 20/09/2019 | 25,000,000            | 25,023                | 0.88                     |
| Credit Agricole                       | -          | 05/11/2019 | 25,000,000            | 25,037                | 0.88                     |
| DBS Bank                              | -          | 26/09/2019 | 25,000,000            | 25,032                | 0.88                     |
| DekaBank Deutsche Girozentrale        | -          | 22/08/2019 | 20,000,000            | 20,015                | 0.70                     |
| DekaBank Deutsche Girozentrale        | -          | 06/09/2019 | 38,000,000            | 38,034                | 1.33                     |
| DekaBank Deutsche Girozentrale        | -          | 13/09/2019 | 25,000,000            | 25,023                | 0.88                     |
| DekaBank Deutsche Girozentrale        | -          | 16/09/2019 | 11,500,000            | 11,511                | 0.40                     |
| DekaBank Deutsche Girozentrale        | -          | 23/09/2019 | 25,000,000            | 25,025                | 0.88                     |
| Industrial & Commercial Bank of China | -          | 05/07/2019 | 25,000,000            | 25,002                | 0.87                     |
| Industrial & Commercial Bank of China | -          | 16/09/2019 | 25,000,000            | 25,008                | 0.87                     |
| La Banque Postale                     | -          | 14/08/2019 | 25,000,000            | 25,017                | 0.88                     |
| La Banque Postale                     | -          | 13/09/2019 | 25,000,000            | 25,025                | 0.88                     |
| Mitsubishi UFJ Trust & Banking        | -          | 07/08/2019 | 25,000,000            | 25,013                | 0.87                     |
| Mitsubishi UFJ Trust & Banking        | -          | 12/08/2019 | 25,000,000            | 25,015                | 0.88                     |
| Mitsubishi UFJ Trust & Banking        | -          | 04/09/2019 | 25,000,000            | 25,022                | 0.88                     |
| Mizuho Bank                           | -          | 12/08/2019 | 25,000,000            | 25,016                | 0.88                     |
| Mizuho Bank                           | -          | 15/08/2019 | 30,000,000            | 30,021                | 1.05                     |
| Mizuho Bank                           | -          | 23/09/2019 | 25,000,000            | 25,021                | 0.88                     |
| Mizuho Bank                           | -          | 27/09/2019 | 30,000,000            | 30,020                | 1.05                     |
| MUFG Bank                             | -          | 05/07/2019 | 25,000,000            | 25,002                | 0.87                     |
| MUFG Bank                             | -          | 09/07/2019 | 25,000,000            | 25,004                | 0.87                     |
| Nationwide Building Society           | -          | 09/07/2019 | 25,000,000            | 25,004                | 0.87                     |
| Natixis                               | -          | 07/08/2019 | 25,000,000            | 25,012                | 0.87                     |
| Natixis                               | -          | 14/08/2019 | 25,000,000            | 25,014                | 0.87                     |
| Natixis                               | -          | 21/08/2019 | 25,000,000            | 25,016                | 0.88                     |
| Natixis                               | -          | 02/01/2020 | 25,000,000            | 25,043                | 0.88                     |
| Nordea Bank                           | -          | 01/07/2019 | 25,000,000            | 25,001                | 0.87                     |
| Nordea Bank                           | -          | 04/11/2019 | 35,000,000            | 35,050                | 1.23                     |
| Nordea Bank                           | -          | 06/01/2020 | 25,000,000            | 25,052                | 0.88                     |
| OP Corporate Bank                     | -          | 17/09/2019 | 20,000,000            | 20,019                | 0.70                     |
| OP Corporate Bank                     | -          | 30/09/2019 | 30,000,000            | 30,031                | 1.05                     |
| OP Corporate Bank                     | -          | 02/10/2019 | 15,000,000            | 15,016                | 0.52                     |
| Oversea Chinese Banking               | -          | 25/09/2019 | 25,000,000            | 25,023                | 0.88                     |
| Royal Bank of Canada                  | -          | 01/08/2019 | 25,000,000            | 25,010                | 0.87                     |
| Skandinaviska Enskilda Banken         | -          | 30/10/2019 | 25,000,000            | 25,044                | 0.88                     |
| Societe Generale                      | -          | 05/09/2019 | 25,000,000            | 25,019                | 0.88                     |
| Societe Generale                      | -          | 11/11/2019 | 25,000,000            | 25,036                | 0.88                     |
| Standard Chartered Bank               | -          | 30/09/2019 | 25,000,000            | 25,031                | 0.88                     |
| Svenska Handelsbanken                 | -          | 06/12/2019 | 25,000,000            | 25,043                | 0.88                     |
| Svenska Handelsbanken                 | -          | 11/12/2019 | 25,000,000            | 25,045                | 0.88                     |

| Security   | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value<br>€'000 | Total Net<br>Assets<br>% |
|--|------------|------------|-----------------------|-----------------------|--------------------------|
| Svenska Handelsbanken  | -          | 19/06/2020 | 10,000,000            | 10,029                | 0.35                     |
| Swedbank   | -          | 25/09/2019 | 25,000,000            | 25,025                | 0.88                     |
| <b>Total Money Market Instruments</b>  |            |            |                       | <b>1,470,791</b>      | <b>51.49</b>             |
| <b>Total Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market</b> |            |            |                       | <b>1,670,762</b>      | <b>58.49</b>             |
| <b>Total investments</b>   |            |            |                       | <b>1,670,762</b>      | <b>58.49</b>             |
| <b>Other net assets</b>  |            |            |                       | <b>1,185,683</b>      | <b>41.51</b>             |
| <b>Total net assets</b>  |            |            |                       | <b>2,856,445</b>      | <b>100.00</b>            |

## Seabury Sterling Liquidity 1 Fund

For the period from 8 October 2018 to 30 June 2019

### Commencement of Fund

The CSSF approved the Fund for launch on 5 October 2018. The first Net Asset Value (NAV) calculated for the Fund was on 8 October 2018.

### Corporate activity

On the effective merger date 5 October 2018, No.1 Fund, a sub-fund of Seabury Assets Fund plc, (worth GBP 1.2 billion) transferred its net assets through a merger by amalgamation into the Seabury Sterling Liquidity 1 Fund. Shareholders involved in the transfer were given Z shares in the Seabury Sterling Liquidity 1 Fund, for every 1 share previously held in the No.1 Fund as follows:

| Seabury Assets Fund plc (Merging Fund) | Share Class | Aberdeen Standard Liquidity Fund (Lux) (Receiving Fund) | Share Class | Contributed net assets ('000) | Merger Ratio |
|--|-------------|---|-------------|-------------------------------|--------------|
| No.1 Fund                              | A           | Seabury Sterling Liquidity 1 Fund                       | Z-1         | £1,217,626                    | 1.050367     |

### Performance

For the period ended 30 June 2019, the value of Seabury Sterling Liquidity 1 Fund – Z Income shares increased by 0.63% compared to an increase of 0.43% in the benchmark, SONIA+13.

Source: Aberdeen Standard Investments, Lipper.

Basis: Total Return, published NAV to NAV, net of annual charges, gross income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the income from them may fall as well as rise. Investors may not get back the amount originally invested.

### Market review

Brexit remained the key driver for the UK market, influencing both sentiment indicators and key economic data. The Bank of England (BoE), having raised the cost of borrowing in August (to 0.75%), left interest rates on hold for the remainder of the period. Forward guidance has not changed. The Bank's Monetary Policy Committee (MPC) still judges that a tightening of monetary policy at a gradual pace, and to a limited extent, would be appropriate if the economy develops in line with its projections. However, the overall tone of the MPC's recent statements definitely had a more dovish feel. External and domestic risks, in the form of trade tensions, slowing global activity, Brexit uncertainty and subdued underlying inflation, should deter the MPC from hiking rates this year. Indeed, Governor Carney recently hinted at a possible departure from a tightening bias. Downside risks to the economy are rising, and uncertainty is weighing on the Bank's estimate of neutral interest rates.

Elsewhere, concerns over the macro environment and the prospects for economic growth have filtered into a wave of central bank caution on interest rates. Both the US Federal Reserve and the European Central Bank indicated that rates would not rise in 2019. While the primary focus remained on the slowing Chinese economy, the lack of resolution in trade talks between China and the US, and signs of a weaker downturn in Europe were additional factors.

### Portfolio review

The Fund's net asset value ranged from £700 million to £850 million over the period. Yields available in the sterling money market have continued to fall, in response to slowing global growth, trade war concerns and continued Brexit uncertainty.

Maturing short-term investments over the period were reinvested into a broad range of assets to maintain both required liquidity and exposure to the yield curve. The money market team's focus will be on maintaining the Fund's weighted average maturity at a higher level, on the basis that UK interest rates are unlikely to change in 2019. Investment activity will also focus on having a regular maturity ladder to ensure liquidity.

### Outlook

As expected, the MPC kept interest rates unchanged at 0.75% at its June meeting. There were no dissenters, even though there had been some speculation about a split vote. The accompanying statement noted that downside risks to UK economic growth have increased due to trade tensions and Brexit uncertainties. The MPC also expects inflation to fall below the 2% target later this year. Given the uncertainty, the likelihood of a hike in the UK base rate over the next six months is very low.

### Money Markets Team

July 2019



**Statement of Net Assets**

As at 30 June 2019

|  | Notes | £'000          |
|--|-------|----------------|
| <b>Assets</b>                              |       |                |
| Investments in securities at market value  | 2.2   | 548,019        |
| Cash at bank and cash equivalents          |       | 178,368        |
| Interest receivable                        |       | 864            |
| Other assets                               |       | 9              |
| <b>Total assets</b>                        |       | <b>727,260</b> |
| <b>Liabilities</b>                         |       |                |
| Taxes and expenses payable                 |       | (79)           |
| Other liabilities                          |       | (531)          |
| <b>Total liabilities</b>                   |       | <b>(610)</b>   |
| <b>Net assets at the end of the period</b> |       | <b>726,650</b> |

**Statement of Changes in Net Assets**

For the period from 8 October 2018 to 30 June 2019

|  | Notes | £'000          |
|--|-------|----------------|
| Net gains from investment                  |       | 5,671          |
| Net unrealised gains                       |       | 77             |
| Proceeds from shares issued <sup>A</sup>   |       | 4,201,778      |
| Payments for shares redeemed               |       | (3,475,204)    |
| Dividends paid                             | 5     | (5,672)        |
| <b>Net assets at the end of the period</b> |       | <b>726,650</b> |

<sup>A</sup> Includes assets transferred from the merger of No.1 Fund, a sub-fund of Seabury Assets Fund plc, on 5 October 2018 of £1,217,626,293.

**Share Transactions**

For the period from 8 October 2018 to 30 June 2019

|  | Z-1 <sup>A</sup>   |
|--|--------------------|
| Shares outstanding at the beginning of the period  | -                  |
| Shares issued during the period                    | 4,201,581,434      |
| Shares redeemed during the period                  | 3,474,982,831      |
| <b>Shares outstanding at the end of the period</b> | <b>726,598,603</b> |
| <b>Net asset value per share</b>                   | <b>1.0001</b>      |

<sup>A</sup> First Net Asset Value calculated on 8 October 2018.

The accompanying notes form an integral part of these financial statements.

**Statement of Operations**

For the period from 8 October 2018 to 30 June 2019

|  | Notes | £'000        |
|--|-------|--------------|
| <b>Income</b>  |       |              |
| Investment income  | 2.3   | 5,478        |
| Bank interest  |       | 195          |
| Reverse repurchase agreement income                          |       | 110          |
| <b>Total income</b>  |       | <b>5,783</b> |
| <b>Expenses</b>  |       |              |
| Administration fees  | 4.2   | (22)         |
| Depositary fees  | 4.3   | (20)         |
| Domiciliary agent, registrar, paying and transfer agent fees | 4.4   | (20)         |
| Management Company fees                                      | 4.5   | (17)         |
| Operational expenses   | 4.6   | (33)         |
| <b>Total expenses</b>  |       | <b>(112)</b> |
| <b>Net gains from investments</b>                            |       | <b>5,671</b> |
| Increase in unrealised appreciation on investments           |       | 77           |
| <b>Net unrealised gains</b>                                  |       | <b>77</b>    |
| <b>Net increase in assets as a result of operations</b>      |       | <b>5,748</b> |

## Portfolio Statement

As at 30 June 2019

| Security  | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value<br>£'000 | Total Net<br>Assets<br>% |
|---|------------|------------|-----------------------|-----------------------|--------------------------|
| <b>Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market 75.42%</b> |            |            |                       |                       |                          |
| <b>Money Market Instruments 75.42%</b>  |            |            |                       |                       |                          |
| Bank of Tokyo – Mitsubishi UFJ  | 0.7800     | 25/09/2019 | 10,000,000            | 10,000                | 1.38                     |
| Bank of Tokyo – Mitsubishi UFJ  | 0.8100     | 21/10/2019 | 10,000,000            | 10,000                | 1.38                     |
| Banque Federative du Credit Mutuel  | 0.9100     | 05/11/2019 | 20,000,000            | 20,009                | 2.75                     |
| Banque Federative du Credit Mutuel  | 0.8700     | 18/11/2019 | 10,000,000            | 10,003                | 1.38                     |
| Barclays Bank   | 0.8600     | 10/09/2019 | 10,000,000            | 10,002                | 1.38                     |
| Barclays Bank   | 0.9100     | 09/10/2019 | 10,000,000            | 10,003                | 1.38                     |
| Barclays Bank   | 0.8300     | 17/10/2019 | 10,000,000            | 10,001                | 1.38                     |
| BNP Paribas   | 0.7800     | 24/09/2019 | 10,000,000            | 10,002                | 1.38                     |
| BNP Paribas   | 0.8800     | 07/10/2019 | 10,000,000            | 10,001                | 1.38                     |
| BNP Paribas   | 0.8200     | 24/10/2019 | 10,000,000            | 10,002                | 1.38                     |
| China Construction Bank   | 0.9500     | 04/07/2019 | 20,000,000            | 20,000                | 2.75                     |
| China Construction Bank   | 0.9000     | 08/07/2019 | 20,000,000            | 20,000                | 2.75                     |
| Citibank  | 0.8000     | 01/08/2019 | 10,000,000            | 10,001                | 1.38                     |
| Commerzbank   | 0.9000     | 05/08/2019 | 20,000,000            | 20,003                | 2.75                     |
| Commerzbank   | 0.8000     | 16/10/2019 | 10,000,000            | 10,000                | 1.37                     |
| Credit Agricole   | 1.0100     | 08/08/2019 | 10,000,000            | 10,003                | 1.38                     |
| Credit Agricole   | 0.9400     | 23/09/2019 | 20,000,000            | 20,007                | 2.75                     |
| Danske Bank   | 0.9000     | 26/07/2019 | 20,000,000            | 20,002                | 2.75                     |
| Danske Bank   | 0.8700     | 16/08/2019 | 20,000,000            | 20,002                | 2.75                     |
| Deutsche Bank   | 0.8900     | 14/08/2019 | 10,000,000            | 10,001                | 1.38                     |
| Deutsche Bank   | 0.9700     | 04/10/2019 | 10,000,000            | 10,001                | 1.38                     |
| First Abu Dhabi Bank  | 0.8700     | 13/09/2019 | 10,000,000            | 10,002                | 1.38                     |
| First Abu Dhabi Bank  | 0.8600     | 02/10/2019 | 10,000,000            | 10,001                | 1.38                     |
| Handelsbanken   | 0.8200     | 08/10/2019 | 10,000,000            | 10,000                | 1.37                     |
| La Banque Postale   | -          | 18/09/2019 | 10,000,000            | 9,983                 | 1.37                     |
| Lloyds Bank   | 0.9100     | 11/10/2019 | 5,000,000             | 5,001                 | 0.69                     |
| Lloyds Bank Corporate Markets   | 0.9000     | 17/09/2019 | 10,000,000            | 10,002                | 1.38                     |
| Lloyds Bank Corporate Markets   | 0.9300     | 14/10/2019 | 10,000,000            | 10,002                | 1.38                     |
| Lloyds Bank Corporate Markets   | 0.9800     | 23/10/2019 | 5,000,000             | 5,002                 | 0.69                     |
| MUFG Bank   | 0.8400     | 09/09/2019 | 10,000,000            | 10,001                | 1.38                     |
| Nationwide Building Society   | 0.9600     | 19/08/2019 | 20,000,000            | 20,004                | 2.75                     |
| Natixis   | 0.9000     | 05/07/2019 | 10,000,000            | 10,000                | 1.37                     |
| Natixis   | 0.9400     | 20/08/2019 | 20,000,000            | 20,006                | 2.75                     |
| Nordea Bank   | 0.9100     | 16/09/2019 | 20,000,000            | 20,007                | 2.75                     |
| OP Corporate Bank   | -          | 25/07/2019 | 18,000,000            | 17,990                | 2.47                     |
| Santander UK  | 0.8200     | 19/09/2019 | 10,000,000            | 10,000                | 1.38                     |
| Santander UK  | 0.8500     | 01/10/2019 | 10,000,000            | 10,001                | 1.38                     |

| Security   | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value<br>£'000 | Total Net<br>Assets<br>% |
|--|------------|------------|-----------------------|-----------------------|--------------------------|
| Societe Generale   | 0.7800     | 11/09/2019 | 10,000,000            | 9,999                 | 1.37                     |
| Societe Generale   | 0.8300     | 03/10/2019 | 10,000,000            | 10,000                | 1.38                     |
| Societe Generale   | 0.8000     | 10/10/2019 | 10,000,000            | 9,999                 | 1.37                     |
| Standard Chartered Bank  | 0.8400     | 15/10/2019 | 10,000,000            | 10,001                | 1.38                     |
| Svenska Handelsbanken  | 0.8800     | 27/08/2019 | 20,000,000            | 20,003                | 2.75                     |
| Swedbank   | -          | 21/08/2019 | 10,000,000            | 9,990                 | 1.37                     |
| Swedbank   | -          | 20/09/2019 | 10,000,000            | 9,982                 | 1.37                     |
| <b>Total Money Market Instruments</b>  |            |            |                       | <b>548,019</b>        | <b>75.42</b>             |
| <b>Total Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market</b> |            |            |                       | <b>548,019</b>        | <b>75.42</b>             |
| <b>Total investments</b>   |            |            |                       | <b>548,019</b>        | <b>75.42</b>             |
| <b>Other net assets</b>  |            |            |                       | <b>178,631</b>        | <b>24.58</b>             |
| <b>Total net assets</b>  |            |            |                       | <b>726,650</b>        | <b>100.00</b>            |

## Seabury Sterling Liquidity 2 Fund

For the period from 8 October 2018 to 30 June 2019

### Commencement of Fund

The CSSF approved the Fund for launch on 5 October 2018. The first Net Asset Value (NAV) calculated for the Fund was on 8 October 2018.

### Corporate activity

On the effective merger date 5 October 2018, Sterling VNAV Liquidity Fund, a sub-fund of Seabury Assets Fund plc, (worth GBP 1.2 billion) transferred its net assets through a merger by amalgamation into the Seabury Sterling Liquidity 2 Fund. Shareholders involved in the transfer were given either Y or Z shares in the Seabury Sterling Liquidity 2 Fund, for every 1 share previously held in the Sterling VNAV Liquidity Fund as follows:

| Seabury Assets Fund plc (Merging Fund) | Share Class | Aberdeen Standard Liquidity Fund (Lux) (Receiving Fund) | Share Class | Contributed net assets ('000) | Merger Ratio |
|--|-------------|---|-------------|-------------------------------|--------------|
| Sterling VNAV Liquidity Fund           | Agency      | Seabury Sterling Liquidity 2 Fund                       | Z-1         | £71,267                       | 1.000000     |
| Sterling VNAV Liquidity Fund           | Custody     | Seabury Sterling Liquidity 2 Fund                       | Y-1         | £1,112,807                    | 1.000000     |

### Performance

For the period ended 30 June 2019, the value of the Seabury Sterling Liquidity 2 Fund – Y Income shares increased by 0.58% compared to an increase of 0.43% in the benchmark, SONIA +13.

Source: Aberdeen Standard Investments, Lipper.

Basis: Total Return, published NAV to NAV, net of annual charges, gross income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the income from them may fall as well as rise. Investors may not get back the amount originally invested.

### Market review

Brexit remained the key driver for the UK market, influencing both sentiment indicators and key economic data. The Bank of England (BoE), having raised the cost of borrowing in August (to 0.75%), left interest rates on hold for the remainder of the period. Forward guidance has not changed. The Bank's Monetary Policy Committee (MPC) still judges that a tightening of monetary policy at a gradual pace, and to a limited extent, would be appropriate if the economy develops in line with its projections. However, the overall tone of the MPC's recent statements definitely had a more dovish feel. External and domestic risks, in the form of trade tensions, slowing global activity, Brexit uncertainty and subdued underlying inflation, should deter the MPC from hiking rates this year. Indeed, Governor Carney recently hinted at a possible departure from a tightening bias. Downside risks to the economy are rising, and uncertainty is weighing on the Bank's estimate of neutral interest rates.

Elsewhere, concerns over the macro environment and the prospects for economic growth have filtered into a wave of central bank caution on interest rates. Both the US Federal Reserve and the European Central Bank indicated that rates would not rise in 2019. While the primary focus remained on the slowing Chinese economy, the lack of resolution in trade talks between China and the US, and signs of a weaker downturn in Europe were additional factors.

### Portfolio review

The Fund's net asset value ranged from £1 billion to £1.3 billion over the period. The weighted average maturity (WAM) was kept relatively low in recent months, with an average of 43 days. However, it was increased towards the end of June. The money market team's focus will be on maintaining the WAM at a higher level, with a regular maturity ladder to ensure liquidity. The portfolio, as always, will continue to be invested in high-quality liquid assets, while volatility in net asset value will be monitored closely.

Yields available in the money market have continued to fall, in response to slowing global growth, trade war concerns and continued Brexit uncertainty. The weighted average yield was maintained at an average of 0.85% over the second quarter of 2019.

### Outlook

As expected, the MPC kept interest rates unchanged at 0.75% at its June meeting. There were no dissenters, even though there had been some speculation about a split vote. The accompanying statement noted that downside risks to UK economic growth have increased due to trade tensions and Brexit uncertainties. The MPC also expects inflation to fall below the 2% target later this year. Given the uncertainty, the likelihood of a hike in the UK base rate over the next six months is very low.

### Money Markets Team

July 2019

**Statement of Net Assets**

As at 30 June 2019

|  | Notes | £'000            |
|--|-------|------------------|
| <b>Assets</b>                              |       |                  |
| Investments in securities at market value  | 2.2   | 902,119          |
| Cash at bank and cash equivalents          |       | 393,344          |
| Interest receivable                        |       | 890              |
| Other assets                               |       | 12               |
| <b>Total assets</b>                        |       | <b>1,296,365</b> |
| <b>Liabilities</b>                         |       |                  |
| Taxes and expenses payable                 |       | (120)            |
| Other liabilities                          |       | (771)            |
| <b>Total liabilities</b>                   |       | <b>(891)</b>     |
| <b>Net assets at the end of the period</b> |       | <b>1,295,474</b> |

**Statement of Changes in Net Assets**

For the period from 8 October 2018 to 30 June 2019

|  | Notes | £'000            |
|--|-------|------------------|
| Net gains from investment                  |       | 7,212            |
| Net unrealised gains                       |       | 60               |
| Proceeds from shares issued <sup>A</sup>   |       | 6,868,969        |
| Payments for shares redeemed               |       | (5,573,555)      |
| Dividends paid                             | 5     | (7,212)          |
| <b>Net assets at the end of the period</b> |       | <b>1,295,474</b> |

<sup>A</sup> Includes assets transferred from the merger of Sterling VNAV Liquidity Fund, a sub-fund of Seabury Assets Fund plc, on 5 October 2018 of £1,184,074,076.

**Share Transactions**

For the period from 8 October 2018 to 30 June 2019

|  | Y-1 <sup>A</sup>     | Z-1 <sup>A</sup>   |
|--|----------------------|--------------------|
| Shares outstanding at the beginning of the period  | -                    | -                  |
| Shares issued during the period                    | 5,199,682,515        | 1,668,999,507      |
| Shares redeemed during the period                  | 4,078,866,531        | 1,494,423,982      |
| <b>Shares outstanding at the end of the period</b> | <b>1,120,815,984</b> | <b>174,575,525</b> |
| <b>Net asset value per share</b>                   | <b>1.0000</b>        | <b>1.0002</b>      |

<sup>A</sup> Share class launched 8 October 2018.

The accompanying notes form an integral part of these financial statements.

**Statement of Operations**

For the period from 8 October 2018 to 30 June 2019

|  | Notes | £'000        |
|--|-------|--------------|
| <b>Income</b>  |       |              |
| Investment income  | 2.3   | 7,483        |
| Bank interest  |       | 78           |
| <b>Total income</b>  |       | <b>7,561</b> |
| <b>Expenses</b>  |       |              |
| Management fees  | 4.1   | (207)        |
| Administration fees  | 4.2   | (30)         |
| Depositary fees  | 4.3   | (26)         |
| Domiciliary agent, registrar, paying and transfer agent fees | 4.4   | (27)         |
| Management Company fees                                      | 4.5   | (23)         |
| Operational expenses   | 4.6   | (38)         |
| Expense cap refunded by the Investment Manager               | 4.8   | 2            |
| <b>Total expenses</b>  |       | <b>(349)</b> |
| <b>Net gains from investments</b>                            |       | <b>7,212</b> |
| Increase in unrealised appreciation on investments           |       | 60           |
| <b>Net unrealised gains</b>                                  |       | <b>60</b>    |
| <b>Net increase in assets as a result of operations</b>      |       | <b>7,272</b> |

## Portfolio Statement

As at 30 June 2019

| Security  | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value<br>£'000 | Total Net<br>Assets<br>% |
|---|------------|------------|-----------------------|-----------------------|--------------------------|
| <b>Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market 69.63%</b> |            |            |                       |                       |                          |
| <b>Bonds 3.08%</b>  |            |            |                       |                       |                          |
| Australia & New Zealand Banking Group (EMTN)  | FRN        | 12/12/2019 | 10,000,000            | 9,996                 | 0.77                     |
| Commonwealth Bank of Australia (EMTN)   | FRN        | 07/01/2020 | 15,000,000            | 15,000                | 1.15                     |
| Commonwealth Bank of Australia (EMTN)   | FRN        | 14/01/2020 | 15,000,000            | 15,000                | 1.16                     |
| <b>Total Bonds</b>  |            |            |                       | <b>39,996</b>         | <b>3.08</b>              |
| <b>Money Market Instruments 66.55%</b>  |            |            |                       |                       |                          |
| ABN AMRO Bank   | 0.8400     | 04/07/2019 | 10,000,000            | 10,000                | 0.77                     |
| Bank of China   | 0.8600     | 25/07/2019 | 10,000,000            | 10,001                | 0.77                     |
| Bank of China   | 0.8000     | 30/09/2019 | 10,000,000            | 9,998                 | 0.77                     |
| Barclays Bank UK  | 0.8300     | 15/07/2019 | 10,000,000            | 10,000                | 0.77                     |
| Barclays Bank UK  | 0.8300     | 17/07/2019 | 10,000,000            | 10,001                | 0.77                     |
| Barclays Bank UK  | 0.8200     | 13/08/2019 | 10,000,000            | 10,001                | 0.77                     |
| Barclays Bank UK  | 0.8200     | 14/08/2019 | 10,000,000            | 10,001                | 0.77                     |
| Barclays Bank UK  | 0.8000     | 29/08/2019 | 10,000,000            | 10,001                | 0.77                     |
| BNP Paribas   | 0.8200     | 31/07/2019 | 10,000,000            | 10,001                | 0.77                     |
| BNP Paribas   | 0.8500     | 22/08/2019 | 10,000,000            | 10,001                | 0.77                     |
| BNP Paribas   | 0.8000     | 27/08/2019 | 10,000,000            | 10,000                | 0.77                     |
| BNP Paribas   | 0.8300     | 17/09/2019 | 10,000,000            | 10,000                | 0.77                     |
| BNP Paribas   | 0.8400     | 23/10/2019 | 10,000,000            | 10,002                | 0.78                     |
| China Construction Bank   | 0.9000     | 18/07/2019 | 10,000,000            | 10,000                | 0.77                     |
| China Construction Bank   | 0.9000     | 30/07/2019 | 10,000,000            | 10,001                | 0.77                     |
| China Construction Bank   | 0.9000     | 03/09/2019 | 10,000,000            | 10,001                | 0.77                     |
| China Construction Bank   | 0.9200     | 26/09/2019 | 10,000,000            | 10,001                | 0.77                     |
| China Construction Bank   | 0.9600     | 18/10/2019 | 10,000,000            | 10,001                | 0.77                     |
| Citibank  | 0.7700     | 11/09/2019 | 16,000,000            | 16,000                | 1.24                     |
| Credit Agricole   | 0.7800     | 04/09/2019 | 10,000,000            | 10,000                | 0.77                     |
| Credit Agricole   | 0.7800     | 06/09/2019 | 10,000,000            | 10,000                | 0.77                     |
| Credit Agricole   | 0.8200     | 13/09/2019 | 10,000,000            | 10,001                | 0.77                     |
| Credit Agricole   | 0.8800     | 15/11/2019 | 10,000,000            | 10,003                | 0.78                     |
| Credit Agricole   | 0.8800     | 20/11/2019 | 10,000,000            | 10,003                | 0.78                     |
| Danske Bank   | 0.8600     | 08/07/2019 | 10,000,000            | 10,000                | 0.77                     |
| Danske Bank   | 0.8200     | 10/09/2019 | 10,000,000            | 10,000                | 0.77                     |
| Danske Bank   | 0.8200     | 20/09/2019 | 10,000,000            | 10,001                | 0.77                     |
| Danske Bank   | 0.8300     | 01/10/2019 | 10,000,000            | 10,002                | 0.78                     |
| Danske Bank   | 0.8700     | 19/11/2019 | 10,000,000            | 10,002                | 0.78                     |
| DZ Bank Deutsche Zentral  | 0.8200     | 09/08/2019 | 10,000,000            | 10,000                | 0.77                     |

| Security                      | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value<br>£'000 | Total Net<br>Assets<br>% |
|-------------------------------|------------|------------|-----------------------|-----------------------|--------------------------|
| DZ Bank Deutsche Zentral      | 0.8200     | 12/08/2019 | 10,000,000            | 10,000                | 0.77                     |
| DZ Bank Deutsche Zentral      | 0.8000     | 30/08/2019 | 10,000,000            | 10,000                | 0.77                     |
| DZ Bank Deutsche Zentral      | 0.8000     | 02/09/2019 | 10,000,000            | 10,000                | 0.77                     |
| DZ Bank Deutsche Zentral      | 0.7800     | 09/09/2019 | 10,000,000            | 10,000                | 0.77                     |
| First Abu Dhabi Bank          | 0.9000     | 05/07/2019 | 10,000,000            | 10,000                | 0.77                     |
| First Abu Dhabi Bank          | 0.8900     | 26/07/2019 | 10,000,000            | 10,001                | 0.77                     |
| First Abu Dhabi Bank          | 0.8900     | 29/07/2019 | 10,000,000            | 10,001                | 0.77                     |
| First Abu Dhabi Bank          | 0.8300     | 16/08/2019 | 10,000,000            | 10,001                | 0.77                     |
| First Abu Dhabi Bank          | 0.8500     | 19/09/2019 | 10,000,000            | 10,001                | 0.77                     |
| ING Bank                      | -          | 24/09/2019 | 10,000,000            | 9,979                 | 0.77                     |
| ING Bank                      | 0.9400     | 27/09/2019 | 10,000,000            | 10,002                | 0.78                     |
| Korea Development Bank        | -          | 16/09/2019 | 6,250,000             | 6,239                 | 0.48                     |
| Korea Development Bank        | 0.8800     | 21/11/2019 | 10,000,000            | 10,002                | 0.77                     |
| Korea Development Bank        | 0.8800     | 25/11/2019 | 10,000,000            | 10,003                | 0.78                     |
| Korea Development Bank        | 0.8900     | 10/12/2019 | 10,000,000            | 10,000                | 0.77                     |
| La Banque Postale             | -          | 09/07/2019 | 20,000,000            | 19,996                | 1.55                     |
| La Banque Postale             | -          | 11/07/2019 | 20,000,000            | 19,995                | 1.55                     |
| Lloyds Bank                   | 0.8600     | 18/12/2019 | 10,000,000            | 10,002                | 0.78                     |
| Lloyds Bank Corporate Markets | 0.8700     | 19/08/2019 | 10,000,000            | 10,001                | 0.77                     |
| Lloyds Bank Corporate Markets | 0.8700     | 20/08/2019 | 10,000,000            | 10,001                | 0.77                     |
| Lloyds Bank Corporate Markets | 0.8700     | 21/08/2019 | 10,000,000            | 10,001                | 0.77                     |
| MUFG Bank                     | 0.8200     | 23/09/2019 | 10,000,000            | 10,001                | 0.77                     |
| MUFG Bank                     | 0.8200     | 25/09/2019 | 10,000,000            | 10,001                | 0.77                     |
| MUFG Bank                     | 0.8000     | 24/10/2019 | 10,000,000            | 10,001                | 0.77                     |
| Nationwide Building Society   | 0.8700     | 25/07/2019 | 10,000,000            | 10,000                | 0.77                     |
| Nationwide Building Society   | 0.8800     | 05/08/2019 | 10,000,000            | 10,001                | 0.77                     |
| Nationwide Building Society   | 0.8800     | 06/08/2019 | 10,000,000            | 10,001                | 0.77                     |
| Nationwide Building Society   | 0.8800     | 07/08/2019 | 10,000,000            | 10,001                | 0.77                     |
| Nationwide Building Society   | 0.8500     | 18/11/2019 | 10,000,000            | 10,002                | 0.78                     |
| Natixis                       | 0.8300     | 02/10/2019 | 10,000,000            | 10,000                | 0.77                     |
| Natixis                       | 0.9200     | 01/11/2019 | 10,000,000            | 10,003                | 0.78                     |
| Natixis                       | 0.8500     | 04/11/2019 | 10,000,000            | 9,999                 | 0.77                     |
| Natixis                       | 0.8500     | 05/11/2019 | 10,000,000            | 10,000                | 0.77                     |
| Natixis                       | 0.8500     | 06/11/2019 | 10,000,000            | 10,000                | 0.77                     |
| OP Corporate Bank             | -          | 23/07/2019 | 10,000,000            | 9,995                 | 0.77                     |
| OP Corporate Bank             | -          | 23/08/2019 | 10,000,000            | 9,988                 | 0.77                     |
| OP Corporate Bank             | -          | 27/08/2019 | 10,000,000            | 9,987                 | 0.77                     |
| OP Corporate Bank             | -          | 18/09/2019 | 10,000,000            | 9,982                 | 0.77                     |
| Oversea Chinese Banking       | -          | 04/10/2019 | 10,000,000            | 9,978                 | 0.77                     |
| Santander UK                  | 0.8900     | 01/08/2019 | 10,000,000            | 10,002                | 0.78                     |
| Santander UK                  | 0.8900     | 02/08/2019 | 10,000,000            | 10,002                | 0.78                     |

| Security   | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value<br>£'000 | Total Net<br>Assets<br>% |
|--|------------|------------|-----------------------|-----------------------|--------------------------|
| Societe Generale   | 0.7800     | 05/09/2019 | 10,000,000            | 9,999                 | 0.77                     |
| Societe Generale   | 0.7800     | 12/09/2019 | 10,000,000            | 9,999                 | 0.77                     |
| Societe Generale   | 0.8000     | 08/10/2019 | 10,000,000            | 9,999                 | 0.77                     |
| Societe Generale   | 0.8000     | 21/10/2019 | 10,000,000            | 10,001                | 0.77                     |
| Societe Generale   | 0.8000     | 22/10/2019 | 10,000,000            | 10,001                | 0.77                     |
| Standard Chartered Bank  | 0.8300     | 16/07/2019 | 10,000,000            | 10,000                | 0.77                     |
| Standard Chartered Bank  | 0.8700     | 15/08/2019 | 10,000,000            | 10,001                | 0.77                     |
| Standard Chartered Bank  | 0.9400     | 28/08/2019 | 10,000,000            | 10,003                | 0.78                     |
| Swedbank   | -          | 08/08/2019 | 10,000,000            | 9,993                 | 0.77                     |
| Swedbank   | -          | 07/10/2019 | 10,000,000            | 9,978                 | 0.77                     |
| Swedbank   | -          | 09/10/2019 | 10,000,000            | 9,977                 | 0.77                     |
| Swedbank   | -          | 10/10/2019 | 10,000,000            | 9,978                 | 0.77                     |
| Toronto-Dominion Bank  | 0.8100     | 25/10/2019 | 10,000,000            | 10,002                | 0.77                     |
| <b>Total Money Market Instruments</b>  |            |            |                       | <b>862,123</b>        | <b>66.55</b>             |
| <b>Total Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market</b> |            |            |                       | <b>902,119</b>        | <b>69.63</b>             |
| <b>Total investments</b>   |            |            |                       | <b>902,119</b>        | <b>69.63</b>             |
| <b>Other net assets</b>  |            |            |                       | <b>393,355</b>        | <b>30.37</b>             |
| <b>Total net assets</b>  |            |            |                       | <b>1,295,474</b>      | <b>100.00</b>            |



# Short Duration Sterling Fund

For the year ended 30 June 2019

## Corporate activity

On the effective merger date 5 October 2018, Sterling Short Duration Managed Liquidity Fund, a sub-fund of Standard Life Investments Liquidity plc, (worth GBP 2.3 billion) transferred its net assets through a merger by amalgamation into the Short Duration Sterling Fund. Shareholders involved in the transfer were given either K or Z shares in the Short Duration Sterling Fund, for every 1 share previously held in the Sterling Short Duration Managed Liquidity Fund as follows:

| Standard Life Investments Liquidity Fund plc (Merging Fund) | Share Class | Aberdeen Standard Liquidity Fund (Lux) (Receiving Fund) | Share Class | Contributed net assets ('000) | Merger Ratio |
|---|-------------|---|-------------|-------------------------------|--------------|
| Sterling Short Duration Managed Liquidity Fund              | 0           | Short Duration Sterling Fund                            | Z-2         | £439,635                      | 0.075471     |
| Sterling Short Duration Managed Liquidity Fund              | 1           | Short Duration Sterling Fund                            | Z-2         | £1,757,977                    | 0.084734     |
| Sterling Short Duration Managed Liquidity Fund              | 2           | Short Duration Sterling Fund                            | K-2         | £68,031                       | 0.081643     |
| Sterling Short Duration Managed Liquidity Fund              | 5           | Short Duration Sterling Fund                            | K-1         | £28,978                       | 1.000000     |

## Fund name change

Short Duration Sterling Fund changed name on 21 January 2019 (formerly named Ultra Short Duration Sterling Fund).

## Performance

For the year ended 30 June 2019, the value of the Short Duration Sterling Fund – J Accumulation shares increased by 0.81% compared to an increase of 0.61% for the benchmark, 1 month GBP LIBID.

Source: Aberdeen Standard Investments, Lipper, BNP Paribas.

Basis: Total Return, published NAV to NAV, net of annual charges, gross income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the income from them may fall as well as rise. Investors may not get back the amount originally invested.

## Market review

The pound weakened against most other currencies for much of the review period as little progress was made in Brexit negotiations. The Bank of England (BoE) raised interest rates by 0.25 percentage points to 0.75% at its August meeting, the highest level since 2009. A surge in oil prices pushed inflation higher, up to 2.7% in August from 2.5% in July. Meanwhile, business investment continued to be held back by uncertainty over the UK's future trading relationship with the European Union (EU). In the final three months of 2018, UK Prime Minister Theresa May faced major parliamentary dissent over her proposed Withdrawal Agreement. The Bank of England (BoE) held the base rate at 0.75% in December. It warned about intensifying Brexit uncertainty. While third-quarter GDP growth was strong, at 0.6% quarter-on-quarter, that headline number masked the third consecutive quarter of falling business investment. This is the longest streak of declines since the global financial crisis. Furthermore, the improvement in the purchasing managers' index was widely attributed to stockpiling by manufacturers ahead of Brexit.

The Bank of England left monetary policy on hold during 2019. The February quarterly inflation report revised inflation to slightly above target at 2.1% in 2021, conditional on the current market-implied path of interest rates of one 25 basis point (bps) hike over the next three years. Brexit-related uncertainty was also cited by the BoE as the main reason for revising down its 2019 GDP growth forecasts from 1.7% to 1.2%. As we moved into the second quarter of 2019, the overall tone of BoE actions had a more dovish feel playing up global growth and domestic growth risks. The Bank's programme showed that the Brexit extension has weighed on sentiment, and inflation remains muted. It is becoming more and more difficult to gauge the next direction in rates. External and domestic risks in the form of trade tensions, slowing global activity, Brexit uncertainty and subdued underlying inflation, should keep the Monetary Policy Committee from hiking rates during 2019. Governor Carney recently hinted at a possible departure from its tightening bias, with downside risks rising and uncertainty weighing on the neutral rate.

## Portfolio review

The Monetary Policy Committee (MPC) increased the Bank rate by 25 bps in August to 0.75%. The portfolio performed well with a shortened weighted average maturity (WAM) allowing for the quick reset of the Fund's yield to market levels. Activity was concentrated in extending the Fund's WAM following the rate hike. Money-market instruments with a six-month tenor represented the best relative value opportunity to do this. In September, our positioning in senior and covered floating rate notes (FRN) continued to drive returns. Our short-dated positioning in money-market instruments – commercial paper (CP) and certificates of deposit (CD) – also delivered good returns as short WAM positioning allowed the fund to reset to higher yields after the August interest rate increase. In October, the fund's low WAM allowed continued purchases of short dated money market instruments with terms of three- to six-months

at the new higher yield levels, adding incremental returns. In short-dated credit, new FRN issuance pricing was adjusted to better reflect the spreads available further out the curve as demand and supply factors worked in tandem.

The Fund merged with the SLI £ Short Duration Managed Liquidity Fund at the start of October. This created some changes to asset allocation within the vehicle, but allocation and positioning remains in line with the target strategy. We have a larger allocation to asset-backed securities following the merger. The positions added were all from strong prime residential mortgage-backed securities, card and large auto issuers already or previously held by the Fund. In November, strong positioning in fixed rate money market instruments and short dated unsecured credit drove returns, but the negative contribution from asset-backed securities detracted. The Fund concentrated activity in six- to 12-month tenors, locking in the higher spreads and fixed yields available. In December, slowing global growth, geopolitical tensions, the normalisation of monetary policy and tensions surrounding Brexit, caused volatility. While credit markets were weak, the strong credit quality and limited weighted average life of portfolio positions limited the impact on the Fund.

During the first three months of 2019, weaker data, slowing global growth expectations and Brexit uncertainty resulted in sterling money-market yield levels moving lower while the curve flattened. The Fund continued to add allocation to longer-dated fixed-rate money-market assets capturing higher yields and the WAM was traded higher to close the period at 74 days. Short-dated credit markets performed well. Our overall positioning in FRNs and asset-backed securities remained stable, with allocations to both adding positive incremental returns through carry and spread tightening. Performance was strong as fund positioning and stock selection boosted returns. Against a backdrop of lower yields in the sterling market, the Fund maintained its gross redemption yield at levels above 1% and delivered performance ahead of benchmark in the quarter to March.

Yields continued their descent between April and June as trade tensions escalated, growth outlooks were tempered and Brexit uncertainties were pushed forward to a new deadline of 31 October. The Sterling money market curve flattened considerably with three-month and one-year Libor levels moving seven basis points (bps) and 11 bps lower respectively. Trading activity was concentrated in two areas. The first was increasing the duration of the fixed-rate money-market assets within the portfolio through investment in six-, nine- and 12-month CP, CDs and bonds. The second was the addition of new issue FRNs, in high-quality bank and sovereigns, supnationals and agency names, thereby capturing available carry over their relevant indices. Fund performance was ahead of benchmark during the second quarter as positioning in highly-rated credit and fixed rate money market instruments continued to deliver steady returns. Against a backdrop of lower yields in the sterling market, the Fund maintained its gross redemption yield at levels above 1%.

#### Outlook

Clouds continue to gather from a global economic perspective and we have seen markets price in easier monetary policy for a number of economies. In particular, global trade tensions heightened during the quarter as US President Trump talked of the imposition of further tariffs. While not directly affected by these tariffs, the UK faces the knock-on effects of weakening sentiment globally and

from slowing growth. In addition to the global backdrop, the UK outlook remains captured by the ongoing twists and turns of the Brexit withdrawal process. UK data and business/consumer sentiment have been weakened by these factors and consequently expected growth rates have fallen. Market rates have increased the probability of a cut in interest rates. Longer-dated money market securities continue to show some value and we seek to maintain the WAM in the third quarter of 2019, subject to pricing. The Fund maintains its cautious positioning with emphasis placed on ensuring stable returns with limited volatility at this juncture.

#### Money Markets Team

July 2019

**Statement of Net Assets**

As at 30 June 2019

|   | Notes | £'000            |
|---|-------|------------------|
| <b>Assets</b>                             |       |                  |
| Investments in securities at market value | 2.2   | 5,363,618        |
| Cash at bank and cash equivalents         |       | 65,094           |
| Interest and dividends receivable         |       | 11,145           |
| Subscriptions receivable                  |       | 24,048           |
| Other assets                              |       | 148              |
| <b>Total assets</b>                       |       | <b>5,464,053</b> |
| <b>Liabilities</b>                        |       |                  |
| Payable for investments purchased         |       | (49,723)         |
| Taxes and expenses payable                |       | (769)            |
| Redemptions payable                       |       | (166,546)        |
| Other liabilities                         |       | (37)             |
| <b>Total liabilities</b>                  |       | <b>(217,075)</b> |
| <b>Net assets at the end of the year</b>  |       | <b>5,246,978</b> |

**Statement of Changes in Net Assets**

For the year from 1 July 2018 to 30 June 2019

|  | Notes | £'000            |
|--|-------|------------------|
| Net assets at the beginning of the year  |       | 4,593,739        |
| Net gains from investment                |       | 57,150           |
| Net realised losses                      |       | (80)             |
| Net unrealised losses                    |       | (2,804)          |
| Proceeds from shares issued <sup>A</sup> |       | 3,050,466        |
| Payments for shares redeemed             |       | (2,450,879)      |
| Net equalisation paid                    | 10    | (388)            |
| Dividends paid                           | 5     | (226)            |
| <b>Net assets at the end of the year</b> |       | <b>5,246,978</b> |

<sup>A</sup> Includes assets transferred from the merger of Sterling Short Duration Managed Liquidity Fund, a sub-fund of Standard Life Investments Liquidity plc, on 5 October 2018 of £2,294,620,859.

**Share Transactions**

For the year from 1 July 2018 to 30 June 2019

|  | J-2             | K-1 <sup>A</sup> | K-2              | Z-2               |
|--|-----------------|------------------|------------------|-------------------|
| Shares outstanding at the beginning of the year  | 302,857         | -                | 6,017,008        | 28,672,153        |
| Shares issued during the year                    | 220,635         | 4,976,680        | 1,719,870        | 20,836,639        |
| Shares redeemed during the year                  | 280,935         | -                | 4,603,764        | 13,832,529        |
| <b>Shares outstanding at the end of the year</b> | <b>242,557</b>  | <b>4,976,680</b> | <b>3,133,115</b> | <b>35,676,263</b> |
| <b>Net asset value per share</b>                 | <b>104.6229</b> | <b>9.9815</b>    | <b>128.7669</b>  | <b>133.6599</b>   |

<sup>A</sup> Share class launched 8 October 2018.

The accompanying notes form an integral part of these financial statements.

**Statement of Operations**

For the year from 1 July 2018 to 30 June 2019

|  | Notes | £'000          |
|--|-------|----------------|
| <b>Income</b>  |       |                |
| Investment income  | 2.3   | 58,621         |
| Bank interest  |       | 317            |
| <b>Total income</b>  |       | <b>58,938</b>  |
| <b>Expenses</b>  |       |                |
| Management fees  | 4.1   | (961)          |
| Administration fees  | 4.2   | (167)          |
| Depositary fees  | 4.3   | (356)          |
| Domiciliary agent, registrar, paying and transfer agent fees | 4.4   | (172)          |
| Management Company fees                                      | 4.5   | (141)          |
| Operational expenses   | 4.6   | (119)          |
| Expense cap refunded by the Investment Manager               | 4.8   | 669            |
| Annual tax   | 4.9   | (541)          |
| <b>Total expenses</b>  |       | <b>(1,788)</b> |
| <b>Net gains from investments</b>                            |       | <b>57,150</b>  |
| Realised losses on investments                               |       | (80)           |
| <b>Net realised losses</b>                                   |       | <b>(80)</b>    |
| Decrease in unrealised appreciation on investments           |       | (2,804)        |
| <b>Net unrealised losses</b>                                 |       | <b>(2,804)</b> |
| <b>Net increase in assets as a result of operations</b>      |       | <b>54,266</b>  |

## Portfolio Statement

As at 30 June 2019

| Security  | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value<br>£'000 | Total Net<br>Assets<br>% |
|---|------------|------------|-----------------------|-----------------------|--------------------------|
| <b>Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market 99.35%</b> |            |            |                       |                       |                          |
| <b>Bonds 60.14%</b>   |            |            |                       |                       |                          |
| ABN AMRO Bank (EMTN)  | FRN        | 29/05/2020 | 25,000,000            | 25,012                | 0.48                     |
| Albion (REGS)   | FRN        | 17/11/2058 | 10,046,904            | 10,074                | 0.19                     |
| ASB Finance (EMTN)  | FRN        | 22/05/2020 | 80,000,000            | 80,130                | 1.53                     |
| Australia & New Zealand Banking Group (EMTN)  | FRN        | 27/11/2019 | 37,700,000            | 37,699                | 0.72                     |
| Australia & New Zealand Banking Group (EMTN)  | FRN        | 22/03/2021 | 72,500,000            | 72,515                | 1.38                     |
| Australia & New Zealand Banking Group (EMTN)  | FRN        | 24/01/2022 | 40,865,000            | 41,128                | 0.78                     |
| Bank of Montreal (EMTN)   | FRN        | 20/07/2020 | 56,507,000            | 56,542                | 1.08                     |
| Bank of Nova Scotia (EMTN)  | FRN        | 30/10/2019 | 50,000,000            | 50,002                | 0.95                     |
| Bank of Nova Scotia (EMTN)  | FRN        | 09/11/2019 | 40,000,000            | 40,003                | 0.76                     |
| Banque Federative du Credit Mutuel (EMTN)   | FRN        | 31/07/2019 | 71,100,000            | 71,114                | 1.36                     |
| Banque Federative du Credit Mutuel (EMTN)   | FRN        | 16/01/2020 | 30,000,000            | 30,006                | 0.57                     |
| Banque Federative du Credit Mutuel (EMTN)   | 0.8750     | 08/06/2020 | 10,000,000            | 9,975                 | 0.19                     |
| Banque Federative du Credit Mutuel (EMTN)   | FRN        | 07/02/2021 | 20,000,000            | 20,045                | 0.38                     |
| Barclays Bank UK (EMTN)   | FRN        | 22/05/2020 | 32,993,000            | 33,025                | 0.63                     |
| BMW International Investment (EMTN)   | FRN        | 17/07/2019 | 41,500,000            | 41,502                | 0.79                     |
| BMW International Investment (EMTN)   | FRN        | 04/12/2019 | 45,500,000            | 45,483                | 0.87                     |
| BMW International Investment (EMTN)   | FRN        | 12/02/2020 | 28,000,000            | 27,979                | 0.53                     |
| BNZ International Funding (GMTN)  | FRN        | 11/09/2019 | 17,400,000            | 17,407                | 0.33                     |
| BNZ International Funding (GMTN)  | FRN        | 12/01/2020 | 36,400,000            | 36,476                | 0.70                     |
| Bumper Finance (REGS)   | FRN        | 20/11/2027 | 3,534,049             | 3,551                 | 0.07                     |
| C.I.B.C. (EMTN)   | FRN        | 08/11/2019 | 71,200,000            | 71,201                | 1.36                     |
| C.I.B.C. (EMTN)   | FRN        | 29/06/2020 | 25,000,000            | 25,000                | 0.48                     |
| Charter Mortgage Funding (REGS)   | FRN        | 12/06/2054 | 5,330,275             | 5,320                 | 0.10                     |
| Commonwealth Bank of Australia (EMTN)   | FRN        | 14/11/2019 | 49,500,000            | 49,503                | 0.94                     |
| Commonwealth Bank of Australia (REGS)   | FRN        | 12/07/2021 | 20,000,000            | 20,027                | 0.38                     |
| Cooperatieve Rabobank (EMTN)  | FRN        | 06/12/2019 | 36,000,000            | 36,001                | 0.69                     |
| Cooperatieve Rabobank (EMTN)  | FRN        | 16/01/2020 | 70,000,000            | 70,009                | 1.33                     |
| Darrowby (REGS)   | FRN        | 20/08/2048 | 10,557,327            | 10,615                | 0.20                     |
| DNB Bank (EMTN)   | 4.2500     | 27/01/2020 | 10,900,000            | 11,102                | 0.21                     |
| DNB Boligkreditt (REGS)   | FRN        | 17/02/2020 | 1,730,000             | 1,732                 | 0.03                     |
| Driver UK Multi-Compartment (REGS)  | FRN        | 25/02/2026 | 8,787,845             | 8,796                 | 0.17                     |
| Duncan Funding (REGS)   | FRN        | 17/04/2063 | 10,099,488            | 10,123                | 0.19                     |
| E-Carat (REGS)  | FRN        | 18/03/2024 | 1,762,191             | 1,770                 | 0.03                     |
| E-Carat (REGS)  | FRN        | 18/11/2024 | 1,188,054             | 1,193                 | 0.02                     |
| E-Carat (REGS)  | FRN        | 18/01/2025 | 6,266,237             | 6,269                 | 0.12                     |
| Euroclear Bank (EMTN)   | FRN        | 03/10/2019 | 26,500,000            | 26,504                | 0.51                     |
| First Abu Dhabi Bank (EMTN)   | FRN        | 18/04/2020 | 35,000,000            | 35,000                | 0.67                     |

| Security  | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value<br>£'000 | Total Net<br>Assets<br>% |
|---|------------|------------|-----------------------|-----------------------|--------------------------|
| Globaldrive Auto Receivables UK (REGS)              | FRN        | 20/06/2025 | 6,430,574             | 6,444                 | 0.12                     |
| Gosforth Funding (REGS)                             | FRN        | 19/10/2056 | 13,811,064            | 13,845                | 0.26                     |
| Gosforth Funding (REGS)                             | FRN        | 15/02/2058 | 1,450,234             | 1,452                 | 0.03                     |
| Gosforth Funding (REGS)                             | FRN        | 24/07/2058 | 2,242,084             | 2,249                 | 0.04                     |
| Gosforth Funding (REGS)                             | FRN        | 25/08/2060 | 19,023,772            | 19,041                | 0.36                     |
| Gracechurch Card Funding (REGS)                     | FRN        | 15/07/2021 | 104,709,000           | 104,848               | 2.00                     |
| Holmes Master Issuer (REGS)                         | FRN        | 15/07/2021 | 23,100,000            | 23,201                | 0.44                     |
| Holmes Master Issuer (REGS)                         | FRN        | 15/10/2054 | 19,464,286            | 19,472                | 0.37                     |
| Holmes Master Issuer (REGS)                         | FRN        | 15/10/2054 | 45,000,000            | 44,551                | 0.85                     |
| Holmes Master Issuer (REGS)                         | FRN        | 15/10/2054 | 46,500,000            | 46,197                | 0.88                     |
| HSBC Bank (EMTN)                                    | FRN        | 09/03/2020 | 139,500,000           | 139,505               | 2.66                     |
| HSBC Bank (EMTN)                                    | FRN        | 18/03/2020 | 32,200,000            | 32,199                | 0.61                     |
| HSBC UK Bank (EMTN)                                 | FRN        | 27/06/2020 | 28,000,000            | 27,974                | 0.53                     |
| ING Bank (EMTN)                                     | FRN        | 14/11/2020 | 39,500,000            | 39,570                | 0.75                     |
| International Bank for Reconstruction & Development | FRN        | 13/12/2022 | 31,808,000            | 31,809                | 0.61                     |
| IXIS Corporate & Investment Bank (EMTN)             | 5.8750     | 24/02/2020 | 37,403,000            | 38,542                | 0.73                     |
| JP Morgan Chase Bank (EMTN)                         | FRN        | 10/05/2021 | 75,000,000            | 75,106                | 1.43                     |
| Lanark (REGS)                                       | FRN        | 22/12/2069 | 6,243,750             | 6,243                 | 0.12                     |
| Lanark (REGS)                                       | FRN        | 22/12/2069 | 54,000,000            | 53,766                | 1.03                     |
| Lloyds Bank (REGS)                                  | FRN        | 16/01/2020 | 21,587,000            | 21,607                | 0.41                     |
| Lloyds Bank (EMTN)                                  | FRN        | 10/01/2021 | 37,500,000            | 37,494                | 0.71                     |
| Lloyds Bank (EMTN)                                  | FRN        | 13/09/2021 | 20,000,000            | 20,024                | 0.38                     |
| Lloyds Bank (REGS)                                  | FRN        | 16/05/2024 | 14,400,000            | 14,429                | 0.28                     |
| National Australia Bank (EMTN)                      | FRN        | 29/11/2019 | 40,000,000            | 40,002                | 0.76                     |
| National Australia Bank (GMTN)                      | 1.8750     | 20/02/2020 | 10,245,000            | 10,301                | 0.20                     |
| National Australia Bank (GMTN)                      | FRN        | 17/07/2020 | 33,000,000            | 33,037                | 0.63                     |
| National Australia Bank (EMTN)                      | FRN        | 24/04/2021 | 60,000,000            | 59,966                | 1.14                     |
| Nationwide Building Society (EMTN)                  | 5.6250     | 09/09/2019 | 3,000,000             | 3,026                 | 0.06                     |
| Nordea Bank (EMTN)                                  | 2.1250     | 13/11/2019 | 1,600,000             | 1,607                 | 0.03                     |
| OP Corporate Bank (EMTN)                            | FRN        | 28/02/2020 | 35,000,000            | 35,009                | 0.67                     |
| OP Corporate Bank (EMTN)                            | FRN        | 15/03/2020 | 56,000,000            | 56,013                | 1.07                     |
| OP Corporate Bank (EMTN)                            | FRN        | 30/05/2021 | 45,000,000            | 44,906                | 0.86                     |
| Orbita Funding (REGS)                               | FRN        | 14/07/2023 | 188,568               | 189                   | 0.00                     |
| Orbita Funding (REGS)                               | FRN        | 16/10/2024 | 9,287,311             | 9,299                 | 0.18                     |
| Penarth Master Issuer (REGS)                        | FRN        | 18/03/2022 | 31,300,000            | 31,329                | 0.60                     |
| Penarth Master Issuer (REGS)                        | FRN        | 18/03/2025 | 45,000,000            | 44,145                | 0.84                     |
| Permanent Master Issuer (REGS)                      | FRN        | 15/07/2058 | 64,080,000            | 63,975                | 1.22                     |
| Permanent Master Issuer (REGS)                      | FRN        | 15/07/2058 | 46,000,000            | 46,092                | 0.88                     |
| Royal Bank of Canada (EMTN)                         | FRN        | 08/06/2021 | 45,000,000            | 45,043                | 0.86                     |
| Santander UK (REGS)                                 | FRN        | 08/07/2019 | 13,256,000            | 13,257                | 0.25                     |
| Santander UK (EMTN)                                 | 1.8750     | 17/02/2020 | 17,593,000            | 17,674                | 0.34                     |

| Security                               | Coupon (%) | Maturity   | Nominal / Quantity | Market Value £'000 | Total Net Assets % |
|--|------------|------------|--------------------|--------------------|--------------------|
| Santander UK (EMTN)                    | FRN        | 27/02/2020 | 25,000,000         | 25,004             | 0.48               |
| Santander UK (REGS)                    | FRN        | 05/05/2020 | 50,600,000         | 50,666             | 0.97               |
| Santander UK (REGS)                    | FRN        | 13/04/2021 | 40,000,000         | 40,017             | 0.76               |
| Silver Arrow Compartment (REGS)        | FRN        | 20/07/2023 | 816,757            | 818                | 0.02               |
| Silver Arrow Compartment (REGS)        | FRN        | 20/06/2024 | 22,075,343         | 22,119             | 0.42               |
| Silverstone (REGS)                     | FRN        | 21/01/2070 | 54,120,000         | 54,286             | 1.04               |
| Silverstone (REGS)                     | FRN        | 21/01/2070 | 32,000,000         | 31,686             | 0.60               |
| Skandinaviska Enskilda Banken (EMTN)   | FRN        | 22/03/2021 | 12,245,000         | 12,246             | 0.23               |
| Sumitomo Mitsui Banking (EMTN)         | FRN        | 07/09/2020 | 38,000,000         | 38,008             | 0.72               |
| Swedbank (GMTN)                        | FRN        | 02/12/2019 | 120,500,000        | 120,618            | 2.30               |
| Swedbank (GMTN)                        | FRN        | 14/06/2021 | 15,000,000         | 14,998             | 0.29               |
| Toronto-Dominion Bank (EMTN)           | FRN        | 07/06/2021 | 45,614,000         | 45,643             | 0.87               |
| Toronto-Dominion Bank (EMTN)           | FRN        | 24/06/2022 | 37,210,000         | 37,233             | 0.71               |
| Toyota Motor Finance (EMTN)            | FRN        | 06/08/2019 | 10,000,000         | 10,000             | 0.19               |
| Toyota Motor Finance (EMTN)            | FRN        | 30/09/2019 | 28,500,000         | 28,493             | 0.54               |
| Turbo Finance (REGS)                   | FRN        | 20/06/2023 | 2,156,668          | 2,159              | 0.04               |
| Westpac Banking (EMTN)                 | 5.0000     | 21/10/2019 | 4,000,000          | 4,049              | 0.08               |
| Westpac Banking (EMTN)                 | FRN        | 05/12/2019 | 40,000,000         | 40,002             | 0.76               |
| Westpac Banking (EMTN)                 | FRN        | 10/01/2020 | 26,000,000         | 26,002             | 0.50               |
| Westpac Banking (EMTN)                 | FRN        | 03/04/2020 | 37,400,000         | 37,403             | 0.71               |
| <b>Total Bonds</b>                     |            |            |                    | <b>3,155,721</b>   | <b>60.14</b>       |
| <b>Money Market Instruments 39.21%</b> |            |            |                    |                    |                    |
| Bank of America                        | 0.9800     | 06/09/2019 | 41,000,000         | 41,014             | 0.78               |
| Banque Federative du Credit Mutuel     | -          | 23/03/2020 | 25,000,000         | 24,835             | 0.47               |
| Barclays Bank                          | 0.9700     | 12/03/2020 | 40,000,000         | 39,992             | 0.76               |
| BNP Paribas                            | 1.0100     | 08/08/2019 | 30,000,000         | 30,008             | 0.57               |
| BNP Paribas                            | 1.2500     | 03/01/2020 | 30,000,000         | 30,052             | 0.57               |
| BNP Paribas                            | 1.2400     | 09/01/2020 | 25,000,000         | 25,043             | 0.48               |
| BNP Paribas                            | 1.2700     | 16/01/2020 | 25,000,000         | 25,048             | 0.48               |
| BNP Paribas                            | 1.2600     | 29/01/2020 | 25,000,000         | 25,049             | 0.48               |
| BNP Paribas                            | 1.1300     | 13/03/2020 | 40,000,000         | 40,053             | 0.76               |
| BRED Banque Populaire                  | -          | 04/07/2019 | 25,000,000         | 24,997             | 0.48               |
| BRED Banque Populaire                  | -          | 13/08/2019 | 50,000,000         | 49,952             | 0.95               |
| China Construction Bank                | 1.0200     | 03/07/2019 | 25,000,000         | 25,001             | 0.48               |
| China Construction Bank                | 1.0200     | 04/07/2019 | 25,000,000         | 25,001             | 0.48               |
| Euroclear Bank                         | -          | 05/08/2019 | 25,000,000         | 24,980             | 0.48               |
| First Abu Dhabi Bank                   | 1.0400     | 05/07/2019 | 60,000,000         | 60,003             | 1.15               |
| First Abu Dhabi Bank                   | 1.0400     | 04/09/2019 | 50,000,000         | 50,024             | 0.95               |
| First Abu Dhabi Bank                   | 1.0300     | 31/10/2019 | 50,000,000         | 50,032             | 0.95               |
| First Abu Dhabi Bank                   | 1.0000     | 13/11/2019 | 40,000,000         | 40,020             | 0.76               |

| Security   | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value<br>£'000 | Total Net<br>Assets<br>% |
|--|------------|------------|-----------------------|-----------------------|--------------------------|
| Goldman Sachs International Bank   | 0.9150     | 13/11/2019 | 49,000,000            | 49,011                | 0.94                     |
| Goldman Sachs International Bank   | 0.9000     | 11/12/2019 | 40,000,000            | 40,003                | 0.76                     |
| Goldman Sachs International Bank   | 0.9400     | 16/12/2019 | 25,000,000            | 25,006                | 0.48                     |
| HSBC Bank  | 0.9300     | 09/09/2019 | 50,000,000            | 50,013                | 0.95                     |
| Industrial & Commercial Bank of China  | -          | 02/01/2020 | 50,000,000            | 49,723                | 0.95                     |
| ING Bank   | -          | 24/09/2019 | 35,000,000            | 34,927                | 0.67                     |
| ING Bank   | -          | 06/03/2020 | 40,000,000            | 39,748                | 0.76                     |
| ING Bank   | -          | 24/03/2020 | 25,000,000            | 24,830                | 0.47                     |
| JP Morgan Securities   | -          | 21/08/2019 | 11,500,000            | 11,487                | 0.22                     |
| Korea Development Bank   | 0.8800     | 26/11/2019 | 39,000,000            | 39,003                | 0.74                     |
| Legal & General Finance  | -          | 03/12/2019 | 56,000,000            | 55,782                | 1.06                     |
| Lloyds Bank Corporate Markets  | 1.0100     | 06/09/2019 | 30,000,000            | 30,011                | 0.57                     |
| LMA  | -          | 03/07/2019 | 50,000,000            | 49,995                | 0.95                     |
| Mizuho Bank  | 1.0000     | 09/09/2019 | 50,000,000            | 50,021                | 0.95                     |
| Nationwide Building Society  | 0.9100     | 08/07/2019 | 44,000,000            | 44,001                | 0.84                     |
| Natixis  | 0.9000     | 01/11/2019 | 50,000,000            | 49,856                | 0.95                     |
| Natixis  | 0.9100     | 02/12/2019 | 50,000,000            | 49,817                | 0.95                     |
| OP Corporate Bank  | -          | 10/02/2020 | 20,000,000            | 19,886                | 0.38                     |
| Rabobank International   | 1.0000     | 19/08/2019 | 45,000,000            | 45,014                | 0.86                     |
| Rabobank International   | 1.1700     | 13/01/2020 | 25,000,000            | 25,049                | 0.48                     |
| Skandinaviska Enskilda Banken  | 1.1800     | 07/01/2020 | 32,000,000            | 32,066                | 0.61                     |
| Societe Generale   | 1.0700     | 06/08/2019 | 50,000,000            | 50,014                | 0.95                     |
| Standard Chartered Bank  | 1.0150     | 12/08/2019 | 35,000,000            | 35,010                | 0.67                     |
| Standard Chartered Bank  | 1.0000     | 19/08/2019 | 40,000,000            | 40,012                | 0.76                     |
| Sumitomo Mitsui Trust Bank   | 1.0000     | 13/08/2019 | 50,000,000            | 50,017                | 0.95                     |
| Sumitomo Mitsui Trust Bank   | -          | 03/12/2019 | 50,000,000            | 49,819                | 0.95                     |
| Svenska Handelsbanken  | 1.0000     | 12/08/2019 | 47,000,000            | 47,014                | 0.90                     |
| Svenska Handelsbanken  | 1.0000     | 30/08/2019 | 44,000,000            | 44,017                | 0.84                     |
| Svenska Handelsbanken  | 0.9000     | 21/11/2019 | 50,000,000            | 50,007                | 0.95                     |
| Toronto-Dominion Bank  | 1.1000     | 09/09/2019 | 43,500,000            | 43,527                | 0.83                     |
| Toronto-Dominion Bank  | 1.1700     | 03/01/2020 | 25,000,000            | 25,034                | 0.48                     |
| UBS  | 1.1400     | 04/10/2019 | 30,000,000            | 30,025                | 0.57                     |
| Wells Fargo Bank   | 1.0800     | 09/07/2019 | 46,500,000            | 46,505                | 0.89                     |
| Wells Fargo Bank   | 0.9300     | 11/11/2019 | 40,000,000            | 40,011                | 0.76                     |
| Wells Fargo Bank   | 0.8500     | 13/12/2019 | 60,000,000            | 59,990                | 1.14                     |
| <b>Total Money Market Instruments</b>  |            |            |                       | <b>2,057,355</b>      | <b>39.21</b>             |
| <b>Total Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market</b> |            |            |                       | <b>5,213,076</b>      | <b>99.35</b>             |



| Security  | Coupon (%) | Maturity | Nominal /<br>Quantity | Market Value<br>£'000 | Total Net<br>Assets<br>% |
|---|------------|----------|-----------------------|-----------------------|--------------------------|
| <b>Collective Investment Schemes 2.87%</b>                            |            |          |                       |                       |                          |
| Aberdeen Standard Liquidity Fund Lux - Sterling Fund Z-3 <sup>†</sup> |            |          | 150,542               | 150,542               | 2.87                     |
| <b>Total investments</b>  |            |          |                       | 5,363,618             | 102.22                   |
| <b>Other net assets</b>   |            |          |                       | (116,640)             | (2.22)                   |
| <b>Total net assets</b>   |            |          |                       | 5,246,978             | 100.00                   |

<sup>†</sup> Managed by subsidiaries of Aberdeen Asset Management PLC.



## Sterling Fund

For the year ended 30 June 2019

### Corporate activity

On the effective merger date 5 October 2018, Sterling Liquidity Fund, a sub-fund of Standard Life Investments Liquidity Fund plc, (worth GBP 12.1 billion) transferred its net assets through a merger by amalgamation into the Sterling Fund. Shareholders involved in the transfer were given either K, L or Z shares in the Sterling Fund, for every 1 share previously held in the Sterling Liquidity Fund as follows:

| Standard Life Investments Liquidity Fund plc (Merging Fund) | Share Class | Aberdeen Standard Liquidity Fund (Lux) (Receiving Fund) | Share Class | Contributed net assets ('000) | Merger Ratio |
|---|-------------|---|-------------|-------------------------------|--------------|
| Sterling Liquidity Fund                                     | 0           | Sterling Fund   | Z-1         | £8,412,044                    | 0.001000     |
| Sterling Liquidity Fund                                     | 1           | Sterling Fund   | Z-1         | £1,319,180                    | 0.001000     |
| Sterling Liquidity Fund                                     | 2           | Sterling Fund   | L-1         | £2,118,291                    | 1.000000     |
| Sterling Liquidity Fund                                     | 3           | Sterling Fund   | K-1         | £71,827                       | 1.000000     |
| Sterling Liquidity Fund                                     | 7           | Sterling Fund   | L-1         | £8,726                        | 1.000000     |
| Sterling Liquidity Fund                                     | 9           | Sterling Fund   | Z-2         | £167,106                      | 1.000000     |

### Performance

For the year ended 30 June 2019, the value of the Sterling Fund – A Accumulation shares increased by 0.59% compared to an increase of 0.56% for the benchmark, 7 day GBP LIBID.

Source: Aberdeen Standard Investments, Lipper, BNP Paribas.

Basis: Total Return, published NAV to NAV, net of annual charges, gross income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the income from them may fall as well as rise. Investors may not get back the amount originally invested.

### Market review

The pound weakened against most other currencies for much of the review period as little progress was made in Brexit negotiations. The Bank of England (BoE) raised interest rates by 0.25 percentage points to 0.75% at its August meeting, the highest level since 2009. A surge in oil prices pushed inflation higher, up to 2.7% in August from 2.5% in July. Meanwhile, business investment continued to be held back by uncertainty over the UK's future trading relationship with the European Union (EU). In the final three months of 2018, UK Prime Minister Theresa May faced major parliamentary dissent over her proposed Withdrawal Agreement. The Bank of England (BoE) held the base rate at 0.75% in December. It warned about intensifying Brexit uncertainty. While third-quarter GDP growth was strong, at 0.6% quarter-on-quarter, that headline number masked the third consecutive quarter of falling business investment. This is the longest streak of declines since the global financial crisis. Furthermore, the improvement in the purchasing managers' index was widely attributed to stockpiling by manufacturers ahead of Brexit.

The Bank of England left monetary policy on hold during 2019. The February quarterly inflation report revised inflation to slightly above target at 2.1% in 2021, conditional on the current market-implied path of interest rates of one 25 basis point hike over the next three years. Brexit-related uncertainty was also cited by the BoE as the main reason for revising down its 2019 GDP growth forecasts from

1.7% to 1.2%. As we moved into the second quarter of 2019, the overall tone of BoE actions had a more dovish feel playing up global growth and domestic growth risks. The Bank's programme showed that the Brexit extension has weighed on sentiment, and inflation remains muted. It is becoming more and more difficult to gauge the next direction in rates. External and domestic risks in the form of trade tensions, slowing global activity, Brexit uncertainty and subdued underlying inflation, should keep the Monetary Policy Committee (MPC) from hiking rates during 2019. Governor Carney recently hinted at a possible departure from its tightening bias, with downside risks rising and uncertainty weighing on the neutral rate.

### Portfolio review

The Fund's weighted average maturity (WAM) was increased in September, as short-dated money market instruments were rolled into new positions with a three- to six-month tenor. The sterling money-market curve had little priced in terms of future interest rate moves; accordingly, we sought performance through careful management of issuer and term exposure. We were conscious of the potential for an escalation of year-end funding pressures, so we looked to manage our exposures around certain key dates to ensure robust positioning and strong liquidity. The sterling money-market curve began to show better value towards the end of December (albeit from a low base), with LIBOR and issuance levels picking up further. We purchased one-year floating rate notes as their pricing was favourable and portfolio weightings were light. Increasing the WAM further was beneficial.

The WAM was increased to 49 days in the first quarter of 2019. The Fund performed very well over the three months to 31 March, with holdings of short-term commercial paper and weekly deposits continuing to underpin returns and ensure liquidity. At the end of June, the NAV of the Fund stood at £28.1bn and the WAM remained steady at 49 days. The Fund's strong performance continued in the final three months of the review period.

Holdings of short-term commercial paper and weekly deposits continued to underpin returns and ensure liquidity. The Fund ended June well positioned within short-dated reverse repo and overnight deposits, thus ensuring that all minimum cash ratios were comfortably maintained. Capital preservation and solid liquidity remain key monitors for the Fund over the current period.

#### Outlook

As expected, the Bank of England kept rates unchanged at 0.75% at its June meeting. There were no dissenters, even though there had been some speculation of a split vote. The statement notes that the downside risks to growth have increased due to trade tensions and Brexit uncertainties. The MPC also expects inflation to fall below the 2% target later this year. Given the uncertainty, the likelihood of a rate hike over the next six months is deemed low so our focus will be on maintaining the WAM at a higher level with a regular maturity ladder to manage liquidity. The portfolio as always will continue to be invested in high-quality liquid assets – while monitoring NAV volatility closely.

#### Money Markets Team

July 2019

**Statement of Net Assets**

As at 30 June 2019

|  | Notes | £'000              |
|--|-------|--------------------|
| <b>Assets</b>  |       |                    |
| Investments in securities at market value/amortised cost | 2.2   | 22,613,456         |
| Cash at bank and cash equivalents                        |       | 4,740,946          |
| Interest receivable                                      |       | 28,063             |
| Receivable on reverse repurchase agreements              |       | 1,900,000          |
| Other assets   |       | 602                |
| <b>Total assets</b>                                      |       | <b>29,283,067</b>  |
| <b>Liabilities</b>                                       |       |                    |
| Payable for investments purchased                        |       | (1,149,816)        |
| Taxes and expenses payable                               |       | (3,532)            |
| Other liabilities  |       | (17,911)           |
| <b>Total liabilities</b>                                 |       | <b>(1,171,259)</b> |
| <b>Net assets at the end of the year</b>                 |       | <b>28,111,808</b>  |

**Statement of Changes in Net Assets**

For the year from 1 July 2018 to 30 June 2019

|  | Notes | £'000             |
|--|-------|-------------------|
| Net assets at the beginning of the year  |       | 15,135,206        |
| Net gains from investment                |       | 183,740           |
| Net unrealised gains                     |       | 1,152             |
| Proceeds from shares issued <sup>A</sup> |       | 150,350,676       |
| Payments for shares redeemed             |       | (137,376,725)     |
| Net equalisation received                | 10    | 98                |
| Dividends paid                           | 5     | (182,339)         |
| <b>Net assets at the end of the year</b> |       | <b>28,111,808</b> |

<sup>A</sup> Includes assets transferred from the merger of Sterling Liquidity Fund, a sub-fund of Standard Life Investments Liquidity Fund plc, on 5 October 2018 of £12,097,174,022.

**Share Transactions**

For the year from 1 July 2018 to 30 June 2019

|  | A-2               | I-2               | I-3               | J-3                | K-1               |
|--|-------------------|-------------------|-------------------|--------------------|-------------------|
| Shares outstanding at the beginning of the year  | 13,291            | 1,906             | 4,529,979         | 1,127,293,091      | 6,416,963         |
| Shares issued during the year                    | 7,805             | 1,837             | 14,602,916        | 2,149,399,858      | 781,205,631       |
| Shares redeemed during the year                  | 5,291             | 862               | 15,311,018        | 2,794,629,817      | 694,319,158       |
| <b>Shares outstanding at the end of the year</b> | <b>15,805</b>     | <b>2,881</b>      | <b>3,821,877</b>  | <b>482,063,132</b> | <b>93,303,436</b> |
| <b>Net asset value per share</b>                 | <b>4,820.2322</b> | <b>1,156.7858</b> | <b>1,000.0564</b> | <b>1.0000</b>      | <b>1.0001</b>     |

**Statement of Operations**

For the year from 1 July 2018 to 30 June 2019

|  | Notes | £'000           |
|--|-------|-----------------|
| <b>Income</b>  |       |                 |
| Investment income  | 2.3   | 194,351         |
| Bank interest  |       | 2,942           |
| Reverse repurchase agreement income                          |       | 7,002           |
| <b>Total income</b>  |       | <b>204,295</b>  |
| <b>Expenses</b>  |       |                 |
| Management fees  | 4.1   | (19,637)        |
| Administration fees  | 4.2   | (632)           |
| Depository fees  | 4.3   | (823)           |
| Domiciliary agent, registrar, paying and transfer agent fees | 4.4   | (712)           |
| Management Company fees                                      | 4.5   | (616)           |
| Operational expenses   | 4.6   | (459)           |
| Expense cap refunded by the Investment Manager               | 4.8   | 2,332           |
| Annual tax   | 4.9   | (8)             |
| <b>Total expenses</b>  |       | <b>(20,555)</b> |
| <b>Net gains from investments</b>                            |       | <b>183,740</b>  |
| Increase in unrealised appreciation on investments           |       | 1,152           |
| <b>Net unrealised gains</b>                                  |       | <b>1,152</b>    |
| <b>Net increase in assets as a result of operations</b>      |       | <b>184,892</b>  |

|  | K-3                  | L-1                  | L-3                  | X-2 <sup>A</sup>  | Z-1               |
|--|----------------------|----------------------|----------------------|-------------------|-------------------|
| Shares outstanding at the beginning of the year  | 1,236,631,592        | 101,146,147          | 4,703,945,555        | -                 | 843,676           |
| Shares issued during the year                    | 6,874,882,014        | 24,263,160,488       | 36,827,184,049       | 15,314            | 50,468,512        |
| Shares redeemed during the year                  | 7,075,756,598        | 21,330,153,231       | 34,788,378,974       | 2,682             | 40,939,679        |
| <b>Shares outstanding at the end of the year</b> | <b>1,035,757,008</b> | <b>3,034,153,404</b> | <b>6,742,750,630</b> | <b>12,632</b>     | <b>10,372,509</b> |
| <b>Net asset value per share</b>                 | <b>1.0001</b>        | <b>1.0000</b>        | <b>1.0000</b>        | <b>1,004.2400</b> | <b>1,000.0364</b> |

<sup>A</sup> Share class launched 6 December 2018.

|  | Z-2 <sup>B</sup>   | Z-3               |
|--|--------------------|-------------------|
| Shares outstanding at the beginning of the year  | -                  | 2,520,236         |
| Shares issued during the year                    | 214,168,456        | 14,113,266        |
| Shares redeemed during the year                  | 50,254,067         | 14,363,196        |
| <b>Shares outstanding at the end of the year</b> | <b>163,914,389</b> | <b>2,270,306</b>  |
| <b>Net asset value per share</b>                 | <b>1.0111</b>      | <b>1,000.0557</b> |

<sup>B</sup> Share class launched 8 October 2018.

The accompanying notes form an integral part of these financial statements.

## Portfolio Statement

As at 30 June 2019

| Security  | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value /<br>Amortised Cost<br>£'000 | Total Net<br>Assets<br>% |
|---|------------|------------|-----------------------|---|--------------------------|
| <b>Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market 80.44%</b> |            |            |                       |   |                          |
| <b>Bonds 7.24%</b>  |            |            |                       |   |                          |
| Australia & New Zealand Banking Group (EMTN)  | FRN        | 09/07/2019 | 75,000,000            | 75,000                                    | 0.27                     |
| Australia & New Zealand Banking Group (EMTN)  | FRN        | 12/12/2019 | 100,000,000           | 99,963                                    | 0.35                     |
| Bank of Montreal (EMTN)   | FRN        | 18/09/2019 | 97,500,000            | 97,489                                    | 0.35                     |
| Commonwealth Bank of Australia (EMTN)   | FRN        | 12/07/2019 | 52,800,000            | 52,800                                    | 0.19                     |
| Commonwealth Bank of Australia (EMTN)   | FRN        | 07/01/2020 | 100,000,000           | 99,999                                    | 0.35                     |
| Commonwealth Bank of Australia (EMTN)   | FRN        | 14/01/2020 | 100,000,000           | 100,000                                   | 0.36                     |
| Cooperatieve Rabobank (EMTN)  | FRN        | 06/12/2019 | 100,000,000           | 100,003                                   | 0.36                     |
| Cooperatieve Rabobank (EMTN)  | FRN        | 27/12/2019 | 100,000,000           | 100,037                                   | 0.36                     |
| DBS Bank (EMTN)   | FRN        | 24/10/2019 | 100,000,000           | 99,997                                    | 0.35                     |
| DBS Bank (GMTN)   | FRN        | 07/05/2020 | 92,000,000            | 92,000                                    | 0.33                     |
| First Abu Dhabi Bank (EMTN)   | FRN        | 18/04/2020 | 100,000,000           | 99,999                                    | 0.36                     |
| First Abu Dhabi Bank (EMTN)   | FRN        | 18/04/2020 | 100,000,000           | 100,002                                   | 0.36                     |
| HSBC Bank (EMTN)  | FRN        | 18/03/2020 | 78,700,000            | 78,697                                    | 0.28                     |
| National Australia Bank (EMTN)  | FRN        | 16/12/2019 | 100,000,000           | 100,000                                   | 0.36                     |
| OP Corporate Bank (EMTN)  | FRN        | 14/01/2020 | 100,000,000           | 99,999                                    | 0.35                     |
| OP Corporate Bank (EMTN)  | FRN        | 28/02/2020 | 100,000,000           | 100,027                                   | 0.36                     |
| OP Corporate Bank (EMTN)  | FRN        | 08/04/2020 | 100,000,000           | 99,993                                    | 0.35                     |
| Royal Bank of Canada (REGS)   | FRN        | 24/07/2019 | 22,500,000            | 22,500                                    | 0.08                     |
| Royal Bank of Canada (EMTN)   | FRN        | 13/09/2019 | 60,000,000            | 60,013                                    | 0.21                     |
| Royal Bank of Canada (EMTN)   | FRN        | 11/10/2019 | 42,000,000            | 42,004                                    | 0.15                     |
| Toyota Motor Finance (EMTN)   | FRN        | 06/08/2019 | 15,000,000            | 15,000                                    | 0.05                     |
| Westpac Banking (EMTN)  | FRN        | 05/12/2019 | 100,000,000           | 100,004                                   | 0.36                     |
| Westpac Banking (EMTN)  | FRN        | 13/12/2019 | 100,000,000           | 99,960                                    | 0.35                     |
| Westpac Banking (EMTN)  | FRN        | 09/01/2020 | 100,000,000           | 99,990                                    | 0.35                     |
| <b>Total Bonds</b>  |            |            |                       | <b>2,035,476</b>                          | <b>7.24</b>              |
| <b>Money Market Instruments 73.20%</b>  |            |            |                       |   |                          |
| ABN AMRO Bank   | 0.8400     | 04/07/2019 | 73,000,000            | 73,000                                    | 0.26                     |
| Agence Centrale des Organismes de Securite Sociale  | -          | 08/07/2019 | 250,000,000           | 249,962                                   | 0.89                     |
| Agence Centrale des Organismes de Securite Sociale  | -          | 18/09/2019 | 200,000,000           | 199,695                                   | 0.71                     |
| Antalis   | -          | 04/07/2019 | 130,000,000           | 129,992                                   | 0.46                     |
| Bank of America   | 1.0400     | 01/08/2019 | 100,000,000           | 100,000                                   | 0.36                     |
| Bank of America   | 1.0400     | 02/08/2019 | 100,000,000           | 100,000                                   | 0.36                     |
| Bank of America   | 1.0400     | 06/08/2019 | 100,000,000           | 100,000                                   | 0.36                     |
| Bank of America   | 0.8600     | 05/12/2019 | 64,000,000            | 63,995                                    | 0.23                     |
| Bank of China   | -          | 01/07/2019 | 50,000,000            | 50,000                                    | 0.18                     |

| Security                           | Coupon (%) | Maturity   | Nominal / Quantity | Market Value / Amortised Cost £'000 | Total Net Assets % |
|------------------------------------|------------|------------|--------------------|-------------------------------------|--------------------|
| Bank of China                      | 0.8500     | 01/07/2019 | 100,000,000        | 100,000                             | 0.36               |
| Bank of China                      | 0.8500     | 02/07/2019 | 100,000,000        | 100,000                             | 0.36               |
| Bank of China                      | 0.8500     | 03/07/2019 | 200,000,000        | 200,000                             | 0.71               |
| Bank of China                      | -          | 18/07/2019 | 12,500,000         | 12,495                              | 0.04               |
| Bank of Montreal                   | 1.1500     | 02/01/2020 | 50,000,000         | 50,000                              | 0.18               |
| Bank of Montreal                   | 1.2200     | 02/01/2020 | 50,000,000         | 50,000                              | 0.18               |
| Bank of Montreal                   | 1.1500     | 03/01/2020 | 50,000,000         | 50,000                              | 0.18               |
| Bank of Montreal                   | 1.2200     | 03/01/2020 | 50,000,000         | 50,000                              | 0.18               |
| Bank of Montreal                   | 0.9500     | 05/06/2020 | 50,000,000         | 50,022                              | 0.18               |
| Banque Federative du Credit Mutuel | -          | 01/08/2019 | 100,000,000        | 99,911                              | 0.35               |
| Banque Federative du Credit Mutuel | -          | 02/08/2019 | 100,000,000        | 99,908                              | 0.35               |
| BNP Paribas                        | 0.8900     | 01/07/2019 | 100,000,000        | 100,000                             | 0.35               |
| BNP Paribas                        | 0.9000     | 01/07/2019 | 150,000,000        | 150,000                             | 0.53               |
| BNP Paribas                        | 0.8300     | 03/07/2019 | 100,000,000        | 100,000                             | 0.35               |
| BNP Paribas                        | 0.7500     | 05/07/2019 | 400,000,000        | 400,000                             | 1.42               |
| BNP Paribas                        | 0.8100     | 04/10/2019 | 100,000,000        | 99,994                              | 0.35               |
| BNP Paribas                        | 1.2500     | 03/01/2020 | 50,000,000         | 50,000                              | 0.18               |
| BNP Paribas                        | 1.2700     | 16/01/2020 | 50,000,000         | 50,000                              | 0.18               |
| BNP Paribas                        | 1.2600     | 29/01/2020 | 50,000,000         | 50,000                              | 0.18               |
| BNP Paribas                        | 1.2500     | 31/01/2020 | 50,000,000         | 50,000                              | 0.18               |
| BNP Paribas                        | 1.2500     | 03/02/2020 | 37,500,000         | 37,500                              | 0.13               |
| BNP Paribas                        | 1.1300     | 13/03/2020 | 50,000,000         | 50,000                              | 0.18               |
| BNP Paribas                        | 1.0700     | 01/04/2020 | 50,000,000         | 50,044                              | 0.18               |
| BRED Banque Populaire              | -          | 17/07/2019 | 100,000,000        | 99,962                              | 0.35               |
| BRED Banque Populaire              | -          | 18/07/2019 | 100,000,000        | 99,960                              | 0.35               |
| BRED Banque Populaire              | -          | 25/07/2019 | 200,000,000        | 199,886                             | 0.71               |
| BRED Banque Populaire              | -          | 01/08/2019 | 100,000,000        | 99,926                              | 0.35               |
| BRED Banque Populaire              | -          | 02/08/2019 | 100,000,000        | 99,924                              | 0.35               |
| BRED Banque Populaire              | -          | 23/08/2019 | 100,000,000        | 99,875                              | 0.35               |
| BRED Banque Populaire              | -          | 10/09/2019 | 200,000,000        | 199,682                             | 0.71               |
| BRED Banque Populaire              | -          | 11/09/2019 | 200,000,000        | 199,677                             | 0.71               |
| C.I.B.C.                           | 1.1100     | 15/10/2019 | 100,000,000        | 100,076                             | 0.36               |
| C.I.B.C.                           | 1.1700     | 07/01/2020 | 100,000,000        | 100,000                             | 0.36               |
| Caisse des Depots et Consignations | -          | 01/07/2019 | 150,000,000        | 150,000                             | 0.53               |
| China Construction Bank            | 1.0200     | 01/07/2019 | 50,000,000         | 50,000                              | 0.18               |
| China Construction Bank            | 1.0200     | 02/07/2019 | 50,000,000         | 50,000                              | 0.18               |
| China Construction Bank            | 0.9500     | 03/07/2019 | 50,000,000         | 50,000                              | 0.18               |
| China Construction Bank            | 1.0200     | 03/07/2019 | 50,000,000         | 50,000                              | 0.18               |
| China Construction Bank            | 0.9500     | 04/07/2019 | 50,000,000         | 50,000                              | 0.18               |
| China Construction Bank            | 1.0200     | 04/07/2019 | 50,000,000         | 50,000                              | 0.18               |
| China Construction Bank            | 0.9000     | 17/07/2019 | 80,000,000         | 80,000                              | 0.28               |

| Security                       | Coupon (%) | Maturity   | Nominal / Quantity | Market Value / Amortised Cost £'000 | Total Net Assets % |
|--------------------------------|------------|------------|--------------------|-------------------------------------|--------------------|
| China Construction Bank        | 0.9300     | 06/09/2019 | 100,000,000        | 100,000                             | 0.36               |
| China Construction Bank        | 0.9400     | 19/09/2019 | 110,000,000        | 110,015                             | 0.39               |
| China Construction Bank        | 0.9500     | 26/09/2019 | 50,000,000         | 50,025                              | 0.18               |
| China Construction Bank        | 0.9500     | 27/09/2019 | 50,000,000         | 50,025                              | 0.18               |
| China Construction Bank        | 0.9500     | 01/10/2019 | 50,000,000         | 50,000                              | 0.18               |
| China Construction Bank        | 0.9500     | 02/10/2019 | 100,000,000        | 100,008                             | 0.36               |
| China Construction Bank        | 0.9500     | 03/10/2019 | 50,000,000         | 50,000                              | 0.18               |
| China Construction Bank        | 0.9500     | 04/10/2019 | 100,000,000        | 100,000                             | 0.36               |
| China Construction Bank        | 0.9500     | 07/10/2019 | 100,000,000        | 100,000                             | 0.36               |
| Citibank                       | 0.7900     | 16/08/2019 | 200,000,000        | 200,000                             | 0.71               |
| Citibank                       | 0.7800     | 06/09/2019 | 100,000,000        | 100,000                             | 0.36               |
| Commonwealth Bank of Australia | 0.8918     | 23/04/2020 | 100,000,000        | 100,023                             | 0.36               |
| Commonwealth Bank of Australia | 0.8918     | 24/04/2020 | 100,000,000        | 100,023                             | 0.36               |
| Credit Agricole                | 0.8200     | 03/09/2019 | 200,000,000        | 200,000                             | 0.71               |
| Credit Agricole                | 0.8200     | 04/09/2019 | 200,000,000        | 200,000                             | 0.71               |
| Credit Agricole                | 0.8200     | 05/09/2019 | 200,000,000        | 200,000                             | 0.71               |
| DekaBank Deutsche Girozentrale | -          | 18/07/2019 | 100,000,000        | 99,964                              | 0.35               |
| DekaBank Deutsche Girozentrale | -          | 20/08/2019 | 100,000,000        | 99,888                              | 0.35               |
| DekaBank Deutsche Girozentrale | -          | 05/09/2019 | 50,000,000         | 49,928                              | 0.18               |
| DekaBank Deutsche Girozentrale | -          | 06/09/2019 | 50,000,000         | 49,927                              | 0.18               |
| DekaBank Deutsche Girozentrale | -          | 17/09/2019 | 100,000,000        | 99,820                              | 0.35               |
| Dexia Credit Local             | -          | 08/07/2019 | 40,000,000         | 39,994                              | 0.14               |
| DZ Bank Deutsche Zentral       | 0.8200     | 02/07/2019 | 100,000,000        | 100,000                             | 0.35               |
| DZ Bank Deutsche Zentral       | 0.8200     | 16/07/2019 | 100,000,000        | 100,000                             | 0.35               |
| DZ Bank Deutsche Zentral       | 0.8200     | 02/08/2019 | 100,000,000        | 100,000                             | 0.35               |
| DZ Bank Deutsche Zentral       | 0.8100     | 13/08/2019 | 100,000,000        | 100,000                             | 0.36               |
| DZ Bank Deutsche Zentral       | 0.8100     | 14/08/2019 | 100,000,000        | 100,000                             | 0.36               |
| DZ Bank Deutsche Zentral       | 0.8100     | 15/08/2019 | 200,000,000        | 200,000                             | 0.71               |
| DZ Bank Deutsche Zentral       | 0.8100     | 21/08/2019 | 200,000,000        | 200,000                             | 0.71               |
| DZ Bank Deutsche Zentral       | 0.7800     | 05/09/2019 | 100,000,000        | 100,000                             | 0.35               |
| DZ Bank Deutsche Zentral       | 0.7800     | 06/09/2019 | 150,000,000        | 150,000                             | 0.53               |
| DZ Bank Deutsche Zentral       | 0.7800     | 01/10/2019 | 100,000,000        | 100,011                             | 0.36               |
| Erste Abwicklungsanstalt       | -          | 16/07/2019 | 150,000,000        | 149,953                             | 0.53               |
| Erste Abwicklungsanstalt       | -          | 01/10/2019 | 100,000,000        | 99,831                              | 0.35               |
| First Abu Dhabi Bank           | 0.9500     | 17/12/2019 | 197,000,000        | 197,049                             | 0.70               |
| First Abu Dhabi Bank           | 1.0200     | 12/06/2020 | 100,000,000        | 100,046                             | 0.36               |
| First Abu Dhabi Bank           | 1.0200     | 16/06/2020 | 100,000,000        | 100,018                             | 0.36               |
| First Abu Dhabi Bank           | 1.0200     | 17/06/2020 | 100,000,000        | 100,046                             | 0.36               |
| FMS Wertmanagement             | -          | 02/07/2019 | 250,000,000        | 249,995                             | 0.89               |
| FMS Wertmanagement             | -          | 16/09/2019 | 150,000,000        | 149,760                             | 0.53               |
| FMS Wertmanagement             | -          | 17/09/2019 | 200,000,000        | 199,676                             | 0.71               |

| Security  | Coupon (%) | Maturity   | Nominal / Quantity | Market Value / Amortised Cost £'000 | Total Net Assets % |
|---|------------|------------|--------------------|-------------------------------------|--------------------|
| Industrial & Commercial Bank of China           | 1.0000     | 02/08/2019 | 100,000,000        | 100,000                             | 0.36               |
| Industrial & Commercial Bank of China           | 1.2200     | 05/08/2019 | 50,000,000         | 50,000                              | 0.18               |
| Industrial & Commercial Bank of China           | 1.2200     | 06/08/2019 | 50,000,000         | 50,000                              | 0.18               |
| Industrial & Commercial Bank of China           | 1.0000     | 07/08/2019 | 100,000,000        | 100,000                             | 0.36               |
| Industrial & Commercial Bank of China           | 1.2200     | 19/08/2019 | 50,000,000         | 50,000                              | 0.18               |
| Industrial & Commercial Bank of China           | 0.9200     | 30/08/2019 | 100,000,000        | 100,000                             | 0.36               |
| ING Bank  | 1.0200     | 05/08/2019 | 100,000,000        | 100,000                             | 0.36               |
| ING Bank  | -          | 07/02/2020 | 100,000,000        | 99,445                              | 0.35               |
| ING Bank  | -          | 06/03/2020 | 100,000,000        | 99,370                              | 0.35               |
| ING Bank  | 1.0600     | 27/03/2020 | 50,000,000         | 50,048                              | 0.18               |
| ING Bank  | 1.0600     | 01/04/2020 | 100,000,000        | 100,095                             | 0.36               |
| ING Bank  | -          | 05/06/2020 | 100,000,000        | 99,082                              | 0.35               |
| ING Bank  | -          | 17/06/2020 | 50,000,000         | 49,520                              | 0.18               |
| KBC Bank  | 0.8100     | 10/07/2019 | 100,000,000        | 100,000                             | 0.36               |
| Korea Development Bank                          | -          | 16/09/2019 | 31,250,000         | 31,194                              | 0.11               |
| Korea Development Bank                          | 0.7900     | 16/09/2019 | 50,000,000         | 49,997                              | 0.18               |
| Korea Development Bank                          | 0.9000     | 09/12/2019 | 50,000,000         | 50,002                              | 0.18               |
| Landeskreditbank Baden-Wuerttemberg Foerderbank | -          | 19/09/2019 | 200,000,000        | 199,699                             | 0.71               |
| Lloyds Bank Corporate Markets                   | 0.9300     | 04/07/2019 | 100,000,000        | 100,000                             | 0.35               |
| Lloyds Bank Corporate Markets                   | 0.8100     | 01/10/2019 | 150,000,000        | 150,000                             | 0.53               |
| Lloyds Bank Corporate Markets                   | 0.9000     | 06/12/2019 | 150,000,000        | 150,007                             | 0.53               |
| LMA   | -          | 04/07/2019 | 250,000,000        | 249,985                             | 0.89               |
| LMA   | -          | 26/07/2019 | 50,000,000         | 49,973                              | 0.18               |
| LMA   | -          | 08/08/2019 | 25,000,000         | 24,979                              | 0.09               |
| LMA   | -          | 09/08/2019 | 150,000,000        | 149,872                             | 0.53               |
| Mitsubishi UFJ Trust & Banking                  | 0.8600     | 01/07/2019 | 50,000,000         | 50,000                              | 0.18               |
| Mitsubishi UFJ Trust & Banking                  | 0.8600     | 01/07/2019 | 93,000,000         | 93,000                              | 0.33               |
| Mitsubishi UFJ Trust & Banking                  | 0.8600     | 02/07/2019 | 110,000,000        | 110,000                             | 0.39               |
| Mitsubishi UFJ Trust & Banking                  | 0.8300     | 16/08/2019 | 100,000,000        | 100,000                             | 0.36               |
| Mitsubishi UFJ Trust & Banking                  | 0.8300     | 02/09/2019 | 100,000,000        | 100,000                             | 0.35               |
| Mitsubishi UFJ Trust & Banking                  | 0.8300     | 04/09/2019 | 100,000,000        | 100,000                             | 0.36               |
| Mitsubishi UFJ Trust & Banking                  | 0.8300     | 05/09/2019 | 100,000,000        | 100,000                             | 0.36               |
| Mitsubishi UFJ Trust & Banking                  | 0.8000     | 02/10/2019 | 200,000,000        | 199,999                             | 0.71               |
| Mizuho Bank                                     | 0.8300     | 08/07/2019 | 100,000,000        | 100,000                             | 0.36               |
| Mizuho Bank                                     | -          | 09/07/2019 | 92,500,000         | 92,483                              | 0.33               |
| Mizuho Bank                                     | 0.9000     | 15/07/2019 | 50,000,000         | 50,000                              | 0.18               |
| Mizuho Bank                                     | -          | 12/08/2019 | 55,000,000         | 54,949                              | 0.19               |
| Mizuho Bank                                     | 0.8100     | 22/08/2019 | 200,000,000        | 200,000                             | 0.71               |
| Mizuho Bank                                     | 0.8100     | 03/09/2019 | 100,000,000        | 100,000                             | 0.36               |
| Mizuho Bank                                     | 0.8000     | 05/09/2019 | 100,000,000        | 100,000                             | 0.36               |
| Mizuho Bank                                     | 0.8000     | 06/09/2019 | 100,000,000        | 100,000                             | 0.36               |



| Security                      | Coupon (%) | Maturity   | Nominal / Quantity | Market Value / Amortised Cost £'000 | Total Net Assets % |
|-------------------------------|------------|------------|--------------------|-------------------------------------|--------------------|
| Mizuho Bank                   | 0.8000     | 11/09/2019 | 43,000,000         | 43,000                              | 0.15               |
| Mizuho Bank                   | -          | 12/09/2019 | 50,000,000         | 49,918                              | 0.18               |
| Mizuho Bank                   | 0.8000     | 16/09/2019 | 100,000,000        | 100,001                             | 0.36               |
| Nationwide Building Society   | 1.1200     | 04/07/2019 | 100,000,000        | 100,000                             | 0.35               |
| Nationwide Building Society   | 0.9700     | 05/07/2019 | 100,000,000        | 100,000                             | 0.35               |
| Natixis                       | 0.8100     | 02/09/2019 | 100,000,000        | 100,000                             | 0.35               |
| Natixis                       | 0.8100     | 03/09/2019 | 100,000,000        | 100,000                             | 0.35               |
| Nordea Bank                   | -          | 01/07/2019 | 25,000,000         | 25,000                              | 0.09               |
| Nordea Bank                   | 0.8500     | 05/07/2019 | 100,000,000        | 100,000                             | 0.36               |
| Nordea Bank                   | -          | 08/07/2019 | 25,000,000         | 24,996                              | 0.09               |
| Nordea Bank                   | 0.8300     | 12/07/2019 | 50,000,000         | 50,001                              | 0.18               |
| Nordea Bank                   | -          | 05/08/2019 | 192,500,000        | 192,354                             | 0.68               |
| Nordea Bank                   | 0.8300     | 19/08/2019 | 12,500,000         | 12,501                              | 0.04               |
| Nordea Bank                   | 0.9000     | 01/11/2019 | 200,000,000        | 200,072                             | 0.71               |
| Nordea Bank                   | -          | 04/11/2019 | 200,000,000        | 199,438                             | 0.71               |
| Nordea Bank                   | -          | 07/11/2019 | 200,000,000        | 199,424                             | 0.71               |
| Nordea Bank                   | 0.8321     | 02/01/2020 | 100,000,000        | 100,000                             | 0.36               |
| OP Corporate Bank             | -          | 01/07/2019 | 82,500,000         | 82,500                              | 0.29               |
| OP Corporate Bank             | -          | 06/08/2019 | 71,000,000         | 70,935                              | 0.25               |
| OP Corporate Bank             | -          | 09/09/2019 | 100,000,000        | 99,789                              | 0.35               |
| OP Corporate Bank             | -          | 10/02/2020 | 35,000,000         | 34,800                              | 0.12               |
| Oversea Chinese Banking       | 0.7800     | 13/08/2019 | 150,000,000        | 150,000                             | 0.53               |
| Oversea Chinese Banking       | 0.7800     | 14/08/2019 | 150,000,000        | 150,000                             | 0.53               |
| Oversea Chinese Banking       | 0.7800     | 13/09/2019 | 200,000,000        | 200,007                             | 0.71               |
| Oversea Chinese Banking       | 0.7800     | 01/10/2019 | 200,000,000        | 199,975                             | 0.71               |
| Oversea Chinese Banking       | 0.7900     | 07/10/2019 | 200,000,000        | 199,976                             | 0.71               |
| Rabobank International        | 1.1700     | 13/01/2020 | 50,000,000         | 50,000                              | 0.18               |
| Santander UK                  | 0.9000     | 02/07/2019 | 100,000,000        | 100,000                             | 0.36               |
| Santander UK                  | 0.9000     | 03/07/2019 | 100,000,000        | 100,000                             | 0.36               |
| Santander UK                  | 0.8900     | 01/08/2019 | 150,000,000        | 150,000                             | 0.53               |
| Santander UK                  | 0.8900     | 02/08/2019 | 150,000,000        | 150,000                             | 0.53               |
| Skandinaviska Enskilda Banken | 1.1800     | 07/01/2020 | 50,000,000         | 50,000                              | 0.18               |
| Societe Generale              | 1.1400     | 31/10/2019 | 75,000,000         | 75,067                              | 0.27               |
| Societe Generale              | 1.2400     | 03/02/2020 | 50,000,000         | 50,000                              | 0.18               |
| Standard Chartered Bank       | 0.9200     | 01/07/2019 | 150,000,000        | 150,000                             | 0.53               |
| Standard Chartered Bank       | 0.9400     | 02/08/2019 | 150,000,000        | 150,000                             | 0.53               |
| Standard Chartered Bank       | 1.0300     | 12/09/2019 | 100,000,000        | 100,048                             | 0.36               |
| Sumitomo Mitsui Banking       | 0.8100     | 04/07/2019 | 200,000,000        | 200,000                             | 0.71               |
| Sumitomo Mitsui Banking       | -          | 08/07/2019 | 100,000,000        | 99,985                              | 0.35               |
| Sumitomo Mitsui Banking       | 0.8100     | 08/07/2019 | 200,000,000        | 200,000                             | 0.71               |
| Sumitomo Mitsui Banking       | 0.8000     | 12/07/2019 | 150,000,000        | 150,000                             | 0.53               |

| Security   | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value /<br>Amortised Cost<br>£'000 | Total Net<br>Assets<br>% |
|--|------------|------------|-----------------------|---|--------------------------|
| Sumitomo Mitsui Banking  | 0.8100     | 19/07/2019 | 200,000,000           | 200,000                                   | 0.71                     |
| Sumitomo Mitsui Banking  | 0.8200     | 06/09/2019 | 200,000,000           | 200,000                                   | 0.71                     |
| Sumitomo Mitsui Trust Bank   | 0.8400     | 07/08/2019 | 169,500,000           | 169,507                                   | 0.60                     |
| Swedbank   | -          | 11/07/2019 | 250,000,000           | 249,943                                   | 0.89                     |
| Swedbank   | -          | 15/07/2019 | 250,000,000           | 249,920                                   | 0.89                     |
| Swedbank   | -          | 07/08/2019 | 150,000,000           | 149,873                                   | 0.53                     |
| Swedbank   | -          | 07/10/2019 | 150,000,000           | 149,665                                   | 0.53                     |
| Toronto-Dominion Bank  | 1.1200     | 27/08/2019 | 50,000,000            | 50,000                                    | 0.18                     |
| Toronto-Dominion Bank  | 1.1100     | 28/08/2019 | 50,000,000            | 50,000                                    | 0.18                     |
| Toronto-Dominion Bank  | 1.1100     | 18/09/2019 | 50,000,000            | 50,034                                    | 0.18                     |
| Toronto-Dominion Bank  | 1.1100     | 19/09/2019 | 50,000,000            | 50,035                                    | 0.18                     |
| Toronto-Dominion Bank  | 1.1300     | 02/10/2019 | 50,000,000            | 50,041                                    | 0.18                     |
| Toronto-Dominion Bank  | 1.1300     | 03/10/2019 | 50,000,000            | 50,041                                    | 0.18                     |
| Toronto-Dominion Bank  | 1.1300     | 04/10/2019 | 50,000,000            | 50,041                                    | 0.18                     |
| Toronto-Dominion Bank  | 1.1300     | 07/10/2019 | 50,000,000            | 50,042                                    | 0.18                     |
| Toronto-Dominion Bank  | -          | 09/12/2019 | 60,000,000            | 59,763                                    | 0.21                     |
| Toronto-Dominion Bank  | 1.1700     | 03/01/2020 | 50,000,000            | 50,000                                    | 0.18                     |
| UBS  | 1.1400     | 04/10/2019 | 20,000,000            | 20,016                                    | 0.07                     |
| UBS  | -          | 22/11/2019 | 25,000,000            | 24,913                                    | 0.09                     |
| UBS  | 1.1900     | 03/01/2020 | 50,000,000            | 50,000                                    | 0.18                     |
| UBS  | 1.1900     | 07/01/2020 | 50,000,000            | 50,000                                    | 0.18                     |
| UBS  | -          | 12/05/2020 | 50,000,000            | 49,577                                    | 0.18                     |
| UBS  | -          | 15/05/2020 | 50,000,000            | 49,572                                    | 0.18                     |
| <b>Total Money Market Instruments</b>  |            |            |                       | <b>20,577,980</b>                         | <b>73.20</b>             |
| <b>Total Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market</b> |            |            |                       | <b>22,613,456</b>                         | <b>80.44</b>             |
| <b>Total investments</b>   |            |            |                       | <b>22,613,456</b>                         | <b>80.44</b>             |
| <b>Other net assets</b>  |            |            |                       | <b>5,498,352</b>                          | <b>19.56</b>             |
| <b>Total net assets</b>  |            |            |                       | <b>28,111,808</b>                         | <b>100.00</b>            |

# US Dollar Fund

For the year ended 30 June 2019

## Performance

For the year ended 30 June 2019, the value of US Dollar Fund – A Accumulation shares increased by 2.39% compared to an increase of 2.18% for the benchmark, 7 day USD LIBID.

Source: Aberdeen Standard Investments, Lipper, BNP Paribas.

Basis: Total Return, published NAV to NAV, net of annual charges, gross income reinvested, USD.

Please remember that past performance is not a guide to future returns. The price of shares and the income from them may fall as well as rise. Investors may not get back the amount originally invested.

## Market review

The US fixed income market, as measured by the Bloomberg Barclays US Aggregate Bond Index, gained 7.9% for the 12-month period ended 30 June 2019, on investors' optimism regarding the US Federal Reserve's (Fed) more dovish monetary policy stance. This offset concerns about the ongoing US-China trade dispute. Corporate bonds outperformed comparable-duration US Treasury securities amid the "risk-on" market environment during the year. Treasury yields generally rose for the first four months of the reporting period before reversing direction. Yields on one- and three-month Treasury bills moved higher over the reporting period, while there was a decline in yields in all other segments of the curve. Consequently, the three-month to ten-year curve inverted—which historically has been a portent of recessions occurring within the following 12 to 18 months.

On the monetary policy front, the Fed raised its benchmark interest rate in two 25-basis point increments to a range of 2.25% to 2.50% following its meetings in September and December 2018. In the first quarter of 2019, the Fed pivoted from its projection in December of three more interest-rate hikes when financial conditions tightened towards the end of 2018. The central bank not only removed its hawkish-tilting forward policy guidance in January 2019, but consequently cemented the "patient" stance in March by indicating that there will be no rate hikes for the remainder of the year and moving to taper its balance-sheet run-off well ahead of the market's expectations. The Fed subsequently left its policy rate unchanged following its meetings in May and June 2019. In a statement accompanying its rate action in June, the Fed commented that inflation is running below its 2% target rate and it does not anticipate much change in long-term inflation projections. The central bank also noted that it will "closely monitor the implications of incoming information for the economic outlook and will act as appropriate to sustain the expansion."

US economic news was generally positive over the reporting period. The Department of Commerce reported that US GDP grew at an annualised rate of 3.1% in the first quarter of 2019, notably higher than the 2.2% growth rate in the fourth quarter of 2018. The quarter-over-quarter increase was attributable mainly to upturns in state and local government spending, which more than offset a reduction in consumer spending. While the "headline" GDP growth in the first quarter of 2019 was strong, most observers were less

enamored when digging into the details of the data, as consumer spending decelerated and fell to multi-year lows. This issue may be exacerbated by the ongoing US-China trade war as many see the burden of tariffs falling on US companies and consumers rather than exporters. According to the Department of Labor, the US economy added an average of 192,000 jobs per month over the reporting period, and the unemployment rate fell 0.3 percentage points to 3.7%. Average hourly earnings rose 3.1% over the 12-month period.

## Portfolio review

The Fund's strategy followed the developments in the economic outlook closely over the 12-month period. Initially faced with a positive outlook, an upward sloping yield curve and Federal Open Market Committee (FOMC) rhetoric confirming further moves higher in the policy rate, the Fund was positioned with a short weighted-average-maturity (WAM). This enabled an ongoing adjustment to higher available yields. In 2019, as markets shifted to price in a pause in the hiking cycle and then to signal the need for interest rate cuts, the Fund's WAM was lengthened, locking in available yields for longer tenors.

The Fund maintained a portfolio of high quality credits during the period, dominated primarily by bank and financial firm issuance. Of note, the implementation for European Money Market Reform took place in January 2019. The Fund had been positioned for the new criteria in the prior months and the transition was smooth, causing no disruption to the performance of the Fund. The Fund maintains a high level of liquidity and is conservatively positioned given the developing market environment.

## Outlook

The FOMC has gradually moved away from its tightening bias to a data dependent stance and the market is pricing multiple cuts over the coming months. Softer data has begun to show through and the market seems to have moved beyond pricing in Fed rate cuts for 'insurance' purposes aimed at protecting growth, to instead potentially forewarning of outright recession. Having locked in some longer-dated levels, the focus now is maintaining the current yield level, diversification and liquidity profile as the economic backdrop develops. Floating-rate spreads on assets represent an attractive opportunity and allow the portfolio to maintain carry over the benchmark rate.

## Money Markets Team

July 2019

**Statement of Net Assets**

As at 30 June 2019

|  | Notes | US\$'000         |
|--|-------|------------------|
| <b>Assets</b>  |       |                  |
| Investments in securities at market value/amortised cost | 2.2   | 1,381,836        |
| Cash at bank and cash equivalents                        |       | 329,974          |
| Interest receivable                                      |       | 1,996            |
| Other assets   |       | 25               |
| <b>Total assets</b>                                      |       | <b>1,713,831</b> |
| <b>Liabilities</b>                                       |       |                  |
| Payable for investments purchased                        |       | (18,389)         |
| Taxes and expenses payable                               |       | (330)            |
| Other liabilities  |       | (1,984)          |
| <b>Total liabilities</b>                                 |       | <b>(20,703)</b>  |
| <b>Net assets at the end of the year</b>                 |       | <b>1,693,128</b> |

**Statement of Changes in Net Assets**

For the year from 1 July 2018 to 30 June 2019

|  | Notes | US\$'000         |
|--|-------|------------------|
| Net assets at the beginning of the year  |       | 1,199,403        |
| Net gains from investment                |       | 31,770           |
| Net unrealised gains                     |       | 46               |
| Proceeds from shares issued              |       | 7,246,576        |
| Payments for shares redeemed             |       | (6,768,476)      |
| Dividends paid                           | 5     | (16,191)         |
| <b>Net assets at the end of the year</b> |       | <b>1,693,128</b> |

**Statement of Operations**

For the year from 1 July 2018 to 30 June 2019

|  | Notes | US\$'000       |
|--|-------|----------------|
| <b>Income</b>  |       |                |
| Investment income  | 2.3   | 31,859         |
| Bank interest  |       | 1,005          |
| Other income   |       | 210            |
| <b>Total income</b>  |       | <b>33,074</b>  |
| <b>Expenses</b>  |       |                |
| Management fees  | 4.1   | (1,024)        |
| Administration fees  | 4.2   | (9)            |
| Depositary fees  | 4.3   | (21)           |
| Domiciliary agent, registrar, paying and transfer agent fees | 4.4   | (43)           |
| Management Company fees                                      | 4.5   | (33)           |
| Operational expenses   | 4.6   | (84)           |
| Expense cap refunded by the Investment Manager               | 4.8   | (28)           |
| Annual tax   | 4.9   | (62)           |
| <b>Total expenses</b>  |       | <b>(1,304)</b> |
| <b>Net gains from investments</b>                            |       | <b>31,770</b>  |
| Increase in unrealised appreciation on investments           |       | 46             |
| <b>Net unrealised gains</b>                                  |       | <b>46</b>      |
| <b>Net increase in assets as a result of operations</b>      |       | <b>31,816</b>  |

**Share Transactions**

For the year from 1 July 2018 to 30 June 2019

|  | A-2               | I-2               | J-2               | K-1           | K-2              |
|--|-------------------|-------------------|-------------------|---------------|------------------|
| Shares outstanding at the beginning of the year  | 177,548           | 17,224            | 13,423            | 72,210        | 403,497          |
| Shares issued during the year                    | 135,630           | 36,865            | -                 | 1,671         | 2,313,209        |
| Shares redeemed during the year                  | 111,991           | 22,052            | 3,585             | 2             | 945,015          |
| <b>Shares outstanding at the end of the year</b> | <b>201,187</b>    | <b>32,037</b>     | <b>9,838</b>      | <b>73,879</b> | <b>1,771,691</b> |
| <b>Net asset value per share</b>                 | <b>3,221.2639</b> | <b>1,289.0964</b> | <b>1,138.3734</b> | <b>1.0000</b> | <b>10.5386</b>   |

|  | L-1                | X-2 <sup>A</sup>  | Z-1               | Z-2               |
|--|--------------------|-------------------|-------------------|-------------------|
| Shares outstanding at the beginning of the year  | 374,925,417        | -                 | 224,496           | 482               |
| Shares issued during the year                    | 2,706,785,003      | 6                 | 4,030,642         | 4,754             |
| Shares redeemed during the year                  | 2,808,409,835      | -                 | 3,560,914         | 20                |
| <b>Shares outstanding at the end of the year</b> | <b>273,300,585</b> | <b>6</b>          | <b>694,224</b>    | <b>5,216</b>      |
| <b>Net asset value per share</b>                 | <b>1.0000</b>      | <b>1,009.6703</b> | <b>1,000.0148</b> | <b>1,199.3992</b> |

<sup>A</sup> Share class launched 8 February 2019.

The accompanying notes form an integral part of these financial statements.

## Portfolio Statement

As at 30 June 2019

| Security  | Coupon (%) | Maturity   | Nominal / Quantity | Market Value / Amortised Cost US\$'000 | Total Net Assets % |
|---|------------|------------|--------------------|--|--------------------|
| <b>Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market 81.61%</b> |            |            |                    |  |                    |
| <b>Bonds 9.88%</b>  |            |            |                    |  |                    |
| Agence Francaise de Developpement (EMTN)  | FRN        | 11/07/2019 | 4,400,000          | 4,401                                  | 0.26               |
| Australia & New Zealand Banking Group (REGS)  | FRN        | 23/09/2019 | 1,000,000          | 1,002                                  | 0.06               |
| Banque Federative du Credit Mutuel (EMTN)   | FRN        | 05/08/2019 | 2,000,000          | 2,001                                  | 0.12               |
| Commonwealth Bank of Australia (EMTN)   | FRN        | 06/09/2019 | 3,400,000          | 3,403                                  | 0.20               |
| Cooperatieve Rabobank (EMTN)  | 4.7500     | 15/01/2020 | 1,000,000          | 1,013                                  | 0.06               |
| Credit Suisse   | 5.3000     | 13/08/2019 | 3,186,000          | 3,196                                  | 0.19               |
| Erste Abwicklungsanstalt (EMTN)   | FRN        | 09/03/2020 | 20,000,000         | 20,031                                 | 1.18               |
| ING Bank (REGS)   | FRN        | 15/08/2019 | 9,540,000          | 9,547                                  | 0.56               |
| National Australia Bank (EMTN)  | 2.2500     | 01/07/2019 | 17,350,000         | 17,350                                 | 1.03               |
| National Australia Bank   | FRN        | 25/07/2019 | 2,400,000          | 2,400                                  | 0.14               |
| National Australia Bank (EMTN)  | FRN        | 09/12/2019 | 5,700,000          | 5,716                                  | 0.34               |
| Nederlandse Waterschapsbank   | FRN        | 09/08/2019 | 20,000,000         | 20,001                                 | 1.18               |
| Nordea Bank (EMTN)  | 1.6250     | 30/09/2019 | 12,400,000         | 12,371                                 | 0.73               |
| Oesterreichische Kontrollbank   | FRN        | 04/11/2019 | 3,200,000          | 3,202                                  | 0.19               |
| Royal Bank of Canada  | 1.5000     | 29/07/2019 | 8,300,000          | 8,293                                  | 0.49               |
| Siemens Financieringsmaatschappij   | 1.6500     | 16/08/2019 | 8,000,000          | 7,989                                  | 0.47               |
| Skandinaviska Enskilda Banken (REGS)  | FRN        | 13/09/2019 | 1,000,000          | 1,001                                  | 0.06               |
| Sumitomo Mitsui Banking   | FRN        | 18/10/2019 | 2,550,000          | 2,552                                  | 0.15               |
| Sumitomo Mitsui Banking   | FRN        | 17/01/2020 | 15,300,000         | 15,322                                 | 0.91               |
| Sumitomo Mitsui Trust Bank  | FRN        | 18/10/2019 | 3,605,000          | 3,614                                  | 0.21               |
| Svenska Handelsbanken (MTN)   | FRN        | 06/09/2019 | 6,411,000          | 6,416                                  | 0.38               |
| Svenska Handelsbanken (MTN)   | 1.5000     | 06/09/2019 | 3,682,000          | 3,674                                  | 0.22               |
| UBS (GMTN)  | 2.3750     | 14/08/2019 | 10,000,000         | 9,997                                  | 0.59               |
| Wells Fargo Bank (MTN)  | FRN        | 25/03/2020 | 1,000,000          | 1,001                                  | 0.06               |
| Westpac Banking   | FRN        | 19/08/2019 | 1,756,000          | 1,757                                  | 0.10               |
| <b>Total Bonds</b>  |            |            |                    | <b>167,250</b>                         | <b>9.88</b>        |
| <b>Money Market Instruments 71.73%</b>  |            |            |                    |  |                    |
| ABN AMRO Bank   | -          | 05/07/2019 | 12,500,000         | 12,496                                 | 0.74               |
| Agence Centrale des Organismes de Securite Sociale  | -          | 08/07/2019 | 50,000,000         | 49,976                                 | 2.95               |
| Agence Centrale des Organismes de Securite Sociale  | -          | 18/07/2019 | 30,000,000         | 29,966                                 | 1.77               |
| Allianz   | 2.5800     | 08/07/2019 | 19,000,000         | 18,991                                 | 1.12               |
| Allianz   | 2.5800     | 31/07/2019 | 10,000,000         | 9,979                                  | 0.59               |
| Allianz   | 2.7500     | 31/07/2019 | 10,000,000         | 9,977                                  | 0.59               |
| Antalis   | 2.5000     | 05/07/2019 | 15,000,000         | 14,996                                 | 0.89               |
| Bank of America   | -          | 09/07/2019 | 14,000,000         | 13,992                                 | 0.83               |

| Security                             | Coupon (%) | Maturity   | Nominal / Quantity | Market Value / Amortised Cost US\$'000 | Total Net Assets % |
|--------------------------------------|------------|------------|--------------------|--|--------------------|
| Bank of China                        | -          | 16/08/2019 | 15,000,000         | 14,948                                 | 0.88               |
| Bank of China                        | 1.0000     | 03/09/2019 | 4,000,000          | 3,981                                  | 0.23               |
| Bank of China                        | 2.7200     | 03/09/2019 | 15,000,000         | 14,928                                 | 0.88               |
| Bank of China                        | -          | 01/10/2019 | 10,000,000         | 9,937                                  | 0.59               |
| Banque et Caisse d'Epargne de l'Etat | -          | 12/08/2019 | 17,000,000         | 16,949                                 | 1.00               |
| Banque Federative du Credit Mutuel   | -          | 16/07/2019 | 15,000,000         | 14,982                                 | 0.88               |
| Barclays Bank UK                     | 2.6300     | 18/07/2019 | 10,000,000         | 9,988                                  | 0.59               |
| Barclays Bank UK                     | 2.6400     | 07/08/2019 | 12,500,000         | 12,466                                 | 0.74               |
| Barclays Bank UK                     | -          | 13/08/2019 | 8,000,000          | 7,975                                  | 0.47               |
| China Construction Bank              | 2.7000     | 15/08/2019 | 20,000,000         | 20,000                                 | 1.18               |
| China Construction Bank              | 2.6000     | 13/09/2019 | 15,000,000         | 14,999                                 | 0.89               |
| DekaBank Deutsche Girozentrale       | 2.4300     | 13/09/2019 | 15,000,000         | 14,925                                 | 0.88               |
| DekaBank Deutsche Girozentrale       | 2.3600     | 02/10/2019 | 18,500,000         | 18,389                                 | 1.09               |
| Deutsche Bahn                        | 2.4900     | 08/07/2019 | 12,500,000         | 12,494                                 | 0.74               |
| Erste Abwicklungsanstalt             | 2.5500     | 18/07/2019 | 33,000,000         | 32,961                                 | 1.95               |
| Erste Abwicklungsanstalt             | 2.4900     | 30/08/2019 | 15,000,000         | 14,938                                 | 0.88               |
| Euroclear Bank                       | -          | 08/07/2019 | 11,500,000         | 11,494                                 | 0.68               |
| Euroclear Bank                       | -          | 09/08/2019 | 26,500,000         | 26,428                                 | 1.56               |
| First Abu Dhabi Bank                 | 2.6500     | 01/10/2019 | 15,000,000         | 15,015                                 | 0.89               |
| Henkel                               | 2.5800     | 10/07/2019 | 19,500,000         | 19,487                                 | 1.15               |
| Henkel                               | 2.5600     | 19/07/2019 | 10,000,000         | 9,987                                  | 0.59               |
| Henkel                               | 2.5800     | 22/08/2019 | 15,500,000         | 15,443                                 | 0.91               |
| Henkel                               | 2.5800     | 16/09/2019 | 20,000,000         | 19,896                                 | 1.17               |
| HSBC UK Bank                         | -          | 12/08/2019 | 26,000,000         | 25,919                                 | 1.53               |
| KfW                                  | 2.4300     | 02/07/2019 | 15,000,000         | 14,999                                 | 0.89               |
| Korea Development Bank               | 2.4400     | 05/07/2019 | 15,000,000         | 14,996                                 | 0.89               |
| Korea Development Bank               | 1.0000     | 15/07/2019 | 22,000,000         | 21,979                                 | 1.30               |
| Korea Development Bank               | -          | 24/07/2019 | 14,000,000         | 13,979                                 | 0.83               |
| Korea Development Bank               | -          | 15/10/2019 | 20,000,000         | 19,860                                 | 1.17               |
| La Banque Postale                    | -          | 11/07/2019 | 15,000,000         | 14,989                                 | 0.88               |
| La Banque Postale                    | 2.6700     | 19/08/2019 | 18,000,000         | 17,935                                 | 1.06               |
| La Banque Postale                    | 2.6100     | 23/09/2019 | 16,000,000         | 15,909                                 | 0.94               |
| La Banque Postale                    | 2.4550     | 04/10/2019 | 15,000,000         | 14,910                                 | 0.88               |
| LVMH Finance Belgique                | 2.6450     | 23/07/2019 | 19,000,000         | 18,970                                 | 1.12               |
| LVMH Finance Belgique                | 2.5750     | 07/08/2019 | 19,000,000         | 18,950                                 | 1.12               |
| LVMH Finance Belgique                | 2.3850     | 24/09/2019 | 20,000,000         | 19,885                                 | 1.17               |
| Mitsubishi UFJ Trust & Banking       | -          | 26/07/2019 | 20,000,000         | 19,964                                 | 1.18               |
| Mizuho Bank                          | -          | 13/08/2019 | 22,000,000         | 21,933                                 | 1.29               |
| Mizuho Bank                          | -          | 20/08/2019 | 32,000,000         | 31,888                                 | 1.88               |
| Mizuho Bank                          | -          | 16/09/2019 | 15,000,000         | 14,922                                 | 0.88               |
| MUFG Bank                            | 2.6000     | 15/07/2019 | 17,000,000         | 17,000                                 | 1.00               |

| Security   | Coupon (%) | Maturity   | Nominal /<br>Quantity | Market Value /<br>Amortised Cost<br>US\$'000 | Total Net<br>Assets<br>% |
|--|------------|------------|-----------------------|--|--------------------------|
| National Bank of Abu Dhabi   | -          | 16/07/2019 | 15,000,000            | 14,983                                       | 0.88                     |
| Nationwide Building Society  | -          | 01/07/2019 | 16,000,000            | 16,000                                       | 0.94                     |
| Nationwide Building Society  | 2.7800     | 05/07/2019 | 19,000,000            | 19,000                                       | 1.12                     |
| Nationwide Building Society  | 1.0000     | 15/08/2019 | 10,000,000            | 9,968  | 0.59                     |
| OP Corporate Bank  | 2.6200     | 18/07/2019 | 18,000,000            | 17,978                                       | 1.06                     |
| OP Corporate Bank  | 2.6200     | 19/07/2019 | 8,000,000             | 7,990  | 0.47                     |
| OP Corporate Bank  | 2.5700     | 23/07/2019 | 10,000,000            | 9,984  | 0.59                     |
| OP Corporate Bank  | 2.5700     | 24/07/2019 | 11,500,000            | 11,481                                       | 0.68                     |
| OP Corporate Bank  | 2.6700     | 12/08/2019 | 3,000,000             | 2,991  | 0.18                     |
| OP Corporate Bank  | 2.4400     | 11/12/2019 | 4,000,000             | 3,958  | 0.23                     |
| Oversea Chinese Banking  | 2.5399     | 05/09/2019 | 15,000,000            | 15,000                                       | 0.89                     |
| Schlumberger Finance   | 2.4600     | 12/09/2019 | 18,500,000            | 18,408                                       | 1.09                     |
| SNCF Mobilites   | 2.5250     | 18/07/2019 | 16,000,000            | 15,981                                       | 0.94                     |
| SNCF Mobilites   | -          | 29/07/2019 | 13,500,000            | 13,473                                       | 0.80                     |
| Standard Chartered Bank  | -          | 14/01/2020 | 23,500,000            | 23,142                                       | 1.37                     |
| Sumitomo Mitsui Trust Bank   | -          | 13/08/2019 | 12,000,000            | 11,963                                       | 0.71                     |
| Svenska Handelsbanken  | 2.4400     | 06/09/2019 | 15,000,000            | 15,000                                       | 0.89                     |
| Swedbank   | 2.5700     | 23/07/2019 | 20,000,000            | 19,969                                       | 1.18                     |
| Wells Fargo Bank   | 2.6000     | 24/07/2019 | 19,000,000            | 19,000                                       | 1.12                     |
| Wells Fargo Bank   | 2.9000     | 24/07/2019 | 8,000,000             | 8,000  | 0.47                     |
| Wells Fargo Bank   | 2.7300     | 14/08/2019 | 15,000,000            | 15,000                                       | 0.89                     |
| Zurich Holding Company of America  | 2.6500     | 09/07/2019 | 22,000,000            | 21,987                                       | 1.30                     |
| Zurich Holding Company of America  | 2.5900     | 18/07/2019 | 15,000,000            | 14,982                                       | 0.88                     |
| Zurich Holding Company of America  | 2.5500     | 14/08/2019 | 26,500,000            | 26,418                                       | 1.56                     |
| Zurich Holding Company of America  | 2.5300     | 28/08/2019 | 10,000,000            | 9,960  | 0.59                     |
| <b>Total Money Market Instruments</b>  |            |            |                       | <b>1,214,586</b>                             | <b>71.73</b>             |
| <b>Total Transferable securities and money market instruments admitted to an official exchange listing or dealt in on another regulated market</b> |            |            |                       | <b>1,381,836</b>                             | <b>81.61</b>             |
| <b>Total investments</b>   |            |            |                       | <b>1,381,836</b>                             | <b>81.61</b>             |
| <b>Other net assets</b>  |            |            |                       | <b>311,292</b>                               | <b>18.39</b>             |
| <b>Total net assets</b>  |            |            |                       | <b>1,693,128</b>                             | <b>100.00</b>            |



# Notes to the Financial Statements

## 1 Presentation of the Financial Statements

### 1.1 General

Aberdeen Standard Liquidity Fund (Lux) (the Company) was incorporated under the laws of the Grand Duchy of Luxembourg on 19 March 2012 as a société anonyme and qualifies as an open-ended société d'investissement a capital variable (a SICAV) with UCITS status (an Undertaking for Collective Investment in Transferable Securities as defined in the European Union Directive 2009/65/EC of 13 July 2009, as amended) with effect from 1 April 2012. Prior to 1 April 2012 the Company was established as a mutual investment fund (a fonds commun de placement) on 15 May 1991. The Company comprises various classes of shares, each relating to a separate portfolio (a Fund) consisting of securities, money market instruments, mutual funds, cash and other sundry assets and liabilities.

The Company is authorised as a UCITS under part I of the law dated 17 December 2010 on undertakings for collective investment, as amended.

Following the Extraordinary General Meeting of Shareholders held on 12 September 2017, the Company's financial year end changed from 31 March to 30 June. The current accounting year covers the period from 1 July 2018 to 30 June 2019.

At 30 June 2019, the Company comprises eight separate active funds, which are, except for the Short Duration Sterling Fund, intended to be managed as Short Term Money Market Funds as defined by the EU Regulation 2017/1131 on money market funds.

The Company aims to provide investors with a broad range of diversified actively-managed funds which, through their specific investment objectives and individual portfolios, offer investors the opportunity of exposure to selected short-term investment and/ or money market strategies.

### 1.2 Presentation of financial statements

The accompanying financial statements present the assets and liabilities of the individual Funds and of the Company taken as a whole.

The financial statements of each individual Fund are expressed in the currency designated in the prospectus for that particular Fund and the combined statements of the Company are expressed in US dollars (USD).

The financial statements have been prepared in accordance with the format prescribed by the Luxembourg authorities for Luxembourg investment companies.

As the financial statements include certain accounting entries relating to the year from 1 July 2018 to 30 June 2019, the Net Asset Values shown throughout the report may differ from those advertised on 28 June 2019 for dealing in these Funds.

The combined statements were calculated on the basis of aggregation of individual Fund statements with no elimination of cross-investments, if any. As at 30 June 2019, the value of cross-investments was USD 191,594,504 representing 0.36% of the combined net assets.

The new Funds were made available to investors during the year as shown in the table below. Those new launches are the result of a merger between Seabury Euro Liquidity 1 Fund, Seabury Sterling Liquidity 1 Fund and Seabury Sterling Liquidity 2 Fund, the sub-funds of Aberdeen Standard Liquidity Fund (Lux) ("the Receiving Fund"), and Euro VNAV Liquidity, No.1 and Sterling VNAV Liquidity, the sub-funds of Seabury Assets Fund plc ("the Merging Fund"). The opening dates shown in the financial statements reflect the effective merger date.

| Sub-Fund                          | CSSF approval  | First NAV calculation |
|-----------------------------------|----------------|-----------------------|
| Seabury Euro Liquidity 1 Fund     | 5 October 2018 | 8 October 2018        |
| Seabury Sterling Liquidity 1 Fund | 5 October 2018 | 8 October 2018        |
| Seabury Sterling Liquidity 2 Fund | 5 October 2018 | 8 October 2018        |

## 2 Accounting Policies

### 2.1 Accounting convention

The financial statements have been prepared under the historical cost convention modified by the revaluation of investments.

### 2.2 Assets and portfolio securities valuation

The valuation of investments is determined as follows:

- the value of securities and financial derivative instruments which are quoted, listed, traded or dealt on a market or any official stock exchange are based upon the last available quoted price;

- in the event that any of the securities held are not listed on any stock exchange or traded on any recognised market the value of such securities will be determined prudently and in good faith based on the reasonably foreseeable sales price. The Board shall be entitled to adopt an alternative method of valuing any particular asset if they consider that the methods of valuation set out above do not provide a fair valuation;
- the financial derivative instruments which are not listed on any official stock exchange or traded on any other organised market will be valued in a reliable and verifiable manner on a daily basis and verified by a competent professional appointed by Aberdeen Standard Liquidity Fund (Lux);
- Reverse repurchase agreements (“reverse repos”) are financial contracts where the lender buys securities for cash from a borrower and agrees to resell those securities at a later date. The fund obtains possession of collateral on the settlement date with a market value at least equal to the principal amount loaned under resale agreements. The fair value of the collateral relative to the amounts due under the agreements is monitored throughout the lives of the agreements and, when necessary, requires transfer of cash or securities in order to manage exposure and liquidity. Interest earned on the securities purchased is recorded as income in the Income Statement. Details of the non-cash collateral held at the year-end are disclosed in the notes to the financial statements;
- units or shares in underlying open-ended investment funds or money market funds shall be valued at their last available net asset value (NAV). The NAV of the underlying open-ended fund is reflected gross of any redemption costs which may potentially arise upon redemption from the underlying fund. Any potential subscription or redemption costs are at the discretion of the board of the underlying fund, in both the value applied and any partial or full waiver thereof.
- **Valuation rules applicable to non-Money Market Funds (Short Duration Sterling Fund)**
  - liquid assets and Money Market Instruments held by the Short Duration Sterling Fund are valued using Mark-to-Market plus any accrued interest but at the discretion of the Board of Directors may be based on the Amortised Cost Method for liquid assets and Money Market Instruments that have a residual maturity date until the legal redemption date of less than or equal to 397 days.
- **Valuation rules applicable to Variable NAV Money Market Funds (Euro Fund, Seabury Euro Liquidity 1 Fund, Seabury Sterling Liquidity 1 Fund, Seabury Sterling Liquidity 2 Fund)**
  - Securitisations, Asset Backed Commercial Paper and Money Market Instruments will be valued at Mark-to-Market.
- **Valuation rules applicable to constant or Low Variable NAV Money Market Funds (Canadian Dollar Fund, Sterling Fund, US Dollar Fund)**
  - Securitisations, Asset Backed Commercial Paper and Money Market Instruments will be valued using the Amortised Cost Method for assets that have a residual maturity of up to 75 days and where the price of that asset calculated with the Amortised Cost Method does not deviate from the Mark-to-Market price by more than 10 basis points. In the event of such a deviation the value will be calculated at Mark-to-Market.

#### Security Acronyms:

|                            |   |
|----------------------------|---|
| DPNT Deposit Note          | GMTN Global Medium Term Note                    |
| EMTN Euro Medium Term Note | MTN Medium Term Note                            |
| FRN Floating Rate Note     | REGS not registered under the US Securities Act |

### 2.3 Investment income

Interest is accrued on a day-to-day basis. In the case of debt securities issued at discount or premium to maturity value, the total income arising on such securities, taking into account the amortisation of such discount or premium, is spread over the life of the security.

Dividends are recognised on the date on which the shares concerned are quoted ex-dividend.

Dividend and interest income are stated net of irrecoverable withholding taxes, if any.

Due to the negative interest rate environment in Europe, the net yield on the Euro Fund and Seabury Euro Liquidity 1 Fund may be negative.

### 2.4 Foreign exchange

The cost of investments, income and expenses in currencies other than the Fund’s relevant reporting currency have been recorded at the rate of exchange ruling at the time of the transaction. The value of the investments and other assets and liabilities in currencies other than the relevant reporting currency has been converted at the rates of exchange ruling at 28 June 2019.

Realised and unrealised exchange differences on the revaluation of foreign currencies are taken to the Statement of Operations.

### 2.5 Realised gains and losses on investments

A realised investment gain or loss is the difference between the historical average cost of the investment and the sale proceeds.

When valued at amortised cost realised gains and losses on investments are recorded under “Investment income” in the Statements of Operations.

When valued at Mark-to-Market realised and unrealised gains and losses on investments are recorded separately.

### 3 Share Class Information

#### 3.1 General

Within each Fund, the Company is entitled to create different share classes. These are distinguished by their distribution policy or by any other criteria stipulated by the Directors. Classes suffixed with a '1' or '3' are Distribution shares and Classes suffixed with a '2' are Accumulation shares. Please refer to the prospectus for further details. For a list of current live share classes please visit [aberdeen-asset.com](http://aberdeen-asset.com).

#### 3.2 UK Reporting Fund Regime

UK Reporting Fund Regime Status is granted prospectively by the UK taxation authorities. It is the intention of the Board of Directors to continue to comply with the requirements of the Reporting Fund Regime for all shares classes.

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It is the average amount of income included in the purchase price of a Group 2 share.

Annually and within six months of the year end, the Manager will publish the UK Reporting Regime Report to investors for all share classes granted reporting fund status on its website ([aberdeen-asset.co.uk](http://aberdeen-asset.co.uk)).

The UK Reporting Regime Report to investors for each share class can also be requested in writing by contacting Aberdeen Standard Investments Luxembourg S.A. at the Shareholder Service Centre as detailed on the back cover of this report.

#### 3.3 Switches

Shares in one Fund may be exchanged or switched into shares of a different class in the same Fund, subject to the qualifications for investment being met, on any dealing day for the relevant Fund. Shares in the same class may not be switched between accumulation and income shares or between accumulation and flexible income shares. Investors may switch either a specific number of shares or shares of a specified value.

Investors in any Fund of the Company may not exchange their shares for shares of the same or another class in any other Fund of the Company.

Any exchange of shares is subject to meeting the relevant share class qualifications and to the limitations and charges described in the prospectus.

For full details on switching contact the Global Distributor, UK Distributor, Transfer Agent or [aberdeen.global@aberdeen-asset.com](mailto:aberdeen.global@aberdeen-asset.com)

#### 3.4 Dilution adjustment

Frequent subscriptions and redemptions can potentially have a dilutive effect on the Fund's NAV per share and be detrimental to the long term investors as a result of the transaction costs that are incurred by the Fund in relation to the trades undertaken by the Investment Manager.

The Board of Directors' current policy through delegation to the Investment Managers' Investor Protection Committee ("IPC") is normally to impose a dilution adjustment to the NAV of each Class of Shares. A dilution rate is applied whenever net subscriptions or redemptions exceed a certain threshold determined by the Board of Directors (having considered prevailing market conditions).

The dilution adjustment will be recorded in the relevant Fund's NAV and becomes part of the Fund's relevant dealing NAV.

The dilution adjustment is a percentage adjustment applied to each share class in a Fund on a dealing day determined on the basis of estimates of any dealing charges (including commission and/or other costs) and/or any bid/offer spread that the Board of Directors believes are appropriate to take into account in respect of that Fund. Such dealing charges will reflect costs and liabilities not included in the calculation of the NAV of the relevant class.

The Net Asset Values as at 30 June 2019 disclosed in this report do not include any dilution adjustments and hence may differ from those published on 28 June 2019 for dealing into the Funds.

### 4 Expenses

Expenses which do not relate to a particular Fund are allocated between Funds in proportion to the NAV's of the individual Funds.

#### 4.1 Management fees

The Investment Manager is entitled to receive management fees calculated on the Net Asset Value of the Funds, accrued daily.

Where a Fund invests in an open ended collective investment scheme which is operated or managed by the Investment Manager or an associate of the Investment Manager, no additional annual management charge will be incurred by the Fund on such an investment.

The following annual management fee rates are applicable according to the prospectus.

| Classes of shares (%) | A-2  | I-2  | I-3  | J-2  | J-3  | K-1  | K-2  | K-3  | L-1  | L-3  | X-2  | Y-1 | Y-3 |
|-----------------------|------|------|------|------|------|------|------|------|------|------|------|-----|-----|
| Canadian Dollar Fund  | 0.50 | 0.30 | 0.30 | 0.20 | 0.20 | 0.15 | 0.15 | 0.15 | 0.10 | 0.10 | 0.30 | N/A | N/A |

| Classes of shares (%)             | A-2  | I-2  | I-3  | J-2  | J-3  | K-1  | K-2  | K-3  | L-1  | L-3  | X-2  | Y-1  | Y-3  |
|-----------------------------------|------|------|------|------|------|------|------|------|------|------|------|------|------|
| Euro Fund                         | 0.50 | 0.30 | 0.30 | 0.20 | 0.20 | 0.15 | 0.15 | 0.15 | 0.10 | 0.10 | 0.30 | N/A  | N/A  |
| Seabury Euro Liquidity 1 Fund     | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | 0.10 | 0.10 | N/A  | 0.03 | 0.03 |
| Seabury Sterling Liquidity 2 Fund | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | 0.10 | 0.10 | N/A  | 0.03 | 0.03 |
| Short Duration Sterling Fund      | 0.50 | 0.30 | 0.30 | 0.20 | 0.20 | 0.15 | 0.15 | 0.15 | 0.10 | 0.10 | 0.30 | N/A  | N/A  |
| Sterling Fund                     | 0.50 | 0.30 | 0.30 | 0.20 | 0.20 | 0.15 | 0.15 | 0.15 | 0.10 | 0.10 | 0.30 | N/A  | N/A  |
| US Dollar Fund                    | 0.50 | 0.30 | 0.30 | 0.20 | 0.20 | 0.15 | 0.15 | 0.15 | 0.10 | 0.10 | 0.30 | N/A  | N/A  |

The following annual management fee rates are applicable as at 30 June 2019. Where the fee rate is different to the prospectus rate this is as a result of management fee waivers:

| Classes of shares (%)             | A-2  | I-2  | I-3  | J-2  | J-3  | K-1  | K-2  | K-3  | L-1  | L-3  | X-2  | Y-1  | Y-3  |
|-----------------------------------|------|------|------|------|------|------|------|------|------|------|------|------|------|
| Canadian Dollar Fund              | 0.40 | 0.20 | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | 0.10 | N/A  | N/A  | N/A  | N/A  |
| Euro Fund                         | 0.02 | 0.02 | N/A  | 0.02 | 0.05 | N/A  | 0.02 | N/A  | N/A  | N/A  | 0.00 | N/A  | N/A  |
| Seabury Euro Liquidity 1 Fund     | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | 0.03 |
| Seabury Sterling Liquidity 2 Fund | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  | 0.03 | N/A  |
| Short Duration Sterling Fund      | N/A  | N/A  | N/A  | 0.20 | N/A  | 0.15 | 0.15 | N/A  | N/A  | N/A  | N/A  | N/A  | N/A  |
| Sterling Fund                     | 0.20 | 0.20 | 0.20 | N/A  | 0.20 | 0.15 | N/A  | 0.15 | 0.10 | 0.10 | 0.10 | N/A  | N/A  |
| US Dollar Fund                    | 0.10 | 0.10 | N/A  | 0.10 | N/A  | 0.15 | 0.05 | N/A  | 0.10 | N/A  | 0.10 | N/A  | N/A  |

Class Z shares are not subject to a management fee charge.

#### 4.2 Administration fees

The Administrative agent is entitled to a fee not exceeding 0.05% per annum (plus VAT, if any) of the net assets of the Company as determined on the last dealing day of the month.

The Administrator is also entitled to be reimbursed for any reasonable out-of-pocket expenses.

#### 4.3 Depositary fees

The Depositary bank is entitled to a fee not exceeding 2% per annum (plus VAT, if any) of the net assets of the Company as determined on the last dealing day of the month.

The Depositary bank is also entitled to be reimbursed for any reasonable out-of-pocket expenses and for the transaction charges of any correspondent banks.

#### 4.4 Domiciliary agent, registrar, paying and transfer agent fees

The Company paid Domiciliary, Registrar, Paying, and Transfer Agency fees which did not exceed 0.1% per annum (plus VAT, if any) of the net assets of the Company as determined on the last dealing day of the month.

The Company paid Paying Agent fees which did not exceed 0.01% per annum of the net assets of the Company as determined on the last dealing day of the month.

The following amounts were incurred during the year:

| Currency                   | Canadian Dollar Fund<br>CAD | Euro Fund<br>EUR | Seabury Euro Liquidity 1 Fund<br>EUR | Seabury Sterling Liquidity 1 Fund<br>GBP |
|----------------------------|-----------------------------|------------------|--------------------------------------|--|
| Domiciliary                | 140                         | 3,748            | 2,521                                | 1,082                                    |
| Paying Agent               | 176                         | 4,495            | 2,944                                | 1,263                                    |
| Registrar & Transfer Agent | 4,794                       | -                | -                                    | 18,095                                   |
| <b>Total</b>               | <b>5,110</b>                | <b>9,879</b>     | <b>6,955</b>                         | <b>20,440</b>                            |

| Currency                   | Seabury Sterling Liquidity 2 Fund GBP | Short Duration Sterling Fund GBP | Sterling Fund GBP | US Dollar Fund USD |
|----------------------------|---------------------------------------|----------------------------------|-------------------|--------------------|
| Domiciliary                | 1,450                                 | 9,940                            | 42,566            | 2,381              |
| Paying Agent               | 1,693                                 | 12,285                           | 51,905            | 2,966              |
| Registrar & Transfer Agent | 23,903                                | 149,292                          | 617,208           | 37,311             |
| <b>Total</b>               | <b>27,046</b>                         | <b>171,517</b>                   | <b>711,679</b>    | <b>42,658</b>      |

The Transfer Agent, Aberdeen Global Services SA., has elected to waive the Transfer Agency Fees on the Euro Fund and Seabury Euro Liquidity 1 Fund until further notice.

#### 4.5 Management Company fees

The Management Company fees did not exceed 0.01% per annum of the net assets of the Company at each month end.

The Management Company, Aberdeen Standard Investments Luxembourg S.A. (formerly Aberdeen Global Services SA.), has elected to waive the Management Company fees on the Euro Fund and Seabury Euro Liquidity 1 Fund until further notice.

#### 4.6 Operational expenses

Operational expenses represent other amounts paid by the Company relating to the operation of the Funds. They include legal fees, audit fees, Directors' fees, cost of printing and distributing the prospectuses and annual and half yearly reports, fees in connection with obtaining or maintaining any registration or authorisation of the Company with any governmental agency or stock exchange as well as the cost of publication of share prices.

#### 4.7 Distributor's fees

Distributor's fees will not exceed 0.45% per annum (plus VAT, if any) of the net assets of the Company as determined on the last Dealing Day of the month. The Management Company, Aberdeen Standard Investments Luxembourg S.A. (formerly Aberdeen Global Services SA.), has elected to waive the Distributor's fees on all funds.

#### 4.8 Expense caps

Expense caps are determined on the basis of ongoing charges of the respective share classes as at 30 June 2019.

The expense caps are applicable until such time as the Board changes the caps, any changes resulting in an increase in expenses will be communicated to the shareholders as required by applicable legislation.

Amounts receivable resulting from the application of expense caps for the year will be paid monthly.

| Classes of shares (%)             |             |                           |
|-----------------------------------|-------------|---------------------------|
| Sub-Fund                          | Share Class | Expense Cap per annum (%) |
| Canadian Dollar Fund              | A-2         | 0.5000                    |
| Canadian Dollar Fund              | I-2         | 0.2900                    |
| Canadian Dollar Fund              | L-1         | 0.1000                    |
| Euro Fund                         | J-3         | 0.0500                    |
| Euro Fund                         | Z-3         | 0.0103                    |
| Seabury Euro Liquidity 1 Fund     | Y-3         | 0.0326                    |
| Seabury Euro Liquidity 1 Fund     | Z-3         | 0.0064                    |
| Seabury Sterling Liquidity 1 Fund | Z-1         | 0.0289                    |
| Seabury Sterling Liquidity 2 Fund | Y-1         | 0.0420                    |
| Seabury Sterling Liquidity 2 Fund | Z-1         | 0.0139                    |
| Short Duration Sterling Fund      | J-2         | 0.2159                    |
| Short Duration Sterling Fund      | K-1         | 0.1512                    |
| Short Duration Sterling Fund      | K-2         | 0.1512                    |
| Short Duration Sterling Fund      | Z-2         | 0.0159                    |
| Sterling Fund                     | I-3         | 0.2019                    |
| Sterling Fund                     | J-3         | 0.2019                    |
| Sterling Fund                     | K-1         | 0.1500                    |
| Sterling Fund                     | K-3         | 0.1519                    |

| Classes of shares (%) |             |                           |
|-----------------------|-------------|---------------------------|
| Sub-Fund              | Share Class | Expense Cap per annum (%) |
| Sterling Fund         | L-1         | 0.1000                    |
| Sterling Fund         | L-3         | 0.1019                    |
| Sterling Fund         | Z-1         | 0.0076                    |
| Sterling Fund         | Z-2         | 0.0012                    |
| Sterling Fund         | Z-3         | 0.0019                    |
| US Dollar Fund        | K-1         | 0.1500                    |
| US Dollar Fund        | L-1         | 0.1000                    |

#### 4.9 Annual taxation

All funds that are managed as Short Term Money Market Funds are liable in Luxembourg to a Taxe d'Abonnement of a rate of 0.01% per annum for each Class of Share. The Short Duration Sterling Fund (formerly Ultra Short Duration Sterling Fund) is liable in Luxembourg to a Taxe d'Abonnement of a rate of 0.05% per annum for each retail Class of Share and a reduced rate of 0.01% per annum for specific Classes of Shares which are restricted to institutional investors, Class J, Class K and Class Z Shares are currently entitled to this reduced rate. The charge is accrued daily and payable quarterly on the basis of the net assets of the Fund at the end of the relevant quarter.

During the year ended 30 June 2019 Class I, Class J, Class K, Class L and Class Z Shares for all Funds, except the Short Duration Sterling Fund, benefited from an exemption to pay Taxe d'Abonnement.

The exemption is under Article 175 of the Law of 17 December 2010 and it is subject to compliance with following requirements:

- i) securities are only held by Institutional Investors, and
- ii) whose sole object is the collective investment in money market instruments and the placing of deposits with credit institutions, and
- iii) whose weighted residual portfolio maturity does not exceed 90 days, and
- iv) that have obtained the highest possible rating from a recognised rating agency.

## 5 Dividends

Class K-1, Class L-1, Class Y-1, Class Z-1, Class I-3, Class J-3, Class K-3, Class L-3, Class Y-3 and Class Z-3 shares declared dividends on a daily basis and distributed on or about the second Business Day of the following month. These shares of each Fund begin earning dividends on the Dealing Day on which they were issued. If an investor redeems its entire holding of these shares within a Fund during a month, accrued but unpaid dividends are payable with the redemption proceeds. For partial redemptions of a holding, accrued but unpaid dividends are payable on the next pay date. Shares do not earn dividends on the Dealing Day on which their redemption is accepted.

Class A-2, Class I-2, Class J-2, Class K-2, Class X-2 and Class Z-2 shares accumulated investment income within the Share Price of this Class of Share on a daily basis.

Until 11 March 2019, where the net investment income is negative, a specific mechanism was applied to Class A-3, Class I-3, Class J-3, Class K-3, Class L-3 and Class Z-3 shares in order to maintain a stable Net Asset Value per Share. An amount representing any shortfall due to a negative yield affecting a Fund's portfolio, together with usual applicable charges, is calculated and accrued daily as an amount due to the Fund and deducted by the second business day of the next following month from the holdings of each investor in the Class concerned by compulsory redeeming an appropriate (proportional portion) number of their Shares held.

From 11 March 2019, this share cancellation system no longer applies and dividends will be declared if and when the net investment income is positive.

## 6 Directors' Interests

None of the Directors had a material interest in any contracts of significance subsisting with the Company either during the year to or as at 30 June 2019.

None of the Directors have service contracts with the Company.

## 7 Changes in Investment Portfolio

The schedule of changes in the investment portfolio is available on request from the Registered Office in Luxembourg and from the local agents listed under Management and Administration and in the prospectus.

## 8 Transactions with Connected Persons

### 8.1 Cross trades

During the year the Investment Manager/Adviser undertook certain sale and purchase transactions between:

- i) the Funds' portfolios; and
- ii) a) the Investment Manager; or
- b) the Investment Adviser; or
- c) a Standard Life Aberdeen PLC group company; or
- d) other funds or portfolios managed by the Investment Manager/Adviser or any Standard Life Aberdeen plc group company.

Such transactions were carried out on an arm's length basis and were consistent with the best interests of the Company.

### 8.2 Other transactions

Transactions with connected persons outlined in notes 4.1, 4.4, 4.5 and 4.6 have been entered into in the ordinary course of business and on normal commercial terms.

As at 30 June 2019 other Funds/Trusts and mandates managed by Standard Life Aberdeen plc held investments in the Company valued at USD 36,280,392,841.

## 9 Soft Commission/Commission Sharing

There are no soft commission arrangements for the Company.

## 10 Equalisation

Equalisation is operated in connection with the issue and redemption of shares. It represents the income element included in the price for the issue and redemption of shares.

## 11 Transaction Costs

For the year ended 30 June 2019 the Company incurred no transaction costs, which have been defined as commissions and taxes relating to purchase or sale of transferable securities, money market instruments, derivatives or other eligible assets.

## 12 Corporate Governance

The Board has adopted the Principles of the ALFI Code of Conduct dated June 2013 (the Code), which sets out a framework of high level principles and best practice recommendations for the governance of Luxembourg investment funds.

The Board considers that it has been in compliance with the Principles of the Code in all material respects for the year ended 30 June 2019.

The Board meets regularly to consider the activities of the Company and receives reports on various activities, including compliance controls and risk management.

The Board of Directors has established an Audit Committee which is charged with reviewing the financial statements and the external audit process (including the appointment and remuneration of the external Auditor, subject to Shareholders approval), and reviewing and monitoring internal audit matters.

The Board of Directors has also established a Risk Committee which has oversight of the Risk Management Framework of the Company and specifically the effectiveness of risk management, governance and compliance activity.

The collective remuneration of the Board of Directors charged to the Company amounts to USD 35,536 for the year ended 30 June 2019.

## 13 Important Events and Prospectus Updates

**Aberdeen Standard Liquidity Fund (Lux) - (the "Company"):**

At the reconvened EGM, which was held on 10 January 2019, the shareholders of Aberdeen Liquidity Fund (Lux) voted in favour for the amendment and restatement of the articles of incorporation of Aberdeen Liquidity Fund (Lux), mainly to reflect the following changes, with effect from 21 January 2019:

### 1. Entry into force of the Money Market Fund Regulation

Due to the adoption of the new European Regulation 2017/1131 (the "Regulation") on money market funds (the "MMF"), it has been decided to amend the Company's prospectus (the "Prospectus") and articles of incorporation (the "Articles") to comply with the requirements of the Regulation (the "MMF Update").



The Funds referred to under Schedule A below qualify as MMF (the “**MMF Funds**”) and thus must comply with the Regulation before 21 January 2019 and a file demonstrating their compliance with the new regime of money market fund under the Regulation was submitted to the *Commission de Surveillance du Secteur Financier*. As of the date hereof, all Funds, except Aberdeen Standard Liquidity Fund (Lux) – Short Duration Sterling Fund, qualify as MMF.

As a consequence, the Board has decided to proceed to the following amendments of the Prospectus to comply with the Regulation:

- insertion of additional risk warnings, as set out under article 36(3) of the Regulation;
- insertion of a statement setting out that the MMF Funds qualify as money market fund under the Regulation;
- insertion of two tables reflecting (i) the main features in respect of each type of MMF and (ii) the qualification of each MMF Funds;
- insertion of specific provisions regarding the subscription, redemption and switching of shares in the MMF Funds;
- amendment / adjustment of the investment policy of each MMF Fund;
- insertion of that each MMF may use the derogation provided under article 17.7 of the Regulation and invest up to 100% of its assets in the entities referred to statement under the aforementioned article 17.7;
- amendment of the type of eligible assets in which each MMF Fund may invest in accordance with article 9 of the Regulation;
- insertion of a new section entitled “credit quality assessment procedure” to comply with articles 19 to 23 of the Regulation;
- amendment of a sub-appendix reflecting the investment restrictions applicable to the MMF Funds to (i) comply with articles 10 to 16 of the Regulation and to (ii) insert the diversification and concentration rules set out under articles 17 and 18 of the Regulation;
- insertion of an additional appendix entitled “Liquidity Risk and Portfolio Risk Limitation Rules applicable to MMFs” to comply with the requirements of articles 24 and 34 of the Regulation;
- amendment / adjustment of the rules on the determination of the net asset value to comply with article 29 to 33 of the Regulation;
- update of section “Publication of Share Prices” to state that the difference between the Constant NAV and the Variable NAV of the Public Debt CNAV MMF and LVNAV MMF is made available daily at the registered office and on the website of the Company;
- update of the information available to Shareholders to comply with article 36(2) of the Regulation.

In addition to the Prospectus changes, the Articles have been amended in order to comply with the Regulation.

**Aberdeen Liquidity Fund (Lux) – Seabury Euro Liquidity 1 Fund (Class Z-3 Inc EUR and Class Y-3 Inc EUR Shares) and Aberdeen Liquidity Fund (Lux) - Sterling Fund (Class Class I - 3 Inc, Class J - 3 Inc, Class, Class K - 3 Inc, Class L - 3 Inc and Class Z - 3 Inc Shares) – (the “Sub-Funds” and the “Share Classes”)**

On 11 January 2019, the CSSF published (together with the Central Bank of Ireland) a joint statement in the interests of supporting the orderly implementation of the MMF Regulation by converging their respective supervisory approaches to share cancellation following the opinion of the European Commission expressed in its letters dated January 2018 and October 2018 that share cancellation is not compatible with the MMF Regulation.

In accordance with the provisions of the previous Prospectus dated July 2018, share cancellation is applied with respect to Class A-3, Class I-3, Class J-3, Class K-3, Class L-3, Class M-3, Class X-3, Class Y-3 and Class Z-3 Shares in case the net investment income is negative.

In accordance with the latest regulatory developments, the board of directors of the Company has decided that as from 21 January 2019 (the “**Effective Date**”) share cancellation with respect to the Share Classes is no longer applied. All other features of the Share Classes remain unchanged.

Aberdeen Liquidity Fund (Lux) – Seabury Euro Liquidity 1 Fund qualifies as Short-Term Variable Net Asset Value MMF and Aberdeen Liquidity Fund (Lux) - Sterling Fund qualifies as Low Volatility Net Asset Value MMF.

**Aberdeen Liquidity Fund (Lux) – Euro Fund (the “Euro Sub-Fund”)**

Similar to both Sub-Funds mentioned above, the provisions in accordance with previous Prospectus dated July 2018, share cancellation is applied with respect to Class A-3, Class I-3, Class J-3, Class K-3, Class L-3, Class M-3, Class X-3, Class Y-3 and Class Z-3 Shares of the Euro Sub-Fund (together the “**Class 3 Shares**”) in case the net investment income is negative.

As a consequence of the latest regulatory developments described above, the Euro Sub-Fund cannot be authorised as Money Market Fund within the meaning of the MMF Regulation as long as share cancellation is applied to any of the Class 3 Shares.

The Euro Sub-Fund was therefore not authorised as a Low Volatility Net Asset Value Money Market Fund (Short-Term) within the meaning of the MMF Regulation on 21 January 2019 but makes use of the transitional provisions of article 44 of the MMF Regulation.

In accordance with the latest regulatory developments, the board of directors of the Company decided that as from 11 March 2019 (the “**Effective Date**”):

- (i) share cancellation with respect to the Class 3 Shares is no longer applied; and
- (ii) the Sub-Fund becomes a Variable Net Asset Value Money Market Fund (Short-Term) within the meaning of the MMF Regulation and the applicable provisions of the MMF Regulation apply.



All other features of the Class 3 Shares remain unchanged.

With effect from the Effective Date, the Cut-Off Time of Euro Sub-Fund has changed from before 14:00 to before 13:00 hours Luxembourg time. The Valuation Point of this Fund has changed to 13:00 hours Luxembourg time.

Even though the Euro Sub-Fund was not authorised as a Money Market Fund within the meaning of the MMF Regulation until the Effective Date, it is managed in accordance with the general rules set out in the MMF Regulation and in accordance with the provisions of Part I of the law dated 17 December 2010 on undertakings for collective investment, as may be amended.

**In addition to the Prospectus changes, the Articles have been amended in order to comply with the Regulation.**

## **2. Change of name of the Company and the Management Company**

As part of the integration of Aberdeen Asset Management PLC and Standard Life plc, the entities belonging to the new Aberdeen Standard Investments business are being renamed. The Management Company, Aberdeen Global Services SA., is being renamed as Aberdeen Standard Investments Luxembourg SA. on 1 January 2019. The name of the Company was renamed to "Aberdeen Standard Liquidity Fund (Lux)", effective 21 January 2019.

## **3. Changes with respect to Aberdeen Liquidity Fund (Lux) – Ultra Short Duration Sterling Fund**

The name of the sub-fund has changed from "Aberdeen Liquidity Fund (Lux) – Ultra Short Duration Sterling Fund" to "Aberdeen Standard Liquidity Fund (Lux) – Short Duration Sterling Fund". As mentioned above, Aberdeen Standard Liquidity Fund (Lux) – Short Duration Sterling Fund does not qualify as an MMF and therefore is not subject to the provisions applicable to MMFs. The Prospectus is updated in order to clearly distinguish between the provisions which specifically apply to the MMF Funds and those which apply to Aberdeen Standard Liquidity Fund (Lux) – Short Duration Sterling Fund which is not an MMF.

The investment policy of this Fund has been updated to clearly state that the maximum duration of the Fund's investments does not exceed 1 year with the maximum expected maturity of instruments up to 5 years.

Furthermore, the Fund's investment policy is amended in order to specify that it may invest up to 20% of its net assets in Asset Back Securities. The Board may decide to increase this limit to up to 50%. Shareholders in the Fund are notified of this decision by an announcement published on the internet site [www.aberdeenstandard.com](http://www.aberdeenstandard.com) at least twenty-four (24) hours in advance and the Prospectus is amended accordingly.

## **4. Adjustment of Cut-Off Times/Valuation Points and deadline for payment of subscription price/redemption proceeds of certain Funds**

The Cut-Off Times for subscriptions, redemptions and switching of shares, the Valuation Points and deadline for payment of the subscription price/redemption proceeds for certain Funds has been adapted as follows with effect as from 21 January 2019:

The Cut-Off Time of Aberdeen Standard Liquidity Fund (Lux) – Seabury Euro Liquidity 1 Fund is moved from before 14:00 to before 13:00 hours Luxembourg time. The Valuation Point of this Fund is moved to 13:00 hours Luxembourg time.

The Cut-Off Time of Aberdeen Standard Liquidity Fund (Lux) – Seabury Sterling Liquidity 1 Fund and Aberdeen Standard Liquidity Fund (Lux) – Seabury Sterling Liquidity 2 Fund is moved from before 14:30 to before 13:30 hours Luxembourg time. The Valuation Point of these Funds is moved to 13:30 hours Luxembourg time.

For all Funds, the Cut-Off Time on 24 December and 31 December has been moved from before 12:00 hours Luxembourg time to before 13:00 hours Luxembourg time. In addition, the Valuation Point on 24 December and 31 December, in respect of each Fund, is moved from 12:00 to 13:00 hours Luxembourg time. This change applies as from 24 and 31 December 2018.

In respect of the Aberdeen Standard Liquidity Fund (Lux) – Euro Money Market Fund, the Aberdeen Standard Liquidity Fund (Lux) – Sterling Money Market Fund and the Aberdeen Standard Liquidity Fund (Lux) – US Dollar Money Market Fund, cleared monies should be received by the Transfer Agent no later than one Business Day after the application is accepted and Shares are allotted. The relevant Shares are issued upon receipt of cleared monies. For the same Funds, proceeds of redemption are normally paid at Shareholders' expense by bank transfer into the Shareholders' nominated bank account on the first Business Day following the date on which the applicable Share Price was determined.

#### Schedule A - Qualification of the MMF Funds under the Regulation

| Variable Net Asset Value MMF (standard)                              | Variable Net Asset Value MMF (Short-Term)  | Low Volatility Net Asset Value MMF (Short-Term)               | Public Debt Constant Net Asset Value MMF (Short-Term)              |
|--|--|---|--|
| Aberdeen Standard Liquidity Fund (Lux) – Euro Money Market Fund      | Aberdeen Standard Liquidity Fund (Lux) – Seabury Euro Liquidity 1 Fund   | Aberdeen Standard Liquidity Fund (Lux) – Canadian Dollar Fund |  |
| Aberdeen Standard Liquidity Fund (Lux) – Sterling Money Market Fund  | Aberdeen Standard Liquidity Fund (Lux) – Seabury Sterling Liquidity 1 Fund   | Aberdeen Standard Liquidity Fund (Lux) – Sterling Fund        | Aberdeen Standard Liquidity Fund (Lux) – Public Debt Sterling Fund |
| Aberdeen Standard Liquidity Fund (Lux) – US Dollar Money Market Fund | Aberdeen Standard Liquidity Fund (Lux) – Seabury Sterling Liquidity 2 Fund<br>Aberdeen Standard Liquidity Fund (Lux) – Euro Fund | Aberdeen Standard Liquidity Fund (Lux) – US Dollar Fund       |  |

#### 14 Services provided by the Réviseur d'Entreprises agréé

During the financial year from July 1, 2018 to June 30, 2019, in addition to the audit of the financial statements as at June 30, 2019, the following audit services were provided by KPMG Luxembourg, Société Coopérative:

1. Preparation of the Report on the Activity of the Fund for the year ended June 30, 2019, in accordance with "circular 02/81 : Guidelines concerning the task of auditors of undertakings for collective investment", issued by the Commission de Surveillance du Secteur Financier.
2. Reports in accordance with the article 71 of the law of December 17, 2010 on undertakings for collective investment in the context of:
  - a. the merger between 3 sub-funds of Seabury Assets Fund Plc and 3 sub-funds of the Fund, with effective date on October 5, 2018;
  - b. the merger between 3 sub-funds of Standard Life Investments Liquidity Fund Plc and 3 sub-funds of the fund with effective date on October 5, 2018.
3. Audit procedures for the sub-fund Aberdeen Liquidity Fund (Lux), Seabury Sterling Liquidity 1 Fund as at December 31, 2018 in the context of the audit of the financial statements of Standard Life Aberdeen Plc as of and for the year ended December 31, 2018.

# Report of the Réviseur d'Entreprises agréé

To the Shareholders of  
 Aberdeen Standard Liquidity Fund (Lux) (formerly Aberdeen Liquidity Fund (Lux))  
 Société d'Investissement à Capital Variable  
 35a, avenue John F. Kennedy  
 L-1855 Luxembourg  
 Grand Duchy of Luxembourg

## Report on the audit of the financial statements

### Opinion

We have audited the accompanying financial statements of Aberdeen Standard Liquidity Fund (Lux) (formerly Aberdeen Liquidity Fund (Lux)) and each of its sub-funds ("the Fund"), which comprise the Statement of Net Assets and the Portfolio Statement as at 30 June 2019 and the Statement of Operations and the Statement of Changes in Net Assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Aberdeen Standard Liquidity Fund (Lux) (formerly Aberdeen Liquidity Fund (Lux)) and each of its sub-funds as at 30 June 2019, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

### Basis for opinion

We conducted our audit in accordance with the EU Regulation N° 537/2014, the Law of 23 July 2016 on the audit profession ("Law of 23 July 2016") and with International Standards on Auditing ("ISAs") as adopted for Luxembourg by the Commission de Surveillance du Secteur Financier ("CSSF"). Our responsibilities under the EU Regulation N° 537/2014, the Law of 23 July 2016 and ISAs are further described in the « Responsibilities of "Réviseur d'Entreprises agréé" for the Audit of the Financial Statements » section of our report. We are also independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants ("IESBA Code") as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

#### Valuation of investments in securities and money market instruments (Refer to note 2.2)

*Why the matter was considered to be one of most significance in the audit?*

Investments in securities and money market instruments represent up to 102.22% of total net assets as at 30 June 2019 depending on sub-funds, and they are considered to be the key driver of the Fund's performance.

Accordingly, the valuation of investment in securities and money market instruments is considered to be a key audit matter due to the significance of the balance to the financial statements as a whole and the valuation principles for each sub-fund (mainly mark-to-market or amortised cost).

*How the matter was addressed in our audit*

Our procedures over the valuation of investments in securities and money market instruments included, but were not limited to:

- For the sub-funds within the scope of the EU Regulation 2017/1131 on money market funds (the EU Regulation), as at 30 June 2019, confirming that the valuation principles were compliant with the prospectus of the Fund and the EU Regulation;
- With respect to investments in securities and money market instruments valued at mark-to-market, comparing their valuation as at 30 June 2019 to the valuation recalculated using externally quoted prices;
- With respect to investments in securities and money market instruments valued at amortised cost, comparing their valuation as at 30 June 2019 to the valuation recalculated by us.

### Other information

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our report of the "Réviseur d'Entreprises agréé" thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.

#### **Responsibilities of the Board of Directors of the Fund for the financial statements**

The Board of Directors of the Fund is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Fund determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Fund is responsible for assessing the Fund's and each of its sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Fund either intends to liquidate the Fund or any of its sub-funds or to cease operations, or has no realistic alternative but to do so.

#### **Responsibilities of the "Réviseur d'Entreprises agréé" for the audit of the financial statements**

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of "Réviseur d'Entreprises agréé" that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the EU Regulation N° 537/2014, the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the EU Regulation N° 537/2014, the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Fund.
- Conclude on the appropriateness of the Board of Directors of the Fund's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's or any of its subfunds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of "Réviseur d'Entreprises agréé" to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of "Réviseur d'Entreprises agréé". However, future events or conditions may cause the Fund or any of its sub-funds to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our report unless law or regulation precludes public disclosure about the matter.

#### **Report on other legal and regulatory requirements**

We have been appointed as "Réviseur d'Entreprises agréé" by the General Meeting of the shareholders on 28 December 2018 and the duration of our uninterrupted engagement, including previous renewals and reappointments, is 28 years.

We confirm that the prohibited non-audit services referred to in the EU Regulation No 537/2014 were not provided and that we remained independent of the Fund in conducting the audit.

KPMG Luxembourg Société coopérative  
Cabinet de révision agréé  
39, avenue John F. Kennedy  
L-1855, Luxembourg  
Grand Duchy of Luxembourg

Luxembourg, XX September 2019

Pascale Leroy

## Risk Management (unaudited)

The Management Company uses a risk management process that allows monitoring of the risk of the portfolio positions and their share of the overall risk profile of the portfolios on the managed funds at any time. In accordance with the Law of 17 December 2010 on undertakings for collective investment as amended, and the applicable regulatory requirements of the Commission de Surveillance du Secteur Financier (CSSF) the Management Company reports to the CSSF on a regular basis on the risk management process. The Management Company ensures, on the basis of appropriate and reasonable methods, that the overall risk, associated with derivatives, does not exceed the net asset value of the portfolio.

The Management Company uses the following method:

### Commitment Approach

The Commitment Approach is based on the positions of derivative financial instruments, converted into their corresponding underlying equivalents using the delta approach. Netting and Hedging might be considered for derivative financial instruments and their underlying assets. The sum of these underlying equivalents must not exceed the net asset value of each of the Funds. The global risk on derivatives has been determined according to the commitment approach during the reporting year from 1 July 2018 until 30 June 2019.

## Securities Financing Transactions (unaudited)

The Company engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Company's involvement in and exposures related to reverse repurchases agreements for the accounting year ended 30 June 2019 are detailed below:

### Concentration data

Top 10 collateral issuers

#### Sterling Fund

| Collateral Issuer | Market Value<br>£'000 |
|-------------------|-----------------------|
| UK Treasury       | 1,900,000             |

Top 10 counterparties

#### Sterling Fund

| Reverse repurchase transactions counterparties | Market Value<br>£'000 |
|--|-----------------------|
| Royal Bank of Canada                           | 1,150,000             |
| Toronto Dominion Bank                          | 750,000               |

### Aggregate transaction data

#### Sterling Fund

|  | Country of registration | Settlement | Collateral type          | Quality | Currency | SFT market value<br>£'000 | SFT maturity tenor  | Collateral maturity tenor |
|--|-------------------------|------------|--------------------------|---------|----------|---------------------------|---------------------|---------------------------|
| <b>Reverse repurchase transactions</b> |                         |            |                          |         |          |                           |                     |                           |
| Royal Bank of Canada                   | Canada                  | Bilateral  | UK Inflation-Linked Gilt | AAA     | GBP      | 1,150,000                 | one day to one week | over one year             |
| Toronto Dominion Bank                  | Canada                  | Bilateral  | UK Gilt                  | AAA     | GBP      | 750,000                   | one day to one week | over one year             |

### Data on reuse of collateral

Non-cash collateral is held within a segregated account by the Fund's Custodian and will not be sold, re-invested or pledged.

### Safekeeping of collateral

#### Granted

At the year end no collateral was posted in respect of reverse repurchase transactions.

#### Received

As at the year-end date collateral was received for reverse repurchase transactions into a segregated account at the Fund's Custodian in the form of UK Gilts valued at £1,900m

### Data on return and cost for each type of SFT

All returns and costs from repurchase agreements accrue to the Funds and are not subject to any returns sharing arrangements with the Manager or any other third parties.

As at the year-end the repurchase agreements have returned a gain of £7m.

## Remuneration (unaudited)

### Remuneration Policy

The Standard Life Aberdeen plc Remuneration Policy applies with effect from 1 January 2018. The purpose of the Standard Life Aberdeen plc Remuneration Policy (the "Policy") is to document clearly the remuneration policies, practices and procedures of Standard Life Aberdeen. It has been approved by the Standard Life Aberdeen plc Remuneration Committee and is subject to the Remuneration Committee's annual review. The Policy applies to employees of the Standard Life Aberdeen group of companies ("SLA").

The Management Company, Aberdeen Standard Investments Luxembourg S.A. is authorised and regulated in Luxembourg by the Commission de Surveillance du Secteur Financier ("CSSF") and is a wholly owned subsidiary of Standard Life Aberdeen plc.

The Remuneration Committee of Standard Life Aberdeen plc adopted a UCITS V Remuneration Policy to ensure that the requirements of the Undertakings for Collective Investment Transferrable Securities V Directive (UCITS V) are fully adhered to by the group. This policy applies to Aberdeen Standard Investments Luxembourg S.A. and the UCITS Funds it manages. This policy is available on request.

### Remuneration Principles

SLA applies Group wide principles for remuneration policies, procedures and practices ensuring that remuneration design and the basis for awards will be clear, transparent and fair, in line with business strategy, objectives, culture, values and long term interests of SLA.

Remuneration policies, procedures and practices should be consistent with and promote good conduct which includes sound and effective risk management and not encourage risk taking that exceeds the level of tolerated risk of SLA. Total variable remuneration will be funded through pre-agreed distribution metrics. Where SLA's financial performance is subdued or negative, total variable remuneration should generally be contracted, taking into account both current remuneration and reductions in pay-outs of amounts previously granted and having regard for SLA's long term economic viability.

In addition to applying the SLA wide principles above, Aberdeen Standard Investments ("ASI") applies a number of additional principles including the following, when determining remuneration for employees:

- a) Remuneration should be competitive and reflect both financial, non-financial and personal performance;
- b) Our remuneration design will align the interests of employees, shareholders and importantly our clients/customers;
- c) Our remuneration structure will reward delivery of results over appropriate time horizons and will include deferred variable compensation at an appropriate level for the employee's role;
- d) We will provide an appropriate level of fixed remuneration to balance risk and reward.

### Governance and Regulatory Compliance

The Remuneration Committee is made up of independent non-executive directors and makes recommendations to the Board of Standard Life Aberdeen plc (the "Board") to assist it with its remuneration related duties. The Chief People Officer of Standard Life Aberdeen is responsible for ensuring the implementation of the Policy in consultation with the Remuneration Committee as well as other members of the Executive Committee ("Executive Body") (as defined by the Board), if appropriate.

### Financial and non-financial criteria

Variable remuneration is based on a rounded assessment of Group, Divisional and individual performance. When assessing individual performance, financial as well as non-financial criteria are taken into account. Individual performance is based on the individual's appraisal, which includes an employee's compliance with controls and applicable company standards including the Group's Code of Ethics, including Treating Customers Fairly and Conduct Risk.

### Conflicts of interest

The Conflicts of Interest Policy is designed to avoid conflicts of interest between SLA and its clients. This Policy prohibits any employee from being involved in decisions on their own remuneration. Furthermore, all employees are required to adhere to SLA's Global Code of Conduct, which encompasses conflicts of interest.

The Policy should, at all times, adhere to local legislation, regulations or other provisions. In circumstances or in jurisdictions where there is any conflict between the Policy and local legislation, regulations or other provisions, then the latter will prevail.

### Remuneration Framework

Employee remuneration is composed principally of fixed and variable elements of reward as follows:

- a) Fixed reward (fixed remuneration: salary (and cash allowances, if appropriate); and Benefits (including pension).
- b) Variable reward (bonus, a proportion of which may be subject to retention or deferral depending on role and regulatory requirements) and senior employees may also be awarded a long-term incentive award).

Appropriate ratios of fixed: variable remuneration will be set to as to ensure that:

- a) Fixed and variable components of total remuneration are appropriately balanced and



b) The fixed component is a sufficiently high proportion of total remuneration to allow Standard Life Aberdeen to operate a fully flexible policy on variable remuneration components, including paying no variable remuneration component.

|  |   |
|--|---|
| <i>Fixed Remuneration</i>              | Base salary provides a core reward for undertaking the role, where appropriate, and depending on the role, geographical or business market variances or other indicators, additional fixed cash allowances may make up a portion of fixed remuneration.   |
| <i>Benefits</i>                        | Benefits are made up of: core benefits, which are provided to all employees; and extra voluntary benefits that may be chosen by certain employees and which may require contribution through salary sacrifice or other arrangements. Extra voluntary benefits are designed to support the health and wellbeing of employees through enabling individual selection based on lifestyle choices. Standard Life Aberdeen will ensure that the core and voluntary employee benefits policies are in line with relevant market practice, its views on managing its business risk objectives, culture and values and long-term interests and local requirements. |
| <i>Pension</i>                         | Standard Life Aberdeen's pension policies (which consist of defined contribution plans and legacy defined benefit plans) are in line with legislative requirements, governance structures and market practice, and reflect Standard Life Aberdeen's long-term views on risk and financial volatility, its business objectives, culture and values and long-term interests and local requirements. In certain circumstances, SLA may offer a cash allowance in lieu of any pension arrangement.  |
| <i>Annual Performance Bonus Awards</i> | Employees who have been employed during a performance year (1 January to 31 December) may be eligible to be considered for an annual bonus in respect of that year. Eligibility criteria for an annual bonus are set out in the rules of the relevant bonus plan and/or contract of employment, as appropriate. The bonus plan in place is designed to reward performance in line with the business strategy, objectives, culture and values, long term interests and risk appetite of SLA. All Executive Directors are awarded bonuses under a SLA bonus plan as detailed in the Directors' Remuneration Report.   |
| <i>Other variable Pay Plans</i>        | Selected employees may participate in other variable pay plans, for example, performance fee share arrangements, where it is appropriate for their role or business unit. These plans operate under the overarching remuneration principles that apply across the group and, where appropriate, are also subject to specific principles governing incentives and are compliant with the requirements of any applicable regulatory standards.  |

#### Clawback/Malus

A clawback/malus principle applies to the variable pay plan. This enables the Remuneration Committee to seek to recoup the deferred amount of any unvested variable pay, in the exceptional event of misstatement or misleading representation of performance; a significant failure of risk management and control; or serious misconduct by an individual.

#### Guaranteed Variable Remuneration

Guaranteed variable remuneration is exceptional, occurs only in the context of hiring new staff and is limited to the first year of service.

#### UCITS V Identified Staff

Staff considered UCITS V Identified Staff are those categories of staff whose professional activities have a material impact on the decision making profiles of the Management Company or the UCITS Funds that the Management Company manages.

UCITS V identified staff will include; Senior Management; Decision makers, Staff engaged in control functions; and any employees receiving total remuneration that takes them into the same remuneration bracket as senior management and decision makers, and whose professional activities have a material impact on the risk profiles of the Company or the Funds that the Company manages.

#### Control Functions

SLA adheres to the principles and guidelines of regulations that apply to SLA in defining control functions. control functions include, but are not necessarily limited to, Risk, Compliance, Internal Audit and Actuarial functions or roles.

SLA will ensure that, as appropriate, senior employees engaged in a control function:

- a) Are independent from the Business Units they oversee;
- b) Have appropriate authority, and
- c) Their remuneration is directly overseen by the Remuneration Committee.

This is achieved by the main control functions being outside the business, and a material proportion of their annual incentives being subject to a scorecard based on the performance of the control function. Performance against the scorecard is reviewed by the relevant independent governing committee (either Risk & Capital Committee, or Audit Committee). SLA's People Function reviews the remuneration of employees in control functions and benchmarks with the external market to ensure that it is market competitive and adequately reflects employees' skills and experience.

#### Personal Hedging

UCITS V Identified Staff are not permitted to undermine the risk alignment effects of the UCITS V Remuneration Code. Personal hedging strategies; or remuneration-related insurance; or liability-related insurance is not permissible on remuneration.

#### Employee remuneration disclosure

The table below provides an overview of the following:

- Aggregate total remuneration paid by Aberdeen Standard Investments Luxembourg S.A. to its entire staff; and
- Aggregate total remuneration paid by Aberdeen Standard Investments Luxembourg S.A. to its 'Identified Staff'.

The 'Identified Staff' of Aberdeen Standard Investments Luxembourg S.A. are those employees who could have a material impact on the risk profile of Aberdeen Standard Investments Luxembourg S.A. or the UCITS Funds it manages, including the following UCITS Funds:

Canadian Dollar Fund

Euro Fund

Seabury Euro Liquidity 1 Fund

Seabury Sterling Liquidity 1 Fund

Seabury Sterling Liquidity 2 Fund

Sterling Fund

Short Duration Sterling Fund

US Dollar Fund

This broadly includes senior management, decision makers and control functions. For the purposes of this disclosure, 'Identified Staff' includes employees of entities to which activities have been delegated.

Amounts shown reflect payments made during the financial reporting period in question.

The reporting period runs from 1 January 2018 to 31 December 2018 inclusive.

| Canadian Dollar Fund<br>Reporting period: 01/01/2018 – 31/12/2018                    | Headcount  | Total<br>Remuneration<br>C\$'000 | UCITS<br>proportion<br>C\$'000 <sup>4</sup> |
|--|------------|----------------------------------|---|
| <b>Aberdeen Standard Investments Luxembourg S.A. staff</b> <sup>1</sup>              | <b>280</b> | <b>64,258</b>                    | <b>85</b>                                   |
| of which   |            |                                  |   |
| Fixed remuneration   |            | 51,119                           | 68  |
| Variable remuneration  |            | 13,139                           | 17  |
| Carried Interest   |            | NIL                              |   |
| <b>Aberdeen Standard Investments Luxembourg S.A. 'Identified Staff'</b> <sup>2</sup> | <b>150</b> | <b>17,699</b>                    | <b>23</b>                                   |
| of which   |            |                                  |   |
| Senior Management <sup>3</sup>   | 16         | 2,680                            | 3   |
| Other 'Identified Staff'   | 134        | 15,019                           | 20  |

| Euro Fund<br>Reporting period: 01/01/2018 – 31/12/2018                              | Headcount  | Total<br>Remuneration<br>€'000 | UCITS<br>proportion<br>€'000 <sup>4</sup> |
|---|------------|--------------------------------|---|
| <b>Aberdeen Standard Investments Luxembourg S.A. staff<sup>1</sup></b>              | <b>280</b> | <b>41,178</b>                  | <b>1,345</b>                              |
| of which  |            |                                |   |
| Fixed remuneration  |            | 32,758                         | 1,070                                     |
| Variable remuneration   |            | 8,420                          | 275                                       |
| Carried Interest  |            | NIL                            |   |
| <b>Aberdeen Standard Investments Luxembourg S.A. 'Identified Staff'<sup>2</sup></b> | <b>150</b> | <b>11,342</b>                  | <b>56</b>                                 |
| of which  |            |                                |   |
| Senior Management <sup>3</sup>  | 16         | 1,718                          | 38  |
| Other 'Identified Staff'  | 134        | 9,624                          | 314                                       |

| Seabury Euro Liquidity 1 Fund<br>Reporting period: 01/01/2018 – 31/12/2018          | Headcount  | Total<br>Remuneration<br>€'000 | UCITS<br>proportion<br>€'000 <sup>4</sup> |
|---|------------|--------------------------------|---|
| <b>Aberdeen Standard Investments Luxembourg S.A. staff<sup>1</sup></b>              | <b>280</b> | <b>41,178</b>                  | <b>2,335</b>                              |
| of which  |            |                                |   |
| Fixed remuneration  |            | 32,758                         | 1,857                                     |
| Variable remuneration   |            | 8,420                          | 478                                       |
| Carried Interest  |            | NIL                            |   |
| <b>Aberdeen Standard Investments Luxembourg S.A. 'Identified Staff'<sup>2</sup></b> | <b>150</b> | <b>11,342</b>                  | <b>643</b>                                |
| of which  |            |                                |   |
| Senior Management <sup>3</sup>  | 16         | 1,718                          | 97  |
| Other 'Identified Staff'  | 134        | 9,624                          | 546                                       |

| Seabury Sterling Liquidity 1 Fund<br>Reporting period: 01/01/2018 – 31/12/2018      | Headcount  | Total<br>Remuneration<br>£'000 | UCITS<br>proportion<br>£'000 <sup>4</sup> |
|---|------------|--------------------------------|---|
| <b>Aberdeen Standard Investments Luxembourg S.A. staff<sup>1</sup></b>              | <b>280</b> | <b>36,835</b>                  | <b>977</b>                                |
| of which  |            |                                |   |
| Fixed remuneration  |            | 29,303                         | 777                                       |
| Variable remuneration   |            | 7,532                          | 200                                       |
| Carried Interest  |            | NIL                            |   |
| <b>Aberdeen Standard Investments Luxembourg S.A. 'Identified Staff'<sup>2</sup></b> | <b>150</b> | <b>10,145</b>                  | <b>269</b>                                |
| of which  |            |                                |   |
| Senior Management <sup>3</sup>  | 16         | 1,536                          | 41  |
| Other 'Identified Staff'  | 134        | 8,609                          | 228                                       |

| Seabury Sterling Liquidity 2 Fund<br>Reporting period: 01/01/2018 – 31/12/2018      | Headcount  | Total<br>Remuneration<br>£'000 | UCITS<br>proportion<br>£'000 <sup>4</sup> |
|---|------------|--------------------------------|---|
| <b>Aberdeen Standard Investments Luxembourg S.A. staff<sup>1</sup></b>              | <b>280</b> | <b>36,835</b>                  | <b>1,425</b>                              |
| of which  |            |                                |   |
| Fixed remuneration  |            | 29,303                         | 1,134                                     |
| Variable remuneration   |            | 7,532                          | 291                                       |
| Carried Interest  |            | NIL                            |   |
| <b>Aberdeen Standard Investments Luxembourg S.A. 'Identified Staff'<sup>2</sup></b> | <b>150</b> | <b>10,145</b>                  | <b>392</b>                                |
| of which  |            |                                |   |
| Senior Management <sup>3</sup>  | 16         | 1,536                          | 59  |
| Other 'Identified Staff'  | 134        | 8,609                          | 333                                       |

| Short Duration Sterling Fund<br>Reporting period: 01/01/2018 – 31/12/2018           | Headcount  | Total<br>Remuneration<br>£'000 | UCITS<br>proportion<br>£'000 <sup>4</sup> |
|---|------------|--------------------------------|---|
| <b>Aberdeen Standard Investments Luxembourg S.A. staff<sup>1</sup></b>              | <b>280</b> | <b>36,835</b>                  | <b>5,558</b>                              |
| of which  |            |                                |   |
| Fixed remuneration  |            | 29,303                         | 4,421                                     |
| Variable remuneration   |            | 7,532                          | 1,137                                     |
| Carried Interest  |            | NIL                            |   |
| <b>Aberdeen Standard Investments Luxembourg S.A. 'Identified Staff'<sup>2</sup></b> | <b>150</b> | <b>10,145</b>                  | <b>1,531</b>                              |
| of which  |            |                                |   |
| Senior Management <sup>3</sup>  | 16         | 1,536                          | 232                                       |
| Other 'Identified Staff'  | 134        | 8,609                          | 1,299                                     |

| Sterling Fund<br>Reporting period: 01/01/2018 – 31/12/2018                          | Headcount  | Total<br>Remuneration<br>£'000 | UCITS<br>proportion<br>£'000 <sup>4</sup> |
|---|------------|--------------------------------|---|
| <b>Aberdeen Standard Investments Luxembourg S.A. staff<sup>1</sup></b>              | <b>280</b> | <b>36,835</b>                  | <b>19,918</b>                             |
| of which  |            |                                |   |
| Fixed remuneration  |            | 29,303                         | 15,845                                    |
| Variable remuneration   |            | 7,532                          | 4,073                                     |
| Carried Interest  |            | NIL                            |   |
| <b>Aberdeen Standard Investments Luxembourg S.A. 'Identified Staff'<sup>2</sup></b> | <b>150</b> | <b>10,145</b>                  | <b>5,486</b>                              |
| of which  |            |                                |   |
| Senior Management <sup>3</sup>  | 16         | 1,536                          | 831                                       |
| Other 'Identified Staff'  | 134        | 8,609                          | 4,655                                     |

| US Dollar Fund<br>Reporting period: 01/01/2018 – 31/12/2018                          | Headcount  | Total<br>Remuneration<br>\$'000 | UCITS<br>proportion<br>\$'000 <sup>4</sup> |
|--|------------|---------------------------------|--|
| <b>Aberdeen Standard Investments Luxembourg S.A. staff</b> <sup>1</sup>              | <b>280</b> | <b>47,149</b>                   | <b>1,217</b>                               |
| of which   |            |                                 |  |
| Fixed remuneration   |            | 37,508                          | 1,011                                      |
| Variable remuneration  |            | 9,641                           | 260  |
| Carried Interest   |            | NIL                             |  |
| <b>Aberdeen Standard Investments Luxembourg S.A. 'Identified Staff'</b> <sup>2</sup> | <b>150</b> | <b>12,986</b>                   | <b>350</b>                                 |
| of which   |            |                                 |  |
| Senior Management <sup>3</sup>   | 16         | 1,966                           | 53   |
| Other 'Identified Staff'   | 134        | 11,020                          | 297  |

<sup>1</sup> As there are a number of individuals indirectly and directly employed by Aberdeen Standard Investments Luxembourg S.A. this figure represents an apportioned amount of SLA's total remuneration fixed and variable pay, apportioned to the relevant UCITS Fund on an AUM basis, plus any carried interest paid by the UCITS Fund. The Headcount figure provided reflects the number of beneficiaries calculated on a Full Time Equivalent basis.

<sup>2</sup> The Identified Staff disclosure represents total compensation of those staff of the Management Company who are fully or partly involved in the activities of the Management Company, apportioned to the estimated time relevant to the Management Company, based on their time in role during the reporting period and the Management Company's proportion of SLA's total AUM. Across the 'Identified Staff', the average percentage of AUM allocation per individual based on work undertaken for Aberdeen Standard Investments Luxembourg S.A. as a Management Company was 12.22%.

<sup>3</sup> Senior management are defined in this table as Management Company Directors and members of the Standard Life Aberdeen plc Board, together with its Executive Committee, Investment Management Committee and Group Product Committee.

<sup>4</sup> This figure represents an apportioned amount of the total remuneration of the 'Identified staff' attributable to the UCITS Fund allocated on an AUM basis.

## Management and Administration

### Directors

#### Lynn Birdsong

Aberdeen Standard Liquidity Fund (Lux)  
35a, avenue John F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

#### Martin J Gilbert

Standard Life Aberdeen plc  
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Edinburgh, EH2 2AH  
United Kingdom

#### Soraya Hashimzai

Aberdeen Standard Investments Luxembourg SA.<sup>1</sup>  
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#### Bob Hutcheson

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#### Christopher Little

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#### Ian Macdonald

Aberdeen Standard Investments Asia Limited  
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#### Gary Marshall

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#### Hugh Young

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#### Roger Barker

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#### Andrey Berzins

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L-1855 Luxembourg  
Grand Duchy of Luxembourg

<sup>1</sup> With effect from 1 January 2019, the name of the Company was changed from Aberdeen Global Services SA. to Aberdeen Standard Investments Luxembourg SA.

**Investment Managers**

Aberdeen Asset Managers Limited  
10 Queen's Terrace

Aberdeen

AB10 1YG

United Kingdom

Authorised and regulated by the Financial Conduct Authority in the United Kingdom.

Aberdeen Asset Management Inc.

32nd Floor

1735 Market Street

Aberdeen

Philadelphia

PA 19103

United States

Authorised and regulated by the Securities and Exchange Commission of the United States of America.

**Registered Office**

Aberdeen Standard Liquidity Fund (Lux)

35a, avenue John F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg.

**Management Company also acting as Domiciliary, Registrar, Transfer Agent, Listing Agent and Global Distributor**

Aberdeen Standard Investments Luxembourg S.A.<sup>1</sup>, 35a, avenue John F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg.

**UK Distributor**

Aberdeen Asset Managers Limited

10 Queen's Terrace, Aberdeen, AB10 1YG

Authorised and regulated by The Financial Conduct Authority in the United Kingdom

Member of the Standard Life Aberdeen Group of Companies.

**Administrator, Depositary and Paying Agent**

State Street Bank Luxembourg S.C.A., 49 avenue John F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg.

**Sub-Distributor and Data Processing Agent**

Aberdeen Asset Managers Limited, 10 Queen's Terrace, Aberdeen, AB10 1YG, United Kingdom.

**Auditor**

KPMG Luxembourg, Société coopérative, 39 avenue John F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg.

**Legal Advisors to the Company**

Elvinger, Hoss & Prussen, 2, Place Winston Churchill,

L-1340 Luxembourg, Grand Duchy of Luxembourg.

**Paying and Information Agent in Austria**

Raiffeisen Bank International AG, Am Stadtpark 9, A-1030 Vienna, Austria.

**Financial and Centralising Correspondent Agent in France**

BNP Paribas Securities Services, 3 rue d'Antin, 75002 Paris, France.

**Paying and Information Agent in Germany**

Marcard, Stein & Co AG, Ballindamm 36, D-20095 Hamburg, Germany.

**Paying Agent in Italy**

BNP Paribas Security Services, Piazza Lina Bo Bardi, 3, 20124 Milano, Italy;

State Street Bank GmbH, Italy Branch, Via Nizza 262/57,

10126 Torino, Via Ferranti Aporti 10 20125 Milano, Italy;

and Banca Sella Holding S.P.A, Piazza Gaudenzio Sella, 1, 13900 Biella, Italy.

**Paying and Information Agent in Sweden**

Skandinaviska Enskilda Banken, Rissneleden 110,

SE-106 40 Stockholm, Sweden.

**Paying Agent and Representative in Switzerland**

BNP Paribas Securities Services, Paris, Succursale de Zurich

Selnaustrasse 16, 8002 Zurich, Switzerland.

**Paying Agent in the Principality of Liechtenstein**

LGT Bank, Liechtenstein AG, Herrengasse 12, FL-9490 Vaduz, Liechtenstein.

**Facilities agent in Ireland**

Maples Secretaries Limited, 40 Upper Mount Street, Dublin 2, Ireland.

<sup>1</sup> With effect from 1 January 2019, the name of the Company was changed from Aberdeen Global Services SA to Aberdeen Standard Investments Luxembourg SA.

## General Information

### Additional information for investors in Germany

Marcard Stein & Co AG, Ballindamm 36, D-20095 Hamburg, has undertaken the function of Paying and Information Agent for the Company in the Federal Republic of Germany (the German Paying and Information Agent).

Applications for the subscriptions, redemptions, and conversion of shares may be sent to the German Paying and Information Agent.

All payments to investors, including redemption proceeds and potential distributions, may, upon request, be paid through the German Paying and Information Agent.

The full prospectus, Key Investor Information Documents (KIIDs) the Articles of Incorporation of the Company and the annual and semi-annual reports may be obtained, free of charge, at the office of the German Paying and Information Agent during normal opening hours. The statement of changes in the composition of the investment portfolio is also available free of charge upon request at the office of the German Paying and Information Agent.

Issue, redemption and conversion prices of the shares, and any other information to the shareholders, are also available from the German Paying and Information Agent.

Subscription, redemption and conversion prices of the shares will also be available at [aberdeen-asset.com](http://aberdeen-asset.com) and at the offices of the Transfer Agent. Any notices to the shareholders will be published on [aberdeen-asset.de](http://aberdeen-asset.de).

With effect from 1 January 2018 the German Investment Tax Act 2018 (GITA) significantly overhauled the existing taxation regime for certain German taxpayers. Therefore the Company will be treated as opaque for German tax purposes as opposed to being transparent, as it was the case under the former regime. From this date certain investors / shareholders in the Company will generally be subject to tax on actually distributions as opposed to deemed distributions. There will no longer be a requirement to publish a daily German tax rate for each share class. The GITA regulations requires the upload of a daily equity ratio to WM Daten.

### Supplementary information for investors in Switzerland

Conditions for shares marketed in Switzerland or from a base in Switzerland.

For shares marketed in Switzerland or from a base in Switzerland, the following is applicable in addition to the prospectus and Key Investor Information Documents (KIIDs) conditions:

#### Representative in Switzerland and Paying Agent:

BNP Paribas Securities Services, Paris  
Succursale de Zurich Selnaustrasse 16  
8002 Zurich  
Switzerland

#### Place of distribution for relevant documents

The constitution documents, prospectus, KIID's articles of association, the annual and half-yearly reports and a schedule of purchases and sales for the Fund can be obtained free of charge from the representative's Zurich branch.

#### Publications

- a) Required publications concerning foreign collective investments are published by the Swiss representative on the electronic platform of fundinfo AG Zurich ([www.fundinfo.com](http://www.fundinfo.com)).
- b) The Share issue price together with the redemption price and the Net Asset Value with indication of "commissions not included" are published when subscriptions and redemptions occur. Prices are published every working day on the electronic platform of fundinfo AG Zurich ([www.fundinfo.com](http://www.fundinfo.com)).
- c) All Shareholder notices will be published on the electronic platform of fundinfo AG Zurich ([www.fundinfo.com](http://www.fundinfo.com)).



## Further Information

### [Aberdeen Standard Liquidity Fund \(Lux\)](#)

Aberdeen Standard Liquidity Fund (Lux) is an open-ended investment company incorporated with limited liability under the laws of the Grand Duchy of Luxembourg and organised as a société d'investissement à capital variable (a SICAV) with UCITS status (an Undertaking for Collective Investment in Transferable Securities as defined in the European Union Directive 2009/65/EC of 13 July 2009).

Aberdeen Standard Liquidity Fund (Lux) aims to preserve capital and stable value whilst maintaining high liquidity and achieving returns within individual Funds.

**Shareholder Service Centre**

Aberdeen Standard Investments Luxembourg S.A.<sup>1</sup>

C/O State Street Bank Luxembourg S.C.A.

49, avenue John F. Kennedy

L-1855 Luxembourg

Grand Duchy of Luxembourg

For more information on Aberdeen Liquidity Fund (Lux), Please contact:

Tel +44 (0)1224 425255 (UK Shareholders)

Tel +352 46 4010 7425 (Outside UK)

Fax +352 245 29 058

<sup>1</sup> With effect from 1 January 2019, the name of the Company was changed from Aberdeen Global Services S.A. to Aberdeen Standard Investments Luxembourg S.A.

**Important Information**

Aberdeen Standard Investments is a brand of the investment businesses of Aberdeen Asset Management and Standard Life Investments. Unless otherwise indicated, this document refers only to the investment products, teams, processes and opinions of Aberdeen Asset Management /Standard Life Investments as at the date of publication.

Visit us online  
[aberdeenstandard.com](http://aberdeenstandard.com)

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The logo for Aberdeen Standard Investments. It features the word "Aberdeen" in a dark blue font with a stylized blue wave icon to its left. The word "Standard" is in a bold, dark blue font. Below "Standard" is the word "Investments" in a smaller, dark blue font. A small blue triangle points upwards and to the right from the top right corner of the word "Standard".