
LLOYDS MONEY FUND LIMITED

Interim Report and Unaudited Financial
Statements

For the six month period ended 31 December 2018



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Company Information

Registered Office

11-12 Esplanade,
St. Helier,
Jersey, JE2 3QA,
Channel Islands.

Principal Place of Business

PO Box 311, 11-12 Esplanade,
St Helier,
Jersey, JE4 8ZU,
Channel Islands.

Directors

c/o Registered Office
R. D. Willcox (Chairman)
I. M. J. Hardy
B. C. James
B Lysiak
T. J. Herbert
PO Box 87, 22 Grenville Street,
St Helier,
Jersey, JE4 8PX,
Channel Islands.

Manager and Registrar

Lloyds Investment Fund Managers Limited
11-12 Esplanade,
St. Helier,
Jersey, JE2 3QA,
Channel Islands.

Legal Advisers

Mourant Ozannes
PO Box 87, 22 Grenville Street,
St Helier,
Jersey, JE4 8PX,
Channel Islands.

Custodian

Link Corporate Services (Jersey) Limited
PO Box 532, 12 Castle Street,
St Helier,
Jersey, JE2 3RT,
Channel Islands.

Secretary

Lloyds Corporate Services (Jersey) Limited
PO Box 160, 11-12 Esplanade,
St Helier,
Jersey, JE4 8ZU,
Channel Islands.

Independent Auditor

PricewaterhouseCoopers CI LLP
37 Esplanade,
St Helier,
Jersey, JE1 4XA,
Channel Islands.

Investment Objectives and Policy

Lloyds Money Fund Limited (“the Company”) is an open ended investment company registered in Jersey. It is known as an Umbrella Fund because it can provide shareholders with a variety of investment options under the umbrella of a single Company. The policy of the Company is to invest in deposits which are available on the euro currency markets (including deposits placed with Lloyds Banking Group) in order to achieve a competitive rate of return in capital terms so far as is commensurate with minimum risk to capital.

The Manager may not invest more than 10% of the assets of the Sterling Class with any one institution, including a member of the same group of companies as either the Manager or the Custodian. The figure may be regarded as 20% if the eligible institution has capital which has shareholders’ funds of an amount most recently quoted in ‘The Banker’ magazine published by Financial Times Information Limited of US\$1,000,000,000 or more. In addition the Manager will ensure that at least 35% of assets within the Sterling Class are realisable within fourteen days.

The paragraph above does not apply to a deposit of less than £1,000,000.

The Sterling Class has a portfolio of deposits in Sterling and is therefore not subject to variations in exchange rates

Objective

The objective of the Company is to offer the individual and corporate investor a high degree of protection and access to wholesale money markets, whilst maintaining a competitive level of return and ready availability of funds.

Directors' Profiles

**Ross Davey Willcox (Chairman) –
Head of Products, Islands & Gibraltar, Lloyds
Banking Group.**

Joined the Lloyds Banking Group in 1977 and held a number of managerial positions in the UK and Internationally. Was appointed Chairman of Lloyds Investment Fund Managers Limited in 1999 and as Chairman of the Company in 2000. Current responsibilities include the value proposition of all investment products for International Wealth. A qualified Banker, a Fellow of the Securities & Investment Institute, a Chartered Director and a Fellow of the Institute of Directors.
Aged 59.

**Ian Mark Jeremie Hardy –
Senior Manager, Products, Islands & Gibraltar,
Lloyds Banking Group.**

Joined the Lloyds Banking Group in 1981 and held a number of managerial positions before being appointed as a Director of Lloyds Investment Fund Managers Limited in 2000 and a Director of the Company in 1998. Current responsibilities include provision of technical and regulatory advice on a range of investment products and services. Holder of an upper second class honours degree from the University of Aston in Birmingham in Business Administration and Transport Planning.
Aged 59.

**Timothy Joseph Herbert –
Consultant, Mourant Ozannes.**

Jersey born and educated. M.A. in jurisprudence Trinity College Oxford 1982. Joined Mourant du Feu & Jeune (now Mourant Ozannes) in May 1983. Sworn in as an advocate of the Royal Court, September 1985. Tim Herbert was a partner of Mourant Ozannes from 1987 to 2012. In July 2012 he stepped down from the partnership and is now retained by Mourant Ozannes as a consultant to the firm. He has extensive experience in corporate and commercial law and mutual funds advice. Holds other external directorships and also acts as Honorary Consul for Finland.
Aged 59.

**Brian Charles James –
Senior Manager, Investment Operations, Islands &
Gibraltar, Lloyds Banking Group.**

Joined the Lloyds Banking Group in 1988 and held a number of managerial positions primarily in Financial Control and Risk Management roles before being appointed as a Director of Lloyds Investment Fund Managers Limited in 1999 and as a Director of the Company in 2003. Current responsibilities include leading a team of specialists delivering operational support for a range of offshore investment products and services. A Chartered Director, Fellow of the Institute of Directors, holder of the International Diploma in Governance, Risk & Compliance and a member of the International Compliance Association.
Aged 57.

**Bronislaw Lysiak –
Senior Manager, Regulated Investments, Islands &
Gibraltar, Lloyds Banking Group.**

Joined the Lloyds Banking Group in 1993 and has held a number of managerial positions within a regulated personal customer environment before being appointed as a Director of the Company in 2014. Current responsibilities are for sales and distribution of investment products to regulated intermediaries and institutions. Holder of an Advanced Financial Planning Certificate in Taxation, Trust and Investment Planning and Higher National Diploma in Business and Finance.
Aged 54.

Report of the Directors

The Directors have pleasure in submitting their Interim Report together with the Unaudited Financial Statements for the six month period ended 31 December 2018. The Company and Fund is domiciled and incorporated as a limited company in Jersey, Channel Islands under the companies (Jersey) Law 1991 and listed on The International Stock Exchange and has a secondary listing on the Malta Stock Exchange. Full details of the Company are stated on pages 2 to 8.

Results

The results for the period are set out in the financial statements on pages 10 to 15.

Directors

The Directors of the Company who were in office during the period and up to the date of signing the financial statements were:

Mr I.M.J. Hardy (appointed 22 January 1998)

Mr T.J. Herbert (appointed 1 January 2005)

Mr B.C. James (appointed 24 January 2003)

Mr B. Lysiak (appointed 5 June 2014)

Mr R.D. Willcox (appointed 4 May 2000)

During the period ended 31 December 2018 and subsequently, no director has had a beneficial interest in the Company.

No Director has a service contract with the Company and no director is, or was, materially interested in any service or other contract entered into by the Company other than those disclosed below.

Mr T.J. Herbert is a consultant to Mourant Ozannes, who are the Jersey legal advisers to the Company and the Manager. Mourant Ozannes receives fees in connection with advising the Company and the Manager.

Mr I.M.J. Hardy, Mr B.C. James and Mr R.D. Willcox are Directors of Lloyds Investment Fund Managers Limited (the 'Manager') which has a management contract with the Company. The Manager acts as the Company's non-EU Alternative Investment Fund Manager for the purpose of the Alternative Investment Fund Managers Directive (AIFMD) Fees earned by the Manager are disclosed in these financial statements in Note 7.

Change to Annual Management Charge

As advised to Shareholders in a letter dated 26 September 2018, with effect from 1 January 2019, the discounts applied to the Annual Management Charge ("AMC") since September 2009, which were intended to be a temporary measure, were removed and the AMC reverted to a rate of 0.85%. This represents an increase of 0.65% per annum.

Share Capital

The Company has an authorised share capital of US\$ 500,100 (2017: US\$500,100).

Management and Administration Providers

The names and addresses of management and administration providers are stated on page 2.

Going Concern

At the Extraordinary General Meeting of Shareholders which took place on 17 September 2018, the shareholder votes in favour of the resolution to close the Fund did not meet the 2/3 majority required to progress. Since the meeting, the value of Lloyds Money Fund Limited has decreased from US\$25,181,514 to US\$16,907,889 and the estimated annualised return has dropped from 0.15% to -0.59%. The objective of the Company is to achieve a competitive rate of return in capital terms so far as is commensurate with a minimum risk to capital. The current return in capital terms is considered uncompetitive when compared with the returns available from other products with a similar risk / reward profile.

In the letter dated 26 September 2018, Shareholders were advised that the de-minimis level below which the Company can be wound up without Shareholder approval would increase from US\$5 million to US\$15 million with effect from 1 March 2019. Should the value of the Company remain below this level for a period of four consecutive weeks, Shareholders will be given a minimum of three weeks' notice that the Company is to be wound up. The lowering Fund value is also contributing to the difficulties being experienced by the Manager in maintaining the minimum depositor diversification requirements for the Fund.

Report of the Directors (continued)

Going Concern (continued)

Given the circumstances referred to above, there is some uncertainty about the entity's ability to continue as a going concern, however the Directors still consider it appropriate to adopt the going concern basis in preparing the financial statements on the basis that the Company is able to continue realising its assets and discharging its liabilities in the normal course of business or otherwise with no financial impact on the Company, being the movement in Net gain / loss on financial assets at fair value through profit or loss.

Independent Auditor

PricewaterhouseCoopers CI LLP was re-appointed as Independent Auditor at the Annual General Meeting held on 22 November 2018 and have indicated their willingness to remain in office.

Prospectus

Copies of the Prospectus dated May 2018 with an addendum dated December 2018 are available, free of charge, on application to the Manager. Alternatively it can be accessed on our website at:

<http://international.lloydsbank.com/products-and-services/investments/funds/>

Additions to the Prospectus set out in the addendum dated December 2018 include the following updates:

- Net Asset Value and Net Asset Value per Share figures for the latest period;
- Total Expense Ratio percentage for the latest period;
- Annual Management Charge per annum percentage; and
- Change to 'The Constitution of the Company' in relation to the increase of the de-minimis value from US\$5 million to US\$15 million.

Comparatives Tables

The Performance Record and Change in Net Asset Value per Share tables are stated on pages 30 to 32.

Directors' Responsibilities

The Directors are responsible for preparing the financial statements in accordance with applicable law and International Financial Reporting Standards (IFRS).

The directors have also chosen to adopt areas of the Statement of Recommended Practice 'Financial Statements of UK Authorised Funds' issued in May 2014 by the IMA (Investment Management Association) where this does not conflict with other reporting requirements.

The Directors are required by the Companies (Jersey) Law 1991 to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company for that year and are in accordance with applicable laws. In preparing these financial statements the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies (Jersey) Law 1991 and the Collective Investment Funds (Recognized Funds) (Rules) (Jersey) Order 2003 (as amended).

Report of the Directors (continued)

Directors' Responsibilities (continued)

They are also responsible for the safeguarding of the assets of the Company which includes the appointment of a duly qualified Custodian. The Directors must also ensure that they or their duly appointed agents take reasonable steps for the prevention and detection of fraud, error and non compliance with law and regulations.

The Directors confirm that they have complied with the above requirements in preparing the financial statements. So far as the Directors are aware, there is no relevant audit information of which the Company's Auditor is unaware, and each Director has taken all the steps that he ought to have taken as Director, in order to make himself aware of any relevant audit information and to establish that the Company's Auditor is aware of that information.

Financial Risk Management

The Directors have taken into consideration the financial risk management of the Company, this has been disclosed in Note 18 of the financial statements.

Information Exchange

Jersey has entered into a number of information exchange agreements with the authorities of other jurisdictions. Shareholders should be aware that information on their investment may be shared with the relevant authorities, and may be passed to the tax authorities in their country of residence, citizenship or residence for tax purposes.

Shareholders should be aware that information on their investment may be shared with the relevant authorities, and may be passed to the tax authorities in their country of residence, citizenship or residence for tax purposes.

For the avoidance of doubt this information may include (but not be limited to) details of shareholder names, addresses, unique identifiers (such as tax or national insurance numbers), amount of investment, redemption or sale proceeds and dividend payments.

General Information

The Company is an open ended investment Company with variable capital and shareholders are not liable for the debts of the Company.

The Company holds a certificate as a recognized Umbrella Fund under the Collective Investment Funds (Recognized Funds) (Rules) (Jersey) Order 2003 (as amended), and holds a permit under Article 7 of the Collective Investment Funds (Jersey) Law, 1988. The Company is listed on The International Stock Exchange and as a secondary listing on the Malta Stock Exchange.

The Manager has the benefit of professional indemnity and directors' and officers' liabilities insurance coverage.

The Manager also maintains an appropriate level of 'own funds' to cover the equivalent professional liability risks set out in AIFMD.

The market value per Share of the Fund at 1 July 2018 was £52.515 and at 31 December 2018 was £52.539.

The latest prices can be viewed on our website.

<http://international.lloydsbank.com/products-and-services/investments/international-funds/fund-prices/>

Remuneration

As per the requirement for AIFMD disclosure of remuneration the Alternative Investment Fund Manager (AIFM) has no direct employees. Fixed and variable costs (including any bonuses) are recharged by fellow Group Companies, as set out in the financial statements of Lloyds Investment Fund Managers Limited, a copy of which are available upon request. Total staff costs and numbers have been allocated to Lloyds Money Fund Limited based on the value of the assets under management as at 31 December 2017 as shown in the table overleaf.

Report of the Directors (continued)

Remuneration (continued)

31 December 2017	Number of Employees	Fixed Remuneration £000	Variable Remuneration £000	Total Remuneration £000
Lloyds Money Fund Limited	1	53	18	71
Total staff costs and numbers recharged to the AIFM by fellow Group Companies	22	1,201	404	1,605

The Alternative Investment Fund has no employees and other than the fees set out in the Related Party note 10 on page 23 no other remuneration is paid.

Market Conditions

The Manager wrote to all shareholders in January 2018, updating them on the performance expectations for the Fund and advising of the difficulties in effectively managing the Fund and adhering to the diversification requirements to which the Fund is subject.

The Fund continues to generate a poor return for shareholders and the Manager is still having difficulty in finding other suitable institutions willing to take the Fund's deposits. Shareholders should refer to the Going Concern note within this Directors Report.

UK Ring-fencing and Lloyds Investment Fund Managers Limited (the Manager)

Following the financial crisis, legislation was passed in the UK to strengthen the financial system, this is known as "ring-fencing".

To comply with these requirements, Lloyds Banking Group is separating its activities into ring-fenced banks and a non-ring-fenced bank. Lloyds Bank plc, will be a ring-fenced bank and will not be permitted to operate a branch or subsidiary outside the European Economic Area (EEA). Lloyds Banking Group is transferring ownership of its Crown Dependency subsidiaries, including the Manager, to Lloyds Bank Corporate Markets plc, the new non-ring-fenced bank.

These transfers did not affect your position and the protection you have as a shareholder in the Lloyds Money Fund Limited. The Manager will remain a member of Lloyds Banking Group. These transfers took place 1 July 2018.

Website

The Directors have selected Lloyds Bank International Limited's website as the host website for the Company's financial statements and believe this selection to be a reasonable one; the work carried out by the Auditor does not involve consideration of these matters and, accordingly, the Auditor accepts no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.

Information published on the internet is accessible in many countries. Legislation in Jersey governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

By order of the Board of Directors
R.D. Willcox
15 February 2019

Report of the Manager

Market Overview

In August 2018 the Bank of England (“BoE”) raised the base rate to 0.75% as expected, with a 9-0 vote split. However, the vote split was more hawkish than markets were expecting (7-2 consensus). The policy makers agreed more rate hikes will be needed, but that any future increases will be at a gradual pace and to a limited extent. The Monetary Policy Committee (“MPC”) continues to recognise that the economic outlook could be influenced significantly by the response of households, businesses and financial markets to developments related to the process of EU withdrawal.

The BoE expects the economy to start running above capacity from late next year, earlier than previously forecast, with the minutes of the November 2018 MPC stating that “a margin of excess demand is expected to build, feeding through in to higher growth in domestic costs”. On the global economy the BoE noted that it continues to grow at above potential rates, supporting UK net trade. But growth has softened, and become more uneven across countries, with downside risks increasing. It was also noted that Global financial conditions have tightened, particularly in emerging market economies, and activity has slowed in the European Economic Area.

In December 2018 the BoE held the base rate at 0.75% as was expected, with a 9-0 vote and noted the uncertainty around Britain’s divorce from the EU was “intensifying” as it kept interest rates unchanged with a unanimous vote. The minutes of the meeting highlighted concern for the broader economic outlook and the potential impact that the severity of the EU withdrawal could have on the economy going forward and the BoE issued a blunt warning that Brexit uncertainties were beginning to weigh as the minutes highlighted that “UK bank funding costs and non-financial high yield corporate bond spreads have risen more than in other advanced economies; UK focused equity prices have fallen materially; Sterling has depreciated further, and its volatility has risen substantially, while market based indicators of inflation expectations in the United Kingdom have risen, including at longer horizons”.

However, the BoE stated that it views its current monetary policy stance as “appropriate” for now though it expects greater than usual short term volatility in UK data while noting that “the monetary policy response to Brexit, whatever form it takes, will not be automatic and could be in either direction”.

UK policy makers said they now see inflation slowing below the 2% target as soon as January after oil prices fell. Nevertheless, stronger than anticipated wage growth and weak productivity suggest that underlying inflation pressures are building.

The BoE also cut its growth forecast for the final quarter of 2018 from 0.3% to 0.2%, with an expectation that slower growth will continue into 2019.

This report is solely for information purposes and is not intended to be and should not be construed as an offer or recommendation to buy and sell investments, nor shall it form the basis or part of any contract to be relied upon in any way.

Lloyds Investment Fund Managers Limited
15 February 2019

Statements of Financial Position

As at 31 December 2018

	Notes	Company £	Sterling Class £
Current Assets			
Cash and cash equivalents			
Cash at bank	8	4,803,599	4,803,599
Cash deposits:			
7 days or under		2,230,923	2,230,923
8 days to 14 days		2,015,710	2,015,710
15 days to 1 month		3,424,043	3,424,043
1 month to 3 months		1,003,973	1,003,973
Total cash deposits		8,674,649	8,674,649
Accrued income and other debtors	4	12,114	5,453
Total Assets		13,490,362	13,483,701
Equity			
Deferred share capital	14	64	—
Total Equity		64	—
Current Liabilities			
Accrued expenses and other creditors	5	11,603	11,603
Nominal Shares	14	6,597	—
Total Liabilities*		18,200	11,603
Net assets attributable to holders of participating redeemable preference shares	16	13,472,098	13,472,098
Total Liabilities and Equity		13,490,362	13,483,701

* Excluding net assets attributable to holders of participating redeemable preference shares

The financial statements on pages 10 to 29 were approved by the Board of Directors on 15 February 2019 and are signed on its behalf by:

B. Lysiak } Directors
R.D. Willcox }

The notes on pages 16 to 29 form an integral part of these financial statements.

Statements of Financial Position (continued)

As at 30 June 2018

	Notes	Company £	Sterling Class £
Current Assets			
Cash and cash equivalents			
Cash at bank	8	5,302,452	5,302,452
Cash deposits:	8		
7 days or under		2,824,132	2,824,132
8 days to 14 days		3,813,858	3,813,858
15 days to 1 month		5,559,961	5,559,961
1 month to 3 months		2,002,741	2,002,741
Total cash deposits		14,200,692	14,200,692
Accrued income and other debtors	4	288,913	4,579
Total Assets		19,792,057	19,507,723
Equity			
Deferred share capital	14	64	—
Total Equity		64	—
Current Liabilities			
Accrued expenses and other creditors	5	14,326	14,326
Nominal Shares	14	284,270	—
Total Liabilities*		298,596	14,326
Net assets attributable to holders of participating redeemable preference shares	16	19,493,397	19,493,397
Total Liabilities and Equity		19,792,057	19,507,723

* Excluding net assets attributable to holders of participating redeemable preference shares

The notes on pages 16 to 29 form an integral part of these financial statements.

Statements of Comprehensive Income

For the six month period ended 31 December 2018

	Notes	Company £	Sterling Class £
Operating profit/(loss)			
Investment income		54,982	54,982
Other income	6	—	—
Operating expenses	7	(47,337)	(47,337)
Increase in net assets attributable to holders of participating redeemable preference shares from operations		7,645	7,645

For the six month period ended 31 December 2017

		Company £	Sterling Class £
Operating profit/(loss)			
Investment income		30,279	30,279
Other income	6	165	165
Operating expenses	7	(53,663)	(53,663)
Decrease in net assets attributable to holders of participating redeemable preference shares from operations		(23,219)	(23,219)

The notes on pages 16 to 29 form an integral part of these financial statements.

Statement of Changes in Net Assets Attributable to Holders of Participating Redeemable Preference Shares

For the six month period ended 31 December 2018

	Company £	Sterling Class £
Net assets attributable to holders of participating redeemable preference shares at the beginning of the period	19,493,397	19,493,397
Creation of participating redeemable preference shares issued	1,374,430	1,374,430
Redemption of participating redeemable preference shares	(7,403,374)	(7,403,374)
Net decrease from share transactions	(6,028,944)	(6,028,944)
Increase in net assets attributable to holders of participating redeemable preference shares from operations	7,645	7,645
Net assets attributable to holders of participating redeemable preference shares as at 31 December	13,472,098	13,472,098

For the six month period ended 31 December 2017

	Company £	Sterling Class £
Net assets attributable to holders of participating redeemable preference shares at the beginning of the period	28,957,670	28,957,670
Creation of participating redeemable preference shares issued	1,078,409	1,078,409
Redemption of participating redeemable preference shares	(2,950,530)	(2,950,530)
Net decrease from share transactions	(1,872,121)	(1,872,121)
Decrease in net assets attributable to holders of participating redeemable preference shares from operations	(23,219)	(23,219)
Net assets attributable to holders of participating redeemable preference shares as at 31 December	27,062,330	27,062,330

The notes on pages 16 to 29 form an integral part of these financial statements.

Cash Flow Statements

For the six month period ended 31 December 2018

	Company £	Sterling Class £
Cash flows from operating activities		
Income received	54,108	54,108
Operating expenses paid	(50,060)	(50,060)
Net cash inflow from operating activities	4,048	4,048
Cash flows from financing activities		
Proceeds received from issue of participating redeemable preference shares	1,374,430	1,374,430
Payments on redemption of participating redeemable preference shares	(7,403,374)	(7,403,374)
Net cash from financing activities	(6,028,944)	(6,028,944)
Net decrease in cash and cash equivalents	(6,024,896)	(6,024,896)
Cash and cash equivalents at the beginning of the period	19,503,144	19,503,144
Cash and cash equivalents as at 31 December	13,478,248	13,478,248

The notes on pages 16 to 29 form an integral part of these financial statements.

Cash Flow Statements (continued)

For the six month period ended 31 December 2017

	Company £	Sterling Class £
Cash flows from operating activities		
Investment income received	30,123	30,123
Operating expenses paid	(56,455)	(56,455)
Net cash inflow from operating activities	7,710,245	7,710,245
Cash flows from financing activities		
Proceeds received from issue of participating redeemable preference shares	1,078,606	1,078,606
Payments on redemption of participating redeemable preference shares	(2,950,530)	(2,950,530)
Net cash from financing activities	(1,871,924)	(1,871,924)
Net increase in cash and cash equivalents	5,838,321	5,838,321
Cash and cash equivalents at the beginning of the period	5,195,166	5,195,166
Cash and cash equivalents as at 31 December	11,033,487	11,033,487

The notes on pages 16 to 29 form an integral part of these financial statements.

Notes to the Financial Statements

For the six month period ended 31 December 2018

1. The Company

The Company is domiciled and incorporated as a limited company in Jersey, Channel Islands under the Companies (Jersey) Law 1991. It is listed on The International Stock Exchange and has a secondary listing on the Malta Stock Exchange. Full details of the Company, Investment Objectives and Policy and Report of the Directors are stated on pages 2 to 8.

2. Basis of Preparation

2.1 Basis of Preparation

The policies set out below have been consistently applied to all periods presented. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities held at fair value through profit or loss and in accordance with the Companies (Jersey) Law 1991 and with the Collective Investment Funds (Recognized Funds) (Rules) (Jersey) Order 2003 (as amended). Jersey is not part of the United Kingdom ('UK') and the Company is not regulated by the Financial Conduct Authority ('FCA') or the Prudential Regulation Authority ('PRA') of the UK.

The capital of the Company comprises of one class of shares relating to a single portfolio ("Class") consisting of bank deposits, cash and other sundry assets and liabilities. These financial statements present the Statements of Financial Position, Statements of Comprehensive Income, Statements of Changes in Net Assets Attributable to Holders of Participating Redeemable Preference Shares, Cash Flow Statements, Notes to the Financial Statements, Performance Records and Change in Net Asset Value per Share tables. At the Statement of Financial Position date there was one Class in existence; Sterling. The Directors may from time to time create further Classes ('Funds'). The net assets attributable to holders of participating redeemable preference shares are classified as financial liabilities and therefore, in the opinion of the Directors, the Capital of the Company is only represented by the Deferred Shares. Details of Deferred Shares, Participating shares and Nominal shares are disclosed in Notes 3 and 14.

2.2 Significant accounting estimates and judgements

The Company makes assumptions and estimates that affect the reported amounts of assets and liabilities at the statement of financial position date. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The accounting policies deemed significant to the Company's results and financial position, based upon materiality and significant judgements and estimates, are discussed in the following notes. See Note 3 for further details on what are considered to be the significant accounting estimates and judgements.

2.3 Going Concern

Given the circumstances referred to in the Report of the Directors, there is some uncertainty about the entity's ability to continue as a going concern, however the Directors still consider it appropriate to adopt the going concern basis in preparing the financial statements on the basis that the Company is able to continue realising its assets and discharging its liabilities in the normal course of business or otherwise with no financial impact on the Company, being the movement in Net gain / loss on financial assets at fair value through profit or loss.

3. Summary of Significant Accounting Policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been applied consistently to all periods presented, unless otherwise stated in the following text:

The Directors also monitor new standards and ensure that they are applied when relevant.

3.1 Standards, amendments and interpretations effective for the current period

The following new standards, amendments and interpretations have been adopted in these financial statements.

Notes to the Financial Statements (continued)

For the six month period ended 31 December 2018

3. Summary of Significant Accounting Policies (continued)

Amendments to IFRIC 22, IFRS 2, IFRS 4 and IFRS 15: The Company has applied the amendments to IFRIC 22, IFRS 2, IFRS 4 and IFRS 15 for the first time in the current period.

3.2 The following New and revised standards, amendments and interpretations have been published but are not yet effective:

- IAS 19, 'Employee benefits' (effective from 1 January 2019).
- IAS 28, 'Investments in associates and joint ventures' (effective from 1 January 2019).
- IAS 40, 'Investment property' (effective from 1 January 2019).
- IFRIC 23, 'Uncertainty over income tax treatments' (effective from 1 January 2019).
- IFRS 9, 'Financial Instruments' (effective from 1 January 2019).
- IFRS 16, 'Leases' (effective 1 January 2019).
- IFRS 17, 'Insurance contracts' (effective from 1 January 2021).

None of these are expected to have a material effect on the financial statements of the Fund.

There are no other standards, interpretations or amendments to existing standards that are not yet effective that would be expected to have a significant impact on the Company.

Revenue recognition

Investment income is recognised in the statement of comprehensive income on a time proportionate basis using the EIR method.

Functional currency and presentational currency

The financial statements of the Company have been prepared in accordance with IAS21 (functional and presentational currency). IAS21 defines functional currency as "the currency of the primary economic environment in which the entity operates", and presentational currency as "the currency in which the financial statements are presented". Following the closure in February 2015 of all Fund classes with the exception of the Sterling class, Lloyds Money Fund Limited adopted Sterling as the functional and presentational currency, as this better represents the primary economic environment in which the entity continues to operate. Prior to 1 July 2015 the Directors had adopted US dollars as the functional and presentational currency.

Segmental Reporting

The Company, at the Statement of Financial Position date is organised into one main business segment, focusing on achieving returns by investing in sterling denominated bank deposits, all assets and liabilities are valued in sterling, the Company has no exposure to currencies other than sterling with the exception of the Capital of the Company which has a nominal value of US\$0.01 per share (see note 3 Share Capital).

Upon redemption shareholders are entitled to their proportion of the net assets held. A Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Participating Redeemable Preference Shares and Cash Flow Statement have been appropriately prepared for the Sterling Class as well as for the Company.

Foreign currency translation

Assets and liabilities are translated at the rate of exchange ruling at the Statement of Financial Position date. The currency profits or losses arising on translation, together with currency profit or losses realised during the period, are recognised in the Statement of Comprehensive Income. Share premium and share capital transactions are translated into US dollars at the exchange rate ruling at the time of the transaction.

Notes to the Financial Statements (continued)

For the six month period ended 31 December 2018

3. Summary of Significant Accounting Policies (continued)

Cash and cash equivalents

Cash balances are current account balances and bank deposits held at call with a maturity of 3 months or less. Bank deposits have fixed or determinable payment dates, are recognised initially at fair value and are subsequently measured at amortised cost using the effective interest rate method ('EIR').

Overdraft facility

Where investments cannot be realised in time to meet any redemptions of Participating Shares, each Fund may borrow up to 10% of its value to ensure settlement of its liabilities. An overdraft facility of £5,000,000 is in place with Lloyds Bank International Limited, covering the maximum aggregated amount outstanding on all Funds managed by Lloyds Investment Fund Managers Ltd at any time.

Interest is calculated on the cleared daily balance of each account and payable on amounts owing at 2% per annum over Base Rate (currently 2.75% per annum in total). Where borrowing exceeds the maximum aggregated amount borrowing will be charged at a rate equal to the Bank's Unauthorised Overdraft Rate (presently 2.2% per month / 26.4% per annum). Refer to note 18 for further information.

Share capital

- The Deferred Shares have been subscribed for by the Manager and are 'non participating'. The holders thereof are entitled only to income arising on the assets represented by the Deferred Shares. These Shares are classified as equity share capital in the statement of financial position.
- Shares may be issued as either participating redeemable preference shares ('Participating Shares') or Nominal Shares. Participating Shares are redeemable at the shareholder's option and are classified as financial liabilities. Each holder of a Participating Share is entitled, on a poll, to one vote for each Participating Share held.

- Nominal Shares have been accounted for in accordance with the Companies (Jersey) Law 1991 and corresponding amounts have been included in receivables and financial liabilities. Shares are deemed to be in issue at the date of allotment although if necessary declarations are not received by the Company, such allotment may be cancelled. A Nominal Share will be created when a Participating Share is cancelled. A Nominal Share will be cancelled when a Participating Share is created until the number of Nominal Shares falls to zero.
- Both issued Nominal and Participating Shares have a nominal value of US\$ 0.01 per Share.

Cancellation of Nominal Shares

As it is considered unlikely that the number of Nominal Shares will reduce as a result of further issue of Participating Shares, after consideration the Directors resolved to cancel 37 million Nominal Shares with effect from 18 December 2018.

Details of the Company's share capital and transactions during the period are shown in Note 14.

Share premium

The premium on issue and redemption of Participating Shares is accounted for within the Share premium account which forms part of the net assets attributable to holders of participating redeemable preference Shares. Upon redemption the premium payable is debited to the share premium account of the Class. In the event that redemptions during the period take the share premium account into a negative position, sufficient monies will be transferred from reserves to cover said position. Details are shown in Note 15.

Accrued income and expenses

Accrued income and expenses are recognised initially at fair value and subsequently stated at amortised cost using the EIR. As at 31 December 2018 the Fund held no commitments in respect of the existence of an obligation that would be confirmed only by the occurrence of one or more future events not wholly within the Fund's control.

Notes to the Financial Statements (continued)

For the six month period ended 31 December 2018

4. Accrued Income and Other Debtors

	Company £	Sterling Class £
As at 31 December 2018		
Accrued Income	5,453	5,453
Nominal Shares	6,597	—
Other debtors	64	—
Total accrued income and other debtors	<u>12,114</u>	<u>5,453</u>
As at 30 June 2018		
Accrued Income	4,579	4,579
Nominal Shares	284,270	—
Other debtors	64	—
Total accrued income and other debtors	<u>288,913</u>	<u>4,579</u>

5. Accrued Expenses and Other Creditors

	Company £	Sterling Class £
As at 31 December 2018		
Due to Manager	4,424	4,424
Due to Custodian	1,053	1,053
Other Creditors	6,126	6,126
Total accrued expenses and other creditors	<u>11,603</u>	<u>11,603</u>
As at 30 June 2018		
Due to Manager	4,900	4,900
Due to Custodian	1,190	1,190
Other Creditors	8,236	8,236
Total accrued expenses and other creditors	<u>14,326</u>	<u>14,326</u>

Notes to the Financial Statements (continued)

For the six month period ended 31 December 2018

6. Other Income

	Company	Sterling Class
	£	£
As at 31 December 2018		
Unclaimed distributions over 10 years old	—	—
Total other income	—	—
As at 31 December 2017		
Unclaimed distributions over 10 years old	165	165
Total other income	165	165

* The unclaimed distributions are from the Lloyds TSB Sterling Deposit Fund (a distributing fund) which merged into Lloyds Money Fund Limited in December 2010.

Notes to the Financial Statements (continued)

For the six month period ended 31 December 2018

7. Operating Expenses

		Company	Sterling Class
		£	£
As at 31 December 2018			
Payable to the Manager:			
Annual management fees	10	18,340	18,340
Payable to the Custodian:			
Custodian fees	11	5,273	5,273
Other expenses:			
Administration expenses		19,724	19,724
Audit fee		4,000	4,000
Total expenses		47,337	47,337
Total Expense Ratio*			0.52%

		Company	Sterling Class
		£	£
As at 31 December 2017			
Payable to the Manager:			
Annual management fees	10	28,144	28,144
Payable to the Custodian:			
Custodian fees	11	8,092	8,092
Other expenses:			
Administration expenses		15,827	15,827
Audit fee		1,600	1,600
Total expenses		53,663	53,663
Total Expense Ratio*			0.38%

* Total Expense Ratio ("TER"), represents the management fee, custodian fee, administration expenses and audit fee (shown above), expressed as an annualised percentage of the average daily net asset values for the period ended 31 December 2018.

Notes to the Financial Statements (continued)

For the six month period ended 31 December 2018

8. Cash and Cash Equivalents

Balances were held with the following banks as at 31 December 2018

	Equivalent credit rating	Company £	Sterling Class £
Bank deposits			
Bank of Montreal	A+	2,117,303	2,117,303
Royal Bank of Scotland Group	BBB-	2,319,263	2,319,263
Standard Chartered	A+	2,230,923	2,230,923
Nationwide Building Society	A	2,007,160	2,007,160
Total Deposits		8,674,649	8,674,649
Cash at bank			
Lloyds Banking Group	BBB+	4,803,599	4,803,599
Total		13,478,248	13,478,248

Balances were held with the following banks as at 30 June 2018

	Equivalent credit rating	Company £	Sterling Class £
Bank deposits			
Bank of Montreal	AA	3,813,858	3,813,858
Royal Bank of Scotland Group	BBB	3,833,254	3,833,254
Standard Chartered	A+	3,550,838	3,550,838
Nationwide Building Society	A	3,002,742	3,002,742
Total Deposits		14,200,692	14,200,692
Cash at bank			
Lloyds Banking Group	BBB+	5,302,452	5,302,452
Total		19,503,144	19,503,144

Cash and cash equivalents is made up of cash at bank and cash deposits which were previously presented as receivables.

The Manager may not invest more than 10% of the assets of the Sterling Class with any one institution, including a member of the same group of companies as either the Manager or the Custodian. The figure may be regarded as 20% if placed with an eligible institution, as detailed on page 3.

On occasion, during the period the Fund breached the 20% maximum investment limit due to the withdrawal of depositor banks and the difficulties and timelines involved in replacing them. The Directors approved the breaches on this basis.

Notes to the Financial Statements (continued)

For the six month period ended 31 December 2018

9. Contingent Liabilities

The Company has no current or foreseeable contingent liabilities.

10. Related Party Transactions

Parties are considered to be related if one party has the ability to control the other party or exercise influence over the party in making financial or operating decisions. The following are considered by the Directors of the Company to be related parties:

- The Manager, Lloyds Investment Fund Managers Limited.
- Key management personnel

The fees received by the Manager are set out in Note 7. Details of amounts due to the Manager at the end of the period are shown in Note 5.

All investor share transactions in the Company are facilitated through the Manager, the aggregate values of which are set out in the statement of changes in net assets attributable to holders of participating redeemable preference shares on page 13.

(a) Management fees

The Manager of the Company, Lloyds Investment Fund Managers Limited, is part of the Lloyds Bank Group of companies. The Manager is entitled to a daily fee equal to an annual rate not exceeding 1.5% of the net assets of the Company.

(b) Key management personnel

The following Directors of the Company at 31 December 2018 are employees of Lloyds Banking Group:

I.M.J. Hardy, B.C. James, B. Lysiak and R.D. Willcox. T.J. Herbert is a consultant to Mourant Ozannes, who are the Jersey legal advisers to the Company and the Manager.

I.M.J. Hardy, B.C. James and R.D. Willcox are Directors of the Manager, Lloyds Investment Fund Managers Limited.

(c) Directors' Fees

Directors who are employees of the Lloyds Banking Group do not receive Directors' fees. All other Directors currently receive a fee of £5,000 per annum (2017: £5,000 per annum).

(d) Cash and cash equivalents

There is a current deposit held with Lloyds Banking Group. Lloyds Investment Fund Managers Limited, who act as Manager and Registrar, and Lloyds Corporate Services (Jersey) Limited, who act as Secretary are part of the Lloyds Banking Group of companies. Refer to Note 8 for more details.

11. Custodian

The fees received by the Custodian are set out in Note 7. Details of amounts due to the Custodian at the end of the period are shown in Note 5.

The Custodian is entitled to an annual fee payable monthly by the Company, equal to an annual rate not exceeding 0.2% of the net assets of the Company. The Custodian currently levies a daily fee at the reduced rate of 0.0575% per annum of the net assets of the Company.

The Custodian is entitled to reimbursement by the Company of its expenses in connection with its duties as Custodian and to make transaction charges to cover the cost of effecting settlement of bank deposits and cash.

12. Controlling Party

In the opinion of the directors, there is no ultimate controlling party of the Company as defined by International Accounting Standard (IAS) 24 Related Party Disclosures.

13. Commissions

The Company does not pay or receive any commissions in respect of any business introduced or placed.

Notes to the Financial Statements (continued)

For the six month period ended 31 December 2018

14. Share Capital

	31 December 2018		30 June 2018	
	US\$		US\$	
Authorised Share Capital:				
100 Deferred Shares of US\$1 each		100		100
50,000,000 Unclassified Shares of US\$0.01 each		500,000		500,000
Total authorised Share Capital		500,100		500,100
Issued Share Capital:				
Deferred Shares		100		100
Total issued Share Capital (Sterling equivalent)		64		64
Nominal Shares:	Shares	US\$	Shares	US\$
Balance brought forward	37,728,396	377,282	37,548,765	375,486
Creations	140,932	1,409	239,440	2,394
Redemptions	(37,026,165)	(370,262)	(59,809)	(598)
Balance carried forward	843,163	8,429	37,728,396	377,282
	Shares	£	Shares	£
Total Nominal Shares (Sterling equivalent)	843,163	6,597	37,728,396	284,270
Participating Shares:	Shares	US\$	Shares	US\$
Sterling Class	256,420	2,572	371,188	3,712
Total US Dollar	256,420	2,572	371,188	3,712
	Shares	£	Shares	£
Total Company (Sterling equivalent)	256,420	2,013	371,188	2,811

Notes to the Financial Statements (continued)

For the six month period ended 31 December 2018

14. Share Capital (continued)

	Shares	Company £	Sterling Class £
Issued Share Capital as at 31 December 2018			
Participating redeemable preference shares of US 1 cent each fully paid at the beginning of the period	371,197	2,811	2,811
Issued during the period	26,155	262	262
Redeemed during the period	(140,932)	(1,409)	(1,409)
Transfer from share premium	—	349	349
Participating redeemable preference shares as at 31 December 2018	256,420	2,013	2,013
Deferred shares of US\$1 each fully paid	100	64	64
Total as at 31 December 2018	256,520	2,077	2,077
Issued Share Capital as at 30 June 2018			
Participating redeemable preference shares of US 1 cent each fully paid at the beginning of the year	550,828	4,240	4,240
Issued during the year	59,809	598	598
Redeemed during the year	(239,440)	(2,394)	(2,394)
Transfer from share premium	—	367	367
Participating redeemable preference shares as at 30 June 2018	371,197	2,811	2,811
Deferred shares of US\$1 each fully paid	100	64	64
Total as at 30 June 2018	371,297	2,875	2,875

Notes to the Financial Statements (continued)

For the six month period ended 31 December 2018

15. Share Premium

The share premium arises on the participating redeemable preference shares of US 1 cent each fully paid

	Company £	Sterling Class £
At the beginning of the period	—	—
Issued during the period	1,374,168	1,374,168
Redeemed during the period	(7,401,965)	(7,401,965)
Transfer of accumulated income	6,028,146	6,028,146
Transfer to share capital	(349)	(349)
As at 31 December 2018	—	—
At the beginning of the year	—	—
Issued during the year	3,141,371	3,141,371
Redeemed during the year	(12,575,073)	(12,575,073)
Transfer of accumulated income	9,434,069	9,434,069
Transfer to share capital	(367)	(367)
As at 30 June 2018	—	—

16. Net assets attributable to holders of participating redeemable preference shares

	Notes	Company £	Sterling Class £
As at 31 December 2018			
Share capital	14	2,013	2,013
Share premium	15	—	—
Accumulated income		13,470,085	13,470,085
Net assets attributable to holders of participating redeemable preference shares (Sterling equivalent)		13,472,098	13,472,098
As at 30 June 2018			
Share capital	14	2,811	2,811
Share premium	15	—	—
Accumulated income		19,490,586	19,490,586
Net assets attributable to holders of participating redeemable preference shares (Sterling equivalent)		19,493,397	19,493,397

Notes to the Financial Statements (continued)

For the six month period ended 31 December 2018

17. Taxation

In accordance with International Accounting Standard (IAS) 12 Income Taxes, investment income is shown gross of withholding tax.

The Company is liable to be charged at a tax rate of 0% under Schedule D of the Income Tax (Jersey) Law 1961, as amended (the 'Income Tax Law') in respect of

- the income or profits of any trade carried on by the Company in Jersey or elsewhere,
- any interest of money, whether yearly or otherwise, or other annual payment paid to the Company, whether such payment is made within or outside of Jersey,
- dividends and other distributions of a company regarded as resident in Jersey paid to the Company,
- income arising to the Company from securities outside of Jersey; and
- any other income of the Company that is not derived from the ownership or disposal of land in Jersey.

It is not expected that the Company will be in receipt of income charged to tax under any Schedule under Income Tax Law other than Schedule D. As such the Company is no longer subject to the payment of tax in Jersey.

18. Financial risk management

Strategy in using financial instruments

The Company's investment objective is to offer the individual and corporate investor a high degree of protection and access to wholesale money markets, whilst maintaining a competitive level of return and ready availability of funds. These objectives are achieved through the placement of cash deposits in the respective base currency of the Class. The holding of deposits and investment activities pursuant to these objectives involve certain risks. Events may occur that would result in a reduction in the Company's net assets.

The Company's assets and liabilities comprise financial instruments, which may include:

- Investments in fixed-interest bank deposits, held in accordance with the Company's investment policies and objectives; and
- Short-term debtors and creditors that arise directly from its investing activities.

Set out on the following pages are descriptions of the principal risks associated with the Company's activities, together with the manner in which it manages these risks.

Interest rate risk

The Company invests in fixed rate bank deposits up to a maximum maturity of six months. The maturity profile at the period end is disclosed in the statement of financial position. Any changes to the interest rates for fixed rate bank deposits available in the market may result in the Manager being unable to secure similar returns on the maturity of these deposits. In accordance with the Company's policy, the Manager monitors the Fund's overall interest rate sensitivity on a daily basis, and the Board of Directors reviews it on a quarterly basis.

Notes to the Financial Statements (continued)

For the six month period ended 31 December 2018

18. Financial risk management (continued)

Interest rate risk (continued)

At the period end all bank deposits were placed at fixed rates. All cash at bank was held on call in Lloyds Banking Group bank accounts.

The period end weighted average effective interest rate for the Sterling Class was 0.62%

The table below summarises the impact of increases/ (decreases) in the market interest rates on the cash assets held by the Company at 31 December 2018.

The analysis is based on the assumption that the market interest rates increase/ (decrease) by 1% with all other variables held constant. This represents the Managers best estimate of a reasonable possible shift in the interest rates, having regard to historical volatility of those rates. The analysis also assumes that the movement in the portfolio is directly correlated with market interest rates.

Foreign currency risk

The Sterling class is denominated in sterling which is the same as the functional and presentational currency and therefore the Directors consider that no currency risk exists.

The Fund does not currently hold any investments in currencies other than the base currency.

Counter-party risk

Certain transactions that the Company enters into exposes it to the risk that the counter-party will not settle on the investment after the Company and the Manager have fulfilled their responsibilities. The Company places deposits only with banks that have been approved by the Manager as an acceptable counterparty (see Note 8 for the credit rating of the institutions with which the deposits are held). In addition, limits are set as to the maximum exposure of each class (20%) to any bank that may exist at any time, these limits are reviewed regularly and are subject to annual renewal.

The risk to Shareholders is that the Manager will not have enough cash to cover redemptions. To counter this risk each Fund's cash is managed to meet its liabilities. Where investments cannot be realised in time to meet any redemptions of Participating Shares, the Fund may borrow up to 10% of its value to ensure settlement of its liabilities. Borrowings during the period did not exceed the 10% limit.

Capital risk management

The net assets attributable to holders of participating redeemable preference shares are classified as financial liabilities and therefore, in the opinion of the Directors, the Capital of the Company is only represented by the Deferred Shares. Details of Deferred Shares are shown in note 3 and 14. Due to the nature and requirement for Deferred Shares the Directors have decided that no active capital risk management is required.

End of Period/ Year	Class	Cash Assets (base currency)	Cash 1% Movement in interest rate
31.12.18	Sterling	13,472,098	134,721
30.06.18	Sterling	19,493,397	194,934

Notes to the Financial Statements (continued)

For the six month period ended 31 December 2018

18. Financial risk management (continued)

Fair value estimation

The fair value estimation required by IFRS 13 is not applicable to the Sterling Class as there are no financial instruments measured at fair value.

Liquidity risk

The main liquidity risk of the Company is the redemption of any shares investors wish to sell from time to time. To counter this risk the Company maintains at least 35% of each Class in deposits realisable within fourteen days.

At 31 December 2018 the percentage of the deposits within the portfolios which are subject to special arrangements arising from their illiquid nature is 0% (2017: 0%). As such the financial assets are considered to be readily realisable for cash.

In accordance with the Company's policy, the Manager monitors the liquidity position of the Sterling Class on a daily basis, and the Board of Directors reviews it on a quarterly basis. The liquidity profile is stated within the statements of financial position on pages 10 and 11.

The Manager may with prior agreement of the Custodian and Directors suspend the repurchase of shares for a period not exceeding 28 days.

The following table analyses the Company's financial liabilities into relevant maturity groups based on the remaining period at the statement of financial position date to the contractual maturity date. The carrying value of the liabilities approximates to fair value at 31 December 2018.

	Less than 1 Month	1- 3 Months	Total
	£	£	£
As at 31 December 2018			
Share Capital	13,478,759	—	13,478,759
Accrued expenses	5,477	6,126	11,603
Total financial liabilities	13,484,236	6,126	13,490,362
As at 30 June 2018			
Share Capital	19,777,731	—	19,777,731
Accrued expenses	6,090	8,236	14,326
Total financial liabilities	19,783,821	8,236	19,792,057

None of the Alternative Investment Fund's assets are subject to special arrangements arising from their illiquid nature in accordance with Article 23(4)(a) of Directive 2011/61/EU.

19. Events After The Period End Date

There has not arisen in the interval between the end of the financial period and the date of this report, any other item, transaction or event of a material nature likely in the opinion of the Directors, to affect significantly the operations of the Company, the results of those operations, or the state of affairs of the Company, in subsequent financial years.

Performance Record

For the six month period ended 31 December 2018

Shares in the Fund were first offered to the public on the 23 November 1983 at an offer price of £10.00 per share.

Calendar year/ period	Highest Offer Price	Lowest Bid Price
	£	£
2010	52.222	52.091
2011	52.323	52.223
2012	52.414	52.325
2013	52.483	52.415
2014	52.525	52.470
2015	52.618	52.525
2016	52.656	52.618
2017	52.620	52.527
2018	52.570	52.516
31.12.18	52.539	52.513

Change in Net Asset Value per Share

For the six month period ended 31 December 2018

Period/year	Net Asset Value of Fund	Number of Shares in Issue	Opening net asset value per share	Return before operating charges
	£		p	p
30.06.2017	28,957,670	550,828	52.646	(0.069)
30.06.2018	19,493,397	371,188	52.571	(0.078)
31.12.2018	13,472,098	256,420	52.516	0.030

Change in Net Asset Value per Share (continued)

For the six month period ended 31 December 2018

Operating charges	Return after operating charges	Distributions on shares	Appreciation / (Depreciation) on capital assets	Closing net asset value per share	Retained income per share
p	p	p	p	p	p
(0.188)	(0.260)	—	0.185	52.571	(0.069)
(0.078)	(0.160)	—	0.105	52.516	(0.181)
0.030	0.060	—	(0.037)	52.539	(0.232)

For more information please go to international.lloydsbank.com/products-and-services/investments/funds or call us on 01534 845 555

