

## Institutional Cash Series plc

Unaudited Interim Report & Accounts to  
Shareholders

1 October 2011 to 31 March 2012

# INSTITUTIONAL CASH SERIES PLC

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This interim report and unaudited financial statements (the "Report and Accounts") may be translated into other languages. Any such translations shall only contain the same information and have the same meaning as the English language Report and Accounts. To the extent that there is any inconsistency between the English language Report and Accounts and the Report and Accounts in another language, the English language Report and Accounts will prevail, except to the extent (and only to the extent) that it is required by law of any jurisdiction where the shares are sold, that in an action based upon disclosure in a Report and Accounts in a language other than English, the language of the Report and Accounts on which such action is based shall prevail. Any disputes as to the terms of the Report and Accounts, regardless of the language of the Report and Accounts, shall be governed by and construed in accordance with the laws of Ireland.

The Prospectus of the Company, Articles of Incorporation, the Simplified Prospectus, the annual report the interim report and a detailed list of purchases and sales made for each Fund during the period can be obtained on request and free of charge from the representative in Switzerland.

# INSTITUTIONAL CASH SERIES PLC

## GENERAL INFORMATION

### Board of Directors<sup>1</sup>

William Roberts (Chairman) (British but Irish resident)  
John Donohoe (Irish)  
Nicholas C.D. Hall (British)  
Liam Miley (Irish)<sup>2</sup>  
Desmond Murray (Irish)  
Barry O'Dwyer (Irish)  
Dominic Pegler (British)<sup>3</sup>  
Geoffrey D. Radcliffe (British but Luxembourg resident)  
Mark Stockley (British)

<sup>1</sup>All Directors are non-executive

<sup>2</sup>Appointed 25 April 2012

<sup>3</sup>Resigned 29 May 2012

### Administrator, registrar and transfer agent

J.P. Morgan Administration Services (Ireland) Limited  
JPMorgan House  
International Financial Services Centre  
Dublin 1  
Ireland

### Company secretary

Chartered Corporate Services  
Taney Hall  
Eglinton Terrace  
Dundrum  
Dublin 14  
Ireland

### Irish legal advisors

Matheson Ormsby Prentice  
70 Sir John Rogerson's Quay  
Dublin 2  
Ireland

### Investment Manager

BlackRock Investment Management (UK) Limited

Registered office:  
12 Throgmorton Avenue  
London EC2N 2DL  
England

### US Investment Manager

BlackRock Capital Management Inc  
100 Bellevue Parkway  
Wilmington  
Delaware 19809  
USA

### Manager

BlackRock Asset Management Ireland Limited

Registered office:  
JPMorgan House  
International Financial Services Centre  
Dublin 1  
Ireland

### Custodian

J.P. Morgan Bank (Ireland) plc  
JPMorgan House  
International Financial Services Centre  
Dublin 1  
Ireland

### Independent auditors

PricewaterhouseCoopers  
Chartered Accountants and Registered Auditors  
One Spencer Dock  
North Wall Quay  
Dublin 1  
Ireland

### Sponsoring broker

J & E Davy  
Davy House  
49 Dawson Street  
Dublin 2  
Ireland

### Representative in Switzerland

BlackRock Asset Management Switzerland Limited  
Claridenstrasse 25  
P.O. Box 2118  
8022 Zurich  
Switzerland

### Paying agent in Switzerland

JPMorgan Chase Bank  
National Association, Columbus, Zurich Branch  
Dreikönigstrasse 21  
8002 Zurich  
Switzerland

# INSTITUTIONAL CASH SERIES PLC

## BACKGROUND

Institutional Cash Series plc (the “Company”) is organised as an open-ended investment company with variable capital. It has segregated liability between its Funds and is organised under the laws of Ireland as a Public Limited Company (“plc”) pursuant to the Companies Acts, 1963 to 2009 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (the “UCITS Regulations”).

The Company is structured as an umbrella Fund and will comprise separate Funds (“Funds”) of the Company. The shares of each Fund may be grouped into different classes of shares (each a “share class”). Each Fund will represent a separate portfolio of assets and may consist of one or more share classes. Each share class may apply different subscription provisions, charges, fees or brokerage arrangements. The creation of an additional class of shares will be notified to the Central Bank of Ireland in advance. The portfolio of assets maintained for each Fund will be invested in accordance with the investment objectives and policies applicable to each Fund as set out in the prospectus and supplements.

The term “Fund” shall be deemed to mean either a Fund of the Company, or if the context so requires, the Manager or its delegate acting for the account of the relevant Fund. The term “BlackRock” is used to represent BlackRock Investment Management (UK) Limited.

There were ten Funds in operation at 31 March 2012:

Name of the Fund	Benchmark
Institutional Canadian Dollar Liquidity Fund	7-Day Canadian Dollar LIBID
Institutional Euro Government Liquidity Fund	Overnight EUR LIBID
Institutional Euro Liquidity Fund	7-Day EUR LIBID
Institutional Euro Ultra Short Bond Fund	Bank of America Merrill Lynch 3-Month Average LIBID
Institutional Sterling Government Liquidity Fund	Overnight GBP LIBID
Institutional Sterling Liquidity Fund	7-Day GBP LIBID
Institutional Sterling Ultra Short Bond Fund	3-Month GBP LIBID
Institutional US Dollar Liquidity Fund	7-Day USD LIBID
Institutional US Dollar Ultra Short Bond Fund	3-Month US Dollar LIBID
Institutional US Treasury Fund	Citigroup 1-Month Treasury Bill Index

## Changes to the Company during the period

In order to meet the investment objectives of the Institutional Euro Government Liquidity Fund, BlackRock’s Cash Management Group (“CMG”) deemed it prudent to commence a monitoring procedure for all subscriptions into the Fund, with effect from 2 December 2011, and to only accept subscription amounts that could reasonably be invested in the market. Redemptions were unaffected under the monitoring procedure.

The monitoring procedure was continuously reviewed throughout the reporting period. Due to more favourable market conditions the monitoring procedure ceased on 22 February 2012.

On 7 October 2011, Agency (Acc) Shares were launched for the Institutional Sterling Government Liquidity Fund.

On 17 October 2011, Admin III (Acc) Shares were launched for the Institutional Euro Ultra Short Bond Fund.

On 31 October 2011, G Accumulating Shares were launched for the Institutional Euro Government Liquidity Fund.

On 12 December 2011, Core (Acc) Shares were launched for the Institutional Canadian Dollar Liquidity Fund.

On 15 December 2011 an updated prospectus was issued with general updates.

On 18 December 2011, S (Acc) Shares were launched for the Institutional Sterling Liquidity Fund.

On 9 March 2012, Admin III (Dis) Shares were launched for the Institutional US Treasury Fund.

# INSTITUTIONAL CASH SERIES PLC

## BACKGROUND (continued)

### Changes to the Board of Directors

On 25 April 2012, Liam Miley was appointed as a Director of the Company and is also an employee of the BlackRock Group.

On 29 May 2012, Dominic Pegler resigned as a Director of the Company.

### Total Expense Ratio

The annualised Total Expense Ratio ("TER") shown below expresses the sum of all costs and commissions charged to each Fund's assets in line with the Company's prospectus for the purposes of calculating the net asset value ("NAV"), as a percentage of the average Fund assets, during the period.

Name of the Fund	Class of the Fund	TER (%)
Institutional Canadian Dollar Liquidity Fund	Admin II (Acc) Shares	0.30%
	Core (Acc) Shares	0.20%
	Core (Dis) Shares	0.20%
	Premier (Dis) Shares	0.10%
	Select (Dis) Shares	0.15%

Name of the Fund	Class of the Fund	TER (%) <sup>1</sup>
Institutional Euro Government Liquidity Fund	Agency (Acc) Shares	0.03%
	Core (Acc) Shares	0.14%
	Core (Dis) Shares	0.13%
	G Accumulating Shares	0.11%
	Heritage (Acc) Shares	0.10%
	Heritage (Dis) Shares	0.10%
	Premier (Dis) Shares	0.09%
	Select (Dis) Shares	0.11%

Name of the Fund	Class of the Fund	TER (%)
Institutional Euro Liquidity Fund	Admin (Dis) Shares	0.25%
	Admin II (Acc) Shares	0.30%
	Admin II (Dist) Shares	0.30%
	Admin III (Acc) Shares	0.45%
	Admin III (Dis) Shares	0.45%
	Admin IV (Acc) Shares	0.50%
	Agency (Acc) Shares	0.03%
	Agency (Dis) Shares	0.03%
	Aon Captive Shares	0.15%
	Core (Acc) Shares	0.20%
	Core (Dis) Shares	0.20%
	G Accumulating Shares	0.20%
	G Accumulating II Shares	0.25%
	G Distributing Shares	0.20%
	G Distributing II Shares	0.25%
	Heritage (Acc) Shares	0.13%
	Heritage (Dis) Shares	0.13%
	Premier (Acc) Shares	0.10%
	Premier (Dis) Shares	0.10%
	Select (Dis) Shares	0.15%

<sup>1</sup>Includes management fee waiver to manage the yield of the Fund.

# INSTITUTIONAL CASH SERIES PLC

## BACKGROUND (continued)

### Total Expense Ratio (continued)

Name of the Fund	Class of the Fund	TER (%)
Institutional Euro Ultra Short Bond Fund	Admin III (Acc) Shares	0.45%
	Agency Shares	0.03%
	Core (Acc) Shares	0.20%

Name of the Fund	Class of the Fund	TER (%)
Institutional Sterling Government Liquidity Fund	Agency (Acc) Shares	0.03%
	Agency (Dis) Shares	0.03%
	Core (Acc) Shares	0.20%
	Core (Dis) Shares	0.20%
	Heritage (Acc) Shares	0.13%
	Heritage (Dis) Shares	0.13%
	Premier (Dis) Shares	0.10%
	Select (Dis) Shares	0.15%

Name of the Fund	Class of the Fund	TER (%)
Institutional Sterling Liquidity Fund	Admin (Dis) Shares	0.25%
	Admin II (Acc) Shares	0.30%
	Admin II (Dis) Shares	0.30%
	Admin III (Acc) Shares	0.45%
	Admin III (Dis) Shares	0.45%
	Admin IV (Acc) Shares	0.50%
	Agency (Acc) Shares	0.03%
	Agency (Dis) Shares	0.03%
	Aon Captive Shares	0.15%
	Core (Acc) Shares	0.20%
	Core (Dis) Shares	0.20%
	G Accumulating Shares	0.20%
	G Accumulating II Shares	0.25%
	G Distributing Shares	0.20%
	G Distributing II Shares	0.25%
	Heritage (Acc) Shares	0.13%
	Heritage (Dis) Shares	0.13%
	Premier (Acc) Shares	0.10%
	Premier (Dis) Shares	0.10%
	S (Acc) Shares	0.10%
	Select (Acc) Shares	0.15%
	Select (Dis) Shares	0.15%

Name of the Fund	Class of the Fund	TER (%)
Institutional Sterling Ultra Short Bond Fund	Agency Shares	0.03%
	Core (Acc) Shares	0.20%
	Select Shares	0.15%

## INSTITUTIONAL CASH SERIES PLC

### BACKGROUND (continued)

#### Total expense ratio (continued)

Name of the Fund	Class of the Fund	TER (%) <sup>1</sup>
Institutional US Dollar Liquidity Fund	Admin (Dis) Shares	0.25%
	Admin II (Acc) Shares	0.28%
	Admin II (Dis) Shares	0.28%
	Admin III (Acc) Shares	0.28%
	Admin III (Dis) Shares	0.28%
	Admin IV (Acc) Shares	0.28%
	Agency (Dis) Shares	0.03%
	Aon Captive Shares	0.15%
	Core (Acc) Shares	0.20%
	Core (Dis) Shares	0.20%
	G Accumulating Shares	0.20%
	G Accumulating II Shares	0.25%
	G Distributing Shares	0.20%
	G Distributing I Shares	0.15%
	G Distributing II Shares	0.25%
	Heritage (Acc) Shares	0.13%
	Heritage (Dis) Shares	0.13%
	Premier (Dis) Shares	0.10%
	Select (Acc) Shares	0.15%
	Select (Dis) Shares	0.15%

Name of the Fund	Class of the Fund	TER (%)
Institutional US Dollar Ultra Short Bond Fund	Select Shares	0.15%

Name of the Fund	Class of the Fund	TER (%) <sup>1</sup>
Institutional US Treasury Fund	Agency (Dis) Shares	0.03%
	Core (Acc) Shares	0.08%
	Core (Dis) Shares	0.08%
	Premier (Dis) Shares	0.08%
	Select (Dis) Shares	0.08%

<sup>1</sup>Includes management fee waiver to manage the yield of the Fund.

## INSTITUTIONAL CASH SERIES PLC

### BACKGROUND (continued)

#### Portfolio Turnover Rates

The Portfolio Turnover Rate (PTR), expressed as a percentage, reflects the volume of dealing in the Funds. It is equal to the total of purchases and sales of securities netted against the value of the subscriptions and redemptions, over the average net assets of the Funds for the period.

The PTR for the period from 1 October 2011 to 31 March 2012 are as follows:

Name of the Fund	PTR (%)
Institutional Canadian Dollar Liquidity Fund	927.23
Institutional Euro Government Liquidity Fund	7,727.18
Institutional Euro Liquidity Fund	6,138.69
Institutional Euro Ultra Short Bond Fund	991.07
Institutional Sterling Government Liquidity Fund	10,959.73
Institutional Sterling Liquidity Fund	5,315.94
Institutional Sterling Ultra Short Bond Fund	1,134.70
Institutional US Dollar Liquidity Fund	4,704.06
Institutional US Dollar Ultra Short Bond Fund	582.98
Institutional US Treasury Fund	16,420.33

# INSTITUTIONAL CASH SERIES PLC

## HALF-YEARLY MANAGEMENT REPORT For the six months ended 31 March 2012

### FUND PERFORMANCE

The performance of the Funds for the period under review is shown below:

Fund	Fund return for the 6 months ended 31/03/2012	Benchmark return for the 6 months ended 31/03/2012	Fund return for the 12 months ended 30/09/2011	Benchmark return for the 12 months ended 30/09/2011	Fund return for the 6 months ended 31/03/2011	Benchmark return for the 6 months ended 31/03/2011
Institutional Canadian Dollar Liquidity Fund <sup>1</sup>	1.08%	0.96%	1.21%	0.91%	N/A	N/A
Institutional Euro Government Liquidity Fund	0.10%	0.47%	0.71%	0.71%	0.28%	0.26%
Institutional Euro Liquidity Fund	0.75%	0.50%	1.04%	0.78%	0.43%	0.28%
Institutional Euro Ultra Short Bond Fund	1.18%	1.32%	1.55%	1.09%	0.68%	0.44%
Institutional Sterling Government Liquidity Fund	0.24%	0.45%	0.51%	0.44%	0.26%	0.22%
Institutional Sterling Liquidity Fund	0.76%	0.49%	0.78%	0.46%	0.38%	0.22%
Institutional Sterling Ultra Short Bond Fund	1.10%	0.91%	1.13%	0.68%	0.54%	0.32%
Institutional US Dollar Liquidity Fund	0.29%	0.07%	0.29%	0.09%	0.16%	0.06%
Institutional US Dollar Ultra Short Bond Fund	0.73%	0.34%	0.66%	0.17%	0.35%	0.09%
Institutional US Treasury Fund	0.01%	0.02%	0.21%	0.08%	0.11%	0.06%

<sup>1</sup>Returns are annualised up to year ended 30 September 2011. The Fund commenced trading on 19 April 2011.

The Fund performance is quoted as the sum of daily dividend rates, gross of fees. Due to the accounting policy requirement under Irish accounting standards which apply to the financial statements, there may be slight differences between the net assets per share as recorded in the financial statements, and the net assets per share as calculated as per the valuation methodology as set out in the prospectus.

Past performance may not necessarily be repeated and future performance may vary.

# INSTITUTIONAL CASH SERIES PLC

## HALF-YEARLY MANAGEMENT REPORT (continued) For the six months ended 31 March 2012

### Institutional Canadian Dollar Liquidity Fund

#### Market Review

Over the last six months, the Bank of Canada ("BOC") has held the overnight lending rate at 1.00%, with market expectations of possible rate hikes by mid-2013. The BOC continue to communicate that financial conditions remain stimulative. In terms of domestic economic data, Canadian Gross Domestic Product ("GDP") tracked between 1.9% and 3.0% during the last 2 quarters of 2011 but is expected to slow from that pace in the first two quarters of 2012. Inflation remains well contained, with the Core Consumer Price Index ("CPI") tracked between 1.6% and 2.2% and is expected to continue in that range for the balance of the year.

Global markets continued to be most influenced by volatility in the European Banks. The European Central Bank's Long Term Refinancing Operation ("LTRO") has provided abundant liquidity to the banking system, however a large number of investors remain hesitant. As a result, safe-haven currencies and markets, such as Canada and the United States, remain in high demand. This flight-to-quality trade combined with the Bank of Canada's commitment to hold rates low for an extended period has caused a significant flattening in the front-end of the yield curve.

#### Fund Review

The Institutional Canadian Dollar Liquidity Fund returned 1.08% in the 6 months to 31 March 2012, outperforming its benchmark, 7-day Canadian Dollar LIBID, which returned 0.96% over the same period.

During the first quarter of 2012, the Fund implemented a barbell strategy as the possibility of a late 2012 - early 2013 rate hike came into play. The Fund extended in the 6-12 month area through floating rate securities indexed to monthly and quarterly Canadian Dealer Offered Rate. This allocation stood at 33% at quarter end. The floating rate notes provide higher nominal yields than comparable fixed rate investments in the same tenor. The Fund focused its fixed rate exposure on the 1-3 month area due to the flatness of the yield curve. This provides adequate liquidity to the Fund's shareholders and allows for tactical yield enhancing investments. Part of this fixed rate exposure includes an allocation of 26% of the Fund to Canadian Treasury Bills.

The Fund ended the reporting period with a Weighted Average Maturity ("WAM") of 38 days and a Weighted Average Life ("WAL") of 85 days. Both measures remain well within the regulatory and rating agency requirements.

#### Outlook

Most recently, the Bank of Canada raised its growth outlook for 2012 from 2.0% to 2.4% at its April meeting. They believe that the Canadian economy will reach full output in the first half of 2013. Previously at their January meeting, the BOC forecasted that this would not occur until the third quarter of 2013. They also noted that the U.S. recovery will be stronger than expected. These factors increase the likelihood of a stricter monetary policy in late 2012 or early 2013 as they will look to raise rates prior to the economy reaching full potential.

Strong demand for high quality Canadian securities, at the government, provincial and banking levels, will likely keep yield volatility relatively muted in the short term. The Fund will continue to seek yield enhancing investment opportunities tempered with acute focus on high credit quality and maintaining adequate liquidity. In a rising rate environment, this will be done with a continued focus on extending through floating rate exposure while maintaining shorter maturities in the fixed rate space.

# INSTITUTIONAL CASH SERIES PLC

## HALF-YEARLY MANAGEMENT REPORT (continued)

For the six months ended 31 March 2012

### Market Review

#### Institutional Euro Government Liquidity Fund

#### Institutional Euro Liquidity Fund

#### Institutional Euro Ultra Short Bond Fund

Between 30 September 2011 and 31 March 2012 the European Central Bank left the Policy Corridor unchanged at +/-0.75% but lowered the benchmark interest rate from 1.50% to 1.00%, as Mario Draghi cut rates by 25 basis points in his first meeting as European Central Bank President in November. The European Central Bank also cut rates 25 basis points in December and announced additional liquidity measures in an attempt to support the banks and economy (wider acceptance of collateral and 100 basis points cut in the reserve requirement rate). One of these additional measures, a 3-year repurchase tender repayable after a year, proved very popular, with a combined €1 trillion take-up in December and February. European Central Bank president Draghi revealed in March that inflation is seen above 2% for 2012 with upside risks prevailing, reducing the likelihood of near-term rate changes.

Over the period European Union Leaders agreed for a new treaty making steps towards a closer fiscal union strengthening the Stability and Growth Pact with preventive measures and automatic sanctions to be enshrined in national constitutions and fast-forwarding the launch date of the European Stability Mechanism to mid-2012. Greece also recorded the largest sovereign debt restructuring in history with private sector involvement ("PSI") meaning that bond holders (European Central Bank holdings exempt) took a 53.5% haircut. This combined with tougher austerity measures will aim to get Greece's public debt down to 120.5% of Gross Domestic Product by 2020. The period ended with increased concern over Spain's willingness and ability to implement its austerity programme as well as political risk with upcoming elections in France and Greece.

Economic data released at the end of the period was disappointing continuing to indicate that the Eurozone is heading for a growth slowdown, with a potential recession looming on the horizon. The preliminary March Purchasing Managers Index readings for manufacturing, services and composite Purchasing Managers Index were all contractionary with sub-50 readings while consumer confidence in the Eurozone fell to -19.1. However, the headline German IFO survey was strong at 109.8, the ZEW expectations index increased on the month from 5.4 to 22.3 and German unemployment dropped to 6.7%. This highlights the divergence between the Eurozone core and periphery. Eurozone retail sales were up 0.3% month-on-month in January which was a positive surprise. Preliminary estimate of euro zone March inflation rates came in at 2.6%.

Ratings agencies have begun voicing more serious concerns on the lack of progress thus far, leaving open the risk of sovereign credit downgrades. The three main rating agencies all took action on sovereign credit ratings most notably Standard & Poor's stripping France of its AAA rating. Moody's also placed 114 financial institutions on review for possible downgrade following the sovereign actions. This highlights the continued perceived deterioration of bank and sovereign credit quality.

European money market yields moved sharply lower over the six months following two rate cuts and excess liquidity topping 2008 levels: 3-month EURIBOR fell 0.78% to end at 0.78%, while 6 and 12-month rates declined 0.67% to 1.08%, and 1.42% respectively. The Euro Overnight Index Average ("EONIA") rate also followed suit and declined from 1.46% to end the six months at 0.39%. The recent period of increased market volatility and risk aversion continues to cause significant price tiering between various money market issuers. High quality issuers from well-regarded countries continue to yield at levels below LIBOR rates, while lower quality issuers, especially those from less regarded countries, price at significant yield premiums.

### Fund Reviews

#### Institutional Euro Government Liquidity Fund

The Institutional Euro Government Liquidity Fund returned 0.10% in the 6 months to 31 March 2012, underperforming its benchmark, Overnight EUR LIBID, which returned 0.47%. The benchmark, on which the performance of the fund is measured, reflects the level at which banks transact with each other on an overnight basis. During cycles of extreme bank stress, as experienced in the interim reporting period, the Fund will underperform relative to this benchmark due to the risk averse investment strategy which focuses on the strongest sovereigns of the Eurozone.

# INSTITUTIONAL CASH SERIES PLC

## HALF-YEARLY MANAGEMENT REPORT (continued)

For the six months ended 31 March 2012

### Fund Reviews (continued)

#### Institutional Euro Government Liquidity Fund (continued)

During the six months, the portfolio's WAM was increased from 32 days to 58 days. This was partly achieved by investing in German explicitly guaranteed KfW between 10 and 20 basis points as well as adding to our Dutch bill positions in 4 and 6 months maturities.

The split between physical debt and tri-party repurchases continued to be balanced in the portfolio. The tri-party repurchases trades are with highly rated bank counterparties from our credit approved lists and are collateralised at 102% with government bonds issued by Germany, the Netherlands and Finland.

#### Institutional Euro Liquidity Fund

The Institutional Euro Liquidity Fund returned 0.75% in the 6 months to 31 March 2012, outperforming its benchmark, 7-day EUR LIBID, which returned 0.50%.

During the six months, the portfolio's WAM was increased from 43 days to close to 50 days while the WAL ended at 65 days.

In the run up to the end of the year 2011, the Fund materially increased its allocation to German and Dutch bills in particular but also to German Government Guaranteed issuers to a total of 34% in the face of elevated uncertainties around the Eurozone crisis.

However, the European Central Bank's Long Term Repo Operations were a "game changer" in terms of providing liquidity support to the Eurozone banks and is allowing us to selectively move back into our preferred names and invest further out the curve. Since the beginning of the year 2012, we have rotated from low yielding Bills into 3 month high quality bank names like Barclays, ING, FMS, and Japanese banks, 6 month fixed paper from Nordea, National Australia Bank, Pohjola Bank as well as 9 month floaters issued by Rabobank and HSBC.

The portfolio also ended the period with close to 20% in overnight liquidity and approximately 47% in sub 1-month maturities. Where we have Eurozone exposure we have focused only on the stronger issuers in the stronger core of Germany and Netherlands. The portfolio is positioned away from the sovereign and bank sectors of Eurozone countries with structural deficit problems.

#### Institutional Euro Ultra Short Bond Fund

The Institutional Euro Ultra Short Bond Fund returned 1.18% in the 6 months to 31 March 2012, underperforming its benchmark, Bank of America Merrill Lynch 3-Month Average LIBID, which returned 1.32%.

In quarter 4 of 2011, the portfolio reduced its spread duration further from 0.45 years to 0.12 years by focusing on diversifying holdings into high quality top tier senior banks, Dutch and German T-bills & government guaranteed securities in order to help lift the credit quality of the portfolio and simultaneously de-risk the portfolio of bank exposure while building liquidity during a period where the Eurozone situation continues to be unresolved. At the end of quarter 4 2011, the Fund's position in government guaranteed and sovereign debt was close to 20% of the portfolio. This represented almost 50% of the portfolio's WAL. The Fund also moved from a neutral duration position at the start of quarter 4 2011 to a slightly underweight duration position at 0.18 years.

Over quarter 1 of 2012 we increased the portfolio's spread duration by 0.15 years to 0.27 years while the duration was maintained close to 0.17 years. The European Central Bank's large liquidity provision has been a "game changer" in terms of providing liquidity support to the Eurozone banks and is allowing us to selectively move back into our preferred names and invest further out the curve. The quarter's activity was concentrated on selectively rotating from low yielding Dutch and German Bills into 3 and 6 month low beta top tier bank and agency names such as the German Agency FMS, Westpac, HSBC and GECC. We also added to financial floating rate notes issued by the German Agency Erste, Rabobank, Nordea, and Credit Suisse for example. The Fund's position in government guaranteed and sovereign debt ended the period at sub 10% from 35% level as we selectively started to add credit.

Where we have Eurozone exposure we have focused only on the stronger issuers in the stronger core of Germany and Netherlands. In country terms, we rotated into the United Kingdom, Sweden, Australia, Japan, Singapore and US. The portfolio has remained positioned away from the sovereign and bank sectors of Eurozone countries with structural deficit problems.

# INSTITUTIONAL CASH SERIES PLC

## HALF-YEARLY MANAGEMENT REPORT (continued) For the six months ended 31 March 2012

### Outlook

#### **Institutional Euro Government Liquidity Fund Institutional Euro Liquidity Fund Institutional Euro Ultra Short Bond Fund**

While we welcomed the European Central Bank's ample liquidity provision as liquidity support for the Eurozone's banking sector, which in turn also aided sovereign financing, this cannot be taken as a solvency panacea. The renewed interest on the underlying problems of the Spanish sovereign, its banking and private sector imbalances show that some issues have not yet been addressed in the Eurozone. This coupled with a possible deteriorating growth picture over the next quarters might prove enough to reignite market volatility.

We continue to be supportive of our defensive positioning particularly towards credit and bank risks.

### Market Review

#### **Institutional Sterling Government Liquidity Fund Institutional Sterling Liquidity Fund Institutional Sterling Ultra Short Bond Fund**

Between 30 September 2011 and 31 March 2012, the Monetary Policy Committee ("MPC") kept interest rates unchanged at 0.50%. However, it did expand the size of the bank's asset purchase programme announcing £75 billion of additional asset purchases at the October meeting and also voted for a £50 billion extension of the asset purchase programme at the February meeting. This took the programme's total size to £325 billion.

The escalation of the Eurozone debt crisis towards the end of 2011 proved a real drag on the United Kingdom's performance leading the Bank of England ("BoE") to announce coordinated central bank action to decrease the cost of United States Dollar Funding and a new contingency facility, the Extended Collateral Term Repo ("ECTR") Facility. Sentiment was eventually improved with the European Central Bank's December and February 3 year LTROs in which there was a combined take up of €1 trillion by nearly 1,000 banks across Europe including United Kingdom domiciled banks.

Economic data in the six months was mixed with austerity measures and the slowdown in the Euro area continuing to bite. In November, United Kingdom growth was revised downwards by both the Office for Budget Responsibility and Bank of England with real GDP growth expected to be virtually flat over the next few quarters. The United Kingdom economy contracted by 0.3% quarter-on-quarter in quarter 4 of 2011, underscoring the message from Mervyn King, Governor of the Bank of England, that the path to recovery will be "arduous". Stronger and expansionary first quarter Services and Manufacturing Purchasing Managers Index provided hope that the economy can avoid falling into a technical recession but unemployment stayed unchanged from its 16 year high above 8%.

In the November Inflation Report, the Bank of England revised down inflation forecasts and CPI Inflation had fallen from 5.2% to 3.4% since September. However, the Bank's inflation forecast was revised up in the February Inflation Report as all-time high sterling crude oil prices due to global oil supply pressures created inflationary pressure. Inflation remains significantly above the Bank of England's 2% target.

In February, Moody's put a negative outlook on the United Kingdom's triple-A credit rating and this action was followed by Fitch in March. They cited the negative macroeconomic environment and high levels of public debt reducing the United Kingdom's ability to react to negative shocks to the economy. Moody's also placed 114 financial institutions including United Kingdom banks on review for possible downgrade following sovereign actions. This highlights the continued perceived deterioration of bank and sovereign credit quality.

# **INSTITUTIONAL CASH SERIES PLC**

## **HALF-YEARLY MANAGEMENT REPORT (continued)**

**For the six months ended 31 March 2012**

### **Market Review (continued)**

#### **Institutional Sterling Government Liquidity Fund (continued)**

#### **Institutional Sterling Liquidity Fund (continued)**

#### **Institutional Sterling Ultra Short Bond Fund (continued)**

Sterling money market yields were higher by up to 15 basis points over the six months reflecting an increase in the credit premium for banks. 3-month, 6-month and 1-year LIBOR rates ended at 1.03%, 1.34% and 1.86% respectively. Dispersion remains very high across new issuance levels. High quality issuers from well-regarded countries continue to yield at levels below LIBOR rates, while lower quality issuers, especially those from less regarded countries, price at significant yield premiums.

### **Fund Reviews**

#### **Institutional Sterling Government Liquidity Fund**

The Institutional Sterling Government Liquidity Fund returned 0.24% in the 6 months to 31 March 2012, underperforming its benchmark, Overnight GBP LIBID, which returned 0.45%.

During the six months, the portfolio's WAM was reduced from close to 50 days to closer to 40 days.

We invested the Fund in the 3 and 6 month area of the bill curve mainly at around 40 to 48 basis points during the month with the split between physical debt and tri-party repurchase to be approximately 50/50. These trades are with highly rated bank counterparties from our credit approved lists and are collateralized at 102% with United Kingdom government bonds only.

The portfolio continues to have only exposure to the United Kingdom sovereign debt.

#### **Institutional Sterling Liquidity Fund**

The Institutional Sterling Liquidity Fund returned 0.76% in the 6 months to 31 March 2012, outperforming its benchmark, 7-day GBP LIBID, which returned 0.49%.

During the six months, the portfolio's WAM was increased from 40 days to close to 50 days while the WAL ended at 80 days.

In the run up to the end of the year 2011, the Fund materially increased its allocation to United Kingdom bills in particular but also to German Government Guaranteed issuers to a total of 46% in the face of elevated uncertainties around the Eurozone crisis.

However, the European Central Bank's two Long Term Repurchase Operations were a "game changer" in terms of providing liquidity support to the Eurozone banks and has allowed us to selectively move back into our preferred names and invest further out the curve. Since the beginning of the year 2012, we have rotated from low yielding United Kingdom Bills and short dated Gilts into 3 and 6 month high quality bank names such as Barclays, ING, FMS, Singaporean and some Japanese banks. Additionally, the portfolio invested in a number of floating rate notes issues in 6 month and 1 year maturities in the German Agency Erste Rabobank, CBA, ANZ and HSBC.

The portfolio also ended the period with close to 25% in overnight liquidity and approximately 45% in sub 1-month maturities. Where we have Eurozone exposure we have focused only on the stronger issuers in the stronger core of Germany and Netherlands. The portfolio is positioned away from the sovereign and bank sectors of Eurozone countries with structural deficit problems.

## **INSTITUTIONAL CASH SERIES PLC**

### **HALF-YEARLY MANAGEMENT REPORT (continued) For the six months ended 31 March 2012**

#### **Fund Reviews (continued)**

##### **Institutional Sterling Ultra Short Bond Fund**

The Institutional Sterling Ultra Short Bond Fund returned 1.10% in the 6 months to 31 March 2012, outperforming its benchmark, 3-month GBP LIBID, which returned 0.91%.

We increased our duration position over the six months from 0.17 to 0.25 and increased spread duration from 0.41 to 0.44 years.

The end of last year was about recognising the need to rotate meaningfully into higher quality non-bank products, namely Government Guaranteed, Supranational and Sovereign Bills and Bonds in the face of elevated uncertainties around the Eurozone crisis. However, from January we concentrated on selectively rotating from low yielding United Kingdom Bills and short dated Gilts into 3 and 6 month low beta top tier bank and agency names such as the Dutch Agency Ned Water, KfW, National Australia Bank, ANZ, Nordea and Finnish bank Pohjola. We also added to financial floating rate notes issued by the German Agencies FMS and Erste, Rabobank, CBA, ANZ and HSBC for example.

The European Central Bank's large liquidity provision has been a "game changer" in terms of providing liquidity support to the Eurozone banks and is allowing us to selectively move back into our preferred names and invest further out the curve.

Where we have Eurozone exposure we have focused only on the stronger issuers in the stronger core of Germany and Netherlands. In country terms we rotated into the United Kingdom, Sweden, Australia, Japan, Singapore and the United States. The portfolio has remained positioned away from the sovereign and bank sectors of Eurozone countries with structural deficit problems. The Fund's position in government guaranteed and sovereign debt ended the period at 36% from a mid-50% level as we have selectively started to add credit.

#### **Outlook**

##### **Institutional Sterling Government Liquidity Fund**

##### **Institutional Sterling Liquidity Fund**

##### **Institutional Sterling Ultra Short Bond Fund**

The minutes from the previous MPC meeting highlights that substantial risks of inflation and deflation remain while the economic outlook remains highly uncertain. The United Kingdom economy contracted by 0.3% in the fourth quarter of 2011 and any contraction in quarter 1 of 2012 would meet the technical definition of a recession. Lower supply and potential downward rating pressures to the United Kingdom sovereign and associated United Kingdom banks will be challenges that money markets will face and will need to deal with over the next few months.

We continue to be supportive of our defensive positioning particularly towards credit and bank risks.

#### **Market Review**

##### **Institutional US Dollar Liquidity Fund**

##### **Institutional US Dollar Ultra Short Bond Fund**

##### **Institutional US Treasury Fund**

The Federal Open Market Committee ("FOMC") maintained the Federal Funds target range of 0.00% to 0.25% throughout the period ending 31 March 2012. A notable change however was at the January 2012 meeting whereby the FOMC strengthened its commitment to an extraordinary low rate policy stating that "economic conditions – including low rates of resource utilization and a subdued outlook for inflation over the medium run – are likely to warrant exceptionally low levels for the Federal Funds rate at least through late 2014. This specific language is an estimated 18 months longer than previous forecasts by Committee members.

As the New-Year progressed, market conditions began to improve as liquidity provided to various foreign banks by the use of the European Central Bank's 3 year LTRO executed in December 2011 and February 2012 commenced. Both auctions were successful and bolstered market participants' confidence, thereby loosening the broader credit markets.

# **INSTITUTIONAL CASH SERIES PLC**

## **HALF-YEARLY MANAGEMENT REPORT (continued)**

**For the six months ended 31 March 2012**

### **Market Review**

#### **Institutional US Dollar Liquidity Fund (continue)**

#### **Institutional US Dollar Ultra Short Bond Fund (continue)**

#### **Institutional US Treasury Fund (continue)**

Over the 6 month period, Moody's placed 17 Global Capital Market Intermediaries ("GCMI's") on review for possible downgrade. The reviews customarily take an estimated 3 months to complete and may result in the downgrade of up to 5 of the 18 US Dollar LIBOR panel banks short-term ratings to P-2, further reducing the supply of securities eligible for inclusion in money market portfolios rated by Moody's, such as the ICS US Dollar Fund.

LIBOR settings stabilized in March, with 3 month LIBOR finding support at an estimated 47 basis points; this is a steady decrease after peaking near 60 basis points in early January of this year. The improvement in market sentiment engendered by the European Central Bank's expanded liquidity facilities effectively assuaged many of the near term liquidity concerns, further encouraging investors to extend duration in credit product.

### **Fund Reviews**

#### **Institutional US Dollar Liquidity Fund**

The Institutional US Dollar Liquidity Fund returned 0.29% in the 6 months to 31 March 2012, outperforming its benchmark, 7-day USD LIBID, which returned 0.07%.

During the fourth quarter 2011, the Fund implemented a laddered portfolio structure and the investment strategy consisted of targeting securities maturing in 2012 in order to reduce reinvestment risk at year-end. Such investments primarily consisted of instruments located outside of "troubled areas" such as the EuroZone. Furthermore, tenors of legacy Eurozone positions were actively and passively shortened and reduced by the end of November, the Fund had fully departed instruments supported by France.

As we migrated into the first quarter 2012 and market sentiment improved, the portfolio structure remained unchanged however the investment strategy employed was that of a moderate barbell; allocating cash into 4 to 6 month fix-rated credit product, 6 to 12 month U.S. Treasury instruments while maintaining generous amounts of front-end liquidity. As the Fund implemented various extension trades, the WAM of the Fund extended an estimated 5 to 10 days when compared to that of previous months. To note, an estimated 10 of the 51 days of duration is attributed to U.S. government purchases. Asset flows during the period were moderately volatile and could be accredited to typical year-end seasonal flows. Nevertheless, the asset volatility was quite manageable as previously mentioned, generous amounts of front-end liquidity were readily available. To close the month of March, the Fund maintained an estimated 24% of assets in overnight liquidity and 32% in securities maturing within 5 business days.

Ending the 31 March 2012 period, assets of the Fund stood at an estimated \$17.6 billion. The WAM of the Fund stood at 51 days and the WAL, the measure of spread duration within the portfolio stood, at 67 days. All aforementioned measures were in line to significantly better than preferred regulatory requirements.

#### **Institutional US Dollar Ultra Short Bond Fund**

The Institutional US Dollar Ultra Short Bond Fund returned 0.73% in the 6 months to 31 March 2012, outperforming its benchmark, 3-month US Dollar LIBID, which returned 0.34%.

Similar to previous periods, defensive posturing and de-risking continued at the start of the reporting period. Portfolio spread duration decreased from 0.5 years to 0.36 years on a very stable AUM. This was primarily driven by the natural roll down of portfolio assets, coupled with a shorter bias in terms of reinvestment horizon. This bias continued to serve the portfolio well as credit spreads drifted wider. Front-end liquidity remained roughly static at 35% as measured by the percentage of portfolio assets maturing in 30-days or less. As of 30 December 2011, approximately 57% of portfolio assets were scheduled to mature within 90 days. 3-month USD LIBOR continued its ascent in the 4th quarter, backing up by approximately 20 basis points to close the year at 0.58%.

# **INSTITUTIONAL CASH SERIES PLC**

## **HALF-YEARLY MANAGEMENT REPORT (continued)**

**For the six months ended 31 March 2012**

### **Fund Reviews (continued)**

#### **Institutional US Dollar Ultra Short Bond Fund (continued)**

In the second half of the reporting period, defensive posturing, de-risking, & profit-taking continued. This cautious approach affords the portfolio a considerable degree of flexibility with respect to anticipated negative ratings agency action on senior debt of global banks. Portfolio spread duration decreased from 0.36 years to 0.24 years on stable client assets. Front-end liquidity decreased from approximately 35% to 19% as measured by the percentage of assets maturing in 30-days or less. Portfolio WAM increased to 78 days to end the reporting period.

#### **Institutional US Treasury Fund**

The Institutional US Treasury Fund returned 0.01% in the 6 months to 31 March 2012, underperforming its benchmark, Citigroup 1-Month Treasury Bill Index, which returned 0.02%.

Over the six-month reporting period, the Fund generally employed a barbelled portfolio structure and an investment strategy that targeted bullet allocations into the belly of the money market curve. In terms of duration, the Fund's WAM profile was managed lower to the 35-day area starting in December 2011 in order to take advantage of an anticipated shift towards higher yields. Consistent with the change in duration, the Fund increased its allocation into overnight repurchase agreements to approximately 70% of assets, while lowering bullet allocation targets into primarily 6-month tenors. The altered portfolio structure capitalized on rising rates that developed in the USD repurchase agreement markets over the period, while helping to bolster the portfolio's mark-to market framework. The income earned from repurchase agreement allocations was higher than most eligible term securities available to the portfolio. While the Fund did lower the allocation into term securities, it took advantage of relative value opportunities present between U.S. T-bill yields and U.S. Treasury coupon yields of similar tenors.

The WAM and WAL of the Fund both closed the period at a WAM profile of 47 days and reported \$1.361 billion in assets.

### **Outlook**

#### **Institutional US Dollar Liquidity Fund**

#### **Institutional US Dollar Ultra Short Bond Fund**

#### **Institutional US Treasury Fund**

Global pressures continue to disrupt the markets. In the U.S., it is expected that the ultra-low Federal Funds target range of zero to 0.25% will remain in place through at least late 2014. Abroad, deterioration in the European sovereign debt crisis remains.

Other factors driving sentiment within the front-end of the markets include the possibility of further regulatory reforms and actions from various rating agencies. Additionally, a decline in eligible investments is further exacerbated by these factors. Going forward, the strategy of the Funds will remain credit conservative and risk defensive. The portfolio structure will be laddered and investments will be structured according to the possibility of potential changes to come. Assets deployed in U.S. Treasury securities will be augmented during temporary periods of supply and market dislocations.

**BlackRock Investment Manager (UK) Limited**

**BlackRock Capital Management Inc**

**April 2012**

# INSTITUTIONAL CASH SERIES PLC

## HALF-YEARLY MANAGEMENT REPORT (continued) For the six months ended 31 March 2012

### PRINCIPAL RISKS AND UNCERTAINTIES

The Company's investment activities expose it to the various types of risk which are associated with the financial instruments and markets in which it invests. The following information is not intended to be a comprehensive summary of all risks and investors should refer to the prospectus and supplements for a more detailed discussion of the risks inherent in investing in the Company.

The Directors considers the following risks to be the principal risks and uncertainties facing the Company for the forthcoming six months:

#### a) Market risk

Market risk arises mainly from uncertainty about future values of financial instruments influenced by other price, currency and interest rate movements. It represents the potential loss the Company may suffer through holding market positions in the face of market movements.

##### i) Market risk arising from other price risk

Other price risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting similar financial instruments traded in the market.

The Company is exposed to other market price risk through its investments in fixed and variable corporate securities, fixed and variable government securities, fixed and variable mortgage backed securities, bankers acceptance, reverse repurchase agreements, collective investment schemes ("CIS") and liquidity instruments. The movements in the prices of these investments are derived from movements in the market interest rates and the credit-worthiness of issuers. Market interest rate risk is discussed under 'Interest rate risk'. The credit-worthiness of the investments is discussed under the 'credit/counterparty risk' section.

The movements in the prices of these investments result in the movements in the performance of the Company. By diversifying the portfolio where this is appropriate and consistent with the Company's objectives, the risk that a price change of a particular investment will have a material impact on the Company is reduced. The investment concentrations within the portfolio are disclosed in the schedules of investments by investment type.

##### ii) Market risk arising from foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The Company may invest in securities denominated in currencies other than its reporting currency. Consequently, the Company is exposed to risks that the exchange rate of its reporting currency, relative to other currencies, may change in a manner which has an adverse effect on the value of the portion of the Company's assets denominated in currencies other than its own currency.

The Funds, in line with their benchmarks are unhedged.

The Institutional Canadian Dollar Liquidity Fund, the Institutional Euro Government Liquidity Fund, the Institutional Euro Liquidity Fund, the Institutional Euro Ultra Short Bond Fund, the Institutional Sterling Government Liquidity Fund, the Institutional Sterling Liquidity Fund, the Institutional US Dollar Liquidity Fund, the Institutional US Dollar Ultra Short Bond Fund and the Institutional US Treasury Fund have no exposure to currency risk.

##### iii) Market risk arising from interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Company is exposed to interest rate risk specifically through its investment in fixed and variable corporate securities, fixed and variable government securities, fixed and variable mortgage backed securities, reverse repurchase agreements and liquidity instruments. This risk exposure is managed by constantly monitoring the position for deviations outside of a pre-determined tolerance level and, when necessary, rebalancing back to the original desired parameters. The Company holds interest-bearing securities which are exposed to interest rate risk, where the value of these securities may fluctuate as a result of a change in interest rates. These securities are disclosed in the schedules of investments.

The Company has indirect exposure to interest rate risk through their investments in CIS, whereby the value of an underlying Fund may fluctuate as a result of a change in interest rates through its investment in interest-bearing securities.

The Company is exposed to interest rate risks from cash balances held at J.P. Morgan Bank (Ireland) plc. Sterling cash held on deposit as at 31 March 2012 earned interest at the sterling overnight index average (SONIA) rate prevailing at that date less 0.35%. Cash held on deposit in other currencies earned interest at J.P. Morgan Bank (Ireland) plc internal rates prevailing at that date.

#### b) Credit/counterparty risk

Issuer and/or counterparty credit risks in the Company arise from its investments in fixed and variable corporate securities, fixed and variable government securities, fixed and variable mortgage backed securities, CIS, bankers acceptance, reverse repurchase agreements and liquidity instruments as well as from its cash balances and deposits. The Company invests in accordance with the investment restrictions described in its prospectus.

# INSTITUTIONAL CASH SERIES PLC

## HALF-YEARLY MANAGEMENT REPORT (continued) For the six months ended 31 March 2012

### PRINCIPAL RISKS AND UNCERTAINTIES (continued)

#### b) Credit/counterparty risk (continued)

Issuer credit risk is the default risk of one of the issuers of any securities held by the Funds. Bonds or other debt securities involve credit risk to the issuer which may be evidenced by the issuer's credit rating. Securities which are subordinated and/or have a lower credit rating are generally considered to have a higher credit risk and a greater possibility of default than more highly rated securities.

Counterparty credit risk is the risk that a counterparty to a financial transaction will fail to fulfil an obligation or commitment that it has entered into with the Company. The Company is exposed to the counterparty credit risk of the parties with which it trades and will bear the risk of settlement default.

Counterparty credit risk is monitored by the Risk and Quantitative Analysis (RQA) Counterparty & Concentration Risk team. The team is headed by BlackRock's Chief Credit Officer who reports directly to the Global Head of RQA. Credit authority resides with the Chief Credit Officer and selected team members to whom specific credit authority has been delegated. As such, counterparty approvals may be granted by the Chief Credit Officer or by identified RQA Counterparty Credit Risk Officers who have been formally delegated authority by the Chief Credit Officer as deemed appropriate.

All prospective and existing counterparties require the approval of the RQA Counterparty & Concentration Risk team. RQA Counterparty & Concentration Risk team completes a formal review of each new counterparty, monitors and reviews all approved counterparties on an ongoing basis and maintains an active oversight of counterparty exposures and the collateral management process.

The Company's holdings in reverse repurchase agreements expose the Company to credit risk. Reverse repurchase agreements are conducted only with approved counterparties, who meet the applicable specific Fund requirements, and where trading arrangements are documented in a manner approved by BlackRock's Compliance and Legal Departments. As at 31 March 2012, the Company had credit exposure to a number of counterparties.

The Company's Custodian is J.P. Morgan Bank (Ireland) plc. Substantially all of the cash and financial assets and cash of the Company are held by J.P. Morgan Bank (Ireland) plc at period end. The Company is exposed to credit risk through the use of J.P. Morgan Bank (Ireland) plc for its investments. Bankruptcy or insolvency of the bank may cause the Company's rights with respect to its investments held by the bank to be delayed or limited.

The maximum exposure to this risk is the amount of long investments and reverse repurchase agreements disclosed in the schedules of investments.

The Company will be exposed to the credit risk of the Custodian, or any depository used by the Custodian regarding the cash balances held in accounts with same. In the event of insolvency or bankruptcy of the Custodian, the Company will be treated as a general creditor of the Custodian. The Custodian does not have a credit rating. However, its parent company J.P. Morgan Chase Bank N.A. has a long-term credit rating of A+. (30 September 2011: A+, 31 March 2011 AA-).

To mitigate the Company's exposure to the Custodian, the Investment Manager employs specific procedures to ensure that the Custodian is a reputable institution and that the credit risk is acceptable to the Company. The Company only transacts with Custodians that are regulated entities subject to prudential supervision, or with high credit ratings assigned by international credit-rating agencies.

Cash held as security by the counterparty to derivative contracts, as disclosed in the notes to the financial statements, is subject to the credit risk of the counterparty.

There were no past due or impaired assets as of 31 March 2012 (2011: Nil).

#### c) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulties in meeting obligations associated with financial liabilities.

Liquidity risk to the Company arises from the redemption requests of investors and the liquidity of the underlying investments the Company is invested in. The Company's shareholders may redeem their shares on the close of any daily dealing deadline for cash equal to a proportionate share of the Company's NAV excluding any duties and charges where applicable.

The Company is therefore potentially exposed to the liquidity risk of meeting the shareholders' redemptions and may need to sell assets at prevailing market prices to meet liquidity demands. It is also exposed to the liquidity risk of daily margin calls on derivatives. Liquidity risk is minimised by holding sufficient liquid investments which can be readily realised to meet liquidity demands.

To manage this risk, if redemption requests from all holders of shares in a Company exceed more than 10% of all the shares in issue on any particular dealing day, the Directors shall be entitled, at their discretion, to refuse to redeem such excess number of shares in issue in the Company. The shares which are not redeemed at any given dealing day, shall be redeemed on each subsequent dealing day in priority to any requests received thereafter.

# INSTITUTIONAL CASH SERIES PLC

## HALF-YEARLY MANAGEMENT REPORT (continued)

For the six months ended 31 March 2012

### RELATED PARTIES

Parties are considered to be related if one party has the ability to control the other party or is able to exercise significant influence over the other party, in making financial or operational decisions.

The following entities are to be disclosed as related parties to the Company as at 31 March 2012:

Manager	BlackRock Asset Management Ireland Limited
Investment Manager	BlackRock Investment Management (UK) Limited
US Investment Manager	BlackRock Capital Management Inc

The ultimate holding company of the Manager and Investment Manager is BlackRock Inc., a company incorporated in Delaware USA. PNC Bank N.A. is a substantial voting shareholder in BlackRock Inc. The PNC Group did not provide any services to the Company during the periods/year ended 31 March 2012, 31 September 2011 and 31 March 2011.

The Company and the Manager have the same Directors. The Company reimburses the Manager for the Directors' fees paid on its behalf. All the current Directors are Directors of both the Manager and the Euro Government Liquidity Feeder Fund and the Euro Liquidity Feeder Fund (the "Feeder Funds").

Barry O'Dwyer, Geoffrey D. Radcliffe and Mark Stockley are Directors of the Company and are also employees of the BlackRock Group. Nicholas C.D. Hall is a Director of the Manager and a non-executive Director of the Investment Manager. On 25 April 2012, Liam Miley was appointed as a Director of the Company and is also an employee of the BlackRock Group. On 29 May 2012, Dominic Pegler resigned as a Director of the Company.

Subsidiaries and other related parties of the BlackRock Group and/or Funds managed by BlackRock Asset Management Ireland Limited owned the following percentage of the Company as at 31 March 2012:

Fund name	Held by	% of shares
Institutional Euro Government Liquidity Fund	BlackRock Currency Fund	0.02
	BlackRock Currency Opportunity Fund <sup>1</sup>	-
	BlackRock Group Limited Fund <sup>1</sup>	-
	BlackRock Market Advantage Strategy Fund <sup>1</sup>	-
Institutional Euro Liquidity Fund	BlackRock Liability Solutions Funds € Cash Fund	0.18
	BlackRock Liability Solutions Funds Leveraged € Fixed Fund	0.10
	BlackRock Market Advantage Strategy Fund	0.06
	BlackRock Liability Solutions Funds € Fixed Fund	0.06
	BlackRock Liability Solutions Funds Leveraged € HCIPx Fund	0.02
	BlackRock European Diversified Fund	0.01
	BlackRock Liability Solutions Funds II € HICPx Fund <sup>1</sup>	-
	BlackRock Asset Backed Securities Fund I <sup>1</sup>	-
	BlackRock Euro Credit Screened Fund <sup>1</sup>	-
	BlackRock European Opportunities Ext Fund <sup>1</sup>	-
	BlackRock European Opportunities Fund <sup>1</sup>	-
	BlackRock European Opportunities Hedge Fund <sup>1</sup>	-
	BlackRock Fixed Income Strategies Fund <sup>1</sup>	-
	BlackRock Floating Rate Fund I <sup>1</sup>	-
	BlackRock Global Screened Corporate Bond Fund <sup>1</sup>	-
Institutional Sterling Government Liquidity Fund	BlackRock Market Weighted Sterling Currency Hedging Fund	0.20
	BlackRock Sterling Currency Hedging Fund	0.16
	BlackRock Ascent Currency Fund	0.09
	BlackRock Market Advantage Strategy Fund	0.02
	BlackRock US Equity Ascent Currency Fund	0.01
	BlackRock Pension Nominees Limited Fund <sup>1</sup>	-

<sup>1</sup>Investments which are less than 0.01% have been rounded down to zero

# INSTITUTIONAL CASH SERIES PLC

## HALF-YEARLY MANAGEMENT REPORT (continued)

For the six months ended 31 March 2012

### RELATED PARTIES (continued)

Fund name	Held by	% of shares
Institutional Sterling Liquidity Fund	BlackRock Liability Solutions Funds £ Tailored Fund I	2.45
	BlackRock Liability Solutions Funds £ Cash Fund	0.47
	BlackRock Market Weighted Sterling Currency Hedging Fund	0.37
	BlackRock Liability Solutions Funds II £ Tailored Fund VIII	0.26
	BlackRock Liability Solutions Funds € Cash Fund	0.20
	BlackRock UK Emerging Companies Fund	0.13
	BlackRock Liability Solutions Funds Leveraged £ RPI	0.10
	BlackRock Liability Solutions Funds II £ Tailored Fund XV	0.10
	BlackRock Liability Solutions Funds £ RPI Fund	0.10
	BlackRock Liability Solutions Funds Leveraged £ Fixed Fund	0.09
	BlackRock Liability Solutions Funds II £ Tailored Fund X	0.07
	BlackRock Sterling Currency Hedging Fund	0.06
	BlackRock UK Equity Hedge Fund Limited	0.04
	BlackRock Liability Solutions Funds II £ Tailored Fund IX	0.04
	BlackRock Pension Nominees Limited Fund	0.03
	BlackRock Liability Solutions Funds II Leveraged £ RPI	0.03
	BlackRock Liability Solutions Funds II £ Tailored Fund XVI	0.03
	BlackRock Market Advantage Strategy Fund	0.03
	BlackRock Liability Solutions Funds II £ Tailored Fund II	0.03
	BlackRock Liability Solutions Funds II Leveraged £ Fixed	0.02
	BlackRock Liability Solutions Funds II £ Tailored Fund XI	0.02
	BlackRock Liability Solutions Funds II £ Tailored Fund XVII	0.02
	BlackRock Liability Solutions Funds II £ Tailored Fund XIV	0.01
	BlackRock Fixed Income Tactical Tilts Sterling Fund <sup>1</sup>	-
	BlackRock Liability Solutions Funds II £ Tailored Fund III <sup>1</sup>	-
	BlackRock Liability Solutions Funds II £ Tailored Fund XII <sup>1</sup>	-
	BlackRock Liability Solutions Funds £ Fixed Fund	-
	BlackRock UK Credit Screened Fund <sup>1</sup>	-
	BlackRock Asset Backed Securities Fund I <sup>1</sup>	-
	BlackRock Ascent Currency Fund <sup>1</sup>	-
	BlackRock Global Screened Corporate Bond Fund <sup>1</sup>	-
	BlackRock Core Plus UK Gilt Fund <sup>1</sup>	-
	BlackRock Group Limited Fund <sup>1</sup>	-
	BlackRock Nominees Limited	-
Institutional Sterling Ultra Short Bond Fund	BlackRock Pension Nominees Limited Fund <sup>1</sup>	-
Institutional US Dollar Liquidity Fund	BlackRock Market Weighted Sterling Currency Hedging Fund	0.42
	BlackRock Sterling Currency Hedging Fund	0.39
	BlackRock Commodity Total Return Fund	0.36
	BlackRock Global Aggregate ex-Japan Fund	0.31
	BlackRock US Index Sub-Fund	0.22
	BlackRock Currency Opportunity Fund	0.17
	BlackRock Commodity Non Energy Total Return Fund	0.10
	BlackRock Commodity Energy Total Return Fund	0.08
	BlackRock Market Advantage Strategy Fund <sup>2</sup>	0.04
	BlackRock Market Advantage Strategy Fund <sup>2</sup>	0.03
	BlackRock Global Screened Corporate Bond Fund	0.03
	BlackRock Agriculture Fund	0.02
	BlackRock Asset Backed Securities Fund I	0.02
	BlackRock Floating Rate Fund I	0.01
	BlackRock Global Currency Fund BlackRock Currency Fund	0.01
	BlackRock Currency Fund <sup>1</sup>	-
	BlackRock Eurasian Frontiers Fund <sup>1</sup>	-

<sup>1</sup>Investments which are less than 0.01% have been rounded down to zero

# INSTITUTIONAL CASH SERIES PLC

## HALF-YEARLY MANAGEMENT REPORT (continued)

For the six months ended 31 March 2012

### RELATED PARTIES (continued)

Fund name	Held by	% of shares
Institutional US Dollar Liquidity Fund (continued)	BlackRock Ascent Currency Fund <sup>1</sup>	-
	BlackRock Group Limited Fund <sup>1/2</sup>	-
	BlackRock Group Limited Fund <sup>1/2</sup>	-
	BlackRock Liability Solutions Funds £ Cash Fund <sup>1</sup>	-

<sup>1</sup>Investments which are less than 0.01% have been rounded down to zero.

<sup>2</sup>Each shareholder disclosed relates to separate holdings.

Subsidiaries and other related parties of the BlackRock Group and/or Funds managed by BlackRock Asset Management Ireland Limited owned the following percentage of the Company as at 30 September 2011:

Fund name	Held by	% of shares
Institutional Euro Government Liquidity Fund	BlackRock Currency Fund	0.02
	BlackRock Currency Opportunity Fund <sup>1</sup>	-
Institutional Euro Liquidity Fund	BlackRock Liability Solutions Funds € Cash Fund	0.50
	BlackRock Market Advantage Strategy Fund	0.08
	BlackRock Asset Backed Securities Fund I	0.01
	BlackRock European Opportunities Ext Fund <sup>1</sup>	-
	BlackRock European Opportunities Hedge Fund <sup>1</sup>	-
	BlackRock European Opportunities Fund <sup>1</sup>	-
	BlackRock European Diversified Fund <sup>1</sup>	-
	BlackRock Global Screened Corporate Bond Fund <sup>1</sup>	-
	BlackRock Euro Credit Screened Fund <sup>1</sup>	-
	BlackRock Floating Rate Fund I <sup>1</sup>	-
Institutional Sterling Government Liquidity Fund	BlackRock Market Weighted Sterling Currency Hedging Fund	0.21
	BlackRock Sterling Currency Hedging Fund	0.17
	BlackRock Ascent Currency Fund	0.12
	BlackRock US Equity Ascent Currency Fund	0.02
	BlackRock re Barclays Life Woolwich <sup>1</sup>	-
Institutional Sterling Liquidity Fund	BlackRock Market Weighted Sterling Currency Hedging Fund	0.39
	BlackRock Liability Solutions Funds II £ Tailored Fund VIII	0.20
	BlackRock Liability Solutions Funds II £ Tailored Fund X	0.14
	BlackRock Liability Solutions Funds € Cash Fund	0.09
	BlackRock Sterling Currency Hedging Fund	0.07
	BlackRock Liability Solutions Funds II £ Tailored Fund XV	0.07
	BlackRock Market Advantage Strategy Fund	0.06
	BlackRock Liability Solutions Funds £ Cash Fund	0.05
	BlackRock Liability Solutions Funds II £ Tailored Fund IX	0.05
	BlackRock UK Equity Hedge Fund Limited	0.04
	BlackRock Liability Solutions Funds II £ Tailored Fund XVI	0.01
	BlackRock Liability Solutions Funds £ Tailored Fund I	0.01
	BlackRock Liability Solutions Funds II £ Tailored Fund XVII	0.01
	BlackRock Fixed Income Tactical Tilts Sterling Fund <sup>1</sup>	-
	BlackRock Liability Solutions Funds II £ Tailored Fund XIV <sup>1</sup>	-
	BlackRock Liability Solutions Funds € Cash Fund <sup>1</sup>	-
	BlackRock Liability Solutions Funds II £ Tailored Fund XI <sup>1</sup>	-
	BlackRock Global Screened Corporate Bond Fund <sup>1</sup>	-
	BlackRock Liability Solutions Funds € Cash Fund <sup>1</sup>	-
	BlackRock Liability Solutions Funds II £ Tailored Fund XII <sup>1</sup>	-
	BlackRock Floating Rate Fund I <sup>1</sup>	-
	BlackRock Asset Backed Securities Fund I <sup>1</sup>	-
	BlackRock Liability Solutions Funds € Cash Fund <sup>1</sup>	-
	BlackRock Liability Solutions Funds II £ Tailored Fund III <sup>1</sup>	-
	BlackRock Liability Solutions Funds II £ Tailored Fund II <sup>1</sup>	-
	BlackRock Ascent Currency Fund <sup>1</sup>	-
	BlackRock Core Plus UK Gilt Fund <sup>1</sup>	-

<sup>1</sup>Investments which are less than 0.01% have been rounded down to zero.

# INSTITUTIONAL CASH SERIES PLC

## HALF-YEARLY MANAGEMENT REPORT (continued) For the six months ended 31 March 2012

### RELATED PARTIES (continued)

Fund name	Held by	% of shares
Institutional US Dollar Liquidity Fund	BlackRock Commodity Total Return Fund	0.36
	BlackRock Global Aggregate ex-Japan Fund	0.33
	BlackRock Sterling Currency Hedging Fund	0.25
	BlackRock Market Weighted Sterling Currency Hedging Fund	0.21
	BlackRock Currency Fund	0.19
	BlackRock US Index Sub-Fund	0.12
	BlackRock Market Advantage Strategy Fund	0.11
	BlackRock Commodity Non Energy Total Return Fund	0.06
	BlackRock Floating Rate Fund I	0.06
	BlackRock Commodity Energy Total Return Fund	0.04
	BlackRock Asset Backed Securities Fund I	0.03
	BlackRock Agriculture Fund	0.02
	BlackRock Global Currency Fund	0.01
	BlackRock Eurasian Frontiers Fund <sup>1</sup>	0.01
	BlackRock Global Screened Corporate Bond Fund <sup>1</sup>	-
	BlackRock Liability Solutions Funds € Cash Fund <sup>1</sup>	-
	BlackRock Ascent Currency Fund <sup>1</sup>	-
	BlackRock Group Limited Fund <sup>1/2</sup>	-
	BlackRock Group Limited Fund <sup>1/2</sup>	-
	BlackRock Liability Solutions Funds £ Cash Fund <sup>1</sup>	-

<sup>1</sup>Investments which are less than 0.01% have been rounded down to zero.

<sup>2</sup> Each shareholder disclosed relates to separate holdings.

Subsidiaries and other related parties of the BlackRock Group and/or Funds managed by BlackRock Asset Management Ireland Limited owned the following percentage of the Company as at 31 March 2011:

Fund name	Held by	% of shares
Institutional Euro Government Liquidity Fund	BlackRock Currency Fund <sup>2</sup>	0.02
	BlackRock Currency Fund <sup>1/2</sup>	-
	BlackRock Group Limited Fund <sup>1</sup>	-
Institutional Euro Liquidity Fund	BlackRock Liability Solutions Funds € Cash Fund	0.76
	BlackRock Market Advantage Strategy Fund	0.07
	BlackRock European Opportunities Ext Fund	0.01
	BlackRock European Opportunities Hedge Fund	0.01
	BlackRock Global Screened Corporate Bond Fund	0.01
	BlackRock European Diversified Fund <sup>1</sup>	-
	BlackRock European Opportunities Fund <sup>1</sup>	-
	BlackRock Fixed Income Strategies Fund <sup>1</sup>	-
	BlackRock Asset Backed Securities Fund I <sup>1</sup>	-
Institutional Sterling Government Liquidity Fund	BlackRock Floating Rate Fund I <sup>1</sup>	-
	BlackRock Sterling Currency Hedging Fund	0.24
	BlackRock Market Weighted Sterling Currency Hedging Fund	0.23
	BlackRock Ascent Currency Fund	0.13
	BlackRock US Equity Ascent Currency Fund	0.02

<sup>1</sup>Investments which are less than 0.01% have been rounded down to zero.

<sup>2</sup> Each shareholder disclosed relates to separate holdings.

# INSTITUTIONAL CASH SERIES PLC

## HALF-YEARLY MANAGEMENT REPORT (continued)

For the six months ended 31 March 2012

### RELATED PARTIES (continued)

Fund name	Held by	% of shares
Institutional Sterling Liquidity Fund	BlackRock Liabilities Solutions Fund £ Cash Fund	0.72
	BlackRock Liabilities Solutions Fund Sterling Tailored Fund I	0.42
	BlackRock Market-Weighted Sterling Currency Hedging Fund	0.38
	BlackRock Liability Solutions II £ Cash Fund III	0.16
	BlackRock Liabilities Solutions Fund II £ Tailored Fund X	0.14
	BlackRock Sterling Currency Hedging Fund	0.08
	BlackRock Ascent UK All Stocks Corporate Bond Fund	0.04
	BlackRock Market Advantage Strategy Fund	0.04
	BlackRock Liabilities Solutions Fund II £ Tailored Fund VIII	0.03
	BlackRock UK Equity Hedge Fund	0.02
	BlackRock Liabilities Solutions Fund II £ Tailored Fund I	0.02
	BlackRock Liabilities Solutions Fund II £ Tailored Fund XI	0.02
	BlackRock Pensions Nominees Limited <sup>2</sup>	0.01
	BlackRock Pensions Nominees Limited <sup>2</sup>	0.01
	BlackRock Asset Backed Securities Fund I	0.01
	BlackRock Liabilities Solutions Fund II £ Tailored Fund XVI	0.01
	BlackRock Liabilities Solutions Fund II £ Tailored Fund XVII	0.01
	BlackRock Ascent UK Long Corporate Bond Fund	0.01
	BlackRock Ascent UK Real Return Bond Fund	0.01
	BlackRock Liability Solutions Funds II £ Tailored Fund VI	0.01
	BlackRock Liability Solutions Funds II £ Tailored Fund VII	0.01
	BlackRock Liability Solutions Funds II £ Tailored Fund V	0.01
	BlackRock Liabilities Solutions Fund II £ Tailored Fund II	0.01
	BlackRock Liabilities Solutions Fund II £ Tailored Fund XII	0.01
	BlackRock Liabilities Solutions Fund II £ Tailored Fund XIV	0.01
	BlackRock Liabilities Solutions Fund II £ Tailored Fund XV	0.01
	BlackRock Nominees Limited <sup>1</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Pensions Nominees Limited <sup>1/2</sup>	-
	BlackRock Floating Rate Fund I <sup>1</sup>	-
	BlackRock Global Screened Corporate Bond Fund <sup>1</sup>	-
	BlackRock Pensions Nominees Limited <sup>1</sup>	-
	BlackRock Ascent Currency Fund <sup>1</sup>	-
	BlackRock Core Plus UK Corporate Bond Fund <sup>1</sup>	-
	BlackRock Core Plus UK Gilt Fund <sup>1</sup>	-
	BlackRock Fixed Income Tactical Tilts Sterling Fund <sup>1</sup>	-
	BlackRock Liabilities Solutions Fund II £ Tailored Fund III <sup>1</sup>	-
	BlackRock US Equity Ascent Currency Fund <sup>1</sup>	-

<sup>1</sup>Investments which are less than 0.01% have been rounded down to zero.

<sup>2</sup> Each shareholder disclosed relates to separate holdings.

# INSTITUTIONAL CASH SERIES PLC

## HALF-YEARLY MANAGEMENT REPORT (continued)

For the six months ended 31 March 2012

### RELATED PARTIES (continued)

Fund name	Held by	% of shares
Institutional US Dollar Liquidity Fund	BlackRock Commodity Total Return Fund	0.50
	BlackRock Sterling Currency Hedging Fund	0.46
	BlackRock Global Aggregate Ex Japan Fund	0.36
	BlackRock Market-Weighted Sterling Currency Hedging Fund	0.36
	BlackRock Currency Fund	0.21
	BlackRock US Index Sub-Fund	0.18
	BlackRock Commodity Non-Energy Total Return Fund	0.16
	BlackRock Commodity Energy Total Return	0.15
	BlackRock Asset Backed Securities Fund I	0.03
	BlackRock Floating Rate Fund	0.03
	BlackRock Ascent Currency Fund	0.02
	BlackRock Agriculture Fund	0.02
	BlackRock Global Currency Fund	0.02
	BlackRock Global Screened Corporate Bond Fund	0.02
	BlackRock Market Advantage Strategy Fund	0.02
	BlackRock M.E.N.A Opportunities Fund	0.01
	BlackRock Eurasian Frontiers Fund <sup>1</sup>	-
	BlackRock Liability Solutions II £ Cash Fund III <sup>1</sup>	-
	BlackRock Liabilities Solutions Fund £ Cash Fund <sup>1</sup>	-
	BlackRock Commodities Libor Mandate Fund <sup>1</sup>	-
	BlackRock US Equity Ascent Currency Fund <sup>1</sup>	-
Institutional US Treasury Fund	BlackRock Group Limited Fund <sup>1</sup>	-

<sup>1</sup>Investments which are less than 0.01% have been rounded down to zero.

<sup>2</sup> Each shareholder disclosed relates to separate holdings.

Although not deemed to be related parties under FRS 8 'Related Party Disclosures', UCITS Notice 14 also deems a custodian and trustee and its "associated or group companies" to be related parties to the Company. As such, J.P. Morgan Bank (Ireland) Plc, the Custodian, and J.P. Morgan Administration Services (Ireland) Limited, the Administrator, are related parties to the Company. During the period, J.P. Morgan Bank (Ireland) Plc and J.P. Morgan Administration Services (Ireland) Limited earned fees for the provision of custody and administration services to the Company. The Manager is responsible for discharging from its fee the annual expenses of the Funds which include the administration and custodian fees.

During the period companies related to the Custodian were also selected by the Investment Manager on behalf of the Company to accept deposits.

### Significant Holdings:

The Company had no shareholders with holdings of voting shares greater than 20% as at 31 March 2012, 30 September 2011 and 31 March 2011.

Investments in Funds managed by BlackRock Asset Management Ireland Limited are marked on the relevant Fund's Schedule of Investments.

# INSTITUTIONAL CASH SERIES PLC

## INCOME STATEMENT (UNAUDITED)

	Six months ended 31 March 2012 GBP '000	Year ended 30 September 2011 GBP '000	Six months ended 31 March 2011 GBP '000
Operating income	166,998	371,127	169,001
Net losses on financial assets at fair value through profit or loss	(14,578)	(5,174)	(4,485)
<b>Total gains</b>	<b>152,420</b>	<b>365,953</b>	<b>164,516</b>
Operating expenses	(35,798)	(67,752)	(34,805)
<b>Net operating profit</b>	<b>116,622</b>	<b>298,201</b>	<b>129,711</b>
<b>Finance costs:</b>			
Distributions to redeemable participating shareholders	(122,175)	(278,391)	(122,673)
<b>Total finance costs</b>	<b>(122,175)</b>	<b>(278,391)</b>	<b>(122,673)</b>
<b>Net (loss)/profit for the financial period/year</b>	<b>(5,553)</b>	<b>19,810</b>	<b>7,038</b>
Adjustment to align to the valuation methodology as set out in the prospectus	16,247	4,473	3,448
<b>Increase in net assets attributable to redeemable participating shareholders from operations</b>	<b>10,694</b>	<b>24,283</b>	<b>10,486</b>

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (UNAUDITED)

	Six months ended 31 March 2012 GBP '000	Year ended 30 September 2011 GBP '000	Six months ended 31 March 2011 GBP '000
Net assets attributable to redeemable participating shareholders at the beginning of the period/year	54,782,668	50,035,911	50,035,911
Notional foreign exchange adjustment <sup>1</sup>	(850,537)	2,094	(199,243)
Increase in net assets attributable to redeemable participating shareholders from operations	10,694	24,283	10,486
<b>Share transactions:</b>			
Proceeds from issue of redeemable participating shares	162,334,482	291,290,683	142,176,050
Payments on redemption of redeemable participating shares	(156,299,970)	(286,736,406)	(141,783,527)
Dividend reinvested	79,612	166,103	74,222
<b>Increase in net assets resulting from share transactions</b>	<b>6,114,124</b>	<b>4,720,380</b>	<b>466,745</b>
<b>Net assets attributable to redeemable participating shareholders at end of period/year</b>	<b>60,056,949</b>	<b>54,782,668</b>	<b>50,313,900</b>

<sup>1</sup>The notional foreign exchange adjustment arises from the retranslation of the net assets at the beginning of the period using the exchange rate as at the period end date. The average rate for the period is applied to the income statement items.

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

# INSTITUTIONAL CASH SERIES PLC

## BALANCE SHEET (UNAUDITED)

	As at 31 March 2012 GBP '000	As at 30 September 2011 GBP '000	As at 31 March 2011 GBP '000
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	283	82	155
Cash collateral	42	44	-
Receivables	59,914	65,861	49,133
Financial assets at fair value through profit or loss	61,743,832	55,460,325	50,686,098
<b>Total current assets</b>	<u>61,804,071</u>	<u>55,526,312</u>	<u>50,735,386</u>
<b>CURRENT LIABILITIES</b>			
Bank overdraft	(1,451)	-	-
Payables	(1,760,882)	(742,697)	(419,511)
<b>Total current liabilities</b>	<u>(1,762,333)</u>	<u>(742,697)</u>	<u>(419,511)</u>
<b>Net assets attributable to redeemable participating shareholders</b>	60,041,738	54,783,615	50,315,875
Adjustment to align to the valuation methodology as set out in the prospectus	15,211	(947)	(1,975)
<b>Net asset value attributable to redeemable participating shareholders at end of period/year</b>	<u>60,056,949</u>	<u>54,782,668</u>	<u>50,313,900</u>

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

# INSTITUTIONAL CANADIAN DOLLAR LIQUIDITY FUND

## INCOME STATEMENT (UNAUDITED)

	Six months ended 31 March 2012 CAD '000	Period from 19 April to 30 September 2011 <sup>1</sup> CAD '000
Operating income	373	288
Net (losses)/gains on financial assets at fair value through profit or loss	(1)	2
<b>Total gains</b>	<b>372</b>	<b>290</b>
Operating expenses	(80)	(65)
<b>Net operating profit</b>	<b>292</b>	<b>225</b>
<b>Finance costs:</b>		
Distributions to redeemable participating shareholders	(127)	(72)
<b>Total finance costs</b>	<b>(127)</b>	<b>(72)</b>
<b>Net profit for the financial period</b>	<b>165</b>	<b>153</b>
Adjustment to align to the valuation methodology as set out in the prospectus	1	(2)
<b>Increase in net assets attributable to redeemable participating shareholders from operations</b>	<b>166</b>	<b>151</b>

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (UNAUDITED)

	Six months ended 31 March 2012 CAD '000	Period from 19 April to 30 September 2011 <sup>1</sup> CAD '000
Net assets attributable to redeemable participating shareholders at the beginning of the period	59,924	-
Increase in net assets attributable to redeemable participating shareholders from operations	166	151
<b>Share transactions:</b>		
Proceeds from issue of redeemable participating shares	71,311	122,697
Payments on redemption of redeemable participating shares	(59,527)	(62,947)
Dividend reinvested	70	23
<b>Increase in net assets resulting from share transactions</b>	<b>11,854</b>	<b>59,773</b>
<b>Net assets attributable to redeemable participating shareholders at the end of the period</b>	<b>71,944</b>	<b>59,924</b>

<sup>1</sup>Fund commenced trading on 19 April 2011.

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

# INSTITUTIONAL CANADIAN DOLLAR LIQUIDITY FUND

## BALANCE SHEET (UNAUDITED)

	As at 31 March 2012 CAD '000	As at 30 September 2011 CAD '000
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	7	1
Receivables	153	77
Financial assets at fair value through profit or loss	72,825	59,876
<b>Total current assets</b>	<b>72,985</b>	<b>59,954</b>
<b>CURRENT LIABILITIES</b>		
Payables	(1,040)	(28)
<b>Total current liabilities</b>	<b>(1,040)</b>	<b>(28)</b>
<b>Net assets attributable to redeemable participating shareholders</b>	<b>71,945</b>	<b>59,926</b>
Adjustment to align to the valuation methodology as set out in the prospectus	(1)	(2)
<b>Net asset value attributable to redeemable participating shareholders at end of period</b>	<b>71,944</b>	<b>59,924</b>
<b>Number of redeemable participating shares in issue</b>		
Admin II (Acc) Shares	398,806	387,498
Core (Acc) Shares	2,750	-
Core (Dis) Shares	7,000,002	401
Premier (Dis) Shares	15,205,777	16,027,164
Select (Dis) Shares	9,282,423	5,007,429
<b>Net asset value per redeemable participating share</b>		
Admin II (Acc) Shares	100.75	100.36
Core (Acc) Shares	100.27	-
Core (Dis) Shares	1.00	1.00
Premier (Dis) Shares	1.00	1.00
Select (Dis) Shares	1.00	1.00

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

# INSTITUTIONAL CANADIAN DOLLAR LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED)

As at 31 March 2012

### GOVERNMENT FIXED COUPON SECURITIES

Country	Investments	Coupon rate	Maturity date	Holding	Fair value CAD '000	% of net asset value
Canada						
	Canadian Treasury Bill	0.73%	03/04/2012	4,450,000	4,450	6.19
	Canadian Treasury Bill	0.97%	01/06/2012	4,000,000	3,993	5.55
	Canadian Treasury Bill	0.80%	05/04/2012	3,900,000	3,899	5.42
	Canadian Treasury Bill	0.86%	07/06/2012	3,000,000	2,995	4.16
	Canadian Treasury Bill	0.79%	12/04/2012	2,600,000	2,599	3.61
	Canadian Treasury Bill	0.87%	05/07/2012	1,000,000	998	1.39
Canada total					<u>18,934</u>	<u>26.32</u>
Total investment in government fixed coupon securities					<u>18,934</u>	<u>26.32</u>

### GOVERNMENT VARIABLE COUPON SECURITIES<sup>1</sup>

Canada						
	Financement-Quebec	1.23%	25/04/2012	1,790,000	1,790	2.49
Canada total					<u>1,790</u>	<u>2.49</u>
Total investment in government variable coupon securities					<u>1,790</u>	<u>2.49</u>

### CORPORATE FIXED COUPON SECURITIES

Canada						
	CDP Financial	1.03%	15/05/2012	2,800,000	2,796	3.89
	General Electric Capital	6.25%	24/07/2012	3,428,000	3,479	4.83
	Wells Fargo	5.10%	26/06/2012	3,350,000	3,377	4.69
Canada total					<u>9,652</u>	<u>13.41</u>
Germany						
	Land Nordrhein-Westfalen	4.20%	18/04/2012	2,800,000	2,803	3.90
Germany total					<u>2,803</u>	<u>3.90</u>
Total investment in corporate fixed coupon securities					<u>12,455</u>	<u>17.31</u>

### CORPORATE VARIABLE COUPON SECURITIES<sup>1</sup>

Canada						
	Bank of Montreal	1.42%	22/01/2013	3,000,000	3,001	4.17
	Bank of Nova Scotia	1.32%	28/09/2012	3,400,000	3,403	4.73
	Canadian Imperial Bank of Commerce	1.50%	14/08/2012	3,400,000	3,402	4.73
	Kreditanstalt fuer Wiederaufbau	1.38%	17/12/2012	3,000,000	3,000	4.17
	Royal Bank of Canada	1.38%	14/11/2012	3,300,000	3,300	4.59
	Toronto-Dominion Bank	1.32%	19/09/2012	2,250,000	2,253	3.13

# INSTITUTIONAL CANADIAN DOLLAR LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED)

As at 31 March 2012

### CORPORATE VARIABLE COUPON SECURITIES<sup>1</sup> (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value CAD '000	% of net asset value
Canada (continued)						
	Toronto-Dominion Bank	1.34%	08/11/2012	1,000,000	1,001	1.39
Canada total					<u>19,360</u>	<u>26.91</u>
Total investment in corporate variable coupon securities					<u>19,360</u>	<u>26.91</u>

### BANKERS ACCEPTANCE

Canada						
	National Bank of Canada	0.70%	02/04/2012	1,250,000	1,250	1.73
Canada total					<u>1,250</u>	<u>1.73</u>
Total investment in bankers acceptance					<u>1,250</u>	<u>1.73</u>

### LIQUIDITY INSTRUMENTS

#### Certificates of deposit

Canada						
	Caisse Centrale	0.85%	04/04/2012	3,400,000	3,400	4.72
	Manulife Bank of Canada	0.72%	02/04/2012	3,200,000	3,200	4.45
Canada total					<u>6,600</u>	<u>9.17</u>
Certificates of deposit total					<u>6,600</u>	<u>9.17</u>

#### Commercial papers

Canada						
	Honda Canada	0.90%	05/04/2012	3,200,000	3,199	4.45
	Nestle Capital	1.04%	18/05/2012	3,050,000	3,045	4.23
	PSP Capital	0.79%	03/04/2012	3,200,000	3,200	4.45
	Storm King	1.12%	15/06/2012	3,000,000	2,992	4.16
Canada total					<u>12,436</u>	<u>17.29</u>
Commercial papers total					<u>12,436</u>	<u>17.29</u>

Total investment in liquidity instruments					<u>19,036</u>	<u>26.46</u>
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# INSTITUTIONAL CANADIAN DOLLAR LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED)

As at 31 March 2012

	Fair value CAD '000	% of net asset value
Total financial assets at fair value through profit or loss <sup>2</sup>	72,825	101.22
Cash and cash equivalents <sup>3</sup>	7	0.01
Other assets and liabilities	(888)	(1.23)
<b>Net assets attributable to redeemable participating shareholders</b>	<b>71,944</b>	<b>100.00</b>
<b>Analysis of total assets</b>		<b>% of total assets</b>
Transferable securities admitted to an official stock exchange		7.95
Transferable securities and money market instruments other than those admitted to an official stock exchange		27.79
Transferable securities other than those admitted to an official stock exchange listing or dealt in on another regulated market		64.04
Other assets		0.22
<b>Total assets</b>		<b>100.00</b>

<sup>1</sup>Floating Rate Notes.

<sup>2</sup>The investments in this Fund have no exposure to foreign currency risk as the investments are traded in the base currency of the Fund.

<sup>3</sup>All cash holdings are held with J.P. Morgan Bank (Ireland) plc.

# INSTITUTIONAL CANADIAN DOLLAR LIQUIDITY FUND

## SCHEDULE OF MATERIAL PURCHASES AND SALES (UNAUDITED)

For the six months ended 31 March 2012

### The 20 largest purchases

Holding	Investments	Coupon rate	Maturity date	Cost CAD '000
14,900,000	Canadian Treasury Bill	0.85%	24/11/2011	14,895
12,650,000	Canadian Treasury Bill	0.77%	01/03/2012	12,638
8,500,000	Canadian Treasury Bill	0.86%	02/02/2012	8,488
8,300,000	Canadian Treasury Bill	0.84%	10/11/2011	8,299
8,300,000	Canadian Treasury Bill	0.94%	05/12/2011	8,299
7,440,000	Canadian Treasury Bill	0.81%	05/01/2012	7,437
7,000,000	Canadian Treasury Bill	0.89%	07/11/2011	6,996
6,253,000	Canadian Treasury Bill	0.87%	19/01/2012	6,247
6,021,000	Canadian Treasury Bill	0.85%	22/12/2011	6,017
5,966,000	Canadian Treasury Bill	0.84%	16/02/2012	5,960
5,215,000	Canadian Treasury Bill	0.88%	06/01/2012	5,213
5,000,000	Canadian Treasury Bill	1.08%	07/02/2012	5,000
4,950,000	Canadian Treasury Bill	0.84%	08/12/2011	4,948
4,900,000	CPPIB Capital	1.01%	19/03/2012	4,893
4,575,000	Canadian Treasury Bill	0.81%	29/03/2012	4,568
4,450,000	Canadian Treasury Bill	0.73%	03/04/2012	4,449
4,450,000	Canadian Treasury Bill	0.88%	26/04/2012	4,441
4,200,000	HSBC Bank	1.06%	25/01/2012	4,198
4,000,000	Canadian Treasury Bill	0.97%	01/06/2012	3,993
3,900,000	Canadian Treasury Bill	0.80%	05/04/2012	3,899

### The 20 largest sales

Holding	Investments	Coupon rate	Maturity date	Proceeds CAD '000
14,900,000	Canadian Treasury Bill	0.85%	24/11/2011	14,899
8,400,000	Canadian Treasury Bill	0.77%	01/03/2012	8,395
5,440,000	Canadian Treasury Bill	0.81%	22/12/2011	5,439
4,900,000	CPPIB Capital	1.01%	19/03/2012	4,897
4,500,000	Canadian Treasury Bill	0.90%	05/12/2011	4,500
4,450,000	Canadian Treasury Bill	0.88%	26/04/2012	4,447
3,900,000	Canadian Treasury Bill	0.88%	10/05/2012	3,896
3,303,000	Canadian Treasury Bill	0.84%	10/11/2011	3,303
3,000,000	Province of British Columbia	0.92%	06/02/2012	2,998
2,950,000	Nestle Capital	0.99%	28/02/2012	2,949
2,900,000	Caisse Centrale	1.06%	29/02/2012	2,899
2,860,000	Canadian Treasury Bill	0.84%	08/12/2011	2,859
2,700,000	Canadian Imperial Bank of Commerce	1.50%	23/02/2012	2,700
2,700,000	National Bank of Canada	1.08%	27/03/2012	2,698
2,500,000	Bank of Nova Scotia	1.74%	20/04/2012	2,502
2,500,000	Honda Canada	1.03%	22/12/2011	2,500
2,200,000	Canadian Treasury Bill	0.90%	05/12/2011	2,200
2,200,000	Canadian Treasury Bill	0.84%	16/02/2012	2,200
2,200,000	Sumitomo Mitsui	1.15%	04/01/2012	2,197
2,130,000	Bank of Montreal	1.36%	01/02/2012	2,130

UCITS 8.2 requires a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no extra cost from the Administrator.

# INSTITUTIONAL EURO GOVERNMENT LIQUIDITY FUND

## INCOME STATEMENT (UNAUDITED)

	Six months ended 31 March 2012 EUR '000	Year ended 30 September 2011 EUR '000	Six months ended 31 March 2011 EUR '000
Operating income	9,177	30,090	7,346
Net (losses)/gains on financial assets at fair value through profit or loss	(2,897)	2,353	163
<b>Total gains</b>	6,280	32,443	7,509
Operating expenses	(4,220)	(5,027)	(1,647)
<b>Net operating profit</b>	2,060	27,416	5,862
<b>Finance costs:</b>			
Distributions to redeemable participating shareholders	(4,798)	(24,360)	(5,362)
<b>Total finance costs</b>	(4,798)	(24,360)	(5,362)
<b>Net (loss)/profit for the financial period/year</b>	(2,738)	3,056	500
Adjustment to align to the valuation methodology as set out in the prospectus	2,897	(2,353)	(163)
<b>Increase in net assets attributable to redeemable participating shareholders from operations</b>	159	703	337

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (UNAUDITED)

	Six months ended 31 March 2012 EUR '000	Year ended 30 September 2011 EUR '000	Six months ended 31 March 2011 EUR '000
Net assets attributable to redeemable participating shareholders at the beginning of the period/year	7,851,861	2,615,644	2,615,644
Increase in net assets attributable to redeemable participating shareholders from operations	159	703	337
<b>Share transactions:</b>			
Proceeds from issue of redeemable participating shares	8,047,771	21,914,693	8,183,097
Payments on redemption of redeemable participating shares	(12,953,014)	(16,687,005)	(8,604,513)
Dividend reinvested		7,826	2,633
<b>(Decrease)/increase in net assets resulting from share transactions</b>	(4,905,243)	5,235,514	(418,783)
<b>Net assets attributable to redeemable participating shareholders at the end of the period/year</b>	2,946,777	7,851,861	2,197,198

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

# INSTITUTIONAL EURO GOVERNMENT LIQUIDITY FUND

## BALANCE SHEET (UNAUDITED)

	As at 31 March 2012 EUR '000	As at 30 September 2011 EUR '000	As at 31 March 2011 EUR '000
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	1	1	51
Cash collateral	50	50	-
Receivables	23,907	21,525	23
Financial assets at fair value through profit or loss	3,227,929	8,636,642	2,198,099
<b>Total current assets</b>	<b>3,251,887</b>	<b>8,658,218</b>	<b>2,198,173</b>
<b>CURRENT LIABILITIES</b>			
Payables	(305,868)	(804,218)	(1,026)
<b>Total current liabilities</b>	<b>(305,868)</b>	<b>(804,218)</b>	<b>(1,026)</b>
<b>Net assets attributable to redeemable participating shareholders</b>	<b>2,946,019</b>	<b>7,854,000</b>	<b>2,197,147</b>
Adjustment to align to the valuation methodology as set out in the prospectus	758	(2,139)	51
<b>Net asset value attributable to redeemable participating shareholders at end of period/year</b>	<b>2,946,777</b>	<b>7,851,861</b>	<b>2,197,198</b>
<b>Number of redeemable participating shares in issue</b>			
Agency (Acc) Shares	172,120	54,522	54,522
Core (Acc) Shares	718,205	1,616,141	1,219,265
Core (Dis) Shares	543,014,371	315,514,184	12,207,544
G Accumulating Shares	52,577	-	-
Heritage (Acc) Shares	35,480	47,693	73,663
Heritage (Dis) Shares	1,472,144,569	5,450,077,816	1,523,371,575
Premier (Dis) Shares	685,210,480	1,812,249,177	525,640,420
Select (Dis) Shares	100,005,049	100,005,044	5,026
<b>Net asset value per redeemable participating share</b>			
Agency (Acc) Shares	101.48	101.38	100.96
Core (Acc) Shares	101.34	101.28	100.95
Core (Dis) Shares	1.00	1.00	1.00
G Accumulating Shares	1,000.15	-	-
Heritage (Acc) Shares	100.65	100.59	100.22
Heritage (Dis) Shares	1.00	1.00	1.00
Premier (Dis) Shares	1.00	1.00	1.00
Select (Dis) Shares	1.00	1.00	1.00

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

# INSTITUTIONAL EURO GOVERNMENT LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED)

As at 31 March 2012

### GOVERNMENT FIXED COUPON SECURITIES

Country	Investments	Coupon rate	Maturity date	Holding	Fair value EUR '000	% of net asset value
Finland						
	Finland Treasury Bill	0.10%	08/05/2012	79,200,000	79,181	2.69
<b>Finland total</b>					<b>79,181</b>	<b>2.69</b>
Germany						
	German Treasury Bill	0.00%	11/07/2012	250,000,000	249,812	8.48
	German Treasury Bill	0.50%	15/06/2012	128,606,000	128,704	4.37
	German Treasury Bill	4.00%	13/04/2012	104,130,000	104,216	3.54
	German Treasury Bill	0.06%	15/08/2012	25,590,000	25,571	0.87
	German Treasury Bill	0.06%	04/04/2012	18,000,000	18,001	0.61
	Kreditanstalt fuer Wiederaufbau	5.25%	04/07/2012	325,552,000	329,521	11.18
	Kreditanstalt fuer Wiederaufbau	2.25%	21/05/2012	236,949,000	237,541	8.06
	Kreditanstalt fuer Wiederaufbau	4.63%	12/10/2012	74,435,000	76,110	2.58
<b>Germany total</b>					<b>1,169,476</b>	<b>39.69</b>
Netherlands						
	Dutch Treasury Certificate	0.09%	28/09/2012	250,990,000	250,890	8.51
	Dutch Treasury Certificate	5.00%	15/07/2012	21,842,000	22,141	0.75
<b>Netherlands total</b>					<b>273,031</b>	<b>9.26</b>
<b>Total investment in government fixed coupon securities</b>					<b>1,521,688</b>	<b>51.64</b>

### REVERSE REPURCHASE AGREEMENTS

Country	Investments	Coupon rate	Maturity date	Holding	Fair value EUR '000	% of net asset value
European Union (ex-United Kingdom)						
	Barclays Bank <sup>2</sup>	0.08%	03/04/2012	100,000,000	100,000	3.40
	Barclays Bank <sup>1</sup>	0.07%	02/04/2012	100,000,000	100,000	3.39
	Credit Suisse <sup>1</sup>	0.07%	02/04/2012	100,000,000	100,000	3.39
	Deutsche Bank <sup>1</sup>	0.07%	02/04/2012	300,000,000	300,000	10.18
	Deutsche Bank <sup>2</sup>	0.08%	03/04/2012	50,000,000	50,000	1.70
	JP Morgan Securities <sup>2</sup>	0.08%	02/04/2012	150,000,000	150,000	5.09
	JP Morgan Securities <sup>1</sup>	0.08%	03/04/2012	150,000,000	150,000	5.09
	JP Morgan Securities <sup>1</sup>	0.10%	02/04/2012	100,000,000	100,000	3.39
	Royal Bank of Scotland <sup>1</sup>	0.07%	02/04/2012	506,241,000	506,241	17.18
	Royal Bank of Scotland <sup>1</sup>	0.12%	02/04/2012	150,000,000	150,000	5.09
<b>European Union (ex-United Kingdom) total</b>					<b>1,706,241</b>	<b>57.90</b>
<b>Total investment in reverse repurchase agreements</b>					<b>1,706,241</b>	<b>57.90</b>

# INSTITUTIONAL EURO GOVERNMENT LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

	Fair value EUR '000	% of net asset value
Total financial assets at fair value through profit or loss <sup>3</sup>	3,227,929	109.54
Cash and cash equivalents <sup>4</sup>	51	-
Other assets and liabilities	(281,203)	(9.54)
<b>Net assets attributable to redeemable participating shareholders</b>	<b><u>2,946,777</u></b>	<b><u>100.00</u></b>
<b>Analysis of total assets</b>		<b>% of total assets</b>
Transferable securities admitted to an official stock exchange		44.36
Transferable securities and money market instruments other than those admitted to an official stock exchange		52.47
Transferable securities other than those admitted to an official stock exchange listing or dealt in on another regulated market		2.43
Other assets		0.74
<b>Total assets</b>		<b><u>100.00</u></b>

<sup>1</sup>Securities held as collateral amounted to EUR ('000) 1,434,366. (This collateral represents 102% of the repo principal).

<sup>2</sup>Securities held as collateral amounting to EUR ('000) 306,000 settled on 2 April 2012. (This collateral represents 102% of the repo principal).

<sup>3</sup>The investments in this Fund have no exposure to foreign currency risk as the investments are traded in the base currency of the Fund.

<sup>4</sup>All cash holdings are held with J.P. Morgan Bank (Ireland) plc, other than a balance of EUR('000) 50 held as security by Euroclear.

# INSTITUTIONAL EURO GOVERNMENT LIQUIDITY FUND

## SCHEDULE OF MATERIAL PURCHASES AND SALES (UNAUDITED)

For the six months ended 31 March 2012

### The 20 largest purchases

Holding	Investments	Coupon rate	Maturity date	Cost EUR '000
1,350,000,000	Dutch Treasury Certificate	0.00%	20/03/2012	1,350,000
1,000,000,000	Dutch Treasury Certificate	0.00%	06/02/2012	1,000,000
1,000,000,000	Dutch Treasury Certificate	0.07%	06/03/2012	999,944
901,995,000	Dutch Treasury Certificate	0.01%	29/02/2012	901,900
655,800,000	German Treasury Bill	1.25%	16/12/2011	656,281
634,989,000	Dutch Treasury Certificate	0.12%	31/01/2012	634,727
591,035,000	German Treasury Bill	0.00%	14/12/2011	590,984
500,000,000	Dutch Treasury Certificate	0.23%	30/11/2011	499,978
487,000,000	German Treasury Bill	0.02%	07/12/2011	486,986
414,000,000	German Treasury Bill	0.00%	16/05/2012	413,827
383,000,000	Dutch Treasury Certificate	0.00%	30/03/2012	382,999
362,800,000	Dutch Treasury Certificate	0.00%	30/12/2011	362,800
325,552,000	Kreditanstalt fuer Wiederaufbau	5.25%	04/07/2012	332,412
302,000,000	German Treasury Bill	0.10%	23/11/2011	301,974
250,990,000	Dutch Treasury Certificate	0.09%	28/09/2012	250,868
250,000,000	German Treasury Bill	0.00%	11/07/2012	250,000
236,949,000	Kreditanstalt fuer Wiederaufbau	2.25%	21/05/2012	238,340
220,000,000	Dutch Treasury Certificate	0.07%	30/11/2011	219,972
178,265,000	Dutch Treasury Certificate	0.05%	02/02/2012	178,260
151,000,000	German Treasury Bill	0.00%	15/02/2012	150,930

### The 20 largest sales\*

Holding	Investments	Coupon rate	Maturity date	Proceeds EUR '000
1,000,000,000	Dutch Treasury Certificate	0.07%	06/03/2012	999,965
500,000,000	Dutch Treasury Certificate	0.00%	20/03/2012	500,000
414,000,000	German Treasury Bill	0.00%	16/05/2012	413,947
380,000,000	Dutch Treasury Certificate	0.00%	30/03/2012	380,000
305,561,000	German Treasury Bill	0.01%	14/03/2012	305,552
245,000,000	Dutch Treasury Certificate	0.01%	29/02/2012	244,996
100,000,000	German Treasury Bill	1.18%	11/01/2012	99,991
100,000,000	Dutch Treasury Certificate	0.14%	27/04/2012	99,990
66,644,000	German Treasury Bill	5.00%	04/07/2012	67,782
50,000,000	German Treasury Bill	0.01%	25/01/2012	49,997
20,000,000	German Treasury Bill	1.00%	16/03/2012	20,010
12,200,000	German Treasury Bill	0.08%	30/05/2012	12,200
277,000	Dutch Treasury Certificate	2.50%	15/01/2012	277

UCITS 8.2 requires a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one percent of the total value of purchases for the period and aggregate disposals greater than one percent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no extra cost from the Administrator.

\*There were 13 sales during the period.

# INSTITUTIONAL EURO LIQUIDITY FUND

## INCOME STATEMENT (UNAUDITED)

	Six months ended 31 March 2012 EUR '000	Year ended 30 September 2011 EUR '000	Six months ended 31 March 2011 EUR '000
Operating income	50,766	127,181	50,795
Net losses on financial assets at fair value through profit or loss	(305)	(2,599)	(929)
<b>Total gains</b>	<b>50,461</b>	<b>124,582</b>	<b>49,866</b>
Operating expenses	(8,658)	(15,274)	(7,573)
<b>Net operating profit</b>	<b>41,803</b>	<b>109,308</b>	<b>42,293</b>
<b>Finance costs:</b>			
Distributions to redeemable participating shareholders	(37,245)	(96,318)	(36,529)
<b>Total finance costs</b>	<b>(37,245)</b>	<b>(96,318)</b>	<b>(36,529)</b>
<b>Net profit for the financial period/year</b>	<b>4,558</b>	<b>12,990</b>	<b>5,764</b>
Adjustment to align to the valuation methodology as set out in the prospectus	859	1,706	36
<b>Increase in net assets attributable to redeemable participating shareholders from operations</b>	<b>5,417</b>	<b>14,696</b>	<b>5,800</b>

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (UNAUDITED)

	Six months ended 31 March 2012 EUR '000	Year ended 30 September 2011 EUR '000	Six months ended 31 March 2011 EUR '000
Net assets attributable to redeemable participating shareholders at the beginning of the period/year	12,871,308	10,574,048	10,574,048
Increase in net assets attributable to redeemable participating shareholders from operations	5,417	14,696	5,800
<b>Share transactions:</b>			
Proceeds from issue of redeemable participating shares	43,379,162	63,455,741	29,584,490
Payments on redemption of redeemable participating shares	(41,669,294)	(61,217,771)	(28,687,186)
Dividend reinvested	19,858	44,594	16,266
<b>Increase in net assets resulting from share transactions</b>	<b>1,729,726</b>	<b>2,282,564</b>	<b>913,570</b>
<b>Net assets attributable to redeemable participating shareholders at the end of the period/year</b>	<b>14,606,451</b>	<b>12,871,308</b>	<b>11,493,418</b>

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

# INSTITUTIONAL EURO LIQUIDITY FUND

## BALANCE SHEET (UNAUDITED)

	As at 31 March 2012 EUR '000	As at 30 September 2011 EUR '000	As at 31 March 2011 EUR '000
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	9	72	-
Receivables	17,589	18,810	10,186
Financial assets at fair value through profit or loss	15,544,901	12,879,514	11,741,728
<b>Total current assets</b>	<b>15,562,499</b>	<b>12,898,396</b>	<b>11,751,914</b>
<b>CURRENT LIABILITIES</b>			
Payables	(959,034)	(29,215)	(258,953)
<b>Total current liabilities</b>	<b>(959,034)</b>	<b>(29,215)</b>	<b>(258,953)</b>
<b>Net assets attributable to redeemable participating shareholders</b>	<b>14,603,465</b>	<b>12,869,181</b>	<b>11,492,961</b>
Adjustment to align to the valuation methodology as set out in the prospectus	2,986	2,127	457
<b>Net asset value attributable to redeemable participating shareholders at end of period/year</b>	<b>14,606,451</b>	<b>12,871,308</b>	<b>11,493,418</b>
<b>Number of redeemable participating shares in issue</b>			
Admin (Dis) Shares	727,629	774,630	20,501,217
Admin II (Acc) Shares	30,065	46,339	64,771
Admin II (Dis) Shares	3,837,898	1,421,801	1
Admin III (Acc) Shares	87,826	181,005	80,762
Admin III (Dis) Shares	30,678,088	22,384,386	69,741,454
Admin IV (Acc) Shares	31,535	45,599	56,748
Agency (Acc) Shares	819,915	1,166,561	880,501
Agency (Dis) Shares	4,091,132,833	3,992,458,642	2,634,940,391
Aon Captive Shares	169,837,803	136,288,032	154,443,588
Core (Acc) Shares	8,124,229	8,674,904	7,579,330
Core (Dis) Shares	4,272,403,807	2,929,473,685	2,492,716,423
G Accumulating Shares	10,933	12,050	13,578
G Accumulating II Shares	24,068	18,053	11,855
G Distributing Shares	44,150,598	57,710,969	79,588,590
G Distributing I Shares	-	-	45,000,000
G Distributing II Shares	13,676,069	15,034,843	15,860,173
Heritage (Acc) Shares	2,104,965	1,383,332	1,121,508
Heritage (Dis) Shares	2,476,136,005	2,360,814,192	2,662,604,993
Premier (Acc) Shares	1,997,529	2,007,243	1,517,755

# INSTITUTIONAL EURO LIQUIDITY FUND

## BALANCE SHEET (UNAUDITED) (continued)

	As at 31 March 2012 EUR	As at 30 September 2011 EUR	As at 31 March 2011 EUR
<b>Number of redeemable participating shares in issue (continued)</b>			
Premier (Dis) Shares	1,144,521,817	915,628,457	1,318,044,142
Select (Dis) Shares	572,286,969	598,550,875	422,468,705
<b>Net asset value per redeemable participating share</b>			
Admin (Dis) Shares	1.00	1.00	1.00
Admin II (Acc) Shares	103.54	103.30	102.83
Admin II (Dis) Shares	1.00	1.00	1.00
Admin III (Acc) Shares	106.31	106.15	105.74
Admin III (Dis) Shares	1.00	1.00	1.00
Admin IV (Acc) Shares	105.69	105.56	105.18
Agency (Acc) Shares	102.72	102.35	101.74
Agency (Dis) Shares	1.00	1.00	1.00
Aon Captive Shares	1.00	1.00	1.00
Core (Acc) Shares	139.26	138.88	138.17
Core (Dis) Shares	1.00	1.00	1.00
G Accumulating Shares	10,584.84	10,555.68	10,501.78
G Accumulating II Shares	1,016.04	1,013.49	1,008.55
G Distributing Shares	1.00	1.00	1.00
G Distributing I Shares	-	-	1.00
G Distributing II Shares	1.00	1.00	1.00
Heritage (Acc) Shares	101.24	100.92	100.37
Heritage (Dis) Shares	1.00	1.00	1.00
Premier (Acc) Shares	101.31	100.98	100.41
Premier (Dis) Shares	1.00	1.00	1.00
Select (Dis) Shares	1.00	1.00	1.00

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

# INSTITUTIONAL EURO LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED)

As at 31 March 2012

### GOVERNMENT FIXED COUPON SECURITIES

Country	Investments	Coupon rate	Maturity date	Holding	Fair value EUR '000	% of net asset value
Germany	Kreditanstalt fuer Wiederaufbau	4.63%	12/10/2012	441,810,000	451,751	3.09
<b>Germany total</b>					<b>451,751</b>	<b>3.09</b>
Total investment in government fixed coupon securities					<b>451,751</b>	<b>3.09</b>

### GOVERNMENT VARIABLE COUPON SECURITIES<sup>1</sup>

Germany	Kreditanstalt fuer Wiederaufbau	1.12%	29/05/2012	20,000,000	20,020	0.14
<b>Germany total</b>					<b>20,020</b>	<b>0.14</b>
Total investment in government variable coupon securities					<b>20,020</b>	<b>0.14</b>

### CORPORATE FIXED COUPON SECURITIES

Netherlands	Bank Nederlandse Gemeenten	4.63%	13/09/2012	27,624,000	28,124	0.19
	Nederlandse Waterschapsbank	4.00%	12/03/2013	4,894,000	5,055	0.04
<b>Netherlands total</b>					<b>33,179</b>	<b>0.23</b>
Sweden	Nordea Bank	3.00%	06/08/2012	58,850,000	59,266	0.40
<b>Sweden total</b>					<b>59,266</b>	<b>0.40</b>
United States	General Electric Capital	4.00%	15/06/2012	258,129,000	259,805	1.78
<b>United States total</b>					<b>259,805</b>	<b>1.78</b>
Total investment in corporate fixed coupon securities					<b>352,250</b>	<b>2.41</b>

### CORPORATE VARIABLE COUPON SECURITIES<sup>1</sup>

Germany	Erste Abwicklungsanstalt	0.95%	28/03/2013	545,800,000	545,827	3.73
<b>Germany total</b>					<b>545,827</b>	<b>3.73</b>
Netherlands	Rabobank Nederland	1.24%	09/11/2012	600,000,000	600,174	4.11
<b>Netherlands total</b>					<b>600,174</b>	<b>4.11</b>

# INSTITUTIONAL EURO LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### CORPORATE VARIABLE COUPON SECURITIES<sup>1</sup> (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value EUR '000	% of net asset value
United Kingdom	HSBC Bank	1.21%	07/05/2012	603,000,000	603,126	4.13
United Kingdom total					<u>603,126</u>	<u>4.13</u>
Total investment in corporate variable coupon securities					<u>1,749,127</u>	<u>11.97</u>

### LIQUIDITY INSTRUMENTS

#### Certificates of deposit

Finland	Nordea Bank Finland	0.57%	14/08/2012	500,000,000	498,382	3.41
Finland total					<u>498,382</u>	<u>3.41</u>
France	Barclays Bank	0.84%	24/05/2012	24,000,000	23,983	0.16
France total					<u>23,983</u>	<u>0.16</u>
Netherlands	ING Bank	1.07%	03/05/2012	600,000,000	599,805	4.11
Netherlands total					<u>599,805</u>	<u>4.11</u>
Sweden	Nordea Bank	0.51%	17/04/2012	100,000,000	99,986	0.69
Sweden total					<u>99,986</u>	<u>0.69</u>
United Kingdom	Bank of Tokyo-Mitsubishi	0.39%	24/05/2012	306,000,000	305,785	2.09
	Bank of Tokyo-Mitsubishi	0.41%	08/05/2012	300,000,000	299,874	2.05
	Mizuho Bank	0.37%	01/06/2012	200,000,000	199,824	1.37
	Mizuho Bank	0.39%	21/05/2012	196,000,000	195,873	1.34
	Mizuho Bank	0.55%	09/05/2012	157,000,000	157,025	1.09
	Mizuho Bank	0.32%	15/06/2012	50,000,000	49,937	0.34
	Sumitomo Mitsui Banking UK	0.38%	21/05/2012	203,000,000	202,869	1.39
	Sumitomo Mitsui Banking UK	0.41%	10/05/2012	50,000,000	49,977	0.34
	Svenska Handelsbanken	0.70%	20/04/2012	76,000,000	76,016	0.52
	Svenska Handelsbanken	0.55%	08/05/2012	58,000,000	58,009	0.40
	Svenska Handelsbanken	0.50%	24/09/2012	50,000,000	49,875	0.34
	Svenska Handelsbanken	0.75%	17/04/2012	50,000,000	50,011	0.34
	Svenska Handelsbanken	0.50%	14/09/2012	30,000,000	29,935	0.20
United Kingdom total					<u>1,725,010</u>	<u>11.81</u>
Certificates of deposit total					<u>2,947,166</u>	<u>20.18</u>

# INSTITUTIONAL EURO LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### LIQUIDITY INSTRUMENTS (continued)

#### Commercial papers

Country	Investments	Coupon rate	Maturity date	Holding	Fair value EUR '000	% of net asset value
<b>Belgium</b>						
	Sumitomo Mitsui Banking	0.27%	29/06/2012	375,000,000	374,354	2.56
<b>Belgium total</b>					<b>374,354</b>	<b>2.56</b>
<b>Channel Islands</b>						
	Rheingold Securitisation	0.47%	05/04/2012	32,777,000	32,776	0.23
	Rheingold Securitisation	0.68%	08/06/2012	17,500,000	17,482	0.12
	Rheingold Securitisation	0.70%	03/05/2012	12,097,000	12,093	0.08
	Rhein-Main Securitisation	0.42%	23/04/2012	112,000,000	111,976	0.77
	Rhein-Main Securitisation	0.47%	05/04/2012	100,635,000	100,632	0.69
	Solitaire Funding	0.95%	20/04/2012	162,000,000	161,973	1.11
	Solitaire Funding	0.61%	25/06/2012	50,000,000	49,921	0.34
	Solitaire Funding	0.96%	10/04/2012	47,000,000	46,997	0.32
<b>Channel Islands total</b>					<b>533,850</b>	<b>3.66</b>
<b>Germany</b>						
	FMS Wertmanagement	0.41%	21/09/2012	420,000,000	417,977	2.86
	FMS Wertmanagement	0.46%	14/08/2012	180,000,000	179,417	1.22
	Kreditanstalt fuer					
	Wiederaufbau	0.00%	31/05/2012	742,600,000	741,958	5.09
	NRW Bank	0.19%	13/04/2012	437,000,000	436,951	2.99
<b>Germany total</b>					<b>1,776,303</b>	<b>12.16</b>
<b>Ireland</b>						
	GE Capital European					
	Funding	0.56%	24/09/2012	150,000,000	149,256	1.02
	GE Capital European					
	Funding	0.60%	14/09/2012	84,000,000	83,623	0.57
	Regency Assets	0.33%	13/04/2012	102,655,000	102,644	0.70
	Regency Assets	0.33%	17/04/2012	100,000,000	99,985	0.68
	Regency Assets	0.33%	19/04/2012	94,000,000	93,984	0.64
	Regency Assets	0.31%	11/04/2012	73,805,000	73,798	0.51
	Regency Assets	0.33%	12/04/2012	65,000,000	64,994	0.45
	Regency Assets	0.33%	18/04/2012	56,536,000	56,527	0.39
	Regency Assets	0.33%	20/04/2012	20,000,000	19,996	0.14
	Regency Assets	0.34%	25/04/2012	14,364,000	14,360	0.10
	Regency Assets	0.33%	25/04/2012	7,903,000	7,901	0.05
<b>Ireland total</b>					<b>767,068</b>	<b>5.25</b>
<b>Netherlands</b>						
	Unilever	0.40%	04/04/2012	90,000,000	89,998	0.62
	Unilever	0.46%	11/04/2012	50,000,000	49,996	0.34
	Unilever	0.46%	13/04/2012	50,000,000	49,995	0.34

# INSTITUTIONAL EURO LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### LIQUIDITY INSTRUMENTS (continued)

#### Commercial papers (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value EUR '000	% of net asset value
Netherlands (continued)						
	Unilever	0.42%	05/04/2012	34,000,000	33,999	0.23
<b>Netherlands total</b>					<b>223,988</b>	<b>1.53</b>
Norway						
	DNB Bank	0.49%	20/04/2012	400,000,000	399,929	2.74
<b>Norway total</b>					<b>399,929</b>	<b>2.74</b>
Sweden						
	Svenska Handelsbanken	0.49%	24/09/2012	45,000,000	44,777	0.31
	Svenska Handelsbanken	0.54%	05/09/2012	27,000,000	26,890	0.18
	Svenska Handelsbanken	0.48%	09/05/2012	20,000,000	19,991	0.14
	Svenska Handelsbanken	0.54%	31/08/2012	20,000,000	19,922	0.13
<b>Sweden total</b>					<b>111,580</b>	<b>0.76</b>
United Kingdom						
	Barclays Bank	1.00%	02/05/2012	600,000,000	599,812	4.11
	Deutsche Bank	0.35%	31/05/2012	200,000,000	199,829	1.37
<b>United Kingdom total</b>					<b>799,641</b>	<b>5.48</b>
United States						
	Mont Blanc Capital	1.10%	09/05/2012	57,000,000	56,976	0.39
	Mont Blanc Capital	0.80%	16/05/2012	19,500,000	19,489	0.14
	Mont Blanc Capital	1.00%	18/04/2012	15,000,000	14,998	0.10
	Sheffield Receivables	0.29%	05/04/2012	68,885,000	68,883	0.47
	Sheffield Receivables	0.37%	19/04/2012	57,000,000	56,990	0.39
	Sheffield Receivables	0.51%	10/05/2012	31,036,000	31,022	0.21
	Sheffield Receivables	0.59%	10/05/2012	9,897,000	9,893	0.07
<b>United States total</b>					<b>258,251</b>	<b>1.77</b>
<b>Commercial papers total</b>					<b>5,244,964</b>	<b>35.91</b>
Time deposits						
European Union (ex-United Kingdom)						
	Citibank London	0.22%	02/04/2012	735,864,000	735,864	5.04
	DNB Markets	0.19%	02/04/2012	300,000,000	300,000	2.05
	JP Morgan Chase	0.05%	02/04/2012	250,000,000	250,000	1.71

# INSTITUTIONAL EURO LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### Time deposits (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value EUR '000	% of net asset value
<b>European Union (ex-United Kingdom)</b>						
	Lloyds TSB Bank	0.22%	02/04/2012	300,000,000	300,000	2.06
	Lloyds TSB Bank	0.22%	02/04/2012	300,000,000	300,000	2.05
<b>European Union (ex-United Kingdom) total</b>					<b>1,885,864</b>	<b>12.91</b>
<b>Time deposits total</b>					<b>1,885,864</b>	<b>12.91</b>
<b>Total investment in liquidity instruments</b>					<b>10,077,994</b>	<b>69.00</b>

### REVERSE REPURCHASE AGREEMENTS

<b>European Union (ex-United Kingdom)</b>						
	Barclays Bank <sup>3</sup>	0.08%	03/04/2012	300,000,000	300,000	2.05
	Credit Suisse Securities <sup>2</sup>	0.07%	02/04/2012	200,000,000	200,000	1.37
	Deutsche Bank <sup>3</sup>	0.08%	03/04/2012	300,000,000	300,000	2.06
	Deutsche Bank <sup>2</sup>	0.07%	02/04/2012	200,000,000	200,000	1.37
	JP Morgan Securities <sup>2</sup>	0.10%	02/04/2012	500,000,000	500,000	3.42
	JP Morgan Securities <sup>2</sup>	0.08%	02/04/2012	450,000,000	450,000	3.08
	JP Morgan Securities <sup>3</sup>	0.08%	03/04/2012	300,000,000	300,000	2.05
	Royal Bank of Scotland <sup>2</sup>	0.12%	02/04/2012	550,000,000	550,000	3.77
	Royal Bank of Scotland <sup>2</sup>	0.07%	02/04/2012	93,759,000	93,759	0.64
<b>European Union (ex-United Kingdom) total</b>					<b>2,893,759</b>	<b>19.81</b>
<b>Total investment in reverse repurchase agreements</b>					<b>2,893,759</b>	<b>19.81</b>

	Fair value EUR '000	% of net asset value
Total financial assets at fair value through profit or loss <sup>4</sup>	15,544,901	106.42
Cash and cash equivalents <sup>5</sup>	9	-
Other assets and liabilities	(938,459)	(6.42)
<b>Net assets attributable to redeemable participating shareholders</b>	<b>14,606,451</b>	<b>100.00</b>

## INSTITUTIONAL EURO LIQUIDITY FUND

### SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

Analysis of total assets	% of total assets
Transferable securities admitted to an official stock exchange	16.53
Transferable securities and money market instruments other than those admitted to an official stock exchange	71.23
Deposits	12.12
Other assets	0.12
<b>Total assets</b>	<b>100.00</b>

<sup>1</sup>Floating Rate Notes.

<sup>2</sup>Securities held as collateral amounted to EUR ('000) 2,033,634. (This collateral represents 102% of the repo principal).

<sup>3</sup>Securities held as collateral amounting to EUR ('000) 918,000 settled on 2 April 2012. (This collateral represents 102% of the repo principal).

<sup>4</sup>The investments in this Fund have no exposure to foreign currency risk as the investments are traded in the base currency of the Fund.

<sup>5</sup>All cash holdings are held with J.P. Morgan Bank (Ireland) plc.

# INSTITUTIONAL EURO LIQUIDITY FUND

## SCHEDULE OF MATERIAL PURCHASES AND SALES (UNAUDITED)

For the six months ended 31 March 2012

### The 20 largest purchases

Holding	Investments	Coupon rate	Maturity date	Cost EUR '000
1,320,000,000	Dutch Treasury Certificate	0.00%	30/03/2012	1,320,000
1,000,000,000	Dutch Treasury Certificate	0.00%	06/02/2012	1,000,000
742,600,000	Kreditanstalt fuer Wiederaufbau	0.00%	31/05/2012	742,600
650,000,000	Dutch Treasury Certificate	0.00%	20/03/2012	650,000
650,000,000	Barclays Bank	0.50%	21/02/2012	649,630
650,000,000	Barclays Bank	0.80%	19/03/2012	649,134
600,000,000	Rabobank Nederland	1.24%	09/11/2012	600,000
600,000,000	Royal Bank of Scotland	1.05%	14/12/2011	599,475
600,000,000	ING Bank	1.17%	13/12/2011	599,357
600,000,000	Barclays Bank	1.03%	02/05/2012	598,442
600,000,000	ING Bank	1.07%	03/05/2012	598,355
550,000,000	Sumitomo Mitsui	0.40%	16/02/2012	549,811
550,000,000	ING Bank	1.30%	10/11/2011	549,385
550,000,000	Royal Bank of Scotland	1.27%	14/11/2011	549,360
545,800,000	Erste Abwicklungsanstalt	0.95%	28/03/2013	546,477
500,277,000	Dutch Treasury Certificate	2.50%	15/01/2012	501,602
500,000,000	DBS Bank	0.78%	14/10/2011	499,924
500,000,000	Barclays Bank	0.70%	05/12/2011	499,699
500,000,000	Lloyds TSB Bank	0.80%	12/12/2011	499,645
500,000,000	Nordea Bank Finland	0.57%	14/08/2012	498,563

### The 20 largest sales

Holding	Investments	Coupon rate	Maturity date	Proceeds EUR '000
1,235,000,000	Dutch Treasury Certificate	0.00%	30/03/2012	1,234,940
650,000,000	Dutch Treasury Certificate	0.00%	20/03/2012	649,942
650,000,000	Barclays Bank	0.50%	21/02/2012	649,821
650,000,000	Barclays Bank	0.80%	19/03/2012	649,534
500,000,000	Dutch Treasury Certificate	0.00%	06/02/2012	500,000
500,000,000	Nordea Bank Finland	1.26%	20/02/2012	499,975
436,300,000	FMS Wertmanagement	1.71%	06/07/2012	433,115
421,300,000	Lloyds TSB Bank	1.63%	12/10/2012	421,608
270,000,000	Svenska Handelsbanken	1.42%	23/03/2012	270,249
235,710,000	Kreditanstalt fuer Wiederaufbau	5.25%	04/07/2012	240,695
237,000,000	Dutch Treasury Certificate	0.00%	27/04/2012	236,968
216,000,000	Rabobank Nederland	0.54%	18/04/2012	215,822
200,000,000	Rabobank Nederland	1.52%	19/03/2012	200,188
183,311,000	Kreditanstalt fuer Wiederaufbau	2.25%	21/05/2012	184,477
125,000,000	Dutch Treasury Certificate	0.00%	29/02/2012	124,999
110,000,000	HSBC Bank	1.21%	07/05/2012	109,907
100,000,000	Dutch Treasury Certificate	0.00%	31/05/2012	100,003
100,000,000	Rabobank Nederland	1.69%	30/08/2012	99,991
91,100,000	German Treasury Bill	0.00%	16/05/2012	91,088
72,725,000	JP Morgan Chase	1.91%	27/07/2012	72,446

UCITS 8.2 requires a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no extra cost from the Administrator.

# INSTITUTIONAL EURO ULTRA SHORT BOND FUND

## INCOME STATEMENT (UNAUDITED)

	Six months ended 31 March 2012 EUR '000	Year ended 30 September 2011 EUR '000	Six months ended 31 March 2011 EUR '000
Operating income	920	2,048	854
Net gains on financial assets at fair value through profit or loss	63	196	71
<b>Total gains</b>	<b>983</b>	<b>2,244</b>	<b>925</b>
Operating expenses	(192)	(252)	(125)
<b>Net profit for the financial period/year</b>	<b>791</b>	<b>1,992</b>	<b>800</b>
Adjustment to align to the valuation methodology as set out in the prospectus	18	(22)	(3)
<b>Increase in net assets attributable to redeemable participating shareholders from operations</b>	<b>809</b>	<b>1,970</b>	<b>797</b>

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the result of the financial period, all amounts relate to continuing operations.

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (UNAUDITED)

	Six months ended 31 March 2012 EUR '000	Year ended 30 September 2011 EUR '000	Six months ended 31 March 2011 EUR '000
Net assets attributable to redeemable participating shareholders at the beginning of the period/year	139,945	142,442	142,442
Increase in net assets attributable to redeemable participating shareholders from operations	809	1,970	797
<b>Share transactions:</b>			
Proceeds from issue of redeemable participating shares	163,547	107,954	73,355
Payments on redemption of redeemable participating shares	(105,350)	(112,421)	(58,634)
<b>Increase/(decrease) in net assets resulting from share transactions</b>	<b>58,197</b>	<b>(4,467)</b>	<b>14,721</b>
<b>Net assets attributable to redeemable participating shareholders at the end of the period/year</b>	<b>198,951</b>	<b>139,945</b>	<b>157,960</b>

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

# INSTITUTIONAL EURO ULTRA SHORT BOND FUND

## BALANCE SHEET (UNAUDITED)

	As at 31 March 2012 EUR '000	As at 30 September 2011 EUR '000	As at 31 March 2011 EUR '000
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	10	3	29
Receivables	510	1,332	12,083
Financial assets at fair value through profit or loss	199,548	138,600	153,229
<b>Total current assets</b>	<b>200,068</b>	<b>139,935</b>	<b>165,341</b>
<b>CURRENT LIABILITIES</b>			
Payables	(1,164)	(19)	(7,428)
<b>Total current liabilities</b>	<b>(1,164)</b>	<b>(19)</b>	<b>(7,428)</b>
<b>Net assets attributable to redeemable participating shareholders</b>	<b>198,904</b>	<b>139,916</b>	<b>157,913</b>
Adjustment to align to the valuation methodology as set out in the prospectus	47	29	47
<b>Net asset value attributable to redeemable participating shareholders at end of period/year</b>	<b>198,951</b>	<b>139,945</b>	<b>157,960</b>
<b>Number of redeemable participating shares in issue</b>			
Admin III (Acc) Shares	679,416	-	-
Agency Shares	281,504	281,504	281,504
Core (Acc) Shares	875,961	962,730	1,132,346
<b>Net asset value per redeemable participating share</b>			
Admin III (Acc) Shares	100.32	-	-
Agency Shares	110.26	109.62	108.72
Core (Acc) Shares	113.88	113.31	112.47

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

# INSTITUTIONAL EURO ULTRA SHORT BOND FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED)

As at 31 March 2012

### COLLECTIVE INVESTMENT SCHEMES - UCITS<sup>1</sup>

Country	Investments	Holding	Fair value EUR '000	% of net asset value
Ireland				
	Institutional Euro Liquidity Fund - Agency (Dis) Shares	15,894,442	15,894	7.99
<b>Ireland total</b>			<b>15,894</b>	<b>7.99</b>
<b>Total investments in collective investment schemes - UCITS</b>			<b>15,894</b>	<b>7.99</b>

### CORPORATE FIXED COUPON SECURITIES

<b>Australia</b>						
	Australia & New Zealand Banking Group	4.38%	24/05/2012	7,500,000	7,538	3.79
	Westpac Banking	4.88%	28/09/2012	2,532,000	2,577	1.29
<b>Australia total</b>					<b>10,115</b>	<b>5.08</b>
<b>Ireland</b>						
	GE Capital European Funding	4.88%	06/03/2013	4,400,000	4,550	2.29
	GE Capital European Funding	4.75%	28/09/2012	2,000,000	2,036	1.02
	GE Capital European Funding	5.25%	31/01/2013	1,635,000	1,690	0.85
	GE Capital European Funding	3.50%	14/02/2013	1,172,000	1,196	0.60
<b>Ireland total</b>					<b>9,472</b>	<b>4.76</b>
<b>Total investment in corporate fixed coupon securities</b>					<b>19,587</b>	<b>9.84</b>

### CORPORATE VARIABLE COUPON SECURITIES<sup>2</sup>

<b>Germany</b>						
	Erste Abwicklungsanstalt	0.95%	28/03/2013	8,000,000	8,000	4.02
<b>Germany total</b>					<b>8,000</b>	<b>4.02</b>
<b>Netherlands</b>						
	Rabobank Nederland	1.24%	09/11/2012	13,000,000	13,004	6.54
	Rabobank Nederland	1.48%	08/10/2012	4,000,000	4,003	2.01
<b>Netherlands total</b>					<b>17,007</b>	<b>8.55</b>
<b>Sweden</b>						
	Nordea Bank	1.69%	22/10/2012	2,000,000	2,006	1.01
<b>Sweden total</b>					<b>2,006</b>	<b>1.01</b>
<b>Switzerland</b>						
	Credit Suisse	1.90%	07/01/2013	5,000,000	5,019	2.52

# INSTITUTIONAL EURO ULTRA SHORT BOND FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### CORPORATE VARIABLE COUPON SECURITIES<sup>2</sup> (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value EUR '000	% of net asset value
Switzerland (continued)						
	Credit Suisse	1.02%	04/06/2012	4,000,000	4,003	2.01
<b>Switzerland total</b>					<b>9,022</b>	<b>4.53</b>
United Kingdom						
	HSBC Bank	1.21%	07/05/2012	6,000,000	6,001	3.02
<b>United Kingdom total</b>					<b>6,001</b>	<b>3.02</b>
<b>Total investment in corporate variable coupon securities</b>					<b>42,036</b>	<b>21.13</b>

### LIQUIDITY INSTRUMENTS

#### Certificates of deposit

Netherlands						
	ING Bank	0.38%	03/05/2012	9,000,000	8,997	4.52
<b>Netherlands total</b>					<b>8,997</b>	<b>4.52</b>
United Kingdom						
	Bank of Tokyo-Mitsubishi	0.40%	08/05/2012	2,500,000	2,499	1.26
	Barclays Bank	1.15%	08/06/2012	8,000,000	8,009	4.03
	Mizuho Bank	0.55%	09/05/2012	2,000,000	2,000	1.00
	Svenska Handelsbanken	0.75%	17/04/2012	5,000,000	5,001	2.51
	Svenska Handelsbanken	0.70%	20/04/2012	4,000,000	4,001	2.01
<b>United Kingdom total</b>					<b>21,510</b>	<b>10.81</b>
<b>Certificates of deposit total</b>					<b>30,507</b>	<b>15.33</b>

#### Commercial papers

Channel Islands						
	Rheingold Securitisation	0.36%	27/04/2012	5,000,000	4,999	2.51
	Rheingold Securitisation	0.55%	08/06/2012	1,500,000	1,498	0.75
	Rhein-Main Securitisation	0.34%	23/04/2012	2,000,000	2,000	1.01
	Solitaire Funding	0.33%	20/04/2012	6,000,000	5,999	3.01
	Solitaire Funding	0.66%	25/06/2012	3,000,000	2,995	1.51
<b>Channel Islands total</b>					<b>17,491</b>	<b>8.79</b>

# INSTITUTIONAL EURO ULTRA SHORT BOND FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### LIQUIDITY INSTRUMENTS (continued)

#### Commercial papers (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value EUR '000	% of net asset value
<b>Germany</b>						
	FMS Wertmanagement	0.28%	03/04/2012	10,000,000	10,000	5.03
	FMS Wertmanagement	1.00%	21/09/2012	5,000,000	4,976	2.50
<b>Germany total</b>					<b>14,976</b>	<b>7.53</b>
<b>Ireland</b>						
	Regency Assets	0.33%	19/04/2012	9,000,000	8,998	4.52
<b>Ireland total</b>					<b>8,998</b>	<b>4.52</b>
<b>Netherlands</b>						
	ING Bank	0.51%	01/06/2012	8,000,000	7,993	4.02
	Unilever	0.28%	05/04/2012	6,000,000	6,000	3.02
<b>Netherlands total</b>					<b>13,993</b>	<b>7.04</b>
<b>United Kingdom</b>						
	Barclays Bank	0.51%	01/06/2012	9,000,000	8,992	4.52
	HSBC Bank	1.36%	15/03/2013	4,000,000	3,948	1.99
	UBS	0.40%	09/05/2012	6,000,000	5,997	3.01
<b>United Kingdom total</b>					<b>18,937</b>	<b>9.52</b>
<b>United States</b>						
	Mont Blanc Capital	0.40%	09/05/2012	6,500,000	6,497	3.27
	Mont Blanc Capital	0.32%	16/04/2012	2,000,000	2,000	1.00
	Sheffield Receivables	0.33%	19/04/2012	8,000,000	7,998	4.02
<b>United States total</b>					<b>16,495</b>	<b>8.29</b>
<b>Commercial papers total</b>					<b>90,890</b>	<b>45.69</b>
<b>Time deposits</b>						
<b>European Union (ex-United Kingdom)</b>						
	Citibank London	0.22%	02/04/2012	634,000	634	0.32
<b>European Union (ex-United Kingdom) total</b>					<b>634</b>	<b>0.32</b>
<b>Time deposits total</b>					<b>634</b>	<b>0.32</b>
<b>Total investment in liquidity instruments</b>					<b>122,031</b>	<b>61.34</b>

# INSTITUTIONAL EURO ULTRA SHORT BOND FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

	Fair value EUR '000	% of net asset value
Total financial assets at fair value through profit or loss <sup>3</sup>	199,548	100.30
Cash and cash equivalents <sup>4</sup>	10	0.01
Other assets and liabilities	(607)	(0.31)
<b>Net assets attributable to redeemable participating shareholders</b>	<b>198,951</b>	<b>100.00</b>

Analysis of total assets	% of total assets
Transferable securities admitted to an official stock exchange	30.80
Transferable securities and money market instruments other than those admitted to an official stock exchange	60.68
Collective investment schemes	7.94
Deposits	0.32
Other assets	0.26
<b>Total assets</b>	<b>100.00</b>

<sup>1</sup>Fund of Institutional Cash Series plc.

<sup>2</sup>Floating Rate Notes.

<sup>3</sup>The investments in this Fund have no exposure to foreign currency risk as the investments are traded in the base currency of the Fund.

<sup>4</sup>All cash holdings are held with J.P. Morgan Bank (Ireland) plc.

# INSTITUTIONAL EURO ULTRA SHORT BOND FUND

## SCHEDULE OF MATERIAL PURCHASES AND SALES (UNAUDITED)

For the six months ended 31 March 2012

### The 20 largest purchases

Holding	Investments	Coupon rate	Maturity date	Cost EUR '000
74,573,605	Institutional Euro Liquidity Fund - Agency (Dis) Shares			74,574
16,000,000	German Treasury Bill	0.00%	04/04/2012	16,000
15,000,000	Dutch Treasury Certificate	0.00%	30/03/2012	15,000
15,000,000	Dutch Treasury Certificate	0.00%	29/06/2012	15,000
13,000,000	Rabobank Nederland	1.24%	09/11/2012	13,000
12,500,000	Royal Bank of Scotland	1.27%	14/11/2011	12,485
12,500,000	Royal Bank of Scotland	1.21%	16/01/2012	12,474
10,000,000	Dutch Treasury Certificate	0.00%	10/04/2012	10,000
10,000,000	Grampian Funding	0.43%	19/03/2012	9,996
10,000,000	FMS Wertmanagement	0.28%	03/04/2012	9,988
10,000,000	Nordea Bank	1.37%	11/01/2012	9,968
9,000,000	Regency Assets	0.33%	19/04/2012	8,997
9,000,000	ING Bank	0.38%	03/05/2012	8,975
9,000,000	Barclays Bank	0.51%	01/06/2012	8,963
8,000,000	Erste Abwicklungsanstalt	0.95%	28/03/2013	8,010
8,000,000	Barclays Bank	1.15%	08/06/2012	8,000
8,000,000	Sumitomo Mitsui	0.40%	16/02/2012	7,997
8,000,000	Sheffield Receivables	0.33%	19/04/2012	7,997
8,000,000	Barclays Bank	0.80%	19/03/2012	7,989
8,000,000	ING Bank	0.51%	01/06/2012	7,976

### The 20 largest sales

Holding	Investments	Coupon rate	Maturity date	Proceeds EUR '000
70,056,215	Institutional Euro Liquidity Fund - Agency (Dis) Shares			70,056
16,000,000	German Treasury Bill	0.00%	04/04/2012	16,000
15,000,000	Dutch Treasury Certificate	0.00%	30/03/2012	14,999
15,000,000	Dutch Treasury Certificate	0.00%	29/06/2012	14,996
10,000,000	Dutch Treasury Certificate	0.00%	10/04/2012	9,999
10,000,000	Nordea Bank	1.37%	11/01/2012	9,989
9,000,000	Rabobank Nederland	1.62%	11/05/2012	9,007
8,000,000	Barclays Bank	0.80%	19/03/2012	7,994
6,412,000	JP Morgan Chase	1.91%	27/07/2012	6,387
6,000,000	Barclays Bank	1.00%	10/01/2012	6,000
6,000,000	Lloyds TSB Bank	1.10%	10/01/2012	6,000
6,000,000	Solitaire Funding	1.49%	22/11/2011	5,993
6,000,000	FMS Wertmanagement	1.71%	06/07/2012	5,956
5,600,000	Svenska Handelsbanken	3.00%	20/08/2012	5,656
5,000,000	Philip Morris International	4.25%	23/03/2012	5,040
5,000,000	Nordea Bank	2.16%	28/08/2012	5,011
5,000,000	HSBC Bank	1.21%	07/05/2012	4,996
4,500,000	Lloyds TSB Bank	1.63%	12/10/2012	4,503
4,500,000	Rabobank Nederland	1.48%	08/10/2012	4,500
4,024,000	Credit Suisse	5.13%	30/03/2012	4,066

UCITS 8.2 requires a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one percent of the total value of purchases for the period and aggregate disposals greater than one percent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no extra cost from the Administrator.

# INSTITUTIONAL STERLING GOVERNMENT LIQUIDITY FUND

## INCOME STATEMENT (UNAUDITED)

	Six months ended 31 March 2012 GBP '000	Year ended 30 September 2011 GBP '000	Six months ended 31 March 2011 GBP '000
Operating income	8,076	11,581	6,677
Net losses on financial assets at fair value through profit or loss	(383)	(163)	(120)
<b>Total gains</b>	<b>7,693</b>	<b>11,418</b>	<b>6,557</b>
Operating expenses	(1,835)	(2,361)	(1,435)
<b>Net operating profit</b>	<b>5,858</b>	<b>9,057</b>	<b>5,122</b>
<b>Finance costs:</b>			
Distributions to redeemable participating shareholders	(6,073)	(9,048)	(5,183)
<b>Total finance costs</b>	<b>(6,073)</b>	<b>(9,048)</b>	<b>(5,183)</b>
<b>Net (loss)/profit for the financial period/year</b>	<b>(215)</b>	<b>9</b>	<b>(61)</b>
Adjustment to align to the valuation methodology as set out in the prospectus	383	163	120
<b>Increase in net assets attributable to redeemable participating shareholders from operations</b>	<b>168</b>	<b>172</b>	<b>59</b>

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (UNAUDITED)

	Six months ended 31 March 2012 GBP '000	Year ended 30 September 2011 GBP '000	Six months ended 31 March 2011 GBP '000
Net assets attributable to redeemable participating shareholders at the beginning of the period/year	2,476,190	2,540,211	2,540,211
Increase in net assets attributable to redeemable participating shareholders from operations	168	172	59
<b>Share transactions:</b>			
Proceeds from issue of redeemable participating shares	10,371,780	8,837,477	4,353,535
Payments on redemption of redeemable participating shares	(8,225,276)	(8,908,934)	(4,842,854)
Dividend reinvested	4,085	7,264	3,862
<b>Increase/(decrease) in net assets resulting from share transactions</b>	<b>2,150,589</b>	<b>(64,193)</b>	<b>(485,457)</b>
<b>Net assets attributable to redeemable participating shareholders at the end of the period/year</b>	<b>4,626,947</b>	<b>2,476,190</b>	<b>2,054,813</b>

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

# INSTITUTIONAL STERLING GOVERNMENT LIQUIDITY FUND

## BALANCE SHEET (UNAUDITED)

	As at 31 March 2012 GBP '000	As at 30 September 2011 GBP '000	As at 31 March 2011 GBP '000
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	1	1	1
Receivables	1,914	2,737	11
Financial assets at fair value through profit or loss	4,675,896	2,474,252	2,055,724
<b>Total current assets</b>	<b>4,677,811</b>	<b>2,476,990</b>	<b>2,055,736</b>
<b>CURRENT LIABILITIES</b>			
Payables	(51,323)	(876)	(956)
<b>Total current liabilities</b>	<b>(51,323)</b>	<b>(876)</b>	<b>(956)</b>
<b>Net assets attributable to redeemable participating shareholders</b>	<b>4,626,488</b>	<b>2,476,114</b>	<b>2,054,780</b>
Adjustment to align to the valuation methodology as set out in the prospectus	459	76	33
<b>Net asset value attributable to redeemable participating shareholders at end of period/year</b>	<b>4,626,947</b>	<b>2,476,190</b>	<b>2,054,813</b>
<b>Number of redeemable participating shares in issue</b>			
Agency (Acc) Shares	22,988	-	-
Agency (Dis) Shares	1,399,087,026	647,969,521	836,227,886
Core (Acc) Shares	520,716	516,832	11,103
Core (Dis) Shares	614,224,718	170,811,333	14,253,525
Heritage (Acc) Shares	435,383	777,914	217,819
Heritage (Dis) Shares	1,541,441,448	905,972,417	874,814,039
Premier (Dis) Shares	933,547,855	619,491,253	299,580,075
Select (Dis) Shares	40,268,370	2,000,020	7,000,000
<b>Net asset value per redeemable participating share</b>			
Agency (Acc) Shares	100.06	-	-
Agency (Dis) Shares	1.00	1.00	1.00
Core (Acc) Shares	100.44	100.32	100.16
Core (Dis) Shares	1.00	1.00	1.00
Heritage (Acc) Shares	100.55	100.39	100.20
Heritage (Dis) Shares	1.00	1.00	1.00
Premier (Dis) Shares	1.00	1.00	1.00
Select (Dis) Shares	1.00	1.00	1.00

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

# INSTITUTIONAL STERLING GOVERNMENT LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED)

As at 31 March 2012

### GOVERNMENT FIXED COUPON SECURITIES

Country	Investments	Coupon rate	Maturity date	Holding	Fair value GBP '000	% of net asset value
<b>United Kingdom</b>						
	United Kingdom Treasury Bill	0.37%	23/04/2012	335,303,500	335,236	7.25
	United Kingdom Treasury Bill	0.33%	10/04/2012	268,829,000	268,173	5.80
	United Kingdom Treasury Bill	0.35%	16/04/2012	216,849,800	216,822	4.69
	United Kingdom Treasury Bill	0.22%	02/04/2012	204,390,000	204,390	4.42
	United Kingdom Treasury Bill	0.39%	23/07/2012	200,000,000	199,768	4.32
	United Kingdom Treasury Bill	0.41%	30/04/2012	150,387,000	150,348	3.25
	United Kingdom Treasury Bill	0.40%	13/08/2012	140,000,000	139,801	3.02
	United Kingdom Treasury Bill	0.46%	24/09/2012	125,814,000	125,565	2.71
	United Kingdom Treasury Bill	0.44%	17/09/2012	121,928,000	121,698	2.63
	United Kingdom Treasury Bill	0.43%	18/06/2012	119,127,000	119,035	2.57
	United Kingdom Treasury Bill	0.39%	30/07/2012	109,212,000	109,075	2.36
	United Kingdom Treasury Bill	0.38%	11/06/2012	59,412,000	59,370	1.28
	United Kingdom Treasury Bill	0.39%	21/05/2012	51,774,000	51,749	1.12
	United Kingdom Treasury Bill	0.45%	01/10/2012	50,000,000	49,886	1.08
	United Kingdom Treasury Bill	0.40%	06/06/2012	40,525,000	40,499	0.87
	United Kingdom Treasury Bill	0.39%	28/05/2012	37,716,000	37,695	0.81
	United Kingdom Treasury Bill	0.42%	14/05/2012	34,785,000	34,771	0.75
	United Kingdom Treasury Bill	0.43%	28/08/2012	34,680,000	34,624	0.75
	United Kingdom Treasury Bill	0.46%	08/05/2012	23,815,000	23,807	0.51
	United Kingdom Treasury Bill	0.24%	02/07/2012	19,900,000	19,882	0.43
	United Kingdom Treasury Bill	0.39%	09/07/2012	4,922,000	4,917	0.11
	United Kingdom Treasury Gilt	5.25%	07/06/2012	115,000,000	116,000	2.51
<b>United Kingdom total</b>					<b>2,463,111</b>	<b>53.24</b>
<b>Total investment in government fixed coupon securities</b>					<b>2,463,111</b>	<b>53.24</b>

### REVERSE REPURCHASE AGREEMENTS<sup>1</sup>

Country	Investments	Coupon rate	Maturity date	Holding	Fair value GBP '000	% of net asset value
<b>United Kingdom</b>						
	Barclays Bank	0.38%	02/04/2012	500,000,000	500,000	10.81
	Credit Suisse	0.40%	02/04/2012	350,000,000	350,000	7.56
	JP Morgan Securities	0.38%	02/04/2012	762,785,000	762,785	16.48
	Royal Bank of Scotland	0.38%	02/04/2012	600,000,000	600,000	12.97
<b>United Kingdom total</b>					<b>2,212,785</b>	<b>47.82</b>
<b>Total investment in reverse repurchase agreements</b>					<b>2,212,785</b>	<b>47.82</b>

# INSTITUTIONAL STERLING GOVERNMENT LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

	Fair value GBP '000	% of net asset value
Total financial assets at fair value through profit or loss <sup>2</sup>	4,675,896	101.06
Cash and cash equivalents <sup>3</sup>	1	-
Other assets and liabilities	(48,950)	(1.06)
<b>Net assets attributable to redeemable participating shareholders</b>	<b><u>4,626,947</u></b>	<b><u>100.00</u></b>
<b>Analysis of total assets</b>		<b>% of total assets</b>
Transferable securities admitted to an official stock exchange		2.48
Transferable securities and money market instruments other than those admitted to an official stock exchange		47.30
Transferable securities other than those admitted to an official stock exchange listing or dealt in on another regulated market		50.18
Other assets		0.04
<b>Total assets</b>		<b><u>100.00</u></b>

<sup>1</sup>Securities held as collateral amounted to GBP ('000) 2,257,041. (This collateral represents 102% of the repo principal).

<sup>2</sup>The investments in this Fund have no exposure to foreign currency risk as the investments are traded in the base currency of the Fund.

<sup>3</sup>All cash holdings are held with J.P. Morgan Bank (Ireland) plc.

# INSTITUTIONAL STERLING GOVERNMENT LIQUIDITY FUND

## SCHEDULE OF MATERIAL PURCHASES AND SALES (UNAUDITED)

For the six months ended 31 March 2012

### The 20 largest purchases

Holding	Investments	Coupon rate	Maturity date	Cost GBP '000
481,321,547	United Kingdom Treasury Bill	0.29%	30/01/2012	481,029
335,303,500	United Kingdom Treasury Bill	0.37%	23/04/2012	335,004
320,000,000	United Kingdom Treasury Gilt	3.25%	07/12/2011	320,461
273,000,000	United Kingdom Treasury Bill	0.37%	05/12/2011	272,969
268,829,000	United Kingdom Treasury Bill	0.33%	10/04/2012	268,648
257,595,000	United Kingdom Treasury Gilt	5.00%	07/03/2012	259,756
246,849,800	United Kingdom Treasury Bill	0.35%	16/04/2012	246,496
204,390,000	United Kingdom Treasury Bill	0.22%	02/04/2012	204,166
200,000,000	United Kingdom Treasury Bill	0.39%	23/07/2012	199,602
176,081,700	United Kingdom Treasury Bill	0.32%	09/01/2012	176,020
161,107,000	United Kingdom Treasury Bill	0.39%	03/01/2012	161,050
150,387,000	United Kingdom Treasury Bill	0.41%	30/04/2012	150,142
140,000,000	United Kingdom Treasury Bill	0.40%	13/08/2012	139,749
130,000,000	United Kingdom Treasury Bill	0.34%	12/03/2012	129,891
125,814,000	United Kingdom Treasury Bill	0.46%	24/09/2012	125,519
121,928,000	United Kingdom Treasury Bill	0.44%	17/09/2012	121,654
119,127,000	United Kingdom Treasury Bill	0.43%	18/06/2012	118,998
115,000,000	United Kingdom Treasury Gilt	5.25%	07/06/2012	117,858
109,212,000	United Kingdom Treasury Bill	0.39%	30/07/2012	109,032
106,700,000	United Kingdom Treasury Bill	0.39%	19/12/2011	106,672

### The 20 largest sales\*

Holding	Investments	Coupon rate	Maturity date	Proceeds GBP '000
50,000,000	United Kingdom Treasury Bill	0.39%	21/05/2012	49,955
30,000,000	United Kingdom Treasury Bill	0.35%	16/04/2012	29,991

UCITS 8.2 requires a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one percent of the total value of purchases for the period and aggregate disposals greater than one percent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no extra cost from the Administrator.

\*There were 2 sales during the period.

# INSTITUTIONAL STERLING LIQUIDITY FUND

## INCOME STATEMENT (UNAUDITED)

	Six months ended 31 March 2012 GBP '000	Year ended 30 September 2011 GBP '000	Six months ended 31 March 2011 GBP '000
Operating income	87,699	180,221	87,784
Net losses on financial assets at fair value through profit or loss	(11,686)	(2,671)	(3,102)
<b>Total gains</b>	<b>76,013</b>	<b>177,550</b>	<b>84,682</b>
Operating expenses	(12,944)	(27,434)	(14,152)
<b>Net operating profit</b>	<b>63,069</b>	<b>150,116</b>	<b>70,530</b>
<b>Finance costs:</b>			
Distributions to redeemable participating shareholders	(72,437)	(147,174)	(70,841)
<b>Total finance costs</b>	<b>(72,437)</b>	<b>(147,174)</b>	<b>(70,841)</b>
<b>Net (loss)/profit for the financial period/year</b>	<b>(9,368)</b>	<b>2,942</b>	<b>(311)</b>
Adjustment to align to the valuation methodology as set out in the prospectus	12,453	2,333	2,764
<b>Increase in net assets attributable to redeemable participating shareholders from operations</b>	<b>3,085</b>	<b>5,275</b>	<b>2,453</b>

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (UNAUDITED)

	Six months ended 31 March 2012 GBP '000	Year ended 30 September 2011 GBP '000	Six months ended 31 March 2011 GBP '000
Net assets attributable to redeemable participating shareholders at the beginning of the period/year	21,360,331	21,955,493	21,955,493
Increase in net assets attributable to redeemable participating shareholders from operations	3,085	5,275	2,453
<b>Share transactions:</b>			
Proceeds from issue of redeemable participating shares	70,084,907	126,953,355	64,941,983
Payments on redemption of redeemable participating shares	(63,139,609)	(127,653,801)	(64,603,604)
Dividend reinvested	52,632	100,009	46,171
<b>Increase/(decrease) in net assets resulting from share transactions</b>	<b>6,997,930</b>	<b>(600,437)</b>	<b>384,551</b>
<b>Net assets attributable to redeemable participating shareholders at the end of the period/year</b>	<b>28,361,346</b>	<b>21,360,331</b>	<b>22,342,497</b>

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

# INSTITUTIONAL STERLING LIQUIDITY FUND

## BALANCE SHEET (UNAUDITED)

	As at 31 March 2012 GBP '000	As at 30 September 2011 GBP '000	As at 31 March 2011 GBP '000
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	253	6	-
Receivables	14,088	23,944	18,850
Financial assets at fair value through profit or loss	28,791,997	21,355,005	22,341,545
<b>Total current assets</b>	<b>28,806,338</b>	<b>21,378,955</b>	<b>22,360,395</b>
<b>CURRENT LIABILITIES</b>			
Payables	(454,670)	(15,849)	(15,554)
<b>Total current liabilities</b>	<b>(454,670)</b>	<b>(15,849)</b>	<b>(15,554)</b>
<b>Net assets attributable to redeemable participating shareholders</b>	<b>28,351,668</b>	<b>21,363,106</b>	<b>22,344,841</b>
Adjustment to align to the valuation methodology as set out in the prospectus	9,678	(2,775)	(2,344)
<b>Net asset value attributable to redeemable participating shareholders at end of period/year</b>	<b>28,361,346</b>	<b>21,360,331</b>	<b>22,342,497</b>
<b>Number of redeemable participating shares in issue</b>			
Admin (Dis) Shares	3,689,122	4,112,114	3,152,476
Admin II (Acc) Shares	137,700	264,153	472,425
Admin II (Dis) Shares	4,261,397	4,170,580	4,168,706
Admin III (Acc) Shares	28,261	34,776	64,840
Admin III (Dis) Shares	90,727,541	98,091,646	95,676,544
Admin IV (Acc) Shares	44,505	42,227	56,280
Agency (Acc) Shares	1,469,120	1,464,103	1,295,836
Agency (Dis) Shares	7,492,695,261	5,303,166,308	5,192,413,819
Aon Captive Shares	238,487,109	289,401,825	253,492,170
Core (Acc) Shares	2,642,940	2,402,878	2,021,473
Core (Dis) Shares	2,476,633,161	3,068,791,375	3,336,557,735
G Accumulating Shares	1,474	2,258	2,472
G Accumulating II Shares	660	637	774
G Distributing Shares	65,738,265	84,556,780	88,211,613
G Distributing II Shares	10,546,569	12,615,024	15,688,258
Heritage (Acc) Shares	2,146,829	668,903	800,927
Heritage (Dis) Shares	14,687,510,331	9,999,392,762	10,805,029,949
Premier (Acc) Shares	2,153,570	1,979,402	2,035,638
Premier (Dis) Shares	1,181,400,316	1,229,352,442	1,504,310,074

# INSTITUTIONAL STERLING LIQUIDITY FUND

## BALANCE SHEET (UNAUDITED) (continued)

	As at 31 March 2012 GBP	As at 30 September 2011 GBP	As at 31 March 2011 GBP
<b>Number of redeemable participating shares in issue (continued)</b>			
S (Acc) Shares	7,869,401	-	-
Select (Acc) Shares	133,850	106,029	33,661
Select (Dis) Shares	249,552,603	384,293,540	203,643,325
<b>Net asset value per redeemable participating share</b>			
Admin (Dis) Shares	1.00	1.00	1.00
Admin II (Acc) Shares	103.89	103.66	103.40
Admin II (Dis) Shares	1.00	1.00	1.00
Admin III (Acc) Shares	107.18	107.02	106.83
Admin III (Dis) Shares	1.00	1.00	1.00
Admin IV (Acc) Shares	106.37	106.24	106.08
Agency (Acc) Shares	103.59	103.22	102.82
Agency (Dis) Shares	1.00	1.00	1.00
Aon Captive Shares	1.00	1.00	1.00
Core (Acc) Shares	164.36	163.90	163.41
Core (Dis) Shares	1.00	1.00	1.00
G Accumulating Shares	10,616.64	10,587.12	10,555.32
G Accumulating II Shares	1,014.96	1,012.39	1,009.60
G Distributing Shares	1.00	1.00	1.00
G Distributing II Shares	1.00	1.00	1.00
Heritage (Acc) Shares	100.99	100.67	100.33
Heritage (Dis) Shares	1.00	1.00	1.00
Premier (Acc) Shares	101.02	100.69	100.33
Premier (Dis) Shares	1.00	1.00	1.00
S (Acc) Shares	100.05	-	-
Select (Acc) Shares	100.79	100.48	100.16
Select (Dis) Shares	1.00	1.00	1.00

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

# INSTITUTIONAL STERLING LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED)

As at 31 March 2012

### GOVERNMENT FIXED COUPON SECURITIES

Country	Investments	Coupon rate	Maturity date	Holding	Fair value GBP '000	% of net asset value
<b>Germany</b>						
	Kreditanstalt fuer Wiederaufbau	4.75%	07/12/2012	10,051,000	10,322	0.04
<b>Germany total</b>					<b>10,322</b>	<b>0.04</b>
<b>United Kingdom</b>						
	United Kingdom Treasury Bill	0.32%	10/04/2012	458,000,000	456,883	1.61
	United Kingdom Treasury Bill	0.33%	30/04/2012	385,000,000	384,900	1.36
	United Kingdom Treasury Bill	0.30%	23/04/2012	243,000,000	242,951	0.86
	United Kingdom Treasury Bill	0.16%	02/04/2012	230,000,000	230,000	0.81
	United Kingdom Treasury Bill	0.45%	02/07/2012	89,300,000	89,218	0.31
	United Kingdom Treasury Bill	0.38%	11/06/2012	50,000,000	49,965	0.18
	United Kingdom Treasury Bill	0.36%	28/05/2012	40,000,000	39,978	0.14
	United Kingdom Treasury Bill	0.37%	08/05/2012	26,400,000	26,391	0.09
	United Kingdom Treasury Bill	0.26%	16/04/2012	20,000,000	19,997	0.07
	United Kingdom Treasury Gilt	5.25%	07/06/2012	500,000,000	504,350	1.78
<b>United Kingdom total</b>					<b>2,044,633</b>	<b>7.21</b>
<b>Total investment in government fixed coupon securities</b>					<b>2,054,955</b>	<b>7.25</b>

### GOVERNMENT VARIABLE COUPON SECURITIES<sup>1</sup>

<b>Germany</b>						
	Kreditanstalt fuer Wiederaufbau	1.07%	26/11/2012	65,000,000	64,962	0.23
	Kreditanstalt fuer Wiederaufbau	1.07%	26/11/2012	16,000,000	15,990	0.06
	Kreditanstalt fuer Wiederaufbau	1.09%	31/07/2012	10,000,000	10,023	0.03
<b>Germany total</b>					<b>90,975</b>	<b>0.32</b>
<b>Total investment in government variable coupon securities</b>					<b>90,975</b>	<b>0.32</b>

### CORPORATE VARIABLE COUPON SECURITIES<sup>1</sup>

<b>Australia</b>						
	Australia & New Zealand Banking Group	1.29%	09/10/2012	46,100,000	46,029	0.16
	Australia & New Zealand Banking Group	1.64%	23/10/2012	11,000,000	11,016	0.04
	Commonwealth Bank of Australia	0.95%	10/04/2013	149,600,000	147,483	0.52
	Commonwealth Bank of Australia	0.60%	15/04/2013	99,600,000	98,377	0.35
<b>Australia total</b>					<b>302,905</b>	<b>1.07</b>

# INSTITUTIONAL STERLING LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### CORPORATE VARIABLE COUPON SECURITIES<sup>1</sup> (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value GBP '000	% of net asset value
<b>Germany</b>						
	Erste Abwicklungsanstalt	1.09%	17/09/2012	790,000,000	789,763	2.78
	FMS Wertmanagement	1.05%	23/03/2013	1,055,100,000	1,055,206	3.72
<b>Germany total</b>					<b>1,844,969</b>	<b>6.50</b>
<b>Netherlands</b>						
	Nederlandse Waterschapsbank	1.14%	23/07/2012	200,000,000	199,994	0.71
	Rabobank Nederland	1.46%	09/11/2012	606,900,000	607,215	2.14
	Rabobank Nederland	1.34%	14/12/2012	493,600,000	493,783	1.74
<b>Netherlands total</b>					<b>1,300,992</b>	<b>4.59</b>
<b>New Zealand</b>						
	Westpac Securities	1.24%	11/10/2012	46,100,000	46,035	0.16
<b>New Zealand total</b>					<b>46,035</b>	<b>0.16</b>
<b>United Kingdom</b>						
	Barclays Bank	1.35%	22/05/2012	125,000,000	125,100	0.44
	HSBC Bank	1.18%	08/11/2012	810,000,000	810,000	2.86
	HSBC Bank	1.23%	04/05/2012	285,000,000	284,940	1.00
	HSBC Bank	1.13%	02/04/2013	148,850,000	148,850	0.53
	Lloyds TSB Bank	1.59%	24/04/2012	45,900,000	45,918	0.16
<b>United Kingdom total</b>					<b>1,414,808</b>	<b>4.99</b>
<b>Total investment in corporate variable coupon securities</b>					<b>4,909,709</b>	<b>17.31</b>

### LIQUIDITY INSTRUMENTS

#### Certificates of deposit

Country	Investments	Coupon rate	Maturity date	Holding	Fair value GBP '000	% of net asset value
<b>Australia</b>						
	Mizuho Bank	0.72%	14/06/2012	250,000,000	249,519	0.88
	Mizuho Bank	0.72%	20/06/2012	50,000,000	49,892	0.18
	National Australia Bank	0.81%	23/08/2012	188,000,000	187,686	0.66
<b>Australia total</b>					<b>487,097</b>	<b>1.72</b>

# INSTITUTIONAL STERLING LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### LIQUIDITY INSTRUMENTS (continued)

#### Certificates of deposit (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value GBP '000	% of net asset value
<b>Belgium (continued)</b>						
	Sumitomo Mitsui Banking Belgium	0.72%	23/05/2012	200,000,000	199,769	0.70
	Sumitomo Mitsui Banking Belgium	0.69%	07/06/2012	150,000,000	149,752	0.53
<b>Belgium total</b>					<b>349,521</b>	<b>1.23</b>
<b>Finland</b>						
	Nordea Bank Finland	0.89%	23/08/2012	400,000,000	398,057	1.40
	Nordea Bank Finland	0.83%	24/09/2012	100,000,000	99,749	0.35
	Nordea Bank Finland	0.82%	28/09/2012	45,000,000	44,879	0.16
	Nordea Bank Finland	0.82%	28/09/2012	30,000,000	29,920	0.11
<b>Finland total</b>					<b>572,605</b>	<b>2.02</b>
<b>Japan</b>						
	Bank of Tokyo-Mitsubishi	0.80%	31/05/2012	175,000,000	174,989	0.62
<b>Japan total</b>					<b>174,989</b>	<b>0.62</b>
<b>Singapore</b>						
	Oversea-Chinese Banking	0.92%	16/08/2012	120,000,000	119,456	0.42
	Oversea-Chinese Banking	0.79%	04/09/2012	59,000,000	58,678	0.21
	Oversea-Chinese Banking	0.79%	05/09/2012	50,000,000	49,725	0.18
	Oversea-Chinese Banking	0.83%	28/08/2012	30,000,000	29,847	0.10
	Oversea-Chinese Banking	0.79%	28/08/2012	17,000,000	16,913	0.06
<b>Singapore total</b>					<b>274,619</b>	<b>0.97</b>
<b>United Kingdom</b>						
	Bank of Tokyo-Mitsubishi	0.82%	08/05/2012	525,000,000	524,602	1.85
	Bank of Tokyo-Mitsubishi	0.78%	17/05/2012	200,000,000	199,802	0.70
	Bank of Tokyo-Mitsubishi	0.78%	16/05/2012	100,000,000	99,904	0.35
	Bank of Tokyo-Mitsubishi	0.78%	23/05/2012	100,000,000	99,885	0.35
	Barclays Bank	1.08%	11/05/2012	1,000,000,000	1,000,389	3.53
	Barclays Bank	1.08%	11/05/2012	100,000,000	100,039	0.35
	Barclays Bank	1.05%	23/07/2012	70,000,000	69,986	0.25
	Barclays Bank	0.95%	30/07/2012	30,000,000	29,981	0.10
	Credit Suisse	0.90%	17/04/2012	500,000,000	500,066	1.76
	Credit Suisse	0.88%	19/04/2012	500,000,000	500,065	1.76
	Credit Suisse	0.70%	07/06/2012	100,000,000	99,965	0.35
	Deutsche Bank	0.85%	26/06/2012	20,000,000	19,992	0.07
	ING Bank	1.08%	08/05/2012	970,000,000	970,364	3.42

# INSTITUTIONAL STERLING LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### LIQUIDITY INSTRUMENTS (continued)

#### Certificates of deposit (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value GBP '000	% of net asset value
<b>United Kingdom (continued)</b>						
	ING Bank	1.08%	08/05/2012	150,000,000	150,056	0.53
	ING Bank	1.03%	25/06/2012	50,000,000	50,003	0.18
	ING Bank	1.03%	29/06/2012	30,000,000	30,000	0.10
	Mizuho Bank	1.02%	09/05/2012	100,000,000	99,923	0.35
	Mizuho Bank	0.83%	21/05/2012	100,000,000	99,890	0.35
	Mizuho Bank	0.94%	17/05/2012	100,000,000	99,902	0.35
	Mizuho Bank	0.63%	15/06/2012	100,000,000	99,803	0.35
	Mizuho Bank	0.70%	01/06/2012	50,000,000	49,988	0.18
	Mizuho Bank	0.62%	13/06/2012	50,000,000	49,968	0.18
	Mizuho Bank	0.68%	06/06/2012	50,000,000	49,919	0.18
	Mizuho Bank	0.69%	06/06/2012	50,000,000	49,919	0.17
	Mizuho Bank	0.64%	12/06/2012	50,000,000	49,908	0.18
	Mizuho Bank	0.69%	08/06/2012	50,000,000	49,915	0.18
	Mizuho Bank	0.95%	21/05/2012	20,000,000	19,978	0.07
	National Australia Bank	0.70%	12/09/2012	730,200,000	728,204	2.57
	Nordea Bank Finland	0.90%	22/08/2012	250,000,000	249,680	0.88
	Nordea Bank Finland	0.87%	10/09/2012	70,000,000	69,867	0.25
	Oversea-Chinese Banking	0.72%	23/05/2012	50,000,000	49,942	0.18
	Svenska Handelsbanken	0.79%	23/07/2012	10,500,000	10,489	0.04
<b>United Kingdom total</b>					<b>6,272,394</b>	<b>22.11</b>
<b>Certificates of deposit total</b>					<b>8,131,225</b>	<b>28.67</b>
<b>Commercial papers</b>						
<b>Australia</b>						
	Bank of Western Australia	0.68%	14/06/2012	125,000,000	124,759	0.44
	Bank of Western Australia	0.70%	12/06/2012	62,000,000	61,886	0.22
	Credit Suisse	0.68%	27/06/2012	100,000,000	99,753	0.35
<b>Australia total</b>					<b>286,398</b>	<b>1.01</b>
<b>Belgium</b>						
	Sumitomo Mitsui Banking	0.75%	14/05/2012	200,000,000	199,818	0.71
	Sumitomo Mitsui Banking	0.85%	14/05/2012	170,000,000	170,026	0.60
	Sumitomo Mitsui Banking	0.84%	02/05/2012	75,000,000	74,954	0.26
	Sumitomo Mitsui Banking	0.70%	14/05/2012	50,000,000	49,954	0.18
<b>Belgium total</b>					<b>494,752</b>	<b>1.75</b>

# INSTITUTIONAL STERLING LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### LIQUIDITY INSTRUMENTS (continued)

#### Commercial papers (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value GBP '000	% of net asset value
<b>Channel Islands</b>						
	Chariot Funding	0.47%	18/04/2012	225,318,000	225,246	0.80
	Rheingold Securitisation	0.89%	03/05/2012	82,125,000	82,073	0.29
	Rheingold Securitisation	0.71%	16/04/2012	71,600,000	71,579	0.25
	Rheingold Securitisation	0.89%	20/04/2012	62,622,000	62,600	0.22
	Rheingold Securitisation	1.13%	16/05/2012	42,000,000	41,961	0.15
	Rheingold Securitisation	1.05%	29/06/2012	40,347,000	40,245	0.14
	Rheingold Securitisation	0.70%	19/04/2012	20,000,000	19,993	0.07
	Rheingold Securitisation	0.73%	30/04/2012	13,000,000	12,993	0.05
	Rheingold Securitisation	0.83%	17/04/2012	5,963,000	5,961	0.02
	Rhein-Main Securitisation	0.72%	13/04/2012	56,500,000	56,487	0.20
	Rhein-Main Securitisation	0.89%	11/05/2012	37,215,000	37,184	0.13
	Rhein-Main Securitisation	0.71%	16/04/2012	29,088,000	29,080	0.10
	Solitaire Funding	0.94%	20/04/2012	6,200,000	6,198	0.02
<b>Channel Islands total</b>					<b>691,600</b>	<b>2.44</b>
<b>Finland</b>						
	Pohjola Bank	0.83%	28/09/2012	62,000,000	61,584	0.22
	Pohjola Bank	1.00%	05/09/2012	24,000,000	23,868	0.08
	Pohjola Bank	0.96%	10/09/2012	20,250,000	20,134	0.07
<b>Finland total</b>					<b>105,586</b>	<b>0.37</b>
<b>Germany</b>						
	FMS Wertmanagement	0.97%	08/05/2012	100,000,000	99,925	0.35
	Kreditanstalt fuer Wiederaufbau	0.77%	13/07/2012	388,400,000	387,202	1.37
	NRW Bank	0.47%	12/04/2012	350,000,000	349,929	1.23
	Sumitomo Mitsui Banking	0.72%	15/05/2012	200,000,000	199,812	0.70
	Sumitomo Mitsui Banking	0.70%	17/05/2012	50,000,000	49,950	0.18
<b>Germany total</b>					<b>1,086,818</b>	<b>3.83</b>
<b>Ireland</b>						
	GE Capital UK Funding	0.86%	18/06/2012	20,000,000	19,959	0.07
	Regency Assets	0.56%	11/04/2012	4,943,000	4,942	0.02
<b>Ireland total</b>					<b>24,901</b>	<b>0.09</b>
<b>Netherlands</b>						
	Nederlandse Waterschapsbank	0.73%	06/09/2012	475,000,000	472,357	1.67
	Toyota Motor Credit	0.41%	05/04/2012	10,000,000	9,999	0.03
<b>Netherlands total</b>					<b>482,356</b>	<b>1.70</b>

# INSTITUTIONAL STERLING LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### LIQUIDITY INSTRUMENTS (continued)

#### Commercial papers (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value GBP '000	% of net asset value
<b>Norway</b>						
	DNB Bank	0.82%	23/04/2012	485,000,000	484,801	1.71
<b>Norway total</b>					<b>484,801</b>	<b>1.71</b>
<b>Singapore</b>						
	DBS Bank	0.83%	18/04/2012	333,900,000	333,798	1.18
	DBS Bank	0.80%	24/04/2012	290,000,000	289,874	1.02
	DBS Bank	0.72%	28/08/2012	110,000,000	109,438	0.39
	DBS Bank	0.80%	22/08/2012	40,000,000	39,807	0.14
	DBS Bank	0.61%	12/09/2012	32,000,000	31,812	0.11
	DBS Bank	0.72%	28/08/2012	32,000,000	31,836	0.11
	Oversea-Chinese Banking	0.80%	19/04/2012	200,000,000	199,934	0.70
	Oversea-Chinese Banking	0.74%	27/04/2012	50,000,000	49,975	0.18
	Oversea-Chinese Banking	0.73%	02/05/2012	50,000,000	49,969	0.18
	Oversea-Chinese Banking	0.62%	24/05/2012	30,000,000	29,964	0.11
	Oversea-Chinese Banking	0.91%	16/08/2012	30,000,000	29,864	0.10
	Oversea-Chinese Banking	0.73%	28/09/2012	30,000,000	29,798	0.10
<b>Singapore total</b>					<b>1,226,069</b>	<b>4.32</b>
<b>Sweden</b>						
	Nordea Bank	1.04%	09/08/2012	310,000,000	308,699	1.09
<b>Sweden total</b>					<b>308,699</b>	<b>1.09</b>
<b>United Kingdom</b>						
	Deutsche Bank	0.91%	02/05/2012	696,900,000	696,475	2.45
	Solitaire Funding	0.87%	10/04/2012	5,000,000	4,999	0.02
	Transport for London	0.48%	27/04/2012	74,000,000	73,962	0.26
<b>United Kingdom total</b>					<b>775,436</b>	<b>2.73</b>
<b>United States</b>						
	Jupiter Securities	0.47%	18/04/2012	175,765,000	175,709	0.62
	Nieuw	0.67%	02/05/2012	40,000,000	39,975	0.14
	Nieuw	0.65%	09/05/2012	25,000,000	24,980	0.09
	Sheffield Receivables	0.80%	14/05/2012	65,347,000	65,287	0.23
	Sheffield Receivables	1.02%	17/05/2012	51,218,000	51,168	0.18
	Sheffield Receivables	0.72%	14/05/2012	40,903,000	40,866	0.14
	Sheffield Receivables	0.65%	18/04/2012	31,300,000	31,290	0.11
	Sheffield Receivables	0.47%	05/04/2012	21,726,000	21,724	0.08

# INSTITUTIONAL STERLING LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### LIQUIDITY INSTRUMENTS (continued)

#### Commercial papers (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value GBP '000	% of net asset value
<b>United States (continued)</b>						
	Sheffield Receivables	0.82%	12/04/2012	17,000,000	16,997	0.06
	Sheffield Receivables	0.62%	27/04/2012	12,259,000	12,253	0.04
<b>United States total</b>					<b>480,249</b>	<b>1.69</b>
<b>Commercial papers total</b>					<b>6,447,665</b>	<b>22.73</b>
<b>Time deposits</b>						
<b>United Kingdom</b>						
	Bank of Nova Scotia	0.30%	02/04/2012	500,000,000	500,000	1.76
	Barclays Bank	0.48%	02/04/2012	180,000,000	180,000	0.63
	DNB Markets	0.50%	02/04/2012	300,000,000	300,000	1.06
	ING Bank	0.52%	02/04/2012	170,000,000	170,000	0.60
	Lloyds TSB Bank	0.50%	02/04/2012	920,253,000	920,253	3.25
<b>United Kingdom total</b>					<b>2,070,253</b>	<b>7.30</b>
<b>Time deposits total</b>					<b>2,070,253</b>	<b>7.30</b>
<b>Total investment in liquidity instruments</b>					<b>16,649,143</b>	<b>58.70</b>
<b>REVERSE REPURCHASE AGREEMENTS<sup>2</sup></b>						
<b>United Kingdom</b>						
	Barclays Bank	0.38%	02/04/2012	1,800,000,000	1,800,000	6.35
	Credit Suisse	0.40%	02/04/2012	250,000,000	250,000	0.88
	Deutsche Bank	0.37%	02/04/2012	500,000,000	500,000	1.76
	JP Morgan Securities	0.38%	02/04/2012	1,937,215,000	1,937,215	6.83
	Royal Bank of Scotland	0.38%	02/04/2012	600,000,000	600,000	2.12
<b>United Kingdom total</b>					<b>5,087,215</b>	<b>17.94</b>
<b>Total investment in reverse repurchase agreements</b>					<b>5,087,215</b>	<b>17.94</b>

# INSTITUTIONAL STERLING LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

	Fair value GBP '000	% of net asset value
Total financial assets at fair value through profit or loss <sup>3</sup>	28,791,997	101.52
Cash and cash equivalents <sup>4</sup>	253	-
Other assets and liabilities	(430,904)	(1.52)
<b>Net assets attributable to redeemable participating shareholders</b>	<b>28,361,346</b>	<b>100.00</b>

Analysis of total assets	% of total assets
Transferable securities admitted to an official stock exchange	15.99
Transferable securities and money market instruments other than those admitted to an official stock exchange	68.14
Transferable securities other than those admitted to an official stock exchange listing or dealt in on another regulated market	8.46
Deposits	7.17
Other assets	0.24
<b>Total assets</b>	<b>100.00</b>

<sup>1</sup>Floating Rate Notes.

<sup>2</sup>Securities held as collateral amounted to GBP ('000) 5,188,959. (This collateral represents 102% of the repo principal).

<sup>3</sup>The investments in this Fund have no exposure to foreign currency risk as the investments are traded in the base currency of the Fund.

<sup>4</sup>All cash holdings are held with J.P. Morgan Bank (Ireland) plc.

## INSTITUTIONAL STERLING LIQUIDITY FUND

### SCHEDULE OF MATERIAL PURCHASES AND SALES (UNAUDITED)

For the six months ended 31 March 2012

#### The 20 largest purchases

Holding	Investments	Coupon rate	Maturity date	Cost GBP '000
2,130,800,000	United Kingdom Treasury Gilt	5.00%	07/03/2012	2,151,238
1,450,000,000	United Kingdom Treasury Gilt	5.25%	07/06/2012	1,473,490
1,132,020,000	United Kingdom Treasury Bill	0.33%	12/03/2012	1,130,982
1,055,100,000	FMS Wertmanagement	1.05%	23/03/2013	1,055,100
1,000,000,000	JP Morgan Chase	0.53%	10/02/2012	1,000,000
1,000,000,000	Barclays Bank	0.84%	27/02/2012	1,000,000
1,000,000,000	Barclays Bank	0.84%	09/03/2012	1,000,000
1,000,000,000	Barclays Bank	1.08%	11/05/2012	1,000,000
970,000,000	ING Bank	1.08%	08/05/2012	970,000
810,000,000	HSBC Bank	1.18%	08/11/2012	810,000
790,000,000	Erste Abwicklungsanstalt	1.09%	17/09/2012	790,000
730,200,000	National Australia Bank	0.70%	12/09/2012	730,200
720,000,000	ING Bank	0.81%	01/03/2012	720,000
696,900,000	Deutsche Bank	0.91%	02/05/2012	695,271
606,900,000	Rabobank Nederland	1.46%	09/11/2012	606,900
557,994,000	United Kingdom Treasury Bill	0.26%	19/03/2012	557,626
525,000,000	Bank of Tokyo-Mitsubishi	0.82%	08/05/2012	523,884
500,000,000	Credit Suisse	0.90%	17/01/2012	500,000
500,000,000	Credit Suisse	0.90%	19/01/2012	500,000
500,000,000	Credit Suisse	0.90%	17/04/2012	500,000

#### The 20 largest sales\*

Holding	Investments	Coupon rate	Maturity date	Proceeds GBP '000
1,405,000,000	United Kingdom Treasury Bill	5.00%	07/03/2012	1,411,496
1,000,000,000	Barclays Bank	0.84%	27/02/2012	1,000,054
1,000,000,000	Barclays Bank	0.84%	09/03/2012	1,000,052
1,000,000,000	FMS Wertmanagement	1.15%	11/04/2012	1,000,000
950,000,000	United Kingdom Treasury Gilt	5.25%	07/06/2012	965,144
720,000,000	ING Bank	0.81%	01/03/2012	720,014
599,300,000	Rabobank Nederland	1.25%	09/03/2012	599,530
404,000,000	Rabobank Nederland	1.29%	01/07/2012	404,087
400,000,000	Nordea Bank Finland	1.20%	23/03/2012	400,196
350,000,000	Bank of Tokyo-Mitsubishi	0.60%	27/02/2012	349,916
275,000,000	Bank of Tokyo-Mitsubishi	0.73%	27/02/2012	275,007
250,000,000	Nordea Bank Finland	1.17%	09/03/2012	250,064
153,000,000	HSBC Bank	1.00%	20/07/2012	153,000
143,000,000	Nordea Bank Finland	0.84%	15/11/2011	143,016
100,000,000	Bank of Western Australia	0.96%	08/02/2012	99,799
100,000,000	Bank of Western Australia	0.95%	16/02/2012	99,778
52,000,000	FMS Wertmanagement	0.99%	15/06/2012	52,002
31,350,000	Yorkshire Building Society	2.00%	30/03/2012	31,473
26,000,000	Bank of Nova Scotia	1.27%	20/04/2012	25,974

UCITS 8.2 requires a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no extra cost from the Administrator.

\*There were 19 sales during the period.

# INSTITUTIONAL STERLING ULTRA SHORT BOND FUND

## INCOME STATEMENT (UNAUDITED)

	Six months ended 31 March 2012 GBP '000	Year ended 30 September 2011 GBP '000	Six months ended 31 March 2011 GBP '000
Operating income	1,397	2,284	1,127
Net (losses)/gains on financial assets at fair value through profit or loss	(7)	235	50
<b>Total gains</b>	1,390	2,519	1,177
Operating expenses	(204)	(282)	(121)
<b>Net profit for the financial period/year</b>	1,186	2,237	1,056
Adjustment to align to the valuation methodology as set out in the prospectus	208	(60)	(42)
<b>Increase in net assets attributable to redeemable participating shareholders from operations</b>	1,394	2,177	1,014

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (UNAUDITED)

	Six months ended 31 March 2012 GBP '000	Year ended 30 September 2011 GBP '000	Six months ended 31 March 2011 GBP '000
Net assets attributable to redeemable participating shareholders at the beginning of the period/year	307,553	365,277	365,277
Increase in net assets attributable to redeemable participating shareholders from operations	1,394	2,177	1,014
<b>Share transactions:</b>			
Proceeds from issue of redeemable participating shares	89,855	266,714	54,360
Payments on redemption of redeemable participating shares	(123,643)	(326,615)	(247,362)
<b>Decrease in net assets resulting from share transactions</b>	(33,788)	(59,901)	(193,002)
<b>Net assets attributable to redeemable participating shareholders at the end of the period/year</b>	275,159	307,553	173,289

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

# INSTITUTIONAL STERLING ULTRA SHORT BOND FUND

## BALANCE SHEET (UNAUDITED)

	As at 31 March 2012 GBP '000	As at 30 September 2011 GBP '000	As at 31 March 2011 GBP '000
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	2	1	4
Receivables	4,000	468	1,870
Financial assets at fair value through profit or loss	270,921	312,052	184,347
<b>Total current assets</b>	<b>274,923</b>	<b>312,521</b>	<b>186,221</b>
<b>CURRENT LIABILITIES</b>			
Payables	(33)	(5,029)	(13,011)
<b>Total current liabilities</b>	<b>(33)</b>	<b>(5,029)</b>	<b>(13,011)</b>
<b>Net assets attributable to redeemable participating shareholders</b>	<b>274,890</b>	<b>307,492</b>	<b>173,210</b>
Adjustment to align to the valuation methodology as set out in the prospectus	269	61	79
<b>Net asset value attributable to redeemable participating shareholders at end of period/year</b>	<b>275,159</b>	<b>307,553</b>	<b>173,289</b>
<b>Number of redeemable participating shares in issue</b>			
Agency (Acc) Shares	406,069	713,644	618,763
Core (Acc) Shares	1,055,357	1,082,239	562,009
Select Shares	742,929	674,758	214,157
<b>Net asset value per redeemable participating share</b>			
Agency (Acc) Shares	126.52	125.85	125.14
Core (Acc) Shares	125.13	124.58	123.97
Select Shares	123.47	122.89	122.27

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

# INSTITUTIONAL STERLING ULTRA SHORT BOND FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED)

As at 31 March 2012

### COLLECTIVE INVESTMENT SCHEMES - UCITS<sup>1</sup>

Country	Investments	Holding	Fair value GBP '000	% of net asset value
Ireland				
	Institutional Sterling Liquidity Fund - Agency (Dis) Shares	21,968,166	21,968	7.98
<b>Ireland total</b>			<b>21,968</b>	<b>7.98</b>
<b>Total investments in collective investment schemes - UCITS</b>			<b>21,968</b>	<b>7.98</b>

### GOVERNMENT FIXED COUPON SECURITIES

Germany						
	Kreditanstalt fuer Wiederaufbau	4.88%	15/01/2013	14,461,000	14,916	5.42
	Kreditanstalt fuer Wiederaufbau	4.75%	07/12/2012	5,000,000	5,135	1.87
<b>Germany total</b>					<b>20,051</b>	<b>7.29</b>
<b>Total investment in government fixed coupon securities</b>					<b>20,051</b>	<b>7.29</b>

### GOVERNMENT VARIABLE COUPON SECURITIES<sup>2</sup>

Germany						
	Kreditanstalt fuer Wiederaufbau	1.08%	31/07/2012	38,000,000	38,067	13.83
	Kreditanstalt fuer Wiederaufbau	0.77%	25/02/2013	6,500,000	6,488	2.36
	Kreditanstalt fuer Wiederaufbau	1.13%	15/02/2013	2,214,000	2,216	0.81
<b>Germany total</b>					<b>46,771</b>	<b>17.00</b>
<b>Total investment in government variable coupon securities</b>					<b>46,771</b>	<b>17.00</b>

### CORPORATE FIXED COUPON SECURITIES

France						
	Total Capital	5.50%	29/01/2013	5,035,000	5,198	1.89
<b>France total</b>					<b>5,198</b>	<b>1.89</b>
Germany						
	NRW Bank	2.63%	07/12/2012	10,000,000	10,085	3.67
<b>Germany total</b>					<b>10,085</b>	<b>3.67</b>
Netherlands						
	Bank Nederlandse Gemeenten	4.38%	14/12/2012	1,465,000	1,499	0.54
<b>Netherlands total</b>					<b>1,499</b>	<b>0.54</b>

# INSTITUTIONAL STERLING ULTRA SHORT BOND FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### CORPORATE FIXED COUPON SECURITIES (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value GBP '000	% of net asset value
United States						
	Wal-Mart Stores	4.75%	29/01/2013	14,104,000	14,541	5.28
<b>United States total</b>					<b>14,541</b>	<b>5.28</b>
<b>Total investment in corporate fixed coupon securities</b>					<b>31,323</b>	<b>11.38</b>

### CORPORATE VARIABLE COUPON SECURITIES<sup>2</sup>

<b>Australia</b>						
	Australia & New Zealand Banking Group	1.29%	09/10/2012	500,000	499	0.18
<b>Australia total</b>					<b>499</b>	<b>0.18</b>
<b>Finland</b>						
	Pohjola Bank	1.39%	01/03/2013	9,300,000	9,295	3.38
<b>Finland total</b>					<b>9,295</b>	<b>3.38</b>
<b>Germany</b>						
	Erste Abwicklungsanstalt	1.09%	17/09/2012	1,000,000	1,000	0.36
	FMS Wertmanagement	1.05%	23/03/2013	8,000,000	8,001	2.91
	FMS Wertmanagement	1.04%	14/03/2013	8,000,000	7,959	2.89
<b>Germany total</b>					<b>16,960</b>	<b>6.16</b>
<b>Netherlands</b>						
	Nederlandse Waterschapsbank	1.14%	23/07/2012	9,000,000	9,000	3.27
	Rabobank Nederland	1.46%	09/11/2012	6,200,000	6,203	2.26
	Rabobank Nederland	1.34%	14/12/2012	3,000,000	3,001	1.09
	Rabobank Nederland	1.29%	01/07/2012	3,000,000	3,000	1.09
<b>Netherlands total</b>					<b>21,204</b>	<b>7.71</b>
<b>New Zealand</b>						
	Westpac Securities	1.24%	11/10/2012	500,000	499	0.18
<b>New Zealand total</b>					<b>499</b>	<b>0.18</b>
<b>United Kingdom</b>						
	Barclays Bank	1.35%	22/05/2012	14,000,000	14,011	5.09
	HSBC Bank	1.18%	08/11/2012	20,000,000	20,000	7.27
	HSBC Bank	1.23%	04/05/2012	3,300,000	3,299	1.20
	HSBC Bank	1.72%	21/05/2012	2,350,000	2,351	0.86
<b>United Kingdom total</b>					<b>39,661</b>	<b>14.42</b>

# INSTITUTIONAL STERLING ULTRA SHORT BOND FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### CORPORATE VARIABLE COUPON SECURITIES<sup>2</sup> (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value GBP '000	% of net asset value
United States						
	JP Morgan Chase	1.13%	27/06/2012	9,550,000	9,548	3.47
United States total					<u>9,548</u>	<u>3.47</u>
Total investment in corporate variable coupon securities					<u>97,666</u>	<u>35.50</u>

### LIQUIDITY INSTRUMENTS

#### Certificates of deposit

Finland						
	Nordea Bank	1.22%	23/08/2012	10,000,000	9,951	3.62
Finland total					<u>9,951</u>	<u>3.62</u>
United Kingdom						
	Barclays Bank	1.08%	11/05/2012	12,000,000	12,005	4.36
	ING Bank	1.08%	08/05/2012	12,000,000	12,004	4.36
United Kingdom total					<u>24,009</u>	<u>8.72</u>
Certificates of deposit total					<u>33,960</u>	<u>12.34</u>

#### Commercial papers

Channel Islands						
	Rheingold Securitisation	1.07%	29/06/2012	2,500,000	2,493	0.91
	Solitaire Funding	0.64%	20/04/2012	6,000,000	5,998	2.18
Channel Islands total					<u>8,491</u>	<u>3.09</u>
United Kingdom						
	Deutsche Bank	0.70%	02/05/2012	10,000,000	9,994	3.63
United Kingdom total					<u>9,994</u>	<u>3.63</u>
Commercial papers total					<u>18,485</u>	<u>6.72</u>

# INSTITUTIONAL STERLING ULTRA SHORT BOND FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### LIQUIDITY INSTRUMENTS (continued)

#### Time deposits

Country	Investments	Coupon rate	Maturity date	Holding	Fair value GBP '000	% of net asset value
United Kingdom	ING Bank	0.52%	02/04/2012	697,000	697	0.25
United Kingdom total					<u>697</u>	<u>0.25</u>
Time deposits total					<u>697</u>	<u>0.25</u>
Total investment in liquidity instruments					<u>53,142</u>	<u>19.31</u>
					Fair value GBP '000	% of net asset value
Total financial assets at fair value through profit or loss <sup>3</sup>					270,921	98.46
Cash and cash equivalents <sup>4</sup>					2	-
Other assets and liabilities					4,236	1.54
Net assets attributable to redeemable participating shareholders					<u>275,159</u>	<u>100.00</u>
Analysis of total assets						% of total assets
Transferable securities admitted to an official stock exchange						46.89
Transferable securities and money market instruments other than those admitted to an official stock exchange						19.08
Transferable securities other than those admitted to an official stock exchange listing or dealt in on another regulated market						24.34
Collective investment schemes						7.99
Deposits						0.25
Other assets						1.45
Total assets						<u>100.00</u>

<sup>1</sup>Fund of Institutional Cash Series plc.

<sup>2</sup>Floating Rate Notes.

<sup>3</sup>The investments in this Fund have no exposure to foreign currency risk as the investments are traded in the base currency of the Fund.

<sup>4</sup>All cash holdings are held with J.P. Morgan Bank (Ireland) plc.

# INSTITUTIONAL STERLING ULTRA SHORT BOND FUND

## SCHEDULE OF MATERIAL PURCHASES AND SALES (UNAUDITED)

For the six months ended 31 March 2012

### The 20 largest purchases

Holding	Investments	Coupon rate	Maturity date	Cost GBP '000
111,222,799	Institutional Sterling Liquidity Fund - Agency Shares			111,223
50,000,000	United Kingdom Treasury Gilt	5.25%	07/06/2012	51,125
38,000,000	Kreditanstalt fuer Wiederaufbau	0.83%	31/07/2012	38,003
20,000,000	HSBC Bank	1.18%	08/11/2012	20,000
20,000,000	HSBC Bank	1.00%	20/07/2012	20,000
14,461,000	Kreditanstalt fuer Wiederaufbau	4.88%	15/01/2013	15,034
14,104,000	Wal-Mart Stores	4.75%	29/01/2013	14,651
14,000,000	United Kingdom Treasury Bill	0.30%	05/03/2012	13,990
14,000,000	NRW Bank	1.05%	17/01/2012	13,976
13,000,000	United Kingdom Treasury Bill	0.30%	23/04/2012	12,986
12,000,000	Barclays Bank	1.08%	11/05/2012	12,000
12,000,000	ING Bank	1.08%	08/05/2012	12,000
10,000,000	NRW Bank	2.63%	07/12/2012	10,123
10,000,000	Thames Asset Global Securities	0.74%	18/11/2011	9,995
10,000,000	Deutsche Bank	0.70%	02/05/2012	9,977
10,000,000	Nordea Bank Finland	1.22%	23/08/2012	9,955
9,550,000	JP Morgan Chase	1.13%	27/06/2012	9,551
9,300,000	Pohjola Bank	1.39%	01/03/2013	9,300
8,165,000	Total Capital	5.50%	29/01/2013	8,527
8,500,000	Landwirtschaftliche Rentenbank	5.25%	18/01/2012	8,509

### The 20 largest sales

Holding	Investments	Coupon rate	Maturity date	Proceeds GBP '000
114,073,720	Institutional Sterling Liquidity Fund - Agency Shares			114,074
50,000,000	United Kingdom Treasury Gilt	5.25%	07/06/2012	50,821
20,000,000	HSBC Bank	1.00%	20/07/2012	20,000
15,836,000	HSBC Bank	1.61%	10/09/2012	15,889
14,000,000	United Kingdom Treasury Bill	0.30%	05/03/2012	13,997
13,000,000	United Kingdom Treasury Bill	0.30%	23/04/2012	12,990
12,000,000	National Australia Bank	0.99%	08/03/2012	11,999
11,950,000	Rabobank Nederland	1.20%	09/02/2012	11,951
11,000,000	Pohjola Bank	1.37%	18/01/2012	10,991
10,756,000	Wells Fargo	1.07%	25/01/2012	10,747
10,500,000	Nationwide Building Society	1.17%	08/03/2012	10,502
10,000,000	Nordea Bank	1.20%	23/03/2012	10,005
8,000,000	FMS Wertmanagement	1.15%	11/04/2012	8,000
8,000,000	Royal Bank of Scotland	1.53%	23/02/2012	8,000
7,850,000	Australia & New Zealand Banking Group	1.38%	23/10/2012	7,871
6,200,000	Rabobank Nederland	1.25%	09/03/2012	6,202
5,000,000	Nordea Bank	1.59%	18/02/2013	4,993
4,000,000	FMS Wertmanagement	0.99%	15/06/2012	4,000
4,000,000	Bank of Nova Scotia	1.27%	20/04/2012	3,996
3,130,000	Total Capital	5.50%	29/01/2013	3,237

UCITS 8.2 requires a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one percent of the total value of purchases for the period and aggregate disposals greater than one percent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no extra cost from the Administrator.

# INSTITUTIONAL US DOLLAR LIQUIDITY FUND

## INCOME STATEMENT (UNAUDITED)

	Six months ended 31 March 2012 USD '000	Year ended 30 September 2011 USD '000	Six months ended 31 March 2011 USD '000
Operating income	27,315	60,652	35,367
Net gains/(losses) on financial assets at fair value through profit or loss	259	(4,167)	(1,238)
<b>Total gains</b>	<b>27,574</b>	<b>56,485</b>	<b>34,129</b>
Operating expenses	(14,293)	(30,758)	(16,739)
<b>Net operating profit</b>	<b>13,281</b>	<b>25,727</b>	<b>17,390</b>
<b>Finance costs:</b>			
Distributions to redeemable participating shareholders	(12,561)	(27,793)	(17,053)
<b>Total finance costs</b>	<b>(12,561)</b>	<b>(27,793)</b>	<b>(17,053)</b>
<b>Net profit for the financial period/year</b>	<b>720</b>	<b>(2,066)</b>	<b>337</b>
Adjustment to align to the valuation methodology as set out in the prospectus	(23)	4,073	1,144
<b>Increase in net assets attributable to redeemable participating shareholders from operations</b>	<b>697</b>	<b>2,007</b>	<b>1,481</b>

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (UNAUDITED)

	Six months ended 31 March 2012 USD '000	Year ended 30 September 2011 USD '000	Six months ended 31 March 2011 USD '000
Net assets attributable to redeemable participating shareholders at the beginning of the period/year	18,936,539	20,924,053	20,924,053
Increase in net assets attributable to redeemable participating shareholders from operations	697	2,007	1,481
<b>Share transactions:</b>			
Proceeds from issue of redeemable participating shares	57,166,011	126,700,998	62,372,027
Payments on redemption of redeemable participating shares	(58,430,458)	(128,711,832)	(62,271,622)
Dividend reinvested	9,505	21,313	12,675
<b>(Decrease)/increase in net assets resulting from share transactions</b>	<b>(1,254,942)</b>	<b>(1,989,521)</b>	<b>113,080</b>
<b>Net assets attributable to redeemable participating shareholders at the end of the period/year</b>	<b>17,682,294</b>	<b>18,936,539</b>	<b>21,038,614</b>

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

# INSTITUTIONAL US DOLLAR LIQUIDITY FUND

## BALANCE SHEET (UNAUDITED)

	As at 31 March 2012 USD '000	As at 30 September 2011 USD '000	As at 31 March 2011 USD '000
<b>CURRENT ASSETS</b>			
Receivables	7,107	4,111	6,667
Financial assets at fair value through profit or loss	17,991,421	18,934,581	21,287,844
<b>Total current assets</b>	<b>17,998,528</b>	<b>18,938,692</b>	<b>21,294,511</b>
<b>CURRENT LIABILITIES</b>			
Bank Overdraft	(2,319)	-	-
Payables	(316,518)	(4,779)	(255,594)
<b>Total current liabilities</b>	<b>(318,837)</b>	<b>(4,779)</b>	<b>(255,594)</b>
<b>Net assets attributable to redeemable participating shareholders</b>	<b>17,679,691</b>	<b>18,933,913</b>	<b>21,038,917</b>
Adjustment to align to the valuation methodology as set out in the prospectus	2,603	2,626	(303)
<b>Net asset value attributable to redeemable participating shareholders at end of period/year</b>	<b>17,682,294</b>	<b>18,936,539</b>	<b>21,038,614</b>
<b>Number of redeemable participating shares in issue</b>			
Admin (Dis) Shares	13,005,670	13,049,431	18,502,420
Admin II (Acc) Shares	367,075	268,288	374,536
Admin II (Dis) Shares	37,364,558	11,038,408	7,854,223
Admin III (Acc) Shares	2,441,565	2,619,534	1,169,272
Admin III (Dis) Shares	376,094,719	368,049,118	300,065,333
Admin IV (Acc) Shares	845,701	899,726	915,792
Agency (Dis) Shares	2,086,348,429	2,030,355,817	1,735,817,282
Aon Captive Shares	628,221,478	974,835,533	1,017,717,612
Core (Acc) Shares	6,440,279	8,373,776	9,240,161
Core (Dis) Shares	4,739,966,756	3,346,659,511	5,742,151,484
G Accumulating Shares	10,767	15,095	18,156
G Accumulating II Shares	20,501	13,310	11,013
G Distributing Shares	280,108,010	271,171,536	347,158,843
G Distributing I Shares	2,819,946	29,471,307	9,244,675
G Distributing II Shares	21,430,187	22,518,887	36,493,351
G Distributing III Shares	1	1	-
Heritage (Acc) Shares	2,346,509	958,288	974,644
Heritage (Dis) Shares	5,419,401,520	6,701,624,724	5,685,297,467
Premier (Acc) Shares	-	-	41

# INSTITUTIONAL US DOLLAR LIQUIDITY FUND

## BALANCE SHEET (UNAUDITED) (continued)

	As at 31 March 2012 USD	As at 30 September 2011 USD	As at 31 March 2011 USD
<b>Number of redeemable participating shares in issue (continued)</b>			
Premier (Dis) Shares	1,763,168,852	2,666,125,276	3,928,294,011
Select (Acc) Shares	1,430,971	986,699	2,655,864
Select (Dis) Shares	503,519,603	546,474,939	70,856,452
<b>Net asset value per redeemable participating share</b>			
Admin (Dis) Shares	1.00	1.00	1.00
Admin II (Acc) Shares	101.41	101.41	101.39
Admin II (Dis) Shares	1.00	1.00	1.00
Admin III (Acc) Shares	103.43	103.43	103.41
Admin III (Dis) Shares	1.00	1.00	1.00
Admin IV (Acc) Shares	103.01	103.00	103.00
Agency (Dis) Shares	1.00	1.00	1.00
Aon Captive Shares	1.00	1.00	1.00
Core (Acc) Shares	143.48	143.42	143.38
Core (Dis) Shares	1.00	1.00	1.00
G Accumulating Shares	10,294.89	10,290.48	10,287.86
G Accumulating II Shares	1,002.13	1,001.94	1,001.89
G Distributing Shares	1.00	1.00	1.00
G Distributing I Shares	1.00	1.00	1.00
G Distributing II Shares	1.00	1.00	1.00
G Distributing III Shares	1.00	1.00	-
Heritage (Acc) Shares	100.24	100.16	100.10
Heritage (Dis) Shares	1.00	1.00	1.00
Premier (Acc) Shares	-	-	100.01
Premier (Dis) Shares	1.00	1.00	1.00
Select (Acc) Shares	100.16	100.09	100.04
Select (Dis) Shares	1.00	1.00	1.00

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

# INSTITUTIONAL US DOLLAR LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED)

As at 31 March 2012

### GOVERNMENT FIXED COUPON SECURITIES

Country	Investments	Coupon rate	Maturity date	Holding	Fair value USD '000	% of net asset value
<b>United States</b>						
	United States Treasury Bills	0.10%	09/08/2012	151,000,000	150,943	0.85
	United States Treasury Bills	0.14%	15/11/2012	128,000,000	127,895	0.72
	United States Treasury Bills	0.15%	20/09/2012	100,000,000	99,936	0.57
	United States Treasury Note	1.75%	15/08/2012	130,000,000	130,772	0.74
	United States Treasury Note	4.25%	30/09/2012	105,000,000	107,120	0.61
	United States Treasury Note	1.38%	15/09/2012	102,000,000	102,558	0.58
	United States Treasury Note	3.38%	30/11/2012	76,500,000	78,108	0.44
	United States Treasury Note	0.38%	31/08/2012	64,000,000	64,057	0.36
	United States Treasury Note	0.63%	31/07/2012	50,000,000	50,082	0.28
	United States Treasury Note	0.38%	30/09/2012	47,000,000	47,050	0.27
<b>United States total</b>					<b>958,521</b>	<b>5.42</b>
<b>Total investment in government fixed coupon securities</b>					<b>958,521</b>	<b>5.42</b>

### CORPORATE VARIABLE COUPON SECURITIES<sup>1</sup>

<b>Canada</b>						
	Bank of Montreal	0.61%	14/08/2012	84,350,000	84,338	0.48
<b>Canada total</b>					<b>84,338</b>	<b>0.48</b>
<b>United States</b>						
	Federal Home Loan Mortgage	0.30%	24/01/2013	117,000,000	117,101	0.66
	Federal National Mortgage Association	0.26%	23/08/2012	150,000,000	150,067	0.85
	Federal National Mortgage Association	0.23%	26/07/2012	150,000,000	150,048	0.85
	Federal National Mortgage Association	0.27%	17/09/2012	110,500,000	110,561	0.62
	JP Morgan Chase	0.59%	18/04/2017	229,660,000	229,635	1.30
<b>United States total</b>					<b>757,412</b>	<b>4.28</b>
<b>Total investment in corporate variable coupon securities</b>					<b>841,750</b>	<b>4.76</b>

### LIQUIDITY INSTRUMENTS

#### Certificates of deposit

Country	Investments	Coupon rate	Maturity date	Holding	Fair value USD '000	% of net asset value
<b>Australia</b>						
	National Australia Bank	0.49%	18/05/2012	400,000,000	400,100	2.26
<b>Australia total</b>					<b>400,100</b>	<b>2.26</b>

# INSTITUTIONAL US DOLLAR LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### LIQUIDITY INSTRUMENTS (continued)

#### Certificates of deposit (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value USD '000	% of net asset value
Canada						
	Bank of Nova Scotia	0.35%	17/07/2012	24,000,000	23,987	0.13
	Royal Bank of Canada	0.45%	02/04/2013	205,000,000	202,843	1.15
Canada total					<u>226,830</u>	<u>1.28</u>
United States						
	Bank of Montreal	0.16%	02/05/2012	150,000,000	149,987	0.85
	Bank of Nova Scotia	0.35%	30/08/2012	300,000,000	299,608	1.69
	Bank of Nova Scotia	0.18%	10/05/2012	150,000,000	149,983	0.85
	Bank of Nova Scotia	0.48%	26/06/2012	75,000,000	75,004	0.42
	Bank of Tokyo-Mitsubishi	0.45%	11/04/2012	300,000,000	300,025	1.70
	Bank of Tokyo-Mitsubishi	0.40%	11/05/2012	187,000,000	187,025	1.06
	Bank of Tokyo-Mitsubishi	0.38%	02/07/2012	150,000,000	149,960	0.85
	Barclays Bank	0.59%	13/07/2012	225,000,000	225,047	1.27
	Barclays Bank	0.50%	16/05/2012	200,000,000	200,052	1.13
	Canadian Imperial Bank of Commerce	0.17%	14/05/2012	90,000,000	89,986	0.51
	Credit Suisse	0.40%	12/04/2012	300,000,000	300,021	1.70
	Credit Suisse	0.49%	11/04/2012	40,000,000	40,003	0.23
	Deutsche Bank	0.48%	30/04/2012	350,000,000	350,071	1.98
	Deutsche Bank	0.40%	07/06/2012	200,000,000	200,006	1.13
	Mizuho Corporate Bank	0.38%	18/05/2012	300,000,000	300,029	1.70
	Mizuho Corporate Bank	0.37%	07/06/2012	260,000,000	259,993	1.47
	National Australia Bank	0.40%	18/07/2012	300,000,000	299,877	1.70
	National Australia Bank	0.47%	20/12/2012	140,000,000	139,584	0.79
	Nordea Bank	0.46%	09/04/2012	200,000,000	200,015	1.13
	Nordea Bank	0.61%	09/08/2012	178,500,000	178,506	1.01
	Nordea Bank	0.30%	21/05/2012	169,000,000	168,995	0.95
	Norinchukin Bank	0.23%	23/04/2012	300,000,000	300,000	1.69
	Norinchukin Bank	0.17%	03/04/2012	150,000,000	150,000	0.85
	Rabobank Nederland	0.57%	17/09/2012	262,000,000	261,828	1.48
	Rabobank Nederland	0.47%	23/04/2012	170,500,000	170,527	0.96
	Sumitomo Mitsui Banking	0.29%	16/04/2012	300,000,000	300,011	1.70
	Svenska Handelsbanken	0.45%	16/05/2012	125,000,000	125,024	0.71
	Toronto-Dominion Bank	0.37%	17/04/2012	254,500,000	254,520	1.44
	Toronto-Dominion Bank	0.37%	27/04/2012	150,000,000	150,016	0.85
	Toronto-Dominion Bank	0.17%	15/05/2012	150,000,000	149,975	0.85
United States total					<u>6,125,678</u>	<u>34.65</u>
Certificates of deposit total					<u>6,752,608</u>	<u>38.19</u>

# INSTITUTIONAL US DOLLAR LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### LIQUIDITY INSTRUMENTS (continued)

#### Commercial papers

Country	Investments	Coupon rate	Maturity date	Holding	Fair value USD '000	% of net asset value
Norway						
	DNB Bank	0.49%	12/04/2012	350,000,000	349,980	1.98
Norway total					<u>349,980</u>	<u>1.98</u>
United States						
	Antalis One Funding	0.38%	07/06/2012	210,000,000	209,848	1.19
	Antalis One Funding	0.39%	18/05/2012	200,000,000	199,918	1.13
	Antalis US Funding	0.50%	03/05/2012	118,500,000	118,473	0.67
	Barton Capital	0.35%	03/04/2012	142,000,000	141,999	0.80
	Barton Capital	0.39%	13/04/2012	25,000,000	24,998	0.14
	Commonwealth Bank of Australia	0.50%	06/07/2012	105,000,000	104,860	0.59
	Erste Abwicklungsanstalt	0.43%	28/06/2012	107,000,000	106,884	0.60
	Federal Home Loan Banks	0.10%	19/06/2012	13,900,000	13,897	0.08
	Federal Home Loan Mortgage	0.15%	07/08/2012	42,000,000	41,981	0.24
	Federal National Mortgage					
	Association	0.16%	01/08/2012	199,000,000	198,902	1.12
	ING US Funding	0.48%	16/05/2012	290,000,000	289,890	1.64
	ING US Funding	0.47%	08/06/2012	180,000,000	179,867	1.02
	JP Morgan Chase	0.17%	02/05/2012	400,000,000	399,910	2.26
	Jupiter Securitization	0.19%	29/05/2012	200,119,000	200,004	1.13
	Jupiter Securitization	0.18%	05/04/2012	50,000,000	49,999	0.28
	Kells Funding	0.59%	09/08/2012	300,000,000	299,346	1.69
	Kells Funding	0.60%	12/07/2012	295,000,000	294,567	1.67
	Kells Funding	0.59%	26/06/2012	125,000,000	124,862	0.71
	Kells Funding	0.56%	09/07/2012	75,000,000	74,895	0.42
	Matchpoint Master Trust	0.32%	02/04/2012	50,000,000	50,000	0.28
	Metlife	0.22%	30/04/2012	157,000,000	156,968	0.89
	Mont Blanc Capital	0.51%	09/05/2012	100,000,000	99,971	0.56
	National Australia Funding	0.47%	03/07/2012	50,000,000	49,937	0.28
	Nordea North America	0.39%	23/05/2012	82,000,000	81,961	0.46
	Old Line Funding	0.18%	05/04/2012	100,037,000	100,034	0.57
	Regency Markets No.1	0.19%	30/04/2012	33,010,000	33,003	0.19
	Scaldis & Scaldis	0.46%	11/04/2012	81,000,000	80,996	0.46
	Starbird Funding	0.32%	02/04/2012	40,500,000	40,500	0.23
	State Street Boston	0.19%	07/05/2012	123,000,000	122,965	0.69
	Surrey Funding	0.20%	03/05/2012	84,151,000	84,131	0.48
	Victory Receivables	0.24%	08/05/2012	10,000,000	9,997	0.06
	Westpac Banking	0.50%	09/07/2012	369,500,000	368,981	2.09
	Westpac Banking	0.49%	13/08/2012	325,500,000	324,755	1.84
United States total					<u>4,679,299</u>	<u>26.46</u>
Commercial papers total					<u>5,029,279</u>	<u>28.44</u>

# INSTITUTIONAL US DOLLAR LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### LIQUIDITY INSTRUMENTS (continued)

#### Time deposits

Country	Investments	Coupon rate	Maturity date	Holding	Fair value USD '000	% of net asset value
United States						
	Natxis	0.20%	02/04/2012	700,000,000	700,000	3.96
	Societe Generale	0.20%	02/04/2012	826,263,000	826,263	4.67
United States total					<u>1,526,263</u>	<u>8.63</u>
Time deposits total					<u>1,526,263</u>	<u>8.63</u>
Total investment in liquidity instruments					<u>13,308,150</u>	<u>75.26</u>

### REVERSE REPURCHASE AGREEMENTS<sup>2</sup>

#### United States

	Goldman Sachs	0.20%	05/04/2012	500,000,000	500,000	2.83
	Goldman Sachs	0.19%	04/04/2012	300,000,000	300,000	1.70
	Goldman Sachs	0.20%	03/04/2012	200,000,000	200,000	1.13
	UBS	0.12%	02/04/2012	1,000,000,000	1,000,000	5.65
	UBS	0.19%	02/04/2012	500,000,000	500,000	2.83
	UBS	0.12%	02/04/2012	238,000,000	238,000	1.35
	UBS	0.15%	02/04/2012	145,000,000	145,000	0.82
United States total					<u>2,883,000</u>	<u>16.31</u>
Total investment in reverse repurchase agreements					<u>2,883,000</u>	<u>16.31</u>

	Fair value USD '000	% of net asset value
Total financial assets at fair value through profit or loss <sup>3</sup>	17,991,421	101.75
Cash and cash equivalents <sup>4</sup>	(2,319)	(0.01)
Other assets and liabilities	(306,808)	(1.74)
Net assets attributable to redeemable participating shareholders	<u>17,682,294</u>	<u>100.00</u>

## INSTITUTIONAL US DOLLAR LIQUIDITY FUND

### SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

Analysis of total assets	% of total assets
Transferable securities admitted to an official stock exchange	5.79
Transferable securities and money market instruments other than those admitted to an official stock exchange	85.70
Deposits	8.48
Other assets	0.03
<b>Total assets</b>	<b>100.00</b>

<sup>1</sup>Floating Rate Notes.

<sup>2</sup>Securities held as collateral amounted to USD ('000) 2,940,660. (This collateral represents 102% of the repo principal).

<sup>3</sup>The investments in this Fund have no exposure to foreign currency risk as the investments are traded in the base currency of the Fund.

<sup>4</sup>All cash holdings are held with J.P. Morgan Bank (Ireland) plc.

# INSTITUTIONAL US DOLLAR LIQUIDITY FUND

## SCHEDULE OF MATERIAL PURCHASES AND SALES (UNAUDITED)

For the six months ended 31 March 2012

### The 20 largest purchases

Holding	Investments	Coupon rate	Maturity date	Cost USD '000
900,000,000	Atlantic Asset Securities	0.45%	08/11/2011	899,989
900,000,000	Atlantic Asset Securities	0.45%	09/11/2011	899,989
900,000,000	LMA	0.48%	10/11/2011	899,988
850,000,000	Atlantic Asset Securities	0.50%	07/10/2011	849,988
825,000,000	Atlantic Asset Securities	0.70%	16/11/2011	824,984
811,500,000	LMA	0.70%	28/11/2011	811,453
810,087,000	Atlantic Asset Securities	0.50%	25/10/2011	810,076
800,000,000	Sumitomo Mitsui	0.15%	25/11/2011	800,000
800,000,000	Atlantic Asset Securities	0.52%	05/10/2011	799,988
800,000,000	Atlantic Asset Securities	0.70%	18/11/2011	799,984
800,000,000	LMA	0.70%	17/11/2011	799,984
800,000,000	LMA	0.70%	22/11/2011	799,984
800,000,000	Atlantic Asset Securities	0.70%	28/11/2011	799,953
800,000,000	LMA	0.70%	21/11/2011	799,953
800,000,000	LMA	0.55%	14/11/2011	799,951
750,000,000	Atlantic Asset Securities	0.55%	14/11/2011	749,954
747,971,000	Atlantic Asset Securities	0.50%	17/10/2011	747,940
725,000,000	Atlantic Asset Securities	0.50%	13/10/2011	724,990
725,000,000	Atlantic Asset Securities	0.50%	20/10/2011	724,990
700,000,000	Atlantic Asset Securities	0.50%	19/10/2011	699,990

### The 20 largest sales\*

Holding	Investments	Coupon rate	Maturity date	Proceeds USD '000
400,000,000	Bank of Nova Scotia	0.20%	14/11/2011	400,014
400,000,000	Bank of Montreal	0.10%	20/01/2012	400,000
300,000,000	Bank of Montreal	0.16%	03/01/2012	300,002
300,000,000	Lloyds TSB Bank	0.24%	03/02/2012	300,001
300,000,000	UBS Finance Delaware	0.20%	24/01/2012	299,992
275,000,000	United States Treasury Bills	0.13%	23/08/2012	274,846
270,747,000	Thames Asset Global Securitization	0.27%	08/02/2012	270,698
261,500,000	Rabobank Nederland	0.37%	05/06/2012	261,500
200,000,000	Bank of Nova Scotia	0.28%	21/03/2012	200,019
190,000,000	Nordea Bank	0.42%	13/02/2012	190,007
165,000,000	Federal Home Loan Mortgage	0.13%	14/08/2012	164,915
150,000,000	Federal Home Loan Mortgage	0.13%	26/06/2012	149,937
127,000,000	United States Treasury Bills	0.14%	30/08/2012	126,929
35,000,000	Chariot Funding	0.15%	11/04/2012	34,997

UCITS 8.2 requires a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no extra cost from the Administrator.

\*There were 14 sales during the period.

# INSTITUTIONAL US DOLLAR ULTRA SHORT BOND FUND

## INCOME STATEMENT (UNAUDITED)

	Six months ended 31 March 2012 USD '000	Year ended 30 September 2011 USD '000	Six months ended 31 March 2011 USD '000
Operating income	171	279	144
Net gains on financial assets at fair value through profit or loss	25	68	36
<b>Total gains</b>	<b>196</b>	<b>347</b>	<b>180</b>
Operating expenses	(39)	(78)	(39)
<b>Net profit for the financial period/year</b>	<b>157</b>	<b>269</b>	<b>141</b>
Adjustment to align to the valuation methodology as set out in the prospectus	(4)	(4)	(1)
<b>Increase in net assets attributable to redeemable participating shareholders from operations</b>	<b>153</b>	<b>265</b>	<b>140</b>

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (UNAUDITED)

	Six months ended 31 March 2012 USD '000	Year ended 30 September 2011 USD '000	Six months ended 31 March 2011 USD '000
Net assets attributable to redeemable participating shareholders at the beginning of the period/year	52,371	52,215	52,215
Increase in net assets attributable to redeemable participating shareholders from operations	153	265	140
<b>Share transactions:</b>			
Proceeds from issue of redeemable participating shares	2,166	7,927	3,446
Payments on redemption of redeemable participating shares	(2,071)	(8,036)	(4,368)
<b>Increase/(decrease) in net assets resulting from share transactions</b>	<b>95</b>	<b>(109)</b>	<b>(922)</b>
<b>Net assets attributable to redeemable participating shareholders at the end of the period/year</b>	<b>52,619</b>	<b>52,371</b>	<b>51,433</b>

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

# INSTITUTIONAL US DOLLAR ULTRA SHORT BOND FUND

## BALANCE SHEET (UNAUDITED)

	As at 31 March 2012 USD '000	As at 30 September 2011 USD '000	As at 31 March 2011 USD '000
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	8	11	126
Receivables	69	57	38
Financial assets at fair value through profit or loss	53,545	52,297	51,261
<b>Total current assets</b>	<b>53,622</b>	<b>52,365</b>	<b>51,425</b>
<b>CURRENT LIABILITIES</b>			
Payables	(1,011)	(6)	(7)
<b>Total current liabilities</b>	<b>(1,011)</b>	<b>(6)</b>	<b>(7)</b>
<b>Net assets attributable to redeemable participating shareholders</b>	<b>52,611</b>	<b>52,359</b>	<b>51,418</b>
Adjustment to align to the valuation methodology as set out in the prospectus	8	12	15
<b>Net asset value attributable to redeemable participating shareholders at end of period/year</b>	<b>52,619</b>	<b>52,371</b>	<b>51,433</b>
<b>Number of redeemable participating shares in issue</b>			
Select Shares	521,943	521,006	512,894
<b>Net asset value per redeemable participating share</b>			
Select Shares	100.81	100.52	100.28

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

# INSTITUTIONAL US DOLLAR ULTRA SHORT BOND FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED)

As at 31 March 2012

### COLLECTIVE INVESTMENT SCHEMES – UCITS<sup>1</sup>

Country	Investments	Holding	Fair value USD '000	% of net asset value
Ireland				
	Institutional US Dollar Liquidity Fund - Agency (Dis) Shares	595,441	595	1.13
<b>Ireland total</b>			<b>595</b>	<b>1.13</b>
<b>Total investments in collective investment schemes - UCITS</b>			<b>595</b>	<b>1.13</b>

### GOVERNMENT FIXED COUPON SECURITIES

Country	Investments	Coupon rate	Maturity date	Holding	Fair value USD '000	% of net asset value
United States						
	United States Treasury Bills	0.11%	16/08/2012	4,000,000	3,998	7.60
	United States Treasury Bills	0.07%	28/06/2012	3,500,000	3,499	6.65
	United States Treasury Bills	0.13%	20/09/2012	3,500,000	3,498	6.64
	United States Treasury Bills	0.12%	13/09/2012	2,000,000	1,999	3.80
<b>United States total</b>					<b>12,994</b>	<b>24.69</b>
<b>Total investment in government fixed coupon securities</b>					<b>12,994</b>	<b>24.69</b>

### GOVERNMENT VARIABLE COUPON SECURITIES<sup>2</sup>

Germany						
	NRW Bank	0.88%	09/10/2012	1,400,000	1,401	2.66
<b>Germany total</b>					<b>1,401</b>	<b>2.66</b>
Netherlands						
	Bank Nederlandse Gemeenten	0.68%	03/11/2012	700,000	700	1.33
	Bank Nederlandse Gemeenten	0.68%	03/05/2013	700,000	697	1.33
<b>Netherlands total</b>					<b>1,397</b>	<b>2.66</b>
<b>Total investment in government variable coupon securities</b>					<b>2,798</b>	<b>5.32</b>

### CORPORATE FIXED COUPON SECURITIES

Australia						
	National Australia Bank	2.50%	08/01/2013	500,000	507	0.96
<b>Australia total</b>					<b>507</b>	<b>0.96</b>

# INSTITUTIONAL US DOLLAR ULTRA SHORT BOND FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### CORPORATE FIXED COUPON SECURITIES (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value USD '000	% of net asset value
<b>Netherlands</b>						
	Rabobank Nederland	2.65%	17/08/2012	750,000	757	1.44
<b>Netherlands total</b>					<u>757</u>	<u>1.44</u>
<b>Sweden</b>						
	Nordea Bank	2.50%	13/11/2012	500,000	505	0.96
	Svenska Handelsbanken	2.88%	14/09/2012	500,000	505	0.96
<b>Sweden total</b>					<u>1,010</u>	<u>1.92</u>
<b>United States</b>						
	Berkshire Hathaway Finance	4.50%	15/01/2013	500,000	515	0.98
	Citigroup	2.13%	30/04/2012	2,000,000	2,003	3.81
	General Electric Capital	4.25%	15/06/2012	800,000	806	1.53
	JP Morgan Chase	2.13%	22/06/2012	1,000,000	1,004	1.91
<b>United States total</b>					<u>4,328</u>	<u>8.23</u>
<b>Total investment in corporate fixed coupon securities</b>					<u>6,602</u>	<u>12.55</u>

### CORPORATE VARIABLE COUPON SECURITIES<sup>2</sup>

<b>Canada</b>						
	Royal Bank of Canada	0.62%	08/03/2013	700,000	701	1.33
	Toronto-Dominion Bank	0.74%	26/07/2013	1,000,000	1,003	1.91
<b>Canada total</b>					<u>1,704</u>	<u>3.24</u>
<b>France</b>						
	BNP Paribas	1.66%	13/04/2012	1,000,000	1,000	1.90
	BNP Paribas	1.47%	11/06/2012	500,000	501	0.95
<b>France total</b>					<u>1,501</u>	<u>2.85</u>
<b>Netherlands</b>						
	Nederlandse Waterschapsbank	0.71%	01/03/2013	1,000,000	999	1.90
	Rabobank Nederland	0.55%	11/10/2012	1,600,000	1,596	3.03
<b>Netherlands total</b>					<u>2,595</u>	<u>4.93</u>
<b>United Kingdom</b>						
	Royal Bank of Scotland	1.21%	11/05/2012	2,500,000	2,501	4.76
<b>United Kingdom total</b>					<u>2,501</u>	<u>4.76</u>
<b>United States</b>						
	International Business Machines	0.50%	15/06/2012	300,000	300	0.57

# INSTITUTIONAL US DOLLAR ULTRA SHORT BOND FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### CORPORATE VARIABLE COUPON SECURITIES<sup>2</sup> (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value USD '000	% of net asset value
United States (continued)						
	US Bank	0.78%	26/10/2012	400,000	401	0.76
United States total					<u>701</u>	<u>1.33</u>
Total investment in corporate variable coupon securities					<u>9,002</u>	<u>17.11</u>

### VARIABLE MORTGAGE BACKED SECURITIES

Ireland						
	Trafigura Securitisation Finance	0.49%	15/12/2012	1,700,000	1,675	3.18
Ireland total					<u>1,675</u>	<u>3.18</u>
Total investment in variable mortgage backed securities					<u>1,675</u>	<u>3.18</u>

### LIQUIDITY INSTRUMENTS

#### Certificates of deposit

Canada						
	Bank of Nova Scotia	0.86%	18/10/2012	1,320,000	1,322	2.51
Canada total					<u>1,322</u>	<u>2.51</u>
United States						
	Bank of Tokyo-Mitsubishi	0.71%	09/07/2012	500,000	501	0.95
	Bank of Tokyo-Mitsubishi	0.59%	13/06/2012	500,000	500	0.95
	Bank of Tokyo-Mitsubishi	0.57%	10/05/2012	500,000	500	0.96
	Svenska Handelsbanken	0.60%	31/07/2012	500,000	500	0.95
United States total					<u>2,001</u>	<u>3.81</u>
Certificates of deposit total					<u>3,323</u>	<u>6.32</u>

#### Commercial papers

France						
	Electricite de France	0.22%	20/04/2012	800,000	800	1.52
	LMA	0.20%	10/04/2012	1,000,000	1,000	1.90
France total					<u>1,800</u>	<u>3.42</u>

# INSTITUTIONAL US DOLLAR ULTRA SHORT BOND FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### LIQUIDITY INSTRUMENTS (continued)

#### Commercial papers (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value USD '000	% of net asset value
Germany	NRW Bank	0.20%	09/04/2012	510,000	510	0.97
<b>Germany total</b>					<b>510</b>	<b>0.97</b>
Japan	Sumitomo Mitsui Banking	0.19%	05/04/2012	500,000	500	0.95
<b>Japan total</b>					<b>500</b>	<b>0.95</b>
New Zealand	BNZ International Funding	0.19%	05/04/2012	185,000	185	0.35
	Westpac Securities	0.53%	18/07/2012	500,000	499	0.95
<b>New Zealand total</b>					<b>684</b>	<b>1.30</b>
Singapore	Oversea-Chinese Banking	0.26%	04/05/2012	500,000	500	0.95
<b>Singapore total</b>					<b>500</b>	<b>0.95</b>
United States	Credit Suisse	0.41%	13/06/2012	300,000	300	0.57
	Federal Home Loan Banks	0.60%	10/08/2012	1,500,000	1,496	2.84
	Federal Home Loan Mortgage	0.80%	02/11/2012	1,410,000	1,403	2.67
	Gotham Funding	0.17%	02/04/2012	800,000	800	1.52
	Kells Funding	0.28%	10/05/2012	750,000	750	1.42
	Manhattan Asset Funding	0.22%	19/04/2012	515,000	515	0.98
	Mont Blanc Capital	0.23%	26/04/2012	600,000	600	1.14
	Nordea North America	0.39%	08/06/2012	500,000	499	0.95
	Nordea North America	0.49%	05/07/2012	500,000	499	0.95
	Oversea-Chinese Banking	0.28%	10/05/2012	750,000	750	1.43
	Regency Markets No.1	0.18%	04/04/2012	2,000,000	2,000	3.80
	Royal Park Investments	0.17%	03/04/2012	1,000,000	1,000	1.90
	Royal Park Investments	0.23%	25/04/2012	450,000	450	0.85
	Solitaire Funding	0.20%	10/04/2012	500,000	500	0.95
	Starbird Funding	0.19%	05/04/2012	500,000	500	0.95
	Westpac Banking	0.26%	03/05/2012	500,000	500	0.95
<b>United States total</b>					<b>12,562</b>	<b>23.87</b>
<b>Commercial papers total</b>					<b>16,556</b>	<b>31.46</b>
<b>Total investment in liquidity instruments</b>					<b>19,879</b>	<b>37.78</b>

# INSTITUTIONAL US DOLLAR ULTRA SHORT BOND FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

	Fair value USD '000	% of net asset value
Total financial assets at fair value through profit or loss <sup>3</sup>	53,545	101.76
Cash and cash equivalents <sup>4</sup>	8	0.02
Other assets and liabilities	(934)	(1.78)
<b>Net assets attributable to redeemable participating shareholders</b>	<b>52,619</b>	<b>100.00</b>

Analysis of total assets	% of total assets
Transferable securities admitted to an official stock exchange	14.19
Transferable securities and money market instruments other than those admitted to an official stock exchange	55.33
Transferable securities other than those admitted to an official stock exchange listing or dealt in on another regulated market	29.22
Collective investment schemes	1.11
Other assets	0.15
<b>Total assets</b>	<b>100.00</b>

<sup>1</sup>Fund of Institutional Cash Series plc.

<sup>2</sup>Floating Rate Notes.

<sup>3</sup>The investments in this Fund have no exposure to foreign currency risk as the investments are traded in the base currency of the Fund.

<sup>4</sup>All cash holdings are held with J.P. Morgan Bank (Ireland) plc.

# INSTITUTIONAL US DOLLAR ULTRA SHORT BOND FUND

## SCHEDULE OF MATERIAL PURCHASES AND SALES (UNAUDITED)

For the six months ended 31 March 2012

### The 20 largest purchases

Holding	Investments	Coupon rate	Maturity date	Cost USD '000
28,316,339	Institutional US Dollar Liquidity Fund - Agency Shares			28,316
4,000,000	United States Treasury Bills	0.11%	16/08/2012	3,998
3,500,000	United States Treasury Bills	0.07%	28/06/2012	3,499
3,500,000	United States Treasury Bills	0.13%	20/09/2012	3,498
2,000,000	Citigroup	2.13%	30/04/2012	2,003
2,000,000	Regency Markets No.1	0.18%	04/04/2012	2,000
2,000,000	Atlantic Asset Securities	0.40%	08/03/2012	2,000
2,000,000	United States Treasury Bills	0.12%	13/09/2012	1,999
1,500,000	Regency Markets No.1	0.19%	26/03/2012	1,500
1,500,000	Grampian Funding	0.27%	17/11/2011	1,500
1,500,000	Gemini Securitization	0.34%	21/11/2011	1,499
1,500,000	Federal Home Loan Banks	0.60%	10/08/2012	1,499
1,410,000	Federal Home Loan Mortgage	0.80%	02/11/2012	1,408
1,250,000	Windmill Funding	0.25%	02/11/2011	1,250
1,210,000	Solitaire Funding	0.35%	17/01/2012	1,209
1,200,000	Scaldis & Scaldis	0.40%	07/03/2012	1,200
1,200,000	Royal Park Investments	0.85%	14/12/2011	1,200
1,000,000	JP Morgan Chase	2.13%	22/06/2012	1,004
1,000,000	Royal Bank of Scotland	1.42%	07/05/2012	1,001
1,000,000	LMA	0.25%	28/03/2012	1,000

### The 20 largest sales

Holding	Investments	Coupon rate	Maturity date	Proceeds USD '000
32,237,703	Institutional US Dollar Liquidity Fund - Agency Shares			32,238
1,500,000	Credit Suisse	3.45%	02/07/2012	1,512
1,500,000	Thames Asset Global	0.29%	20/10/2011	1,500
1,300,000	DNB Nor Bank	0.55%	07/03/2012	1,299
1,250,000	Windmill Funding	0.25%	02/11/2011	1,250
1,000,000	HSBC Bank	0.88%	03/08/2012	1,002
1,000,000	HSBC Bank	0.93%	15/05/2013	1,002
1,000,000	Royal Bank of Scotland	1.52%	07/05/2012	1,001
1,000,000	Royal Bank of Canada	0.49%	12/12/2012	1,001
1,000,000	General Electric Capital	0.42%	27/07/2012	1,000
1,000,000	Grampian Funding	0.27%	17/11/2011	1,000
1,000,000	Royal Park Investments	1.10%	08/02/2012	1,000
1,000,000	Thames Asset Global	0.55%	17/04/2012	1,000
960,000	Nordea Bank	0.70%	13/04/2012	961
900,000	Charta	0.25%	16/02/2012	900
800,000	Sheffield Receivables	0.30%	06/01/2012	800
800,000	DNB Nor Bank	0.50%	09/07/2012	799
750,000	Bank of Tokyo-Mitsubishi	0.60%	20/01/2012	750
750,000	Oversea-Chinese Banking	0.41%	17/01/2012	750
750,000	NRW Bank	0.43%	06/02/2012	750

UCITS 8.2 requires a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one percent of the total value of purchases for the period and aggregate disposals greater than one percent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no extra cost from the Administrator.

# INSTITUTIONAL US TREASURY FUND

## INCOME STATEMENT (UNAUDITED)

	Six months ended 31 March 2012 USD '000	Year ended 30 September 2011 USD '000	Six months ended 31 March 2011 USD '000
Operating income	998	952	875
Net (losses)/gains on financial assets at fair value through profit or loss	(43)	32	60
<b>Total gains</b>	955	984	935
Operating expenses	(933)	(943)	(868)
<b>Net operating profit</b>	22	41	67
<b>Finance costs:</b>			
Distributions to redeemable participating shareholders	(62)	(66)	(65)
<b>Total finance costs</b>	(62)	(66)	(65)
<b>Net (loss)/profit for the financial period/year</b>	(40)	(25)	2
Adjustment to align to the valuation methodology as set out in the prospectus	43	25	(2)
<b>Increase in net assets attributable to redeemable participating shareholders from operations</b>	3	-	-

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (UNAUDITED)

	Six months ended 31 March 2012 USD '000	Year ended 30 September 2011 USD '000	Six months ended 31 March 2011 USD '000
Net assets attributable to redeemable participating shareholders at the beginning of the period/year	691,205	493,939	493,939
Increase in net assets attributable to redeemable participating shareholders from operations	3	-	-
<b>Share transactions:</b>			
Proceeds from issue of redeemable participating shares	2,740,683	3,269,051	1,914,353
Payments on redemption of redeemable participating shares	(2,070,319)	(3,071,836)	(1,510,834)
Dividend reinvested	16	51	50
<b>Increase in net assets resulting from share transactions</b>	670,380	197,266	403,569
<b>Net assets attributable to redeemable participating shareholders at the end of the period/year</b>	1,361,588	691,205	897,508

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

# INSTITUTIONAL US TREASURY FUND

## BALANCE SHEET (UNAUDITED)

	As at 31 March 2012 USD '000	As at 30 September 2011 USD '000	As at 31 March 2011 USD '000
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	1	1	3
Receivables	502	162	8,144
Financial assets at fair value through profit or loss	1,361,439	691,132	889,614
<b>Total current assets</b>	<b>1,361,942</b>	<b>691,295</b>	<b>897,761</b>
<b>CURRENT LIABILITIES</b>			
Payables	(372)	(65)	(201)
<b>Total current liabilities</b>	<b>(372)</b>	<b>(65)</b>	<b>(201)</b>
<b>Net assets attributable to redeemable participating shareholders</b>	<b>1,361,570</b>	<b>691,230</b>	<b>897,560</b>
Adjustment to align to the valuation methodology as set out in the prospectus	18	(25)	(52)
<b>Net asset value attributable to redeemable participating shareholders at end of period/year</b>	<b>1,361,588</b>	<b>691,205</b>	<b>897,508</b>
<b>Number of redeemable participating shares in issue</b>			
Admin III (Dis) Shares	25	-	-
Agency (Dis) Shares	16,008,823	-	-
Core (Acc) Shares	501,797	226,379	22,024
Core (Dis) Shares	814,091,218	666,868,158	884,571,109
Premier (Dis) Shares	269,664,998	1,145,561	5,727,991
Select (Dis) Shares	211,609,056	538,591	5,005,001
<b>Net asset value per redeemable participating share</b>			
Admin III (Dis) Shares	1.00	-	-
Agency (Dis) Shares	1.00	-	-
Core (Acc) Shares	100.07	100.06	100.06
Core (Dis) Shares	1.00	1.00	1.00
Premier (Dis) Shares	1.00	1.00	1.00
Select (Dis) Shares	1.00	1.00	1.00

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

# INSTITUTIONAL US TREASURY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED)

As at 31 March 2012

### GOVERNMENT FIXED COUPON SECURITIES

Country	Investments	Coupon rate	Maturity date	Holding	Fair value USD '000	% of net asset value
<b>United States</b>						
	United States Treasury Bills	0.10%	09/08/2012	44,000,000	43,983	3.23
	United States Treasury Bills	0.12%	23/08/2012	44,000,000	43,979	3.23
	United States Treasury Bills	0.05%	12/07/2012	25,000,000	24,995	1.84
	United States Treasury Bills	0.12%	16/08/2012	25,000,000	24,990	1.84
	United States Treasury Bills	0.12%	06/09/2012	25,000,000	24,986	1.83
	United States Treasury Bills	0.15%	20/09/2012	25,000,000	24,984	1.83
	United States Treasury Bills	0.18%	07/03/2013	15,346,000	15,321	1.13
	United States Treasury Bills	0.06%	03/05/2012	15,000,000	14,999	1.10
	United States Treasury Bills	0.08%	02/08/2012	15,000,000	14,995	1.10
	United States Treasury Bills	0.10%	15/11/2012	15,000,000	14,988	1.10
	United States Treasury Bills	0.11%	31/05/2012	14,000,000	13,999	1.03
	United States Treasury Bills	0.05%	14/06/2012	13,000,000	12,998	0.95
	United States Treasury Bills	0.06%	05/07/2012	10,000,000	9,998	0.73
	United States Treasury Bills	0.06%	19/07/2012	10,000,000	9,998	0.73
	United States Treasury Note	0.63%	31/07/2012	25,000,000	25,041	1.84
	United States Treasury Note	1.00%	30/04/2012	25,000,000	25,017	1.84
	United States Treasury Note	0.38%	31/08/2012	21,000,000	21,019	1.54
	United States Treasury Note	1.38%	15/10/2012	10,250,000	10,316	0.76
	United States Treasury Note	1.38%	15/09/2012	10,000,000	10,055	0.74
	United States Treasury Note	0.63%	31/01/2013	10,000,000	10,035	0.74
	United States Treasury Note	4.13%	31/08/2012	7,000,000	7,114	0.52
	United States Treasury Note	1.38%	15/03/2013	7,000,000	7,076	0.52
	United States Treasury Note	0.75%	31/05/2012	5,000,000	5,005	0.37
	United States Treasury Note	1.38%	15/11/2012	4,000,000	4,029	0.30
	United States Treasury Note	0.63%	30/06/2012	3,000,000	3,004	0.22
<b>United States total</b>					<b>422,924</b>	<b>31.06</b>
<b>Total investment in government fixed coupon securities</b>					<b>422,924</b>	<b>31.06</b>

### REVERSE REPURCHASE AGREEMENTS<sup>1</sup>

<b>United States</b>						
	Barclays Bank	0.07%	02/04/2012	120,000,000	120,000	8.81
	Citigroup	0.06%	02/04/2012	70,000,000	70,000	5.14
	Credit suisse	0.08%	02/04/2012	118,000,000	118,000	8.67
	Deutsche Bank	0.05%	02/04/2012	150,000,000	150,000	11.02
	HSBC	0.06%	02/04/2012	150,515,000	150,515	11.06
	JP Morgan Securities	0.06%	02/04/2012	100,000,000	100,000	7.34
	Morgan Stanley	0.08%	02/04/2012	75,000,000	75,000	5.51

# INSTITUTIONAL US TREASURY FUND

## SCHEDULE OF INVESTMENTS (UNAUDITED) (continued)

As at 31 March 2012

### REVERSE REPURCHASE AGREEMENTS<sup>1</sup> (continued)

Country	Investments	Coupon rate	Maturity date	Holding	Fair value USD '000	% of net asset value
<b>United States (continued)</b>						
	Royal Bank of Scotland	0.07%	02/04/2012	82,000,000	82,000	6.02
	UBS	0.05%	02/04/2012	73,000,000	73,000	5.36
<b>United States total</b>					<b>938,515</b>	<b>68.93</b>
<b>Total investment in reverse repurchase agreements</b>					<b>938,515</b>	<b>68.93</b>
					<b>Fair value USD '000</b>	<b>% of net asset value</b>
Total financial assets at fair value through profit or loss <sup>2</sup>					1,361,439	99.99
Cash and cash equivalents <sup>3</sup>					1	-
Other assets and liabilities					148	0.01
<b>Net assets attributable to redeemable participating shareholders</b>					<b>1,361,588</b>	<b>100.00</b>
<b>Analysis of total assets</b>						<b>% of total assets</b>
Transferable securities and money market instruments other than those admitted to an official stock exchange						99.96
Other assets						0.04
<b>Total assets</b>						<b>100.00</b>

<sup>1</sup>Securities held as collateral amounted to USD ('000) 957,285. (This collateral represents 102% of the repo principal).

<sup>2</sup>The investments in this Fund have no exposure to foreign currency risk as the investments are traded in the base currency of the Fund.

<sup>3</sup>All cash holdings are held with J.P. Morgan Bank (Ireland) plc.

# INSTITUTIONAL US TREASURY FUND

## SCHEDULE OF MATERIAL PURCHASES AND SALES (UNAUDITED)

For the six months ended 31 March 2012

### The 20 largest purchases

Holding	Investments	Coupon rate	Maturity date	Cost USD '000
48,000,000	United States Treasury Note	0.88%	29/02/2012	48,140
44,000,000	United States Treasury Bills	0.10%	09/08/2012	43,978
40,000,000	United States Treasury Bills	0.12%	23/08/2012	39,975
34,000,000	United States Treasury Bills	0.11%	31/05/2012	33,989
30,000,000	United States Treasury Bills	0.06%	26/04/2012	29,991
25,000,000	United States Treasury Note	1.00%	30/04/2012	25,121
25,000,000	United States Treasury Note	0.63%	31/07/2012	25,084
25,000,000	United States Treasury Bills	0.05%	12/07/2012	24,993
25,000,000	United States Treasury Bills	0.12%	16/08/2012	24,984
25,000,000	United States Treasury Bills	0.12%	06/09/2012	24,984
25,000,000	United States Treasury Bills	0.15%	20/09/2012	24,981
20,000,000	United States Treasury Bills	0.01%	16/02/2012	19,999
15,346,000	United States Treasury Bills	0.18%	07/03/2013	15,319
15,000,000	United States Treasury Bills	0.06%	03/05/2012	14,995
15,000,000	United States Treasury Bills	0.08%	02/08/2012	14,994
15,000,000	United States Treasury Bills	0.10%	15/11/2012	14,985
14,000,000	United States Treasury Note	0.38%	31/08/2012	14,026
13,000,000	United States Treasury Bills	0.05%	14/06/2012	12,997
10,000,000	United States Treasury Note	1.38%	15/09/2012	10,065
10,000,000	United States Treasury Note	0.63%	31/01/2013	10,039

### The 20 largest sales\*

Holding	Investments	Coupon rate	Maturity date	Proceeds USD '000
30,000,000	United States Treasury Note	0.88%	29/02/2012	30,027
30,000,000	United States Treasury Bills	0.06%	26/04/2012	29,997
20,000,000	United States Treasury Bills	0.11%	31/05/2012	19,998
10,000,000	United States Treasury Bills	0.07%	19/04/2012	9,999
9,300,000	United States Treasury Bills	0.15%	13/09/2012	9,293

UCITS 8.2 requires a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no extra cost from the Administrator.

\*There were 5 sales during the period.

# INSTITUTIONAL CASH SERIES PLC

## NOTES TO THE UNAUDITED FINANCIAL STATEMENTS For the six months ended 31 March 2012

### 1. ACCOUNTING POLICIES

The principle accounting policies and estimation techniques are consistent with those applied to the previous annual financial statements except for the policy outlined below:

#### Collective investment schemes ("CIS")

The Investment Manager may also pursue the Funds investment objective by allocating the Funds assets to other collective investment vehicles including those that are managed by the Investment Manager or one of its affiliates.

The fair value of any investment which is a unit of participation in a CIS shall be calculated by reference to the unaudited net asset value, on the valuation date of such unit of participation as calculated by the administrator of the CIS and in accordance with the requirements of the scheme of which the relevant investment is a unit of participation.

The unaudited net asset value of the underlying CIS is reflected gross of any redemption costs which may potentially arise upon redemption from the underlying CIS scheme.

Any potential subscription or redemption costs are at the discretion of the Directors of the Manager or the Directors of the Company of the underlying CIS in both the value applied or any partial or full waiver thereof.

The underlying CIS may be subject to various fees and expenses, which may include management fees, performance fees, administration fees or custodial/trustee fees, or a combination of those fees, attributable to the relevant unit class/share class in which the Fund is invested.

#### Statement of compliance

The financial statements are prepared in accordance with the Accounting Standards Board Statement on Half-Yearly Financial Reports issued in July 2007.

### 2. SOFT COMMISSIONS

There were no soft commission arrangements entered into by the Investment Manager on behalf of the Company during the periods/year ended 31 March 2012, 30 September 2011 and 31 March 2011.

### 3. EXCHANGE RATES

The rates of exchange ruling as at 31 March 2012, 30 September 2011 and 31 March 2011 were:

GBP 1=	31 March 2012	30 September 2011	31 March 2011
EUR	1.1998	1.1611	1.1300
USD	1.5977	1.5578	1.6030
CAD	1.5969	1.6233	1.5593

The average rates of exchange during the period/year:

GBP 1=	31 March 2012	30 September 2011	31 March 2011
EUR	1.1825	1.1518	1.1672
USD	1.5718	1.6058	1.5911
CAD	1.5912	1.5843	1.5904

## **INSTITUTIONAL CASH SERIES PLC**

### **NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**

**For the six months ended 31 March 2012**

#### **4. SIGNIFICANT EVENTS DURING THE PERIOD (continued)**

In order to meet the investment objectives of the Institutional Euro Government Liquidity Fund, BlackRock's Cash Management Group ("CMG") deemed it prudent to commence a monitoring procedure for all subscriptions into the Fund, with effect from 2 December 2011, and to only accept subscription amounts that could reasonably be invested in the market. Redemptions were unaffected under the monitoring procedure.

The monitoring procedure was continuously reviewed throughout the reporting period. Due to more favourable market conditions the monitoring procedure ceased on 22 February 2012.

On 7 October 2011, Agency (Acc) Shares were launched for the Institutional Sterling Government Liquidity Fund.

On 17 October 2011, Admin III (Acc) Shares were launched for the Institutional Euro Ultra Short Bond Fund.

On 31 October 2011, G Accumulating Shares were launched for the Institutional Euro Government Liquidity Fund.

On 12 December 2011, Core (Acc) Shares were launched for the Institutional Canadian Dollar Liquidity Fund.

On 15 December 2011 an updated prospectus was issued with general updates.

On 18 December 2011, S (Acc) Shares were launched for the Institutional Sterling Liquidity Fund.

On 9 March 2012, Admin III (Dis) Shares were launched for the Institutional US Treasury Fund.

#### **5. SUBSEQUENT EVENTS**

On 25 April 2012, Liam Miley was appointed as a Director of the Company and is also an employee of the BlackRock Group.

On 29 May 2012, Dominic Pegler resigned as a Director of the Company.

#### **6. APPROVAL OF FINANCIAL STATEMENTS**

The Directors approved the financial statements on 29 May 2012.