



The study of growth

The study of growth is to recognise the value of evolution – progressive and ongoing. It is a perpetual cycle of advancement. At Ashburton Investments, we believe that sustainability is key to nurturing growth and, ultimately, expanding horizons.

Annual report and audited
financial statements

Ashburton Money Market Funds Limited

For the year ended
31 May 2017

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Management and administration

Registered Office

17 Hilary Street, St Helier,
Jersey, JE4 8SJ, Channel Islands.

Manager

Ashburton Fund Managers Limited.
PO Box 239, 17 Hilary Street, St Helier,
Jersey, JE4 8SJ, Channel Islands.

Investment Manager, Administrator, Secretary and Registrar

Ashburton (Jersey) Limited.
PO Box 239, 17 Hilary Street, St Helier,
Jersey, JE4 8SJ, Channel Islands.

Bankers and Custodian

BNP Paribas Securities Services S.C.A., Jersey Branch,
IFC 1, The Esplanade, St Helier,
Jersey, JE1 4BP, Channel Islands.

Independent Auditors

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

Legal Advisers

Ogier.
Ogier House, The Esplanade, St Helier,
Jersey, JE4 9WG, Channel Islands.

Directors of Ashburton Money Market Funds Limited

(refer to page 6 for details of subsequent Board changes)

Peter Bourne is a Director of Ashburton (Jersey) Limited, a position he has held since August 2007. He joined the FirstRand Group in 1984 and has been an investment professional since 1987. Prior to joining Ashburton, Peter was responsible for running the Portfolio Management division of the FirstRand Group's Wealth Segment. Peter is also on the board of Ashburton Fund Managers Limited which is an associated Company.

Nicholas Lee is Ashburton's Director of Portfolio Management Services and is also on the board of Ashburton Fund Managers Limited. Nick joined Ashburton in 1988 and has over 36 years of experience in the investment industry. From 1979 to 1988, Nick worked in the Investment Management team at Barclays de Zoete Wedd, firstly as an investment analyst and then as a pension fund manager. Nick is also a Member of the Chartered Institute for Securities and Investment.

Ian Ling is a Director of Ashburton Fund Managers Limited. He was appointed a Director of Ashburton (Jersey) Limited in 1992 up to his retirement in 2012. He has over 45 years of experience in the finance industry, having been a partner of London stockbroking firm, Laurie Milbank & Company, a founder member of Channel Islands Portfolio Managers Limited and a former Director of Quilter Goodison (CI) Limited.

Nicholas Taylor is the Chief Financial Officer and a Director of Ashburton Investments International Holdings Limited, Ashburton (Jersey) Limited and Ashburton Fund Managers Limited. After graduating as an electrical engineer, Nicholas joined Coopers & Lybrand, where he qualified as a Chartered Accountant. He joined Ashburton in 1994 and is a Fellow of the Institute of Chartered Accountants in England and Wales.

David Waters qualified as a Chartered Accountant in London in 1970. He was a partner at Coopers & Lybrand, South Africa before moving to the Channel Islands in 1986, where he became Senior Partner of Ernst & Young, Jersey. Following the Royal Bank of Canada's ("RBC") acquisition of Ernst & Young's trust company, David became Managing Director of RBC's British Isles trust business. He retired in 2003.

Investment policy and objectives

The investment objective of Ashburton Money Market Funds Limited (“the Company”) and its Funds (“the Funds”) is to invest in the Institutional Cash Series plc - Institutional Sterling Liquidity Fund (“Sterling Liquidity Fund”) and the Institutional Cash Series plc - Institutional US Dollar Liquidity Fund (“Dollar Liquidity Fund”), managed by BlackRock Asset Management Ireland Limited.

To achieve this objective, the Funds will adhere to the following investment powers and restrictions.

Investment powers and restrictions

- (i) The Sterling Money Market Feeder Fund will invest in the Institutional Cash Series plc - Institutional Sterling Liquidity Fund. The Fund may also hold cash for ancillary purposes.
- (ii) The Dollar Money Market Feeder Fund will invest in the Institutional Cash Series plc - Institutional US Dollar Liquidity Fund. The Fund may also hold cash for ancillary purposes.
- (iii) Borrowing will only be undertaken by a Fund for the purpose of meeting the payment of redemptions and will not, in any event, exceed 10% of the value of a Feeder Fund.

Manager's report

Sterling Money Market Feeder Fund

The investment objective of the BlackRock Institutional Sterling Liquidity Fund is to maximise current income consistent with the preservation of principal and liquidity by the maintenance of a portfolio of high quality short-term "money market" instruments. Over the reporting period the Ashburton Sterling Money Market Feeder Fund returned +0.08% net of fees.

For further commentary on the BlackRock Institutional Sterling Liquidity Fund please visit:

http://emea.blackrockcash.com/content/stream.jsp?url=/publish/repository/downloads/uk/pdfs/market_commentary.pdf

Dollar Money Market Feeder Fund

The investment objective of the BlackRock Institutional US Dollar Liquidity Fund is to maximise current income consistent with the preservation of principal and liquidity by the maintenance of a portfolio of high quality short-term "money market" instruments. Over the reporting period the Ashburton Dollar Money Market Feeder Fund returned +0.60% net of fees.

For further commentary on the BlackRock Institutional US Dollar Liquidity Fund please visit:

http://emea.blackrockcash.com/content/stream.jsp?url=/publish/repository/downloads/uk/pdfs/market_commentary.pdf

Ashburton Fund Managers Limited
Manager
31 May 2017

Directors' report

The Directors present their annual report to the Members, together with the audited financial statements of Ashburton Money Market Funds Limited ("the Company") and financial statements of each Fund (each a "Fund" and together "the Funds") (together "the financial statements") for the year ended 31 May 2017.

Incorporation

The Company was incorporated in Jersey, Channel Islands on 30 July 2002 and commenced trading on 14 October 2002. Its registration number is 83723. The Company is a certified Fund regulated under the Collective Investment Funds (Jersey) Law 1988.

Results

The total return for the year ended 31 May 2017 is detailed within the relevant Fund's section in respect of each Fund.

Dividends

The Directors do not recommend the payment of a dividend for either of the Funds' participating redeemable preference shares. All income will be accumulated and reflected in the share price of the respective Funds.

Directors

The Directors of the Company in office at 31 May 2017 are set out on page 2 of this report. All Directors served throughout the year and to the reporting year end date.

Directors' responsibilities for the financial statements

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

Directors are required by the Companies (Jersey) Law 1991 (as amended) to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company and each of the Funds as at the end of the financial year and of the total return for that year. In preparing these financial statements, the Directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company and each of the Funds will continue in business.

The Directors confirm they have complied with all of the above requirements in preparing the financial statements.

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

They are also responsible for safeguarding the assets of the Company and each Fund and hence for taking reasonable steps for the prevention and detection of fraud, error, non-compliance with law and regulations and other irregularities.

All of this also applies to the accounting records and financial statements of the Funds.

The annual report and audited financial statements are published on www.ashburtoninvestments.com which is a website maintained by Ashburton (Jersey) Limited and Ashburton Fund Managers (Proprietary) Limited, South Africa. The work undertaken by the Independent Auditors does not involve consideration of the maintenance and integrity of the website and, accordingly, the Independent Auditors accept no responsibility for any changes that may have occurred to the annual financial statements since they were initially presented on the website. Visitors to the website need to be aware that legislation in Jersey governing the preparation and dissemination of the annual financial statements may differ from legislation in other jurisdictions. The Directors are responsible for the maintenance and integrity of the website.

So far as the Directors are aware, there is no relevant audit information of which the Company's auditors are unaware, and each Director has taken all the steps that he or she ought to have taken as a Director in order to make himself or herself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Directors' report cont.

The Directors believe that the carrying value of the investments is supported by their underlying net assets.

Directors' interests

None of the Directors had a holding in any of the Funds at 31 May 2017.

Financial year

The financial statements are prepared on an annual and semi-annual basis to the last business day in May and November respectively. The financial statements are audited annually after the year end.

Principal activities

The Company is an open-ended investment company established as a vehicle for international investments and which offers a choice of professionally managed investment Funds. The assets and liabilities attributable to each Fund are segregated in the books of the Company and participating redeemable preference shares are issued in designated Funds.

The Company is an umbrella scheme with two Funds presently established. Where assets of an individual Fund are insufficient to meet that Fund's liabilities, then any liabilities that remained undischarged would revert to the Company as a whole and be allocated amongst the other Funds. At the year end the Directors are not aware of any existing or contingent liability which could not be discharged out of the assets of the appropriate individual Fund.

Investment policy and objectives

The investment policy and objectives of each Fund are stated on page 3.

The holding of financial instruments pursuant to the Fund's investment objectives involves certain inherent risks. The main risks arising from the Fund's financial instruments are the market price, foreign currency, liquidity and credit risks.

Secretary

The Secretary of the Company as at 31 May 2017 was Ashburton (Jersey) Limited who served for the whole of the year then ended.

Manager

The Manager of the Company as at 31 May 2017 was Ashburton Fund Managers Limited who served for the whole of the year then ended.

Independent Auditors

The Company's auditors, Pricewaterhouse Coopers CI LLP, have indicated their willingness to continue in office.

Subsequent Events

Peter Bourne retired as a Director with effect from 15 June 2017.

David Waters retired as a Director with effect from 30 June 2017.

Anthony Wilshin was appointed as a Director with effect from 8 August 2017.

Paul O'Toole was appointed as a Director with effect from 14 August 2017.

By order of the board

Ashburton (Jersey) Limited

Secretary

18 September 2017

Registered Office:

17 Hilary Street, St Helier, Jersey, JE4 8SJ, Channel Islands.

Independent auditors' report

to the members of Ashburton Money Market Funds Limited

Our opinion

In our opinion, the financial statements give a true and fair view of the financial position of Ashburton Money Market Funds Limited (the "Company"), and of each Fund (together the "Funds"), as at 31 May 2017, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards and have been properly prepared in accordance with the requirements of the Companies (Jersey) Law 1991.

What we have audited

The Company, and each of the Funds', financial statements comprise:

- the statement of financial position as at 31 May 2017;
- the statement of comprehensive income for the year then ended;
- the statement of changes in redeemable preference shareholders net assets for the year then ended;
- the cash flow statement for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies for the Company.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Company and each of its Funds in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants ("IESBA Code"). We have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

Other information

The directors are responsible for the other information. The other information comprises the reports as listed out in the contents page of the annual report and audited financial statements (the "Annual Report") (but does not include the financial statements and our auditor's report thereon).

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

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

Responsibilities of the directors for the financial statements

The directors are responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards, the requirements of Jersey law and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company and each of its Funds ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company/Funds or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Independent auditors' report cont. to the members of Ashburton Money Market Funds Limited

Auditor's responsibilities for the audit of the financial statements cont.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

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

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

Report on other legal and regulatory requirements

Under the Companies (Jersey) Law 1991 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit;
- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records.

We have no exceptions to report arising from this responsibility.

This report, including the opinion, has been prepared for and only for the members as a body in accordance with Article 113A of the Companies (Jersey) Law 1991 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

James de Vuelle
For and on behalf of PricewaterhouseCoopers CI LLP
Chartered Accountants
Jersey, Channel Islands
18 September 2017

Aggregated Financial Statements

Statement of financial position as at 31 May 2017

| | 31 May 2017 GBP | 31 May 2016 GBP |
|--|--------------------|--------------------|
| Assets | | |
| Financial assets at fair value through profit or loss | 36,449,148 | 22,175,232 |
| Cash and cash equivalents | 3,240,227 | 440,578 |
| Total assets | 39,689,375 | 22,615,810 |
| Liabilities | | |
| Trade and other payables | 2,340,086 | 1,359 |
| Total liabilities | 2,340,086 | 1,359 |
| Net assets attributable to redeemable preference shareholders | 37,349,289 | 22,614,451 |

The financial statements of the Company and the financial statements of each Fund on pages 9 to 21 were approved by the Board of Directors on 18 September 2017.

A S Wilshin
Director

N C Lee
Director

Statement of comprehensive income For the year ended 31 May 2017

| | 1 Jun 2016 31 May 2017 GBP | 1 Jun 2015 31 May 2016 GBP |
|--|----------------------------------|----------------------------------|
| Operating profit | | |
| Net gains on financial assets at fair value through profit or loss | 217,961 | 88,328 |
| Other income | - | 57 |
| Expenses | (67,607) | (19,656) |
| Operating profit | 150,354 | 68,729 |
| Increase in net assets attributable to redeemable preference shareholders | 150,354 | 68,729 |

All results above are derived from continuing operations.

The rate of exchange used to convert USD to GBP in the aggregated financial statements was 1.2786 for the statement of financial position and the statement of changes in shareholders net assets as at 31 May 2017. The average exchange rate was 1.2787 for the statement of comprehensive income for the year ended 31 May 2017.

Statement of changes in redeemable shareholders' net assets for the year ended 31 May 2017

| | 1 Jun 2016 31 May 2017 GBP | 1 Jun 2015 31 May 2016 GBP |
|--|----------------------------------|----------------------------------|
| Net assets attributable to redeemable preference shareholders at 1 June | 22,614,451 | 26,578,493 |
| Amount receivable on creation of shares | 50,494,437 | 26,716,139 |
| Amount payable on redemption of shares | (37,657,262) | (31,450,533) |
| Increase in net assets attributable to redeemable preference shareholders | 150,354 | 68,729 |
| Movement in currency translation | 1,747,309 | 701,623 |
| Net assets attributable to redeemable preference shareholders at 31 May | 37,349,289 | 22,614,451 |

Notes 1 to 6 have not been included for the aggregated financial statements as the Directors believe that the inclusion of these on an aggregated basis provides no further useful information to the shareholders.

Cash flow statement For the year ended 31 May 2017

| | 1 Jun 2016 31 May 2017 GBP | 1 Jun 2015 31 May 2016 GBP |
|---|----------------------------------|----------------------------------|
| Cash flow from operating activities | | |
| Increase in net assets attributable to redeemable preference shareholders | 150,354 | 68,729 |
| Adjustment for: | | |
| Interest expense | 2,499 | 2,166 |
| Net increase/(decrease) in payables | 2,329,122 | (226,162) |
| Net (increase)/decrease in fair value of financial assets | (1,931,256) | (705,355) |
| Purchases of investments | (36,337,216) | (20,111,784) |
| Proceeds from sale of investments | 23,994,556 | 25,110,235 |
| Cash (used in)/generated from operations | (11,791,941) | 4,137,829 |
| Bank interest received | - | 57 |
| Bank charges paid | (2,499) | (2,223) |
| Net cash flow (used in)/generated from operating activities | (11,794,440) | 4,135,663 |
| Cash flow from financing activities | | |
| Cash received on shares issued | 50,494,437 | 26,716,139 |
| Cash paid out on shares redeemed | (37,647,657) | (31,450,533) |
| Net cash flow generated from/(used in) financing activities | 12,846,780 | (4,734,394) |
| Net increase/(decrease) in cash and cash equivalents | 1,052,340 | (598,731) |
| Cash and cash equivalents at beginning of year | 440,578 | 337,686 |
| Movement in currency translation | 1,747,309 | 701,623 |
| Cash and cash equivalents at end of year | 3,240,227 | 440,578 |

Sterling Money Market Feeder Fund

Portfolio statement as at 31 May 2017

| Description | Currency | Holding | Mid Value | |
|---|----------|---------|------------------|---------------|
| | | | GBP | % |
| Collective investment schemes | | | | |
| BlackRock Institutional | | | | |
| Sterling Liquidity Fund - Accumulating | GBP | 80,516 | 8,306,729 | 96.17 |
| Collective investment schemes total (2016: 98.14%) | | | 8,306,729 | 96.17 |
| Total portfolio (2016: 98.14%) | | | 8,306,729 | 96.17 |
| Cost £8,227,849 | | | | |
| Cash and cash equivalents | | | 339,418 | 3.93 |
| Other net assets / (liabilities) | | | (8,514) | (0.10) |
| Total net assets | | | 8,637,633 | 100.00 |
| Shares in issue | | | 6,475,529 | |

Statement of financial position as at 31 May 2017

| | | 31 May 2017 | 31 May 2016 |
|--|------|------------------|-------------------|
| | Note | GBP | GBP |
| Assets | | | |
| Financial assets at | | | |
| fair value through profit or loss | 8 | 8,306,729 | 10,113,629 |
| Cash and cash equivalents | 8 | 339,418 | 192,849 |
| Total assets | | 8,646,147 | 10,306,478 |
| Liabilities | | | |
| Trade and other payables | | | |
| | 2 | 8,514 | 1,088 |
| Total liabilities | | 8,514 | 1,088 |
| Net assets attributable to redeemable preference shareholders | | 8,637,633 | 10,305,390 |

Statement of comprehensive income For the year ended 31 May 2017

| | | 1 Jun 2016 | 1 Jun 2015 |
|--|--------|--------------|---------------|
| | Note | 31 May 2017 | 31 May 2016 |
| | | GBP | GBP |
| Operating profit | | | |
| Net gains on financial assets | | | |
| at fair value through profit or loss | 3,8 | 30,719 | 50,629 |
| Other income | 4 | - | 57 |
| Expenses | 5,8,10 | (21,891) | (14,794) |
| Operating profit | | 8,828 | 35,892 |
| Increase in net assets attributable to redeemable preference shareholders | | 8,828 | 35,892 |

Statement of changes in redeemable shareholders' net assets for the year ended 31 May 2017

| | | 1 Jun 2016 | 1 Jun 2015 |
|--|------|------------------|-------------------|
| | Note | 31 May 2017 | 31 May 2016 |
| | | GBP | GBP |
| Net assets attributable to redeemable preference shareholders at 1 June | | | |
| | | 10,305,390 | 11,617,589 |
| Amount receivable on creation of shares | 6 | 3,124,171 | 2,343,562 |
| Amount payable on redemption of shares | 6 | (4,800,756) | (3,691,653) |
| Increase in net assets attributable to redeemable preference shareholders | | 8,828 | 35,892 |
| Net assets attributable to redeemable preference shareholders at 31 May | | 8,637,633 | 10,305,390 |

Sterling Money Market Feeder Fund cont.

Notes to the financial statements as at 31 May 2017

| | 31 May 2017 | 31 May 2016 |
|---|---------------|---------------|
| | GBP | GBP |
| 1. Trade and other receivables | | |
| There are no trade and other receivables. | | |
| 2. Trade and other payables | | |
| Redemptions payable | 6,789 | - |
| Other payables | 1,725 | 1,088 |
| Total trade and other payables | 8,514 | 1,088 |
| 3. Net gains on financial assets during the year comprise: | | |
| Proceeds from sales of investments | 3,436,641 | 2,029,664 |
| Original cost of investments sold | (3,407,545) | (2,018,261) |
| Net realised gains for the year | 29,096 | 11,403 |
| Net unrealised gains for the year | 1,623 | 39,226 |
| Net gains on financial assets | 30,719 | 50,629 |
| 4. Income | | |
| Other income | | |
| Bank interest | - | 57 |
| Total other income | - | 57 |
| Total income | - | 57 |
| 5. Expenses | | |
| Audit fees | 2,676 | 4,694 |
| Bank charges | 1,140 | 1,058 |
| Custodian's fees | 1,958 | 2,329 |
| Manager's fees | 9,788 | 11,247 |
| Sundry expenses | 6,149 | (4,694) |
| Transaction costs | 180 | 160 |
| Total expenses | 21,891 | 14,794 |

6. Shares issued/redeemed during the year

| | Shares issued | Shares redeemed |
|------------|---------------|-----------------|
| | R Class | R Class |
| 31.05.2017 | 2,342,636 | 3,599,378 |
| 31.05.2016 | 1,761,856 | 2,774,610 |

Cash flow statement For the year ended 31 May 2017

| | 1 Jun 2016 | 1 Jun 2015 |
|--|--------------------|--------------------|
| | 31 May 2017 | 31 May 2016 |
| | GBP | GBP |
| Cash flow from operating activities | | |
| Increase in net assets attributable | | |
| to redeemable preference shareholders | 8,828 | 35,892 |
| Adjustment for: | | |
| Interest expense | 1,140 | 1,001 |
| Net increase/(decrease) in payables | 637 | (114,451) |
| Net increase in fair value of financial assets | (30,719) | (50,628) |
| Purchases of investments | (1,599,021) | (492,486) |
| Proceeds from sale of investments | 3,436,641 | 2,029,664 |
| Cash generated from operations | 1,817,505 | 1,408,992 |
| Bank interest received | - | 57 |
| Bank charges paid | (1,140) | (1,058) |
| Net cash flow generated from operating activities | 1,816,365 | 1,407,991 |
| Cash flow from financing activities | | |
| Cash received on shares issued | 3,124,171 | 2,343,562 |
| Cash paid out on shares redeemed | (4,793,967) | (3,691,653) |
| Net cash flow used in financing activities | (1,669,796) | (1,348,091) |
| Net increase in cash and cash equivalents | 146,569 | 59,900 |
| Cash and cash equivalents at beginning of year | 192,849 | 132,949 |
| Cash and cash equivalents at end of year | 339,418 | 192,849 |

Sterling Money Market Feeder Fund cont.

Statement of material portfolio changes for the year ended 31 May 2017

The following table shows the purchases and disposals for the year

| Description | Acquisition costs | | Description | Disposal proceeds | |
|--|-------------------|--|--|-------------------|--|
| | GBP | | | GBP | |
| BlackRock Institutional Sterling Liquidity Fund - Accumulating | 1,599,021 | | BlackRock Institutional Sterling Liquidity Fund - Accumulating | 3,436,641 | |
| Total for year | 1,599,021 | | Total for year | 3,436,641 | |

10 year price and performance For the year ended 31 May 2017 (unaudited)

| | Performance | Net asset value | Price per share | Highest offer price per share | Lowest mid price per share |
|------------|-------------|-----------------|-----------------|-------------------------------|----------------------------|
| | | GBP | GBP | GBP | GBP |
| 31.05.2017 | 0.08% | 8,637,708 | 1.3339 | 1.3340 | 1.3328 |
| 31.05.2016 | 0.32% | 10,305,390 | 1.3328 | 1.3328 | 1.3285 |
| 31.05.2015 | 0.20% | 11,617,589 | 1.3285 | 1.3285 | 1.3256 |
| 31.05.2014 | 0.21% | 13,196,685 | 1.3258 | 1.3259 | 1.3229 |
| 31.05.2013 | 0.45% | 19,027,202 | 1.3230 | 1.3231 | 1.3171 |
| 31.05.2012 | 0.34% | 26,219,141 | 1.3171 | 1.3171 | 1.3127 |
| 31.05.2011 | 0.56% | 31,372,486 | 1.3127 | 1.3127 | 1.3053 |
| 31.05.2010 | 0.62% | 37,305,862 | 1.3054 | 1.3054 | 1.2974 |
| 31.05.2009 | 3.57% | 62,516,775 | 1.2974 | 1.2974 | 1.2542 |
| 31.05.2008 | 4.78% | 45,536,314 | 1.2527 | 1.2527 | 1.1873 |

The above information relates to the actual published prices on the last dealing date of the year as at 10.00 a.m.

Details of the total expenses can be found in Note 5.

Dollar Money Market Feeder Fund

Portfolio statement as at 31 May 2017

| Description | Currency | Holding | Mid Value | |
|---|----------|---------|--------------------|---------------|
| | | | USD | % |
| Collective investment schemes | | | | |
| BlackRock Institutional | | | | |
| US Dollar Liquidity Fund - Accumulating | USD | 353,830 | 35,982,897 | 98.02 |
| Collective investment schemes total (2016: 97.99%) | | | 35,982,897 | 98.02 |
| Total portfolio (2016: 97.99%) | | | 35,982,897 | 98.02 |
| Cost \$35,781,264 | | | | |
| Cash and cash equivalents | | | 3,708,974 | 10.10 |
| Other net assets / (liabilities) | | | (2,981,148) | (8.12) |
| Total net assets | | | 36,710,723 | 100.00 |
| Shares in issue | | | 31,164,648 | |

Statement of financial position as at 31 May 2017

| | Note | 31 May 2017 USD | 31 May 2016 USD |
|--|------|--------------------|--------------------|
| Assets | | | |
| Financial assets at | | | |
| fair value through profit or loss | 8 | 35,982,897 | 17,611,147 |
| Cash and cash equivalents | 8 | 3,708,974 | 361,709 |
| Total assets | | 39,691,871 | 17,972,856 |
| Liabilities | | | |
| Trade and other payables | | | |
| | 2 | 2,981,148 | 396 |
| Total liabilities | | 2,981,148 | 396 |
| Net assets attributable to redeemable preference shareholders | | 36,710,723 | 17,972,460 |

Statement of comprehensive income For the year ended 31 May 2017

| | Note | 1 Jun 2016 31 May 2017 USD | 1 Jun 2015 31 May 2016 USD |
|--|--------|----------------------------------|----------------------------------|
| Operating profit | | | |
| Net gains on financial assets | | | |
| at fair value through profit or loss | 3,8 | 239,426 | 56,323 |
| Expenses | 5,8,10 | (58,457) | (7,264) |
| Operating profit | | 180,969 | 49,059 |
| Increase in net assets attributable to redeemable preference shareholders | | 180,969 | 49,059 |

Statement of changes in redeemable shareholders' net assets for the year ended 31 May 2017

| | Note | 1 Jun 2016 31 May 2017 USD | 1 Jun 2015 31 May 2016 USD |
|--|------|----------------------------------|----------------------------------|
| Net assets attributable to redeemable preference shareholders at 1 June | | | |
| | | 17,972,460 | 22,867,741 |
| Amount receivable on creation of shares | 6 | 60,567,622 | 35,586,400 |
| Amount payable on redemption of shares | 6 | (42,010,328) | (40,530,740) |
| Increase in net assets attributable to redeemable preference shareholders | | 180,969 | 49,059 |
| Net assets attributable to redeemable preference shareholders at 31 May | | 36,710,723 | 17,972,460 |

Dollar Money Market Feeder Fund cont.

Notes to the financial statements as at 31 May 2017

| | 31 May 2017 | 31 May 2016 |
|---|------------------|---------------|
| | USD | USD |
| 1. Trade and other receivables | | |
| There are no trade and other receivables. | | |
| 2. Trade and other payables | | |
| Due to brokers | 2,970,814 | - |
| Redemptions payable | 3,600 | - |
| Other payables | 6,734 | 396 |
| Total trade and other payables | 2,981,148 | 396 |
| 3. Net gains on financial assets during the year comprise: | | |
| Proceeds from sales of investments | 26,287,406 | 34,482,373 |
| Original cost of investments sold | (26,214,671) | (34,447,142) |
| Net realised gains for the year | 72,735 | 35,231 |
| Net unrealised gains for the year | 166,691 | 21,092 |
| Net gains on financial assets and liabilities | 239,426 | 56,323 |
| 4. Income | | |
| There was no income during the year. | | |
| 5. Expenses | | |
| Audit fees | 8,022 | 8,186 |
| Bank charges | 1,738 | 1,740 |
| Custodian's fees | 5,895 | 4,451 |
| Manager's fees | 22,409 | - |
| Sundry expenses | 19,808 | (8,186) |
| Transaction costs | 585 | 1,073 |
| Total expenses | 58,457 | 7,264 |

6. Shares issued/redeemed during the year

| | Shares issued | Shares redeemed |
|------------|---------------|-----------------|
| | R Class | R Class |
| 31.05.2017 | 51,605,577 | 35,788,363 |
| 31.05.2016 | 30,438,715 | 34,665,800 |

Cash flow statement For the year ended 31 May 2017

| | 1 Jun 2016 | 1 Jun 2015 |
|--|---------------------|--------------------|
| | 31 May 2017 | 31 May 2016 |
| | USD | USD |
| Cash flow from operating activities | | |
| Increase in net assets attributable | | |
| to redeemable preference shareholders | 180,969 | 49,059 |
| Adjustment for: | | |
| Interest expense | 1,738 | 1,740 |
| Net increase/(decrease) in payables | 2,977,152 | (170,769) |
| Net increase in fair value of financial assets | (239,426) | (56,323) |
| Purchases of investments | (44,419,730) | (29,311,231) |
| Proceeds from sale of investments | 26,287,406 | 34,482,373 |
| Cash (used in)/generated from operations | (15,211,891) | 4,994,848 |
| Bank charges paid | (1,738) | (1,740) |
| Net cash flow (used in)/generated from operating activities | (15,213,629) | 4,993,108 |
| Cash flow from financing activities | | |
| Cash received on shares issued | 60,567,622 | 35,586,400 |
| Cash paid out on shares redeemed | (42,006,728) | (40,530,740) |
| Net cash flow generated from/(used in) financing activities | 18,560,894 | (4,944,340) |
| Net increase in cash and cash equivalents | 3,347,265 | 48,768 |
| Cash and cash equivalents at beginning of year | 361,709 | 312,941 |
| Cash and cash equivalents at end of year | 3,708,974 | 361,709 |

Dollar Money Market Feeder Fund cont.

Statement of material portfolio changes for the year ended 31 May 2017

The following table shows the purchases and disposals for the year

| Description | Acquisition costs | | Description | Disposal proceeds | |
|---|-------------------|--|---|-------------------|--|
| | USD | | | USD | |
| BlackRock Institutional US Dollar Liquidity Fund - Accumulating | 44,419,730 | | BlackRock Institutional US Dollar Liquidity Fund - Accumulating | 26,287,406 | |
| Total for year | 44,419,730 | | Total for year | 26,287,406 | |

10 year price and performance For the year ended 31 May 2017 (unaudited)

| | Performance | Net asset value | Price per share | Highest offer price per share | Lowest mid price per share |
|------------|-------------|-----------------|-----------------|-------------------------------|----------------------------|
| | | USD | USD | USD | USD |
| 31.05.2017 | 0.60% | 36,711,955 | 1.1780 | 1.1780 | 1.1710 |
| 31.05.2016 | 0.24% | 17,972,460 | 1.1710 | 1.1710 | 1.1682 |
| 31.05.2015 | -0.02% | 22,867,741 | 1.1682 | 1.1684 | 1.1678 |
| 31.05.2014 | 0.04% | 27,223,032 | 1.1684 | 1.1685 | 1.1675 |
| 31.05.2013 | -0.26% | 25,641,137 | 1.1679 | 1.1714 | 1.1679 |
| 31.05.2012 | 0.00% | 35,923,618 | 1.1710 | 1.1714 | 1.1706 |
| 31.05.2011 | 0.26% | 58,067,310 | 1.1710 | 1.1712 | 1.1677 |
| 31.05.2010 | 0.02% | 65,372,108 | 1.1680 | 1.1701 | 1.1680 |
| 31.05.2009 | 1.31% | 48,865,080 | 1.1678 | 1.1678 | 1.1533 |
| 31.05.2008 | 3.18% | 42,216,119 | 1.1527 | 1.1527 | 1.1086 |

The above information relates to the actual published prices on the last dealing date of the year as at 10.00 a.m.

Details of the total expenses can be found in Note 5.

Notes to the financial statements_{cont.}

7. Presentation of financial statements

Ashburton Money Market Funds Limited (“the Company”) has maintained two Funds being the Sterling Money Market Feeder Fund and the Dollar Money Market Feeder Fund (each a “Fund” and together “the Funds”) during the year to 31 May 2017. Shares are issued by the Company and allocated to whichever Fund is selected by the Investor. The proceeds of the issue and the income arising thereafter are credited to the respective Fund. Expenses that are specifically identifiable as being incurred by a Fund are charged to that Fund. Expenses which are common to all Funds are allocated in proportion to their net asset values. Upon redemption, shareholders are entitled only to their proportion of the value of the net assets held in the Fund in which their shares are designated.

Accordingly, a separate statement of comprehensive income, statement of changes in redeemable preference shareholders’ net assets, statement of financial position, cash flow statement, statement of material portfolio changes and portfolio statement have been prepared for each Fund.

General information and the objective of the Company and each of the Funds can be found within the Directors’ report.

8. Summary of significant accounting policies

Accounting policies

The principal accounting policies applied in the presentation of these financial statements are set out below and have been consistently applied to all periods presented.

Basis of preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) on a going concern basis.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities at fair value through profit or loss.

Standards and amendments to existing standards effective 1 June 2016

The Company and each Fund have applied the following standard and amendment for the first time for their annual reporting period commencing 1 June 2016;

- Disclosure initiative - amendments to IAS 1.

The adoption of this amendment did not have any impact on the current period or any prior period and is not likely to affect future periods.

New standards, amendments and interpretations effective after 1 June 2016

IFRS 9, “Financial instruments”; this standard, issued in November 2009, is intended to replace IAS 39 “Financial Instruments: recognition and measurement”. IFRS 9 introduces new requirements for classification, measurement and recognition of financial assets and liabilities, and is likely to affect the Company’s accounting for its financial instruments. The complete version of IFRS 9 was issued in July 2014. This standard is effective for annual periods on or after 1 January 2018. Early adoption is permitted. The standard establishes the two primary measurement categories for financial assets: amortised cost and fair value. For financial liabilities, the standard has been amended regarding fair value changes on own credit risk taken to Other Comprehensive Income (“OCI”) (for fair value option). The Company and each Fund are yet to assess the impact of this new standard.

IAS 7, “Statement of cash flows”; going forward, entities will be required to explain changes in their liabilities arising from financing activities. This includes changes arising from cash flows (e.g. drawdowns and repayments of borrowings) and non-cash changes such as acquisitions, disposals, growth of interest and unrealised exchange differences. Changes in financial assets must be included in this disclosure if the cash flows were, or will be, included in cash flows from financing activities. Entities may include changes in other items as part of this disclosure, for example, by providing a ‘net debt’ reconciliation. However, in this case the changes in the other items must be disclosed separately from the changes in liabilities arising from financing activities. This standard is effective for annual periods on or after 1 January 2017. The Company and each Fund are yet to assess the impact of this new standard.

There were no other new standards, amendments to standards and interpretations that are expected to affect the Company’s and each Fund’s financial statements.

Notes to the financial statements_{cont.}

8. Summary of significant accounting policies_{cont.}

Financial assets and financial liabilities

Classification

The Fund classifies its investments in debt and equity securities as financial assets at fair value through profit or loss.

This category has two sub-categories:

(i) Financial assets held for trading:

A financial asset is classified as held for trading if it is acquired or incurred principally for the purpose of selling or repurchasing in the near term or if on initial recognition is part of a portfolio of identifiable financial investments that are managed together and for which there is evidence of a recent actual pattern of short-term profit taking.

(ii) Financial assets designated at fair value through profit or loss at inception:

Financial assets designated at fair value through profit or loss at inception are financial instruments that are not classified as held for trading but are managed, and their performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy.

The Fund's policy requires the Investment Manager and the Board of Directors to evaluate the information about these financial assets on a fair value basis together with other related financial information.

Other liabilities such as due to brokers, redemptions payable and trade and other payables are categorised as other financial liabilities.

Recognition, derecognition and measurement

Regular purchases and sales of investments are recognised on the trade date – the date on which the Fund commits to purchase or sell the investment. Financial assets and financial liabilities at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the statement of comprehensive income.

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or financial liabilities at fair value through profit or loss' category are presented in the statement of comprehensive income within net gains/(losses) on financial assets in the period in which they arise.

Revenue recognition

Investment income from Fund investments is recognised in the statement of comprehensive income on an ex-dividend basis when the right to receive payment is established or on a time proportionate basis for all debt instruments using the effective interest rate method. This is a method of calculating the amortised cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period.

The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial asset or liability, or, when appropriate, a shorter period, to the net carrying amount of the financial asset or financial liability.

Where a Fund has elected to receive its dividends in the form of additional shares rather than cash, the amount of the market value of the shares is recognised as income together with a corresponding increase in the cost of the shares.

Bank interest and charges

Bank overdraft interest and charges are recognised as expenses under note 5 in each Fund's section. Bank interest receivable on bank deposits is accrued on a daily basis and are recognised as bank interest under note 4 in each Fund's section.

Due from/to brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively.

Sundry expenses

Expenses which do not relate specifically to a particular Fund are allocated between Funds in proportion to their net asset values. They are accounted for on an accruals basis using an exchange rate ruling at the time of the accrual.

Notes to the financial statements_{cont.}

8. Summary of significant accounting policies_{cont.}

Going concern

The financial statements have been prepared on a going concern basis and the accounting policies have been applied consistently, other than where new policies have been adopted.

Cash and cash equivalents

Cash and cash equivalents consist of cash in hand and deposits held at call with banks.

Transaction costs

Transaction costs are costs incurred to acquire financial assets or liabilities at fair value through profit or loss. They include fees and commissions paid to brokers and dealers. Transaction costs, when incurred, are immediately recognised in profit or loss as an expense. Details of transaction costs can be found in note 5.

Fair value estimation

The fair value of financial instruments traded in active markets within each Fund are based on quoted market prices at the statement of financial position date. The quoted market prices used for financial assets and financial liabilities held by the Fund is the mid market price as at 10.00am on the last business day of the accounting period.

Realised profits and losses resulting from the disposal of financial assets at fair value through profit or loss and unrealised profits resulting from the revaluation of retained financial assets at fair value through profit or loss are recognised in the statement of comprehensive income.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions at an arm's length basis. The Company classifies fair value measurements using the fair value hierarchy in accordance with IFRS. The fair value hierarchy reflects the significance of the inputs used in making the measurements and has the following levels:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).

Level 3 - Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. All financial instruments within each Fund are categorised under level 1 (2016: All financial instruments level 1).

9. Taxation

The Company is taxed at 0% on its profit. Any capital gains realised may be subject to tax in the countries of origin. All liabilities in respect of taxes payable on realised gains are provided for as soon as there is a reasonable certainty that a liability will crystallise.

Notes to the financial statements_{cont.}

10. Related party disclosures

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions. In accordance with IAS 24 "Related Party Disclosures" the Company is required to disclose transactions with related parties.

BNP Paribas Securities Services S.C.A. Jersey Branch ("the Custodian") and Ashburton Fund Managers Limited ("the Manager") are related parties. The fees and commissions payable to the same are detailed below.

The Manager acts as principal on all transactions of shares in the Funds. No initial charge is levied by the Manager. The value of subscriptions and redemptions of shares during the year is disclosed in the statement of changes in redeemable preference shareholders' net assets in respective funds.

The amounts due from/to shareholders at the year end in respect of shares subscribed for and redeemed is disclosed in trade and other receivables and trade and other payables respectively.

For its services as Manager, Ashburton Fund Managers Limited receives a fee of 0.10% from each Fund calculated on the net asset value. The fee is accrued daily and paid monthly in arrears.

The Custodian receives a fee which is calculated as 0.02% of net asset value per annum. The fee is accrued daily and paid monthly. The Custodian receives a transaction fee of either GBP 9, GBP 40 (Standard Fund), or GBP 150 (Complex Fund) or currency equivalent per transaction dependent upon which stockmarket the trade is executed on.

The Directors of the Company have had no transactions with the Company, other than the holdings as detailed in the report of the Directors. The Directors' fees are paid by the Manager.

Ultimate controlling party

There is no ultimate controlling party of the Company.

11. Management shares

Under the Companies (Jersey) Law 1991, redeemable shares may only be issued if there are, in issue, shares of the Company which are not redeemable. This is the reason for the existence of the management shares that carry one vote each on a poll but do not carry any right to dividends. In the event of a winding up, they rank only for return of paid capital. There are two management shares in issue and both are fully paid up and held by Ashburton Fund Managers Limited.

Unclassified shares

The Articles of Association of the Company provide that the unclassified shares may be issued as participating redeemable preference shares.

Participating redeemable preference shares

Shares are issued and redeemed at the dealing price which is calculated in accordance with the Articles of Association and based on the value of the underlying net assets of the Fund in which they have been designated at the time of issue or redemption. Upon the issue of shares the difference between the dealing price and the nominal value is credited to the stated capital account. Upon the redemption of participating redeemable preference shares the amount payable is debited to the stated capital account or, where this is exhausted, to realised capital reserves.

On a poll each participating redeemable preference share is entitled to one vote. The Company may declare dividends to the participating redeemable preference shares of each Fund. The dividend is payable to the registered holders of such shares on the date the dividend is declared. No dividend shall be payable except out of the profits resulting from the Fund's business.

Notes to the financial statements_{cont.}

12. Financial instruments and associated risks

The objectives and policies employed by the Manager in holding financial instruments have been explained in the Investment policy and objectives on page 3. The narrative disclosures explaining the risks associated with holding financial instruments are detailed below:

Market price risk

Market price risk arises mainly from uncertainty about future prices of the financial instruments held. It represents the potential loss the Funds might suffer by holding financial instruments in the investment portfolio through adverse price movements.

Adherence to investment guidelines and borrowing restrictions set out in the Prospectus mitigate the risk of excessive exposure to any particular security or issuer. The Investment Manager considers that a reasonably possible movement in the market price risk would be equivalent to a 5% movement in collective investment schemes.

The table below summarises, for each Fund, the impact of increases or decreases in the collective investment schemes on the net asset value as at 31 May 2017. The analysis is based on the assumption that the collective investment schemes increase or decrease by 5%, with all other variables held constant.

| Fund | Value (base currency) | | 5% Movement in collective investment schemes | |
|-----------------------------------|-----------------------|------------|--|---------|
| | 2017 | 2016 | 2017 | 2016 |
| Sterling Money Market Feeder Fund | 8,637,633 | 10,305,390 | 415,336 | 505,681 |
| Dollar Money Market Feeder Fund | 36,710,723 | 17,972,460 | 1,799,145 | 880,557 |

Foreign currency risk

Each Fund has a segregated pool of assets, denominated in sterling and US dollar. There are no exposures to any other currency except for the immaterial expenses which are incurred as a result of operating the Company by the Manager and repaid by the respective Fund in accordance with their respective net asset values.

Interest rate risk

The Fund's financial assets are held through the BlackRock Liquidity Fund investments, the maturity profiles of which are available through the Money Market Funds fact sheets. The Funds may maintain uninvested cash on deposit with various banks as approved by the Directors. As set out in the Prospectus, it is the policy of each Fund that no borrowing will be undertaken save for the purpose of meeting the payment of redemption proceeds. These borrowings will not exceed 10% of the value of the Fund.

Interest rate risk is the risk that the value of financial investments will fluctuate due to changes in market interest rates. The Funds are exposed to this risk through the impact of rate changes on interest bearing assets and liabilities held in the underlying investments within the BlackRock Liquidity Funds by the Funds. Interest rate risk mainly arises through interest bearing assets such as debt securities. The risk is managed by the BlackRock Liquidity Funds Manager as stated in the Prospectus (available on www.ashburtoninvestments.com). Funds are benchmarked against reference points in order to facilitate performance measurement.

Notes to the financial statements_{cont.}

12. Financial instruments and associated risks_{cont.}

Liquidity risk

The principal liquidity risks arise through the inability of each Fund to settle their respective investment transactions or to remit the redemption proceeds to its shareholders. The Company has two business days from the relevant dealing day to pay the proceeds of redemption. Each Fund may borrow up to 10% of its value to ensure payment of redemptions. As at 31 May 2017, all financial liabilities will mature within one month.

Credit risk

The Funds are exposed to credit risk, which is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Funds are exposed to counterparty credit risk on cash and cash equivalents.

Credit risk arising on cash and cash equivalents is considered to be minimal as these are placed with reputable financial institutions. All cash and cash equivalents are held by parties with a credit rating of A+/A1 or higher.

The Manager reviews the Fund's credit position on a monthly basis. The maximum exposure to credit risk, before any credit enhancements, at 31 May is the carrying amount of the cash and cash equivalents as disclosed in the statement of financial position for each Fund.

Counterparty risk

Investment transactions entered into by each fund exposes it to a risk that the counterparty will not deliver the investment (purchase) or cash (sale) after the Funds have fulfilled their obligations. The risk is limited however, as the majority of transactions are delivered versus payment.

Capital risk management

The net assets attributable to holders of redeemable preference shares are classified as financial liabilities and therefore, in the opinion of the Directors, the capital of the Company is only represented by the Management Shares. Details of the Management Shares are shown in note 11. Due to the nature and requirement of the Management Shares the Directors have decided that no active capital risk management is required.

Fair value disclosure

The financial assets and liabilities of each Fund are included in the statement of financial position at fair value, being the amount at which an asset or liability could be exchanged at an arms length transaction between informed and willing parties. The basis of valuation of investments is disclosed in note 8 of the financial statements.

13. Significant events after the reporting period

Peter Bourne retired as a Director with effect from 15 June 2017.

David Waters retired as a Director with effect from 30 June 2017.

Anthony Wilshin was appointed as a Director with effect from 8 August 2017.

Paul O'Toole was appointed as a Director with effect from 14 August 2017.

Notice of the annual general meeting

Notice is hereby given that the fifteenth annual general meeting of Ashburton Money Market Funds Limited will be held at 17 Hilary Street, St Helier, Jersey, JE4 8SJ, Channel Islands on Wednesday, 15 November 2017 at 10.00 a.m. for the following purposes:

Agenda

Resolution 1.

To receive and adopt the financial statements for the year ended 31 May 2017 together with the report of the Directors and Auditor thereon.

Resolution 2.

To re-appoint PricewaterhouseCoopers CI LLP as Auditors of the Company and each of the Funds, to hold office until the conclusion of the next Annual General Meeting at which the annual report and audited financial statements are laid before the Company and to authorise the Directors to fix their remuneration.

Resolution 3.

To fix the remuneration of the Directors up to a maximum of \$10,000 in aggregate in accordance with the provisions of the Articles of Association for the forthcoming year.

Resolution 4.

To transact any other ordinary business of the Company.

By Order of the Board

For and behalf of the Secretary
Ashburton (Jersey) Limited
18 September 2017

Registered Office:

17 Hilary Street, St Helier, Jersey, JE4 8SJ, Channel Islands.

Notes:

1. A Shareholder entitled to attend and vote at the meeting convened by this notice is entitled to appoint one or more proxies to attend and (on a poll) to vote instead of him/her. A proxy need not also be a Shareholder of the Fund.
2. A form of proxy is enclosed. The Chairman of the meeting would be willing to act as your proxy if desired. Please complete and sign the form which should reach the registered office of the Secretary not later than 48 hours before the time fixed for the meeting.

Ashburton Money Market Funds Limited

Form of proxy

Block letter please:

Shareholder number.....

Full name(s).....

Address.....

I/We being a Member(s) of the above named Company hereby appoint the Chairman of the Meeting..... (see Note 1 below.) as my/our proxy to attend and vote for me/us on my/our behalf at the fifteenth annual general meeting of the Company to be held on Wednesday, 15 November 2017 at 10.00 a.m. at 17 Hilary Street, St Helier, Jersey, JE4 8SJ, Channel Islands and at any adjournment thereof.

Please indicate with an "X" in the table alongside the resolutions how you wish your votes to be cast in respect of the resolutions which are set out below. If no specific direction as to voting is given, the proxy will vote or abstain at his discretion.

I/We direct my/our proxy to vote on the resolutions as follows:

Ordinary resolutions:

1. To receive and adopt the financial statements for the year ended 31 May 2017 together with the report of the Directors and Independent Auditor thereon.
2. To re-appoint PricewaterhouseCoopers CI LLP as Auditors of the Company and each of the Funds, to hold office until the conclusion of the next Annual General Meeting at which the annual report and audited financial statements are laid before the Company and to authorise the Directors to fix their remuneration.
3. To fix the remuneration of the Directors up to a maximum of \$10,000 in aggregate in accordance with the provisions of the Articles of Association for the forthcoming year.
4. To transact any other ordinary business of the Company.

| FOR | AGAINST |
|-----|---------|
| | |
| | |
| | |
| | |

Signature.....

Date.....

Notes:

1. If you wish to appoint another person to be your proxy instead of the Chairman of the Meeting, you should delete the 'Chairman of the Meeting' and write the name of your proxy in the space provided and initial the alteration.
2. In the case of joint shareholders, the vote of the senior who tenders a vote, whether by proxy or in person, shall be accepted to the exclusion of the votes of the other joint shareholders and, for this purpose, seniority shall be determined by the order in which the names stand in the register of shareholders. In the case of a corporation the form must be executed under its common seal or signed by an officer or attorney so authorised.
3. The completion and return of this form will not prevent you from attending and voting at the meeting.
4. To be valid this form must reach the registered office of the Company, 17 Hilary Street, St Helier, Jersey, JE4 8SJ, Channel Islands, not less than 48 hours before the time appointed for the meeting at which the person named in this form proposes to vote.



Ashburton (Jersey) Limited

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A part of the FirstRand Group

Ashburton Investments is a registered business name of Ashburton (Jersey) Limited which is regulated by the Jersey Financial Services Commission