

# AVIVA INVESTORS

## STERLING GOVERNMENT LIQUIDITY FUND (SHARE CLASS 3 GBP)

AS AT 31 MAY 2019



<b>KEY FACTS</b>	
<b>FUND MANAGER</b>	
Richard Hallett Since 1 July 2018	
<b>BENCHMARK</b>	
Overnight Libid rate	
<b>PERFORMANCE TARGET (GROSS)</b>	
Overnight Libid rate	
<b>SHARE CLASS CURRENCY</b>	
GBP	
<b>SHARE PRICE</b>	
GBP 1.0000	
<b>FUND SIZE</b>	
GBP 4,515.30m	
<b>SHARE CLASS INCEPTION DATE</b>	
18 December 2008	
<b>FEES</b>	
Management Fee:	0.10% p.a
Entry Charge:	0.00%
Ongoing Charge:	0.10% (as at 1 October 2018)
Exit Charge:	None
<b>HEDGED SHARE CLASS</b>	
No	
<b>RATING</b>	
AAA <sub>m</sub> by S&P Aaa-mf by Moody's Investor Services (This rating has been solicited by the Investment Manager)	
<b>VALUATION</b>	
Short-Term Low-Volatility Net Asset Value (LVNAV)	
<b>MINIMUM INVESTMENT</b>	
GBP 10,000,000	
<b>MINIMUM TRANSACTION SIZE</b>	
No Minimum	

### OBJECTIVES AND INVESTMENT POLICY

The Fund aims to protect your capital and provide income whilst allowing shares to be bought, sold and paid for on every business day.

The Aviva Investors Sterling Government Liquidity Fund is a Short-Term Low-Volatility Net Asset Value (LVNAV) Money Market Fund. It will normally invest in extremely low risk Sterling cash deposits and cash-like instruments issued by the UK government or organisations backed by the UK government. Such instruments could include treasury bills, UK government debt securities and other short term debt securities and deposits.

It may also invest in bonds (which are loans that pay a fixed or variable rate of interest) issued by the UK government and which are priced in Sterling.

The Fund's investments will have an average weighted maturity of 60 days or less. The maximum final maturity of investments will be 397 days. The Fund will aim to maintain an overall credit rating of Aaa (the rating has been solicited by the Investment Manager). The Investment Manager intends, where possible, to manage the Fund to ensure that investments have the minimum ratings required to seek to achieve this. This should ensure a very high degree of safety but will reduce income compared with high risk investments. This Fund does not guarantee your money and is not the same as a deposit account.

The Fund is managed and measured with reference to a benchmark, the Overnight LIBID rate. (The London Interbank Bid Rate (LIBID) is the rate at which banks are willing to borrow from other banks.)

You can buy and sell shares on any business day in London.

For full investment objectives and policy details please refer to the Prospectus.

### RISK AND REWARD PROFILE



- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- The value of investments and the income from them will change over time.
- The Fund price may fall as well as rise and as a result you may not get back the original amount you invested.

- The Fund has been allocated a risk number based on the historic volatility of its share price or where insufficient information is available appropriate asset classes.
- The Fund invests in money market instruments such as short term bank debt, the market prices/value of which can rise as well as fall on a daily basis. Their values are affected by changes in interest rates, inflation and any decline in creditworthiness of the issuer.
- This is not a guaranteed investment, an investment in a Money Market Fund is different from an investment in deposits and can fluctuate in price meaning you may not get back the original amount you invested. This investment does not rely on external support for guaranteeing liquidity or stabilising the NAV per unit or share. The risk of loss of the principal is to be borne by the investor.
- Full information on the risks applicable to the Fund is detailed in the Prospectus.

### INVESTMENT STRATEGY

The investment objective of the Fund is to provide security of capital with a high degree of liquidity and generate income, primarily from short term government securities and securities issued by agencies or bodies explicitly guaranteed by the UK Government. The investment policy is to invest in a portfolio of Treasury Bills, UK Government securities, Repurchase Agreements that are at all times fully secured against UK Government Securities, and overnight deposits with the Debt Management Office. The weighted average maturity of the Fund's investments will not exceed 60 days. The Investment Manager intends, where possible, to manage the Fund according to its classification as a short term money market fund and the restrictions imposed by the rating agency in order to maintain an overall credit rating of Aaa. The performance of the Fund will be benchmarked against the overnight Libid rate.

### HIGHLIGHTS

- Over the month the Fund performed in line with the benchmark, with an overall absolute return of 0.05%
- The Bank of England retains a 'gentle bias' to monetary tightening
- The money market yield curve flattened on global growth concerns

### COMMENTARY

May saw a flattening of the sterling money market yield curve as yields continued to move lower in response to a weakening global growth outlook. Risk appetite had been buffeted by concerns about increasingly strained relations between the US and China over both trade and technology. In the UK, the month saw the deputy governor of the Bank of England (BoE), Dave Ramsden, underscore the moderately hawkish stance of the monetary policy committee by indicating that interest rates would rise in the event that the UK left the European Union in an orderly fashion. However, the potential for a 'no-deal' Brexit in October rose sharply on expectations that a committed 'leave' prime minister, such as Boris Johnson or Dominic Raab, would succeed Theresa May, who announced that she was to leave office in June. Inflation remained well behaved and below market expectations. This was despite higher energy bills and transport costs pushing the consumer price index to 2.1%, just above the BoE target rate. We continue to hold the bulk of the Fund in overnight reverse repurchase agreement (repo) instruments. During the month, we reduced the Fund's exposure to treasury bills as they are yielding less than the overnight reverse repos.

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AS AT 31 MAY 2019



**FURTHER INFORMATION**

**DEALING DEADLINE**  
1pm Irish time

**SETTLEMENT**  
T+0

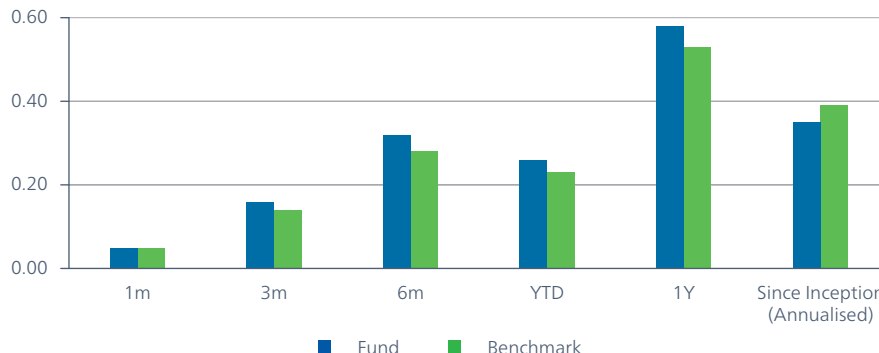
**INDUSTRY CODES**  
ISIN: IE00B3KK3Z64  
SEDOL: B3KK3Z6  
Bloomberg: MORSTG3 ID  
Valoren: 4938793  
MEXID: CUSTGV

**LEGAL FORM**  
Dublin-domiciled UCITS

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**IMPORTANT INFORMATION**  
**Past performance is not a guide to future performance.**  
Except where stated as otherwise, the source of all information is Aviva Investors, as at 31 May 2019. Unless stated otherwise any opinions expressed are those of Aviva Investors. They should not be viewed as indicating any guarantee of return from an investment managed by Aviva Investors nor as advice of any nature.  
Throughout the document Aviva Investors refers to Aviva Investors Global Services Limited, the Investment Manager. The Investment Manager manages the fund on a daily basis making and implementing all portfolio decisions. Investment into the fund is provided by Aviva Investors Global Services Limited. The value of an investment in the fund and any income from it may go down as well as up and the investor may not get back the original amount invested. For further information please read the latest Key Investor Information Document and Supplementary Information Document. The Prospectus and the annual and interim reports are also available on request. Copies can be obtained from Aviva Investors Global Services Limited, St Helens, 1 Undershaft, London, EC3P 3DQ or by contacting our Relationship Management Team on 0800 0154773\* or email them on [fundandsalesupport@avivainvestors.com](mailto:fundandsalesupport@avivainvestors.com).  
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### PERFORMANCE VS BENCHMARK (%) - SINCE INCEPTION



### Past performance is not a guide to future performance

Source: Aviva Investors/B-one, a Bismarck company as at 31 May 2019  
Basis: Mid to mid, gross income re-invested, net of fees, in Sterling

	Cumulative Performance							Annualised				
	1M	3M	6M	YTD	1Y	3Y	5Y	Since Inception	1Y	3Y	5Y	Since Inception
Fund	0.05	0.16	0.32	0.26	0.58	0.94	1.68	3.74	0.58	0.31	0.33	0.35
Benchmark	0.05	0.14	0.28	0.23	0.53	0.99	1.75	4.22	0.53	0.33	0.35	0.39
Relative	0.00	0.02	0.04	0.03	0.05	-0.05	-0.07	-0.46	0.05	-0.02	-0.02	-0.04

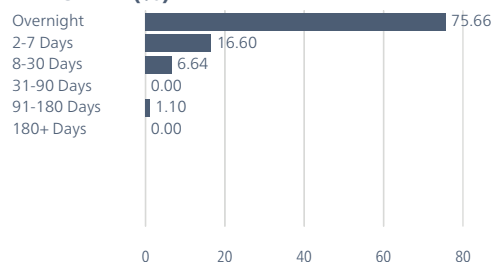
### Monthly Annualised Performance

	May 2019	April 2019	March 2019	February 2019	January 2019	December 2018
Fund	0.64	0.64	0.65	0.64	0.63	0.63
Overnight Libid rate	0.54	0.56	0.55	0.55	0.55	0.56

### Past performance is not a guide to future performance

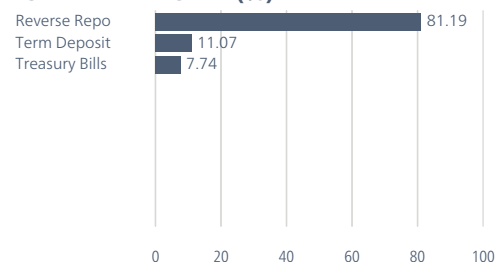
Source: Aviva Investors/B-one, a Bismarck company as at 31 May 2019  
Basis: Mid to mid, gross income re-invested, net of fees, in Sterling

### MATURITY (%)



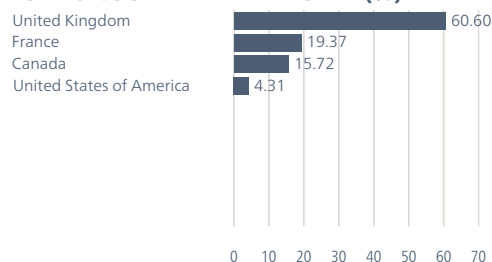
Source: Aviva Investors/BNY Mellon, as at 31 May 2019  
Basis: Excludes unsettled trades

### FUND BREAKDOWN (%)



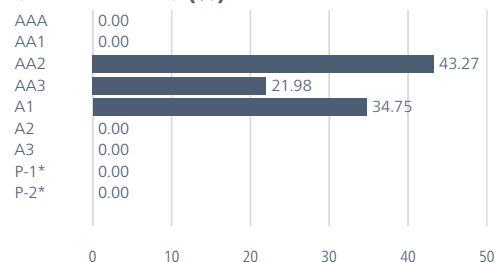
Source: Aviva Investors/BNY Mellon, as at 31 May 2019  
Basis: Excludes unsettled trades

### TOP 10 COUNTRY BREAKDOWN (%)



Source: Aviva Investors/BNY Mellon, as at 31 May 2019  
Basis: Excludes unsettled trades

### CREDIT RATING (%)



Source: Aviva Investors/BNY Mellon, as at 31 May 2019  
Basis: Excludes unsettled trades and cash  
This rating has been solicited by the Investment Manager