

**Performa Liquid Assets  
Fund Ltd.**

**Financial Statements and  
Independent Auditors' Report**

**December 31, 2011**

## INDEPENDENT AUDITORS' REPORT

To the Shareholders and Board of Directors  
of Performa Liquid Assets Fund Ltd.

We have audited the accompanying financial statements of Performa Liquid Assets Fund Ltd. (the "Fund"), which comprise the statement of net assets, including the schedule of investments, as at December 31, 2011, and the related statements of operations and changes in net assets for the year then ended.

### Management responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in Canada and Bermuda, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in Bermuda and Canada. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Fund's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

### Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at December 31, 2011 and the results of its operations and changes in its net assets for the year then ended in accordance with accounting principles generally accepted in Bermuda and Canada.

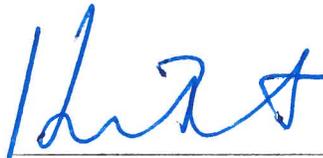
*Deloitte & Touche Ltd.*

March 30, 2012

**PERFORMA LIQUID ASSETS FUND LTD.**  
**STATEMENT OF NET ASSETS**  
as at December 31, 2011  
*(Expressed in U.S. dollars)*

	2011	2010
<b>ASSETS</b>		
Investments at fair value (amortized cost: \$137,702,687 and \$143,266,726)	\$ 137,702,687	\$ 143,266,726
Cash	2,276	68,524
Accounts receivable	45,644	45,644
Prepaid expenses	25,141	36,269
	137,775,748	143,417,163
<b>LIABILITIES</b>		
Accounts payable and accrued expenses	59,606	62,595
Management fees payable	2,771	16,457
	62,377	79,052
<b>NET ASSETS</b>	<b>\$ 137,713,371</b>	<b>\$ 143,338,111</b>
Class A Shares issued and outstanding (Note 3)	137,713,371	143,338,111
Net Asset Value per Class A Shares	\$ 1.00	\$ 1.00

Approved on behalf of the Board:



Hugh Barit  
Director



Winston Robinson  
Director

*The accompanying notes form an integral part of these statements*

**PERFORMA LIQUID ASSETS FUND LTD.**  
**SCHEDULE OF INVESTMENTS**  
as at December 31, 2011  
*(Expressed in U.S. dollars)*

**Investments**

Nominal	Fixed Income Securities	Fair Value
2,000,000	Alliancebernstein LP CP 0.11% 1/17/12	\$ 1,999,902
500,000	Alliancebernstein LP CP 0.12% 1/17/12	499,973
3,600,000	Alliancebernstein LP CP 0.20% 1/9/12	3,599,840
500,000	Alliancebernstien CP 0.07% 1/3/12	499,998
1,000,000	ANZ National Ltd CP 0.08% 1/27/12	999,942
3,000,000	ANZ National Ltd CP 0.08% 1/27/12	2,999,827
300,000	Atlantis One Funding CP 0.15% 1/4/12	299,996
500,000	Atlantis One Funding CP 0.20% 1/4/12	499,992
1,200,000	Atlantis One Funding CP 0.22% 1/11/12	1,199,927
1,550,000	Atlantis One Funding CP 0.25% 1/17/12	1,549,828
500,000	Atlantis One Funding CP 0.26% 1/11/12	499,964
300,000	Atlantis One Funding CP 0.49% 3/9/12	299,722
1,500,000	Bank of Nova Scotia CP 0.10% 1/31/12	1,499,875
3,000,000	Bank of Nova Scotia CP 0.105% 1/13/12	2,999,895
250,000	Bank of Nova Scotia CP 0.15% 1/4/12	249,997
1,000,000	BHP Billiton FIN USA Ltd CP 0.13% 1/23/12	999,921
950,000	BHP Billiton FIN USA Ltd CP 0.20% 1/17/12	949,916
13,000,000	BNP Tri-Party Repo 0.11% 1/3/12	13,000,079
3,605,000	Coca-Cola Co CP 0.12% 1/10/12	3,604,892
1,600,000	FCAR Owner Trust CP 0.21% 1/9/12	1,599,925
300,000	FCAR Owner Trust CP 0.25% 1/10/12	299,981
2,000,000	FCAR Owner Trust II CP 0.20% 1/9/12	1,999,911
4,000,000	GE Capital Corp CP 0.20% 1/27/12	3,999,422
1,000,000	General Elec Cap Corp CP 0.15% 3/12/12	999,704
5,000,000	General Re Corporation CP 0.09% 1/4/12	4,999,963
2,000,000	Great-West Life & Annuity CP 0.22% 1/20/12	1,999,768
938,000	Harvard University CP 0.1% 1/13/12	937,969
2,000,000	John Deere Bank CP 0.09% 1/25/12	1,999,880
3,000,000	John Deere Bank CP 0.08% 2/16/12	2,999,693
728,000	KFW CP 0.17% 1/17/12	727,945
5,000,000	Massachusetts Mutual CP 0.11% 1/9/12	4,999,878
6,500,000	Matchpoint Master Trust CP 1.00% 1/3/12	6,499,639
500,000	Metlife CP 0.13% 2/8/12	499,931
1,700,000	Metlife Short Term Funding CP 0.15% 1/4/12	1,699,979
2,450,000	Metlife Short Term Funding CP 0.29% 3/2/12	2,448,796
1,000,000	Metlife Short Term Funding CP 0.14% 2/8/12	999,852
330,000	Metlife Short Term Funding CP 0.25% 3/5/12	329,853
500,000	NATL Australia Funding CP 0.10% 1/4/12	499,996
500,000	NATL Australia Funding CP 0.21% 1/24/12	499,933

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**PERFORMA LIQUID ASSETS FUND LTD.**  
**SCHEDULE OF INVESTMENTS**  
as at December 31, 2011  
*(Expressed in U.S. dollars)*

**Investments (cont'd)**

Nominal	Fixed Income Securities	Fair Value
4,000,000	NATL Australia Funding CP 0.23% 2/21/12	\$ 3,998,697
1,075,000	Nestle Finance France SA CP 0.07% 1/5/12	1,074,992
1,000,000	New York Life CAP CORP CP 0.13% 2/6/12	999,870
4,000,000	New York Life CAP CORP CP 0.17% 2/16/12	3,999,131
250,000	Nordea North America CP 0.15% 1/13/12	249,988
1,000,000	Nordea North America CP 0.15% 2/6/12	999,850
5,000,000	Nordea North America Inc CP 0.15% 1/18/12	4,999,646
3,000,000	Northwest Natural Gas CP 0.15% 1/13/12	2,999,850
3,000,000	PACCAR Financial Corp CP 0.05% 1/19/12	2,999,924
400,000	PACCAR Financial Corp CP 0.13% 1/10/12	399,987
250,000	PACCAR Finl Co CP 0.3% 1/13/12	249,975
1,000,000	Queensland Treasury Corp CP 0.21% 1/3/12	999,988
1,000,000	Queensland Treasury Corp CP 0.15% 1/9/12	999,967
3,500,000	Queensland Treasury Corp CP 0.16% 1/9/12	3,499,876
500,000	Scaldis Capital LLC CP 1.00% 1/6/12	499,931
5,000,000	Scaldis Capital LLC CP 1.05% 1/4/12	4,999,563
1,000,000	Scaldis Capital LLC CP 1.05% 1/4/12	999,913
1,000,000	Scotiabanc INC CP 0.05% 2/1/12	999,957
3,000,000	Solitaire FDG LLC/IPA 0.38% 1/13/12	2,999,620
1,000,000	Solitaire Funding LLC CP 0.21% 1/17/12	999,907
1,440,000	Solitaire Funding LLC CP 0.35% 1/24/12	1,439,678
500,000	Solitaire Funding LLC CP 0.46% 2/28/12	499,629
9,750,000	Svenska Tri-Party Repo 0.01% 1/3/12	9,750,005
5,000,000	Sydney Capital Corp CP 0.35% 2/16/12	4,997,764
250,000	Toyota Motor Credit Corp CP 0.20% 1/31/12	249,958
1,000,000	Westpac Banking Corp CP 0.24% 3/5/12	999,573
500,000	Westpac Secs NZ LT CP 0.25% 1/17/12	499,944
		<hr/>
		\$ 137,702,687
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**PERFORMA LIQUID ASSETS FUND LTD.**  
**SCHEDULE OF INVESTMENTS**  
as at December 31, 2010  
*(Expressed in U.S. dollars)*

**Investments**

Nominal	Fixed Income Securities	Fair Value
2,000,000	Abbey National North America LLC CP 0.18% 1/7/11	\$ 1,999,940
2,000,000	Abbey National North America LLC CP 0.25% 1/7/11	1,999,917
5,000,000	Alliance Bernstein LP CP 0.22% 1/14/11	4,999,603
584,000	ANZ National Ltd. CP 0.25% 1/4/11	583,988
4,000,000	ANZ National Ltd. CP 0.25% 1/4/11	3,999,917
5,000,000	Atlantis One Funding CP 0.25% 2/4/11	4,998,819
1,000,000	Bank of America Corporation CP 0.21% 1/10/11	999,948
2,800,000	Bank of America Corporation CP 0.21% 1/10/11	2,799,853
4,000,000	Bank of Montreal CP 0.21% 1/4/11	3,999,930
4,000,000	Banque et Caisse Epargne CP 0.22% 1/11/10	3,999,756
3,000,000	Barclays US Funding LLC CP 0.23% 1/3/11	2,999,962
1,500,000	BASF AG CP 0.20% 1/18/11	1,499,858
3,000,000	Canadian Wheat Board CP 0.17% 1/4/11	2,999,958
1,000,000	Commerzbank US Finance CP 0.3% 1/7/11	999,950
500,000	Commerzbank US Finance CP 0.3% 1/7/11	499,975
1,200,000	Deutsche Bank Finance LLC CP 0.23% 1/3/11	1,199,985
3,000,000	Deutsche Bank Finance LLC CP 0.23% 1/7/11	2,999,885
250,000	European Investment Bank CP 0.22% 1/24/11	249,965
4,000,000	European Investment Bank CP 0.23% 1/4/11	3,999,923
1,000,000	Export Development Canas CP 0.2% 1/5/11	999,978
4,000,000	FCAR Owner Trust 1 CP 0.25% 1/3/11	3,999,944
1,050,000	Franklin Resources Inc. CP 0.2% 1/14/11	1,049,924
3,125,000	Franklin Resources Inc. CP 0.2% 1/14/11	3,124,774
5,000,000	General Re Corporation CP 0.2% 1/6/11	4,999,859
684,000	JP Morgan Chase Bank CP 0.25% 1/11/11	683,953
661,000	JP Morgan Chase Bank CP 0.25% 2/28/11	660,734
4,000,000	KFW CP 0.2% 1/14/11	3,999,711
300,000	Louis Dreyfus Corporation CP 0.22% 1/3/11	299,996
2,000,000	Louis Dreyfus Corporation CP 0.25% 1/3/11	1,999,972
2,000,000	Louis Dreyfus Corporation CP 0.3% 1/24/11	1,999,617
500,000	Matchpoint Master Trust CP 0.25% 1/20/11	499,934
1,500,000	Matchpoint Master Trust CP 0.25% 1/20/11	1,499,802
2,500,000	Matchpoint Master Trust CP 0.25% 1/20/11	2,499,670
200,000	Matchpoint Master Trust CP 0.25% 1/20/11	199,974
2,000,000	National Australia Funding CP 0.24% 2/1/11	1,999,587
1,400,000	Network Rail Infrastructure CP 0.22% 1/24/10	1,399,803
1,000,000	New Jersey Natural Gas CP 0.21% 1/19/11	999,895
1,100,000	New Jersey Natural Gas CP 0.22% 1/19/11	1,099,879

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**PERFORMA LIQUID ASSETS FUND LTD.**  
**SCHEDULE OF INVESTMENTS**  
as at December 31, 2010  
*(Expressed in U.S. dollars)*

**Investments (cont'd)**

Nominal	Fixed Income Securities	Fair Value
4,055,000	Nordea North America Inc. CP 0.25% 1/7/11	\$ 4,054,831
3,000,000	Novartis Finance Corporation CP 0.19% 1/10/11	2,999,858
1,000,000	NRW Bank CP 0.24% 1/11/11	999,933
2,000,000	NRW Bank CP 0.24% 1/19/11	1,999,760
500,000	NRW Bank CP 0.25% 2/18/11	499,833
500,000	NRW Bank CP 0.26% 1/4/11	499,989
4,000,000	Oesterreich Kontrollbank CP 0.24% 1/19/11	3,999,520
450,000	Oesterreich Kontrollbank CP 0.25% 1/19/11	449,944
3,000,000	Old Line Funding LLC CP 0.23% 1/31/11	2,999,425
1,200,000	Old Line Funding LLC CP 0.23% 1/4/11	1,199,977
1,000,000	Paccar Financial Corporation CP 0.19% 1/7/11	999,968
500,000	Paccar Financial Corporation CP 0.20% 1/18/11	499,953
500,000	Quebec Province CP 0.19% 1/28/11	499,929
3,500,000	Scaldis Capital LLC CP 0.27% 1/4/11	3,499,921
725,000	Scaldis Capital LLC CP 0.28% 1/6/11	724,972
100,000	Scaldis Capital LLC CP 0.28% 1/10/11	99,993
700,000	Scaldis Capital LLC CP 0.27% 1/10/11	699,953
2,044,000	Schlumberger Technology CP 0.2% 1/18/11	2,043,807
750,000	Schlumberger Technology CP 0.21% 2/3/11	749,856
5,000,000	Scotiabanc Inc. CP 0.2% 1/7/11	4,999,833
2,000,000	Scotiabanc Inc. CP 0.21% 1/14/11	1,999,848
950,000	Solitaire Funding LLC CP 0.29% 2/14/11	949,663
2,500,000	Solitaire Funding LLC CP 0.3% 2/14/11	2,499,083
800,000	Solitaire Funding LLC CP 0.28% 1/25/11	799,851
4,800,000	Surrey Funding Corporation CP 0.25% 1/10/11	4,799,700
1,000,000	Toyota Motor Credit Corporation CP 0.21% 1/6/11	999,971
2,000,000	Toyota Motor Credit Corporation CP 0.22% 1/18/11	1,999,792
7,000,000	Triparty Repo CP 0.4% 1/3/11	7,000,008
850,000	Variable Funding Capital 0.24% 1/25/11	849,864
3,000,000	Westpac Securities NZ Limited CP 0.24% 1/6/11	2,999,900
1,000,000	Westpac Securities NZ Limited CP 0.25% 2/2/11	999,778
1,000,000	Westpac Securities NZ Limited CP 0.25% 1/19/11	999,875
		\$ 143,266,726
		\$ 143,266,726

*The accompanying notes form an integral part of these statements*

**PERFORMA LIQUID ASSETS FUND LTD.**  
**STATEMENT OF OPERATIONS**  
for the year ended December 31, 2011  
*(Expressed in U.S. dollars)*

	2011	2010
<b>INCOME</b>		
Interest income	\$ 300,040	\$ 377,821
	<hr/>	<hr/>
<b>EXPENSES</b>		
Custodian fees (Note 4)	103,874	102,812
Administration and office fees (Note 4)	76,287	81,904
Professional fees	53,519	49,528
Management fees (Note 4)	29,106	69,132
Government fees	11,432	10,533
Miscellaneous fees	934	3,714
	<hr/>	<hr/>
	275,152	317,623
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<b>NET INVESTMENT INCOME AND INCREASE IN NET ASSETS RESULTING FROM OPERATIONS</b>	<b>\$ 24,888</b>	<b>\$ 60,198</b>
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*The accompanying notes form an integral part of these statements*

**PERFORMA LIQUID ASSETS FUND LTD.**  
**STATEMENT OF CHANGES IN NET ASSETS**  
for the year ended December 31, 2011  
*(Expressed in U.S. dollars)*

	2011	2010
NET INVESTMENT INCOME AND INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	\$ 24,888	\$ 60,198
<b>CAPITAL TRANSACTIONS</b>		
Issuance of 369,450,995 and 300,348,267 Class A Shares	369,450,995	300,348,267
Redemption of 375,075,735 and 303,388,807 Class A Shares	(375,075,735)	(303,388,807)
Dividends (Note 3)	(24,888)	(60,198)
NET DECREASE IN NET ASSETS RESULTING FROM CAPITAL TRANSACTIONS	(5,649,628)	(3,100,738)
NET DECREASE IN NET ASSETS	(5,624,740)	(3,040,540)
NET ASSETS, BEGINNING OF YEAR	143,338,111	146,378,651
NET ASSETS, END OF YEAR	\$ 137,713,371	\$ 143,338,111

*The accompanying notes form an integral part of these statements*

**PERFORMA LIQUID ASSETS FUND LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended December 31, 2011  
*(Expressed in U.S. dollars)*

1. THE FUND

Performa Liquid Assets Fund Ltd. (the “Fund”), was incorporated under the laws of Bermuda on March 21, 1997, as an open-ended limited liability investment company. The Fund is organized into distinct classes of shares. Effective July 1, 2007, the then existing Income Share class was renamed to Class A shares and a Class B share class was created. The Class A shares were the only class of common shares issued and outstanding during the years ended December 31, 2011 and 2010.

The Company maintains a class Fund (“Class Fund”) in respect of each class. All income and capital gains earned on the assets of each Class Fund shall accrue to such Class Fund and all expenses and liabilities related to a particular Class Fund and any redemptions of the shares related thereto shall be charged to and paid from the Class Fund in question. Thus, the trading results of any one Class Fund should have no effect on the value of any other Class Fund and the holders of any class of share will not have any interest in any assets of the Company other than the Class Fund attributable to the class of shares held by them. Each Class Fund, however, is not a separate legal entity, as such, the assets of each Class Fund may be subject to the general creditors of the Company.

The objective of the Fund is to achieve income while attempting to limit investment risk by investing in a diversified portfolio of cash and near cash instruments.

2. SIGNIFICANT ACCOUNTING POLICIES

a. Basis of accounting:

The financial statements have been prepared in conformity with accounting principles generally accepted in Bermuda and Canada. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

b. Investments:

Trading activity is recorded on a trade date basis. Realized gains and losses on sales of securities are calculated using the first-in, first-out basis of accounting. For the years ended December 31, 2011 and 2010, the Fund traded in commercial paper and overnight deposit vehicles.

c. Commercial paper:

Commercial paper securities are recorded at amortized cost which approximates fair value due to their short-term nature. Premiums and discounts on commercial paper purchased are amortized using the effective interest rate method and included in interest income in the statement of operations.

**PERFORMA LIQUID ASSETS FUND LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended December 31, 2011  
*(Expressed in U.S. dollars)*

2. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

d. Cash:

Cash consists of cash held at bank. For the years ended December 31, 2011 and 2010, the Fund had a cash balance of \$2,276 and \$68,524.

e. Investment income:

Interest is recorded on the accrual basis of accounting.

f. New accounting standards:

In January 2011, the Canadian Accounting Standards Board approved a one year extension to the optional one year deferral from International Financial Reporting Standards (IFRSs) adoption for investment companies applying Accounting Guideline AcG-18, Investment Companies. Investment companies and segregated funds will now be required to mandatorily adopt IFRS for interim and annual financial statements relating to annual periods beginning on or after January 1, 2013.

The Accounting Standards Board (AcSB) has extended again the mandatory changeover date to International Financial Reporting Standards (IFRSs) for investment companies and segregated accounts of insurance enterprises. The new date of January 1, 2014 reflects the likelihood that the International Accounting Standards Board (IASB) will not issue the proposed guidance on investment entities before January 1, 2013. The deferred changeover prevents Canadian investment companies and segregated accounts of life insurance enterprises having to change their current accounting treatment for controlled investees.

3. SHARE CAPITAL

The Fund's total authorized share capital is 12,000 Founder Shares with a par value of \$1.00 each and 2,000,000,000 Participating Shares with a par value of \$0.01 each. The Founder Shares are voting, non-redeemable and are not entitled to any dividends. The Founder shares have been issued to P.R.P. Performa Ltd. (the "Investment Advisor") and are unpaid. The Participating Shares are non-voting, and are redeemable. Any number of classes of Participating Shares can be issued as determined by the Directors of the Fund; each class of Participating Shares is further divided into Income Shares and Accumulation Shares. It is anticipated that Income Shares will receive dividends and that Accumulation Shares will receive no dividends. All dividends paid on the Income Shares are reinvested in purchases of additional Income Shares. Effective July 1, 2007, the Performa Liquid Assets Fund (USD) Income Shares was renamed to Performa Liquid Assets Fund (USD) – Class A and the Performa Liquid Assets Fund (USD) – Class B were created. The Performa Liquid Assets Fund (USD) – Class A is the only class of Participating Shares issued and outstanding at December 31, 2011 and 2010.

**PERFORMA LIQUID ASSETS FUND LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended December 31, 2011  
*(Expressed in U.S. dollars)*

4. MANAGEMENT, ADMINISTRATION AND CUSTODIAN FEES

Under the terms of the Fund's prospectus:

- a. The Investment Advisor, an affiliated company, provides investment management and advisory services to the Fund. The Investment Advisor is responsible for the investment of the Fund's assets. The Investment Advisor earns a Class A advisory fee calculated at a rate of 0.20% per annum on the first \$200 million, 0.18% per annum of the next \$300 million, and 0.15% per annum on the amount over \$500 million based on the daily net asset value of the Fund and paid quarterly in arrears. Effective August 7, 2009, the advisory fee was reduced to 0.05% per annum of the net assets of the Fund.

The Investment Advisor earns a Class B advisory fee calculated at a rate of 0.05% per annum on the daily net asset value of the Fund, paid quarterly in arrears.

The Investment Advisor is related to the Fund by common directorship.

- b. Woodmont Management Ltd. (the "Administrator") provides services as the Administrator, Share Registrar and Transfer Agent for the Fund. For these services, the Administrator receives an administration fee. For Class A the administration fee is calculated at a rate of 0.06% on the first \$100 million and 0.04% on the excess of \$100 million per annum of the daily net asset value of the Fund and paid quarterly in arrears. For Class B the administration fee is calculated at a rate of 0.035% on the daily net asset value of the Fund and paid quarterly in arrears.

Out of the administration fee, a fee for accounting services is paid to Comerica Bank, based on the daily net asset value of the Fund and paid quarterly in arrears, at the following rates:

Class A

0.04% per annum of the first US \$100 million

0.02% per annum on the amount over US \$100 million

Class B

0.01% per annum on the total net asset value

**PERFORMA LIQUID ASSETS FUND LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended December 31, 2011  
*(Expressed in U.S. dollars)*

4. MANAGEMENT, ADMINISTRATION AND CUSTODIAN FEES (cont'd)

c. Custodian

The custodian, Comerica Bank, is entitled to receive fees (separate from the fees received for accounting services) calculated at the following rates:

Class A

0.07% per annum on the first US\$100 million

0.06% per annum on the next US\$100 million

0.05% per annum on the excess of US\$200 million

Class B

0.015% per annum on the total net asset value of the Fund

The custodian fee is calculated daily and paid quarterly in arrears.

5. CONCENTRATION OF CREDIT RISK

As at December 31, 2011 and 2010, the custody of cash and investments are with Comerica Bank. The Fund had all its individual counterparty concentration with Comerica Bank, which is based in the United States of America.

6. FINANCIAL HIGHLIGHTS

Financial highlights of the Fund for the years ended December 31, 2011 and 2010 were as follows:

Per Class A share operating performance	2011	2010
Net asset value per share at beginning of year	\$ 1.00	\$ 1.00
Net investment income	0.00	0.00
Less dividends	0.00	0.00
Net asset value per share at end of year	\$ 1.00	\$ 1.00
<b>TOTAL RETURN:</b>	<b>0.00%</b>	<b>0.00%</b>
<b>RATIO TO AVERAGE NET ASSETS:</b>		
Expenses	0.17%	0.19%
Net investment income	0.02%	0.06%

An individual investor's return may vary from these returns based on the timing of capital transactions.

**PERFORMA LIQUID ASSETS FUND LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended December 31, 2011  
*(Expressed in U.S. dollars)*

7. TAXES

Under current laws, there are no income, profit, capital or capital gains taxes levied in Bermuda, and accordingly, no provision for such taxes has been recorded by the Fund. In the event that such taxes are levied, the Fund has received an undertaking from the Government of Bermuda exempting it from all such taxes until March 28, 2016.

In March 2011, the Bermuda Government enacted the Exempted Undertakings Tax Protection Amendment Act 2011, allowing the Minister of Finance to grant assurance up to March 31, 2035.