

**Performa Liquid Assets
Fund Ltd.**

**Financial Statements and
Independent Auditors' Report**

December 31, 2008

INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying statement of net assets of Performa Liquid Assets Fund Ltd. (the "Fund"), including the schedule of investments, as at December 31, 2008, and the related statements of operations and changes in net assets for the year then ended. These financial statements are the responsibility of the Fund's management. 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. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at December 31, 2008 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.

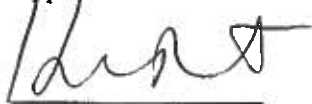
Deloitte + Touche

March 31, 2009

PERFORMA LIQUID ASSETS FUND LTD.
STATEMENT OF NET ASSETS
as at December 31, 2008
(Expressed in U.S. dollars)

	2008	2007
ASSETS		
Investments at fair value (cost: \$456,887,287 and \$523,916,204)	\$ 456,887,287	\$ 523,916,204
Cash	-	11,184
Accounts receivable	45,644	45,644
Prepaid expenses	32,732	57,941
	456,965,663	524,030,973
LIABILITIES		
Overdraft	5,939,465	-
Management fees payable	222,312	245,155
Accounts payable and accrued expenses	140,805	148,078
	6,302,582	393,233
NET ASSETS	\$ 450,663,801	\$ 523,637,740
Class A Shares issued and outstanding (Note 3)	450,663,081	523,637,740
Net Asset Value per Class A Shares	\$ 1.00	\$ 1.00

Approved on behalf of the Board:



Hugh Barit
Director



Shawn Murphy
Director

The accompanying notes form an integral part of these statements

PERFORMA LIQUID ASSETS FUND LTD.
SCHEDULE OF INVESTMENTS
as at December 31, 2008
(Expressed in U.S. dollars)

Investments

Nominal	Fixed Income Securities	Fair Value
4,000,000	Alliance bernstein LP CP 1.05% 01/20/2009	\$ 3,997,783
10,000,000	Alliance bernstein LP CP 2.05% 01/06/2009	9,997,153
10,000,000	Amstel Funding Corp CP/IPA 1.7% 01/13/2009	9,994,333
3,700,000	Antalis US Fndg Corp CP/IPA .65% 01/07/2009	3,699,599
4,000,000	Antalis US Fndg Corp CP/IPA .84% 01/02/2009	3,999,907
6,000,000	Antalis US Fndg Corp CP/IPA 1% 01/02/2009	5,999,833
350,000	ASB Finance Ltd London CP/IPA 2% 01/27/2009	349,494
10,000,000	Aspen Funding Corp CP .5% 01/12/2009	9,998,472
10,000,000	Atlantis One Funding CP 1% 01/05/2009	9,998,889
4,000,000	Bank of Ireland CP/IP .25% 01/22/2009	3,999,417
10,000,000	Bank of Ireland CP/IP 1.04% 01/05/2009	9,998,844
7,000,000	Banque et Caisse Epargne CP/IPA .3% 01/05/2009	6,999,767
5,000,000	Banque et Caisse Epargne CP/IPA .4% 01/02/2009	4,999,944
500,000	Barton Capital LLC CP/IPA 1.4% 01/05/2009	499,922
2,200,000	BASF AG CP/IPA .7% 01/02/2009	2,199,957
10,000,000	BASF AG CP/IPA 1.43% 01/08/2009	9,997,219
5,000,000	Calyon North America Inc CP/IP .26% 01/30/2009	4,998,953
10,000,000	Cancara Asset Secur LLC CP/IPA .9% 01/09/2009	9,998,000
300,000	CBA (Delaware) Finance CP/IP .95% 02/10/2009	299,683
13,000,000	Chesham Finance CP/IPA .4% 01/02/2009	12,999,856
14,000,000	Dresdner Us Finance Inc CP/IP .95% 01/16/2009	13,994,458
10,000,000	ED&F Man Treasury Mgmt CP/IP .65% 01/06/2009	9,999,097
5,199,000	Edison Asset Secur Llc CP/IPA .5% 01/12/2009	5,198,206
14,000,000	Erasmus Capital Corp CP 1.5% 01/02/2009	13,999,417
13,000,000	FCAR Owner Trust I CP/IPA 1.5% 01/05/2009	12,997,833
5,000,000	Federal Home Ln Bks Disc Notes 02/02/2009	4,995,556
5,000,000	Federal Home Ln Mtg Corp Disc Notes 02/23/2009	4,992,271
5,000,000	Federal Natl Mtg Assn Disc Notes 01/21/2009	4,995,000
10,000,000	George Street Fin LLC CP 1.3% 01/12/2009	9,996,028
4,000,000	George Street Fin LLC CP 1.3% 01/12/2009	3,998,411
3,000,000	ING (US) Funding LLC CP/IP .3% 01/02/2009	2,999,975
10,000,000	ING (US) Funding LLC CP/IP 1.73% 01/05/2009	9,998,078
3,000,000	Irish Life & Permanent CP/IP 1.34% 01/02/2009	2,999,888
10,000,000	Irish Life & Permanent CP/IP 1.84% 01/08/2009	9,996,422
10,000,000	John Deere Capital Corp CP/IP 1.25% 01/09/2009	9,997,222
300,000	Kitty Hawk Funding Corp CP .35% 01/05/2009	299,988
4,000,000	Louis Dreyfus Corp CP/IP 1.75% 01/05/2009	3,999,222
5,000,000	Louis Dreyfus Corp CP/IP 1.75% 01/05/2009	4,999,028
5,000,000	Louis Dreyfus Corp CP/IP 2.1% 01/05/2009	4,998,833

PERFORMA LIQUID ASSETS FUND LTD.
SCHEDULE OF INVESTMENTS
as at December 31, 2008
(Expressed in U.S. dollars)

Investments (cont'd)

Nominal	Fixed Income Securities	Fair Value
4,000,000	Mont Blanc Capital Corp CP 1% 01/07/2009	\$ 3,999,333
10,000,000	Mont Blanc Capital Corp CP 1.75% 01/05/2009	9,998,056
8,000,000	Natixis CP/IPA .34% 01/06/2009	7,999,622
5,000,000	New Jersey Natural Gas CP/IP .5% 01/09/2009	4,999,444
355,000	Old Slip Funding LLC CP/IPA .75% 01/16/2009	354,889
12,000,000	Old Slip Funding LLC CP/IPA .85% 01/16/2009	11,995,750
1,000,000	Perry Global Funding LLC CP 3% 01/02/2009	999,917
13,000,000	Perry Global Funding LLC CP 3.25% 01/02/2009	12,998,826
12,000,000	Rhein-Main Securitisation CP .15% 01/02/2009	11,999,950
5,000,000	Robert Bosch Finance Crp CP/IP .85% 01/05/2009	4,999,528
4,000,000	Robert Bosch Finance Crp CP/IP 1.15% 01/07/2009	3,999,233
5,000,000	Rockwell Collins Inc CP/IP 1.15% 01/08/2009	4,998,882
4,317,000	Royal Bank of Scotland Plc CP/IP 1% 01/08/2009	4,316,161
5,000,000	Royal Bank of Scotland Plc CP/IP 1% 01/09/2009	4,998,889
3,000,000	San Paolo IMI US Finl Co CP/IP .33% 01/05/2009	2,999,890
10,000,000	San Paolo IMI US Finl Co CP/IP .99% 02/02/2009	9,991,200
423,000	Shisedo Intl Corp CP/IPA .5% 01/05/2009	422,977
5,000,000	Societe Generale N Amer CP/IP .3% 01/02/2009	4,999,958
4,000,000	Solitaire Funding CP/IPA .45% 01/12/2009	3,999,450
4,000,000	Solitaire Funding CP/IPA .45% 01/12/2009	3,999,450
10,000,000	Solitaire Funding CP/IPA .8% 01/05/2009	9,999,111
4,000,000	Southeast Corp Fed Cred CP 1% 01/15/2009	3,998,444
10,000,000	Southeast Corp Fed Cred CP 1% 01/15/2009	9,996,111
10,000,000	Swedish Export Credit CP/IPA 1.45% 01/07/2009	9,997,583
13,000,000	Tasman Funding In CP/IPA 1.1% 01/15/2009	12,994,439
10,000,000	Ticonderoga Funding LLC CP .35% 01/12/2009	9,998,931
14,000,000	TSL (USA) Inc CP/IPA 2% 01/02/2009	13,999,225
1,353,000	TSL (USA) Inc CP/IPA 3.2% 01/02/2009	1,352,880
9,000,000	Variable Funding Capital CP 1.6% 01/08/2009	8,997,200
		\$ 456,887,287

The accompanying notes form an integral part of these statements

PERFORMA LIQUID ASSETS FUND LTD.
SCHEDULE OF INVESTMENTS
as at December 31, 2007
(Expressed in U.S. dollars)

Investments

Nominal	Fixed Income Securities	Fair Value
10,000,000	AGA Capital Inc CP 4% 01/02/2008	\$ 9,998,889
10,000,000	Alfa Corporation CP 4.25% 01/28/2008	9,968,125
5,000,000	Alliance & Leicester PLC CP 5.29% 01/04/2008	4,997,796
900,000	Alliancebernstein LP CP 4.05% 01/02/2008	899,899
4,000,000	Alliancebernstein LP CP 4.32% 01/09/2008	3,996,160
10,000,000	Apreco LLC CP 4% 01/02/2008	9,998,889
10,000,000	Aspen Funding Corp CP 4.5% 01/02/2008	9,998,750
500,000	Aspen Funding Corp CP 4.5% 01/02/2008	499,944
800,000	Avon Capital Corp CP 4.25% 01/15/2008	798,678
9,000,000	Cintas Corporation No. 2 CP 4.32% 01/04/2008	8,996,760
5,000,000	Cintas Corporation No. 2 CP 4.37% 01/07/2008	4,996,358
5,000,000	Conocophillips Qatar CP 4.27% 01/04/2008	4,998,221
652,000	Conocophillips Qatar CP 4.4% 01/04/2008	651,761
20,000,000	DPFA Bank PLC CP IP 4.77% 01/14/2008	19,965,550
25,000,000	Depfa Bank PLC CP IP 5.195% 01/04/2008	24,989,177
7,000,000	Ecolab Inc CP 4.3% 01/02/2008	6,999,164
5,000,000	Ecolab Inc CP 4.3% 01/02/2008	4,999,403
5,000,000	ED. & F. MAN Treasury Management Services CP 4.2% 01/07/2008	4,996,500
4,000,000	Edison Asset Securities LLC CP 4.43% 01/16/2008	3,992,617
5,000,000	Edison Asset Securities LLC CP 4.53% 01/11/2008	4,993,708
9,500,000	Emerson Electric Co. CP 4.05% 01/14/2008	9,486,106
4,600,000	Estee Lauder Companies CP 4.24% 01/02/2008	4,599,458
5,000,000	Goldman Sachs Group Inc CP 4.5% 01/14/2008	4,991,875
10,000,000	Goldman Sachs Group Inc CP 4.82% 01/02/2008	9,998,661
15,000,000	Goldman Sachs Group Inc CP 5% 01/07/2008	14,987,500
31,149,000	Greyhawk Funding LLC CP 5.4% 01/03/2008	31,139,655
6,000,000	Harvard University CP 4% 01/03/2008	5,998,667
25,000,000	ING (US) Funding LLC CP/IP 4.87% 01/11/2008	24,966,181
15,000,000	Intesa Funding LLC CP 4.29% 01/14/2008	14,976,763
10,000,000	Intesa Funding LLC CP 4.99% 01/02/2008	9,998,614
310,000	International Lease Finance Corp CP/IP 4.3% 01/11/2008	309,630
10,000,000	JP Morgan Chase & Co CP 4.8% 01/04/2008	9,996,000
225,000	JP Morgan Chase Bank BA CP 4.65% 01/07/2008	224,826
654,000	JP Morgan Chase Bank BA CP 4.65% 01/08/2008	653,409
1,301,000	Kitty Hawk Funding Corp CP 5.35% 01/16/2008	1,298,100
1,188,000	Louis Dreyfus Corp CP 5.25% 01/11/2008	1,186,268
5,000,000	Lowes Companies Inc CP 4.25% 01/04/2008	4,998,229

The accompanying notes form an integral part of these statements

PERFORMA LIQUID ASSETS FUND LTD.
SCHEDULE OF INVESTMENTS
as at December 31, 2007
(Expressed in U.S. dollars)

Investments (cont'd)

Nominal	Fixed Income Securities	Fair Value
5,225,000	Madison Gas & Electric CP 4.35% 01/11/2008	\$ 5,218,686
7,000,000	Members United Corporation FCU CP 4.75% 01/15/2008	6,987,069
5,000,000	Members United Corporation FCU CP 4.9% 01/10/2008	4,993,875
10,000,000	Members United Corporation FCU CP 5.1% 01/03/2008	9,997,167
15,000,000	Merrill Lynch & Company CP 5.25% 01/03/2008	14,995,625
1,050,000	Natexis Banq US Finance Company CP 4.68% 01/18/2008	1,047,680
10,000,000	Natixis Commercial Paper CP 5.18% 01/04/2008	9,995,683
9,000,000	National Australia FDG (DE) CP 4.25% 01/08/2008	8,992,563
9,000,000	Nestle Finance France SA CP 4.15% 01/04/2008	8,996,888
800,000	Nestle Finance France SA CP 4.15% 01/04/2008	799,723
3,000,000	Northwest Natural Gas CP 4.1% 01/07/2008	2,997,950
6,000,000	Novartis Finance Corporation CP 4.27% 01/03/2008	5,998,577
626,000	Pitney Bowes inc. CP 4.2% 01/11/2008	625,270
5,470,000	Pitney Bowes Inc. CP 4.22% 01/07/2008	5,466,153
5,170,000	Ranger Funding LLC CP 4.5% 01/22/2008	5,156,429
356,000	Ranger Funding LLC CP 5.75% 01/28/2008	354,465
395,000	Ranger Funding LLC CP 5.9% 01/10/2008	394,417
2,254,000	Ranger Funding LLC CP 5.35% 01/15/2008	2,249,310
3,917,000	Rockwell Collins Inc. CP 4.3% 01/03/2008	3,916,064
10,000,000	Royal Bank of Scotland PLC CP 5.16% 01/02/2008	9,998,567
1,700,000	San Paolo IMI US Financial Company CP 4.85% 01/09/2008	1,698,168
15,000,000	San Paolo IMI US Financial Company CP 5.19% 01/02/2008	14,997,838
2,000,000	Sharp Electronics Corp CP/IP 4.25% 01/24/2008	1,994,569
935,000	Skandinav Enskilda Bank CP 5.2% 01/11/2008	933,649
840,000	Skandinav Enskilda Bank CP 5.2% 01/23/2008	837,331
2,500,000	Societe Generale NA CP 4.3% 01/18/2008	2,494,924
7,000,000	Societe Generale NA CP 4.32% 01/10/2008	6,992,440
10,000,000	Southeast Corp Fed Credit CP 4.33% 01/25/2008	9,971,133
8,000,000	Southeast Corp Fed Credit CP 4.4% 01/15/2008	7,986,311
3,100,000	Swedbank CP 4.78% 01/15/2008	3,094,237
9,500,000	Teachers Ins & Ann Association CP 4.07% 01/07/2008	9,493,556
33,530,000	Tri Party Repo 2.5% 01/02/2008	33,532,328
495,000	UBS Finance Delaware LLC CP 4.23% 01/04/2008	494,826
9,000,000	UBS Finance Delaware LLC CP 4.23% 01/11/2008	8,989,425
5,000,000	UPS of America CP 3.98% 01/16/2008	4,991,708
5,000,000	Wells Fargo & Company CP 4.25% 01/07/2008	4,996,458
4,000,000	Wells Fargo & Company CP 4.25% 01/07/2008	3,997,167

The accompanying notes form an integral part of these statements

PERFORMA LIQUID ASSETS FUND LTD.
SCHEDULE OF INVESTMENTS
as at December 31, 2007
(Expressed in U.S. dollars)

Investments (cont'd)

Nominal	Fixed Income Securities	Fair Value
700,000	Westpac Securities NZ Ltd CP 4.57% 01/25/2008	\$ 697,867
5,000,000	Yorktown Capital LLC CP 4.45% 01/11/2008	4,993,819
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		\$ 523,916,204
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The accompanying notes form an integral part of these statements

PERFORMA LIQUID ASSETS FUND LTD.
STATEMENT OF OPERATIONS
for the year ended December 31, 2008
(Expressed in U.S. dollars)

	2008	2007
INCOME		
Interest income	\$ 12,256,276	\$ 28,584,149
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EXPENSES		
Management fees (Note 4)	908,359	1,004,249
Custodian fees (Note 4)	271,961	300,803
Administration and office fees (Note 4)	213,556	236,643
Professional fees	33,337	24,500
Miscellaneous fees	27,579	26,365
Government fees	7,475	7,475
	<hr/>	<hr/>
	1,462,267	1,600,035
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NET INVESTMENT INCOME AND INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	\$ 10,794,009	\$ 26,984,114
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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, 2008
(Expressed in U.S. dollars)

	2008	2007
NET INVESTMENT INCOME AND INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	\$ 10,794,009	\$ 26,984,114
CAPITAL TRANSACTIONS		
Issuance of 625,527,295 and 477,821,915 Class A Shares	625,527,295	477,821,915
Redemption of 698,501,954 and 451,915,921 Class A Shares	(698,501,954)	(451,915,921)
Dividends (Note 3)	(10,794,009)	(26,984,114)
NET DECREASE IN NET ASSETS RESULTING FROM CAPITAL TRANSACTIONS	(83,768,668)	(1,078,120)
NET (DECREASE) INCREASE IN NET ASSETS	(72,974,659)	25,905,994
NET ASSETS, BEGINNING OF YEAR	523,637,740	497,731,746
NET ASSETS, END OF YEAR	\$ 450,663,081	\$ 523,637,740

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, 2008
(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 to be dissolved on January 1, 2012 unless, prior to January 1, 2012, a majority of the shares of the members of the Fund are voted in favour of a resolution not to dissolve the Fund.

The Fund can be organized into distinct classes of shares. Effective July 1, 2007, the then existing Income Share class was renamed as the Class A shares and a Class B share class was created. The only class of common share issued and outstanding during the year ended December 31, 2008 and 2007 was the Class A shares.

The Fund seeks superior returns while providing liquidity in short-term, low risk, fixed income securities.

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 year ended December 31, 2008, the Fund traded in commercial paper and overnight deposit vehicles. For the year ended December 31, 2007, the Fund only traded in commercial paper.

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, 2008
(Expressed in U.S. dollars)

2. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

d. Cash:

Cash consists of cash held at a bank. As at December 31, 2008 the Fund had an overdraft cash balance of (\$5,939,465). The overdraft was the result of timing differences between that day's purchases and expected cash inflows. The overdraft was cleared on January 2, 2009.

e. Investment income:

Interest is recorded on the accrual basis of accounting.

f. New accounting standards:

As new financial instruments standards will be included in the proposed set of GAAP standards for private enterprises presently under development by the Canadian Institute of Chartered Accountants (CICA), the CICA has decided that private enterprises will not be required to apply the following Sections of the CICA Handbook: 1530, *Comprehensive Income*, 3855, *Financial Instruments – Recognition and Measurement*, 3862, *Financial Instruments – Disclosures*, 3863, *Financial Instruments – Presentation* and 3865, *Hedges*, which would otherwise have applied to the financial statements of the Fund for the year ended December 31, 2008. The Fund has elected to use this exemption and applies the requirements of Section 3860, *Financial Instruments – Disclosure and Presentation*, and of Accounting Guideline 13 (AcG-13) of the CICA Handbook.

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 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, 2008 and 2007.

PERFORMA LIQUID ASSETS FUND LTD.
NOTES TO THE FINANCIAL STATEMENTS
for the year ended December 31, 2008
(Expressed in U.S. dollars)

4. MANAGEMENT, ADMINISTRATION AND CUSTODIAN FEES

Under the terms of the Fund's prospectus:

- a. P.R.P. Performa Limited (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 July 1, 2007, 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. SS&C Technologies, Inc. (the "Administrator"), provides services as the Administrator, Share Registrar and Transfer Agent for the Fund. For these services, the Administrator receives an administration fee. 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, effective July 1, 2007, 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 on 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, 2008
(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, 2008 and 2007, the custody of cash and cash equivalents 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 year ended December 31, 2008 and 2007 were as follows:

Per Class A share operating performance	2008	2007
Net asset value per share at beginning of year	\$ 1.00	\$ 1.00
Net investment income	0.02	0.05
Less dividends	(0.02)	(0.05)
Net asset value, end of year	\$ 1.00	\$ 1.00

PERFORMA LIQUID ASSETS FUND LTD.
NOTES TO THE FINANCIAL STATEMENTS
for the year ended December 31, 2008
(Expressed in U.S. dollars)

6. FINANCIAL HIGHLIGHTS (Cont'd)

	2008	2007
TOTAL RETURN:	2.56%	5.46%
	<u> </u>	<u> </u>
RATIO TO AVERAGE NET ASSETS:		
Expenses	0.31%	0.29%
	<u> </u>	<u> </u>
Net investment income	2.26%	4.97%
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An individual investor's return may vary from these returns based on the timing of capital transactions.

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.