



THETA
ASSET MANAGEMENT LTD
ABN: 37 071 807 684
AFSL: 230920

9 November 2010

Dear Investor,

Proposed wind up of the Huon Australian Share Fund and redemption freeze

After careful review of the Huon Australian Share Fund (ARSN: 090 750 253) (Fund) and discussions with the Fund's manager, Huon Capital, it has been determined that it is in the best interests of unit holders to wind up the Fund.

This decision has been made as the responsible entity considers that the Fund is too small, at under \$10Mn, to be invested effectively and therefore it cannot accomplish its objective.

Unit holders right to call a meeting

Please note that you and your fellow unit holders have the right to take action under Div 1 of Part 2G.4 of the Corporations Act 2001 to call a unit holders' meeting to consider the proposed winding up of the Fund and vote on any extraordinary resolution unit holders propose about the winding up of the Fund.

The responsible entity is permitted to wind up the Fund 28 days after the date of this letter unless a meeting is called to consider the proposed winding up of the Fund. If called, the cost of holding the meeting will be borne by the Fund.

Redemptions will be frozen to ensure all unit holders are treated equally and some assets will be realised

To ensure all unit holders are treated equally during the winding up process, redemptions have now been frozen – effective Tuesday 9 November 2010. In the interests of preserving capital the responsible entity has also determined to realise between 50% and 70% of the Fund's assets for cash. We anticipate the net proceeds of the Fund (after allowing for wind up expenses) will be paid to unit holders within five weeks, subject to any request for a unit holder meeting.

Huon Capital and Theta Asset Management appreciate your patience during this process and we will work to finalise payments as quickly as possible.

Should you have any further question or need to update your payment details on the Fund register please contact FundBPO on 1300 133 451.

Yours sincerely

Handwritten signature of Michael Birch in black ink.

Michael Birch
Director
Huon Capital Pty Ltd

Handwritten signature of Robert Marie in black ink.

Robert Marie
Director
Theta Asset Management Ltd

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