

2 December 2008



AMP Capital Enhanced Yield Fund – update

Dear Investor

On 10 October 2008, AMP Capital took prudent action in the best interest of investors in the AMP Capital Enhanced Yield Fund (the Fund) and extended the period of payment for withdrawal requests to within 12 months, as opposed to generally processing payments within 10 business days.

Since this time we have been focused on reviewing the Fund and addressing investors' liquidity requirements. As such, we are introducing quarterly withdrawal processing. AMP Capital believes this is the most equitable and timely way of seeking to meet the liquidity demands of those investors looking to withdraw their investment in the Fund. This process will provide greater clarity around expected payment times and will bring forward the date that most investors would otherwise receive any payment.

How will quarterly withdrawal processing work?

You may request the withdrawal of all or part of your investment in the Fund by writing to us or faxing us on 1800 630 066 and providing your account details. Withdrawal amounts, whether in part or in full, are processed quarterly according to the relevant 'specified withdrawal date' and will be paid to your nominated account.

The specified withdrawal dates over the next calendar year are 31 January, 30 April, 31 July and 31 October 2009 or the next business day if the specified withdrawal date is not a business day.

We only accept withdrawal requests for any quarter if the request is received before 2.00pm Sydney time on any specified withdrawal date. Unless we determine otherwise, we will only accept one withdrawal request per investor.

In determining the amount to be paid, we will act in the best interests of investors, while taking into account a number of factors, including the amount of cash available in the Fund.

Where we determine cash is not available to fully meet withdrawal requests relating to a specified withdrawal date, payment amounts will be reduced on a pro rata basis for all requests. We will notify you in writing if we reduce payment amounts. We aim to process the payment of your request within 15 business days of the specified withdrawal date.

We have issued a Supplementary Product Disclosure Statement for the Fund which is available on our website, www.ampcapital.com.au.

How is the investment strategy impacted?

The investment strategy and objective of the Fund remain unchanged. AMP Capital believes the Fund, over a three to five year period, continues to offer investors access to high income investments while maintaining capital stability. The portfolio is well diversified by industry and geography with in excess of 100 issuers. The Fund's performance remains solid, continuing to outperform the benchmark over a three year period. The Fund has a target asset allocation of 50% traded high yield securities and 50% private debt investments (via units in the AMP Capital Structured High Yield Fund).

AMP Capital understands how challenging these markets are for investors and is committed to acting in the best interests of investors in the Fund. I thank you for your on-going support in this tough investment market environment. If you have any questions about the Fund please contact your Client Services Manager or call AMP Capital Client Services on 1800 658 404.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Stephen Dunne'.

Stephen Dunne
Managing Director, AMP Capital Investors