

20 April 2010

Dear Unit holder

Fund Closure: UBS Protected Cash Fund

We are writing to inform you of a decision made by UBS Global Asset Management (Australia) Limited, as the Responsible Entity of the UBS Protected Cash Fund (the "Fund") to terminate the Fund effective on 28 April 2010.

The Fund was established to provide investors with the opportunity to invest in short dated securities that are eligible for the Australian Government Guarantee Scheme for Large Deposits and Wholesale Funding ("**Guarantee Scheme**") or have an explicit guarantee by the Commonwealth of Australia. Given the improvement in funding conditions, and the recent or imminent closure of guarantee schemes in a number of countries, the Australian Government recently announced closure of the Guarantee Scheme effective on 31 March 2010. As a result, the investment strategy of the Fund is now largely identical to that of the UBS Cash Fund.

As set out in the Product Disclosure Statement for the Fund (UBS Investment Funds PDS – Issue No. 6, dated 14 April 2009), it was always the intention of UBS Global Asset Management (Australia) Limited that, once the Guarantee Scheme was withdrawn, the Fund would be terminated and all investors remaining in the Fund would be switched into the UBS Cash Fund.

As such, on 28 April 2010 the Fund will be terminated. No further redemption requests will be accepted, and any investors remaining in the Fund at that time will be automatically switched into the UBS Cash Fund. We expect this process to take approximately 5 business days. You do not need to take any action and there will be no additional switching fee.

If you have any questions, please contact Client Services on 1800 023 043.

Yours faithfully

A handwritten signature in black ink, appearing to be 'P. Bolinowsky', written in a cursive style.

Paul Bolinowsky
Managing Director
Head of Australia & New Zealand
UBS Global Asset Management (Australia) Ltd