



[Name and address of Applicant]

Dear Sir/Madam

Redemption Request: Basis Aust-Rim Diversified Fund

[Registries] have been instructed by the Basis Aust-Rim Diversified Fund ("**Fund**"). [Registries] have received from you a redemption request seeking redemption on a date after 30 June 2007. You should have received a letter from Basis Capital Funds Management Limited, the responsible entity of the Fund, dated 16 July 2007 advising that the redemption of units in the Fund has been suspended as a consequence of significant disruptions in global credit markets making the determination of a fair net asset value impracticable.

Your redemption request will not be processed while the period of suspension of redemptions continues. Basis Capital Funds Management Limited has advised that it is attempting to clarify the position in the interests of investors and will keep investors informed.

Yours faithfully

Yours sincerely

Basis Capital Funds Management Limited

Basis Capital Funds Management Limited

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Basis Yield Fund ARSN: **107 898 948**

Basis Capital Funds Management Limited ACN: **092 478 441**; AFSL: **230 576**

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