

10 June 2010

Dear Investor

## **Changes to Russell Pooled Superannuation Trust – Diversified Options’ Withdrawal Procedures**

The Trust Deed of the Russell Pooled Superannuation Trust (**PST**) provides us with the power to transfer assets to investors in lieu of cash in satisfaction of their withdrawal requests. We have decided to clarify and expand on how and when we intend to use this power so as to provide investors with greater certainty.

From 1 August 2010, we may apply a **Liquidity Management Restriction (LMR)** to a PST Diversified Option (**Option**) at certain times in order to manage the Option in accordance with its stated investment strategy. The LMR will be applied when we feel it is in the best interests of investors to do so.

Once an LMR has been imposed on an Option it will apply uniformly to all unit holders in that Option and it will remain in place for so long as we determine such is required, having regard to the best interests of unit holders.

When an LMR is imposed on an Option, it will operate as follows:

- All unit holders will be notified when the LMR has been imposed. The notice will be sent out to all unit holders at the same time and will contain details of the terms of the LMR. Any withdrawal request received, but not processed, before the imposition of the LMR will be processed in accordance with the terms of the LMR.
- While the LMR is in place, a redeeming unit holder will receive the first part, up to a maximum of 10% of the Option’s assets under management (i.e. the cash threshold) of their withdrawal request in cash. For the purposes of determining a unit holder’s entitlement to cash proceeds up to the cash threshold, all withdrawal requests lodged by that unit holder during the period that the LMR is in place will be assessed as a whole.
- The balance (if any) of a unit holder’s withdrawal proceeds that are greater than the cash threshold will be satisfied with a combination of cash and assets, such assets representing the unit holder’s pro-rata share of the illiquid assets in the Option.
- All unit holders will be notified when the LMR has been lifted. The notice will be sent out to all unit holders at the same time.

You will note from the above that the LMR, if and when applied, will only impact investors holding units representing more than 10% of an Option’s assets under management.

### **The PST Diversified Options are:**

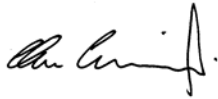
Russell Conservative Unit	Russell Conservative Tax Exempt Unit
Russell Diversified 50 Unit	Russell Diversified 50 Tax Exempt Unit
Russell Balanced Unit	Russell Balanced Tax Exempt Unit
Russell Balanced Opportunities Unit	Russell Balanced Opportunities Tax Exempt Unit
Russell Growth Unit	Russell Growth Tax Exempt Unit
Russell High Growth Unit	Russell High Growth Tax Exempt Unit

**Accessing the new PDS**

The above change will be reflected in our new PDS, which will be effective from 1 August 2010. A copy will be sent to you on issue.

We would like to take this opportunity to thank you for investing with us. If you have any queries regarding this, please contact your client service representative.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Chris Corneil', with a stylized flourish at the end.

Chris Corneil  
Managing Director, Australia & New Zealand  
Russell Investments