

**Pacific Capital Funds of Cash Assets Trust
Participation in U.S. Treasury Temporary Money Market Funds Guarantee
Program**

The Treasury Program

In late September 2008, the U.S. Treasury announced the establishment of a Temporary Money Market Funds Guarantee Program (the "Program"). The Program is intended to add stability to the financial markets and to reassure money market fund investors by protecting the value of those shares of participating money market funds regulated by the Securities and Exchange Commission's Rule 2a-7 as of the close of business on September 19, 2008.

The Program was subject to expiration on December 18, 2008 unless extended by the Secretary of the Treasury, potentially through the close of business on September 18, 2009. The initial three-month phase of the Program cost 0.01% of the net asset value of participating funds.

The U.S. Treasury has subsequently announced two extensions of its Program, the final phase of which begins on April 30th and now extends through the close of business on September 18, 2009. Each of the two extensions has been at a cost of 0.015% of the net asset value of the participating Funds on September 19, 2008. Participation in the extensions has only been available to those funds participating in the prior phases of the Program.

Additional details of the Program are available at www.treas.gov/press/releases/hp1161.htm (Announcement) and www.treas.gov/press/releases/hp1163.htm (Frequently Asked Questions - FAQ).

The Pacific Capital Funds of Cash Assets Trust

The Pacific Capital Funds of Cash Assets Trust have viewed the Program as helpful in bringing additional stability to the credit markets of which money market funds are a critical component. Accordingly, the Board of Trustees of the Pacific Capital Funds of Cash Assets Trust unanimously approved participation in the Program. All three money market funds, Cash Assets Trust, U.S. Government Securities Cash Assets Trust and Tax-Free Cash Assets Trust (the "Funds"), are covered under the Program through April 30th. Cash Assets Trust and Tax-Free Cash Assets Trust will additionally be covered through September 18, 2009. Since U.S. Government Securities Cash Assets Trust invests primarily in agencies and direct obligations of the U.S. Government, it was determined that the fund would not participate in the final phase of the Program.

Costs to participate in each of the phases of the Program are being borne by the participating Funds.

April 14, 2009