

**ADDITIONAL INFORMATION REGARDING
PRIMARY FUND-IN LIQUIDATION
(formerly known as Reserve Primary Fund)**

CLASS ACTION LITIGATION

New York, January 23, 2014: This *Fund Update* is intended to provide shareholders of the Primary Fund-In Liquidation with current information regarding the class action litigation that could affect the amount of assets available for distribution.

On January 13, 2014, in the consolidated class action entitled *In Re the Reserve Primary Fund Securities and Derivative Class Action* (also referenced in previous *Fund Updates* as the *Third Avenue Institutional International Value Fund, L.P. v. Bruce Bent Sr., Bruce R. Bent, Arthur Bent, Reserve Management Company, Inc. et al.*), the United States District Court for the Southern District of New York issued an Order and Final Judgment ("Order") approving the terms and conditions of the Stipulation and Agreement of Settlement ("Stipulation") that was filed with the Court on September 6, 2013. (See *Fund Update*, dated October 23, 2013, for a copy of the Stipulation.)

In accordance with the Order, certain payments have been made pursuant to the Stipulation and related Court Orders. There have also been developments in the *SEC v. RMCI* matter that are the subject of another *Fund Update* of this date. The Fund anticipates making a final distribution to shareholders of remaining Fund assets in the Spring of 2014.

Additional *Fund Updates* will be issued to keep shareholders informed of future developments regarding the Primary Fund class action.