

IMPORTANT INFORMATION REGARDING

Primary Fund-In Liquidation  
(formerly known as Reserve Primary Fund)

AMENDED JUDGMENT IN CASE OF  
SEC v. RMCI

*New York, January 23, 2014:* This *Fund Update* is intended to provide shareholders with current information regarding the case of *Securities and Exchange Commission v. Reserve Management Company, Inc., et al.*, 09-Civ-4346 (PGG)(S.D.N.Y.) ("*SEC v. RMCI*") that will directly affect the Primary Fund-In Liquidation.

As noted in a previous *Fund Update*, dated October 9, 2013, the United States District Court for the Southern District of New York ("District Court") issued a Memorandum Opinion and Order on September 30, 2013 deciding all post-trial motions. That Opinion and Order, among other things, assessed penalties against RMCI, Resrv Partners, and Bruce Bent II in the aggregate amount of \$750,000.

On January 13, 2014, the District Court issued an Amended Judgment in the *SEC v. RMCI* matter. The Amended Judgment provided, among other things, that the penalties in *SEC v. RMCI* could be paid from certain amounts due to RMCI in the Primary Class Action under certain conditions. The Court noted that such arrangement was conditioned on its approval of the Stipulation and Agreement of Settlement ("*Stipulation*") as submitted to the District Court in the Class Action. Please see accompanying *Fund Update* of this date which indicated that the District Court approved the Stipulation in the Class Action on January 13, 2014. In its Order in *SEC v. RMCI*, the District Court noted that the amount of \$750,000.00 constituted a Fair Fund pursuant to Section 308 of the Sarbanes-Oxley Act of 2002. The effect of these District Court decisions was to add \$750,000.00 to the amount available for final distribution to shareholders. On January 21, 2014, the District Court dismissed the case with prejudice.

Additional *Fund Updates* will be issued to keep shareholders informed of future developments.