



**IMMEDIATE RELEASE**

### **Reserve Primary and Government Funds Disbursement Update**

New York, October 23, 2008 – Our operations group continues reconciling trades for The Reserve Primary Fund and the technology group tested the application of adjustments resulting from the trade reconciliation process.

We continue to make every effort to return investors' money as quickly as possible. As we stated last evening, our best estimate remains that we will make the initial distribution from the Primary Fund at the end of next week.

With respect to the U.S. Government Fund, we have approximately \$3 billion in cash. Our ability to raise new cash remains hampered in a challenging market for the disposition of government agency paper. While not a certainty, we continue to expect that the initial Government Fund distribution will take place approximately seven to ten days after the initial Primary Fund distribution.

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