



Reserve Primary Fund to Distribute \$3.4 Billion

New York, January 26, 2010 – The Reserve is pleased to announce that it will begin its sixth distribution to Primary Fund shareholders on or about January 29, 2010. The distribution, in the amount of approximately \$3.4 billion, represents approximately 95% of the Fund’s remaining asset value of \$3.56 billion as of the close of business on January 21, 2010. Including this sixth distribution, \$50.5 billion, or approximately 99% of Fund assets as of the close of business on September 15, 2008, will have been returned to investors.

This sixth distribution, which has been ordered by and is subject to the supervision and oversight of the United States District Court for the Southern District of New York, is being paid to all investors remaining in the Fund, including those who submitted redemption orders that had not been funded and those who have not submitted redemption orders, according to the terms of the [Court’s Order](#). The Fund’s net asset value fell below \$1.00 per share on September 16, 2008.

Approximately \$160 million, exclusive of the value of the Lehman Brothers Holdings Inc. securities, which are carried at zero, will remain in the Fund to cover certain claims for indemnification expenses, management fees and other costs, to the extent such amounts are approved by the Court.

“We are very happy to move forward with this very significant step in returning money to our shareholders,” said Bruce R. Bent, Chairman of The Reserve Fund. “We have been working as quickly as possible to finalize the liquidation of the Fund in compliance with the Court’s Order. Thank you for your patience.”

For more information regarding your specific account, please contact your financial adviser or Reserve’s customer service at 800-637-1700.

Note: The receipt of the distribution is without prejudice to any legal rights or remedies available to an investor.

An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although the Fund seeks to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in the Fund. Money market yields may vary.

Resrv Partners, Inc., Distributor. Member FINRA. 01/10

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