



IMMEDIATE RELEASE

### Additional Information Regarding the Reserve Primary Fund

New York, December 22, 2009 – An Order has been issued by the U.S. District Court in SEC v. Reserve Management Company, Inc. et al. (the “Court Order”) giving the Court the responsibility for reviewing claims by the Fund’s adviser and distributor for management fees and expenses, including Rule 12b-1 fees, and claims by others or indemnifiable expenses. Following the review, the Court will determine the amount of these expenses payable out of the Fund’s assets. Until the results of the review of claims for management fees and expenses and indemnification expenses, is completed and approved by the Court, a complete statement of the Fund’s expenses cannot be given.

We intend to update this information every two weeks. Additional information regarding this Fund is posted on our website TheR.com.

	Totals as of 12/15/09	% of Assets <sup>8</sup> on 12/15/09	Accrued fund expenses on 9/12/08 as a % of assets on 9/12/08
<b>Accrued Fund Expenses<sup>1</sup></b>			
Trustees’ fees, trustees’ counsel fees, and fees and expenses of the Fund’s chief compliance officer.....	\$699,045	0.02048%	0.00044%
Management fees <sup>2</sup> .....	\$14,502,640	0.42487%	0.01869%
12b-1 fees <sup>3</sup> .....	\$1,498,844	0.04391%	0.00134%
<b>TOTAL</b>	<b>\$16,700,529</b>	<b>0.48926%</b>	<b>0.02046%</b>
<b>Remaining Fund Assets<sup>4</sup></b>	\$3,565,784,834		
<b>Amount of Undistributed Net Income<sup>5</sup></b>	\$193,038,838		
<b>Number of Shares Outstanding<sup>6</sup></b>	51,182,003,060	N/A	N/A
<b>Special Reserve<sup>7</sup></b>	\$3,500,000,000		

Investors should be aware that the information in the table above would be materially changed as a result of the Court’s determination.

The Fund did not issue audited financial statements for the year ended May 31, 2009, because the Fund is in liquidation; however, KPMG has advised the Fund that it will continue to perform “agreed upon procedures” in connection with the distributions to shareholders as the Fund is liquidated. You can obtain information about the Fund’s net assets and expenses in periodic postings on our website at [www.TheR.com](http://www.TheR.com). You can also visit our website for a list of [Fund Holdings](#), which is updated daily.

<sup>1</sup> Expenses shown do not include unpaid litigation expenses and certain other extraordinary expenses that are subject to approval pursuant to the Court Order. If these amounts were included, the expenses shown would be higher. Accrued Fund Expenses shown are for the period September 15, 2008 through December 15, 2009.

Primary Fund – Management Fees	Ticker Symbol		Totals as of 12/15/09	% of Assets <sup>8</sup> as of 12/15/09
Class Institutional	RPFXX	\$	3,130,068	0.09170%
Liquidity Class I	RPIXX	\$	1,549,573	0.04540%
Liquidity Class II	N/A	\$	53,328	0.00156%
Liquidity Class III	RPVXX	\$	304,408	0.00892%
Liquidity Class IV	RPLXX	\$	99,573	0.00292%
Liquidity Class V	RFFXX	\$	450,255	0.01319%
Class Treasurer's Trust	RPRXX	\$	584,847	0.01713%
Investor Class I	N/A	\$	40,953	0.00120%
Investor Class II	RSFXX	\$	123	0.00000%
Investor Class III	N/A	\$	7,254	0.00021%
Class R	RFIXX	\$	8,282,258	0.24264%
<b>TOTAL</b>		<b>\$</b>	<b>14,502,640</b>	<b>0.42487%</b>

<sup>2</sup> This amount excludes management fees on net assets represented by unfunded redemptions for the period September 15, 2008 through October 28, 2008. For the period October 29, 2008 through December 15, 2009, management fees were accrued based on net assets, reduced by unfunded redemptions and distributions made to shareholders on October 30, 2008, December 3, 2008, February 20, 2009, April 17, 2009, and October 2, 2009, in the amount of \$26.0 billion, \$14.4 billion, \$3.4 billion, \$2.3 billion, and \$1.0 billion, respectively. Accrued management fee payments on unfunded redemptions are unpaid; all such payments (including those not shown for the period September 15, 2008 through October 28, 2008) are subject to approval pursuant to the Court Order. The amount shown is an aggregate total for the Fund, which will vary by share class as the table of **Primary Fund-Management Fees** illustrates.

<sup>3</sup> 12b-1 fees shown are an aggregate for the Fund, but only apply to Investor Class I (\$13,887), Investor Class II (\$39), Investor Class III (\$1,607) and Class R (\$1,483,311) share classes. This amount excludes unpaid 12b-1 fees on net assets represented by unfunded redemptions for the period September 15, 2008 through October 28, 2008. For the period October 29, 2008 through February 20, 2009, 12b-1 fees were accrued based on net assets, reduced by unfunded redemptions and distributions made to shareholders on October 30, 2008, December 3, 2008, and February 20, 2009 in the amount of \$26.0 billion, \$14.4 billion, and \$3.4 billion, respectively. Accrued 12b-1 fee payments on unfunded redemptions are unpaid; all such payments (including those not shown for the period September 15, 2008 through October 28, 2008) are subject to approval pursuant to the Court Order. The Board of Trustees voted on February 20, 2009 to terminate the Fund's 12b-1 Distribution Plan.

<sup>4</sup> This amount equals (i) the value of the Fund's investments, excluding the Fund's investments in securities of Lehman Brothers Holdings, Inc. (the "Lehman Paper"), plus (ii) cash held at the custodian bank, plus (iii) interest receivable as of December 15, 2009, excluding interest receivable on the Lehman Paper, minus (iv) the unrealized depreciation on the included investments in the amount of \$19. The Fund currently holds Lehman Paper with a stated par value of approximately \$785 million, the fair value of which is uncertain at this time (although believed to be greater than zero). The Board believes that, in light of the size of the Fund's holdings of Lehman Paper and the absence of reliable market quotations for Lehman Paper of comparable size or other reliable indicators of the value for the Lehman Paper, it would not be advisable to ascribe a value to the Lehman Paper for purposes of presenting the information in the table. Accordingly, the value of the Lehman Paper has been excluded from the table, which has the effect of potentially understating the amount of the "Remaining Fund Assets" and related calculations set forth in the table.

<sup>5</sup> Includes income received by the Fund from September 29, 2008 through December 15, 2009, net of the accrued expenses detailed above. The amount of the Fund's undistributed net income may decrease when the expenses noted in footnotes 1, 2 and 3 are determined.

<sup>6</sup> Shares outstanding equal (i) those outstanding at 8:00 a.m. on September 15, 2008, minus those that were redeemed in cash or that exchanged into other Reserve funds on or after September 15, 2008 and (ii) those purchased on and after September 15, 2008. The number of outstanding shares was revised downward on September 1, 2009, by 60,755,372 shares based on analysis conducted by Cornerstone Research, a consulting firm retained by the Independent Trustees of the Fund to validate Fund data.



<sup>7</sup> Pursuant to the Plan of Liquidation and the Fund's governing documents, the Board of Trustees created the Special Reserve to satisfy (a) anticipated costs and expenses of the Fund, including legal and accounting fees; (b) pending or threatened claims against the Fund, its officers and Trustees; and (c) claims, including but not limited to claims for indemnification, that could be made against Fund assets. Pursuant to the Order, it is anticipated that the Special Reserve will be replaced by an Expense Fund, which shall not be distributed unless ordered by the Court. As set forth in the Court Order, the Expense Fund is subject to adjustment.

<sup>8</sup> Percentages are based on total net assets, reduced by unfunded redemptions and distributions made to shareholders on October 30, 2008, December 3, 2008, February 20, 2009, April 17, 2009, and October 2, 2009, in the amount of \$26.0 billion, \$14.4 billion, \$3.4 billion, \$2.3 billion, and \$1.0 billion, respectively.

*An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency.*

*Resrv Partners, Inc., Distributor. Member FINRA. 12/09*

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