



June 18, 2009

Schedule for the Reserve Primary Fund Civil Suit

On May 5, 2009, the Securities and Exchange Commission filed a civil suit against the Reserve Fund and its principals to force the distribution of the remaining client assets held by the Reserve Primary Fund. Recently, the court issued an Order that established the following schedule for proceedings related to the distribution plan proposed by the SEC:

- The Reserve Primary Fund was required by June 15, 2009 to issue a press release announcing the Order and distribution plan and directing investors to the SEC's website and the Reserve's website for additional information. The Fund posted this information to its website on June 15.
- By June 22, 2009, the Reserve Primary Fund must mail copies of the Order and distribution plan, including the Appendix, to all individuals or entities that were record owners of shares of the Primary Fund on September 15, 16, 17, or 18, 2008. *A copy of the court order and distribution plan are available by clicking on the links below.*
- Objections to the distribution plan must be filed with the court no later than July 22, 2009. For the reasons described below, RBC Wealth Management does not expect to file any objections.
- By August 21, 2009, the Reserve and the SEC must file with the court responses to objections filed with the court as of July 22.
- A court hearing on the SEC suit is scheduled for September 23, 2009. We expect that the court will rule on the distribution plan governing remaining assets in the fund shortly after this hearing.

We will continue to monitor developments in the civil suit against the Reserve Primary fund. We view these developments as positive for our clients as the distribution plan proposed by the SEC contemplates a pro rata distribution to all remaining shareholders, regardless of whether investors had requested redemption prior to the Fund announcing that it had "broken the buck" on September 19, 2008.

To mitigate client losses RBC Wealth Management has committed to releasing up to \$0.03 per share to clients should they receive less than \$1.00 per share once the fund is fully liquidated and distributed.

For more information on the court order please refer to the SEC website at:

http://www.sec.gov/spotlight/reserve_primary_fund_investors.htm .

The direct link to the Court's order can be found at:

http://www.sec.gov/spotlight/reserve_primary_fund_investors/gardephe_order.pdf#top

The SEC's proposed plan for distribution is the Appendix to the Court's order and is available at:

http://www.sec.gov/spotlight/reserve_primary_fund_investors/gardephe_order.pdf#distributionplan .

Please contact your Financial Consultant if you have any questions.