



**IMMEDIATE RELEASE**

## **Reserve International Liquidity Fund Ltd. Makes Initial \$1.875 Billion Distribution**

New York, January 30, 2009 – The Reserve is pleased to announce that it began the initial \$1.875 billion distribution to the Reserve International Liquidity Fund Ltd. shareholders today. This represents approximately 65% of the total assets of the Fund. After the distribution, approximately \$1 billion in total assets will remain in the Fund.

The distribution is being made on a pro rata basis to all shareholders who placed redemption requests before January 26, 2009 at 5 p.m. Eastern Time and shareholders whose account balances are below the asset class account minimums for automatic redemptions as set forth in the Fund's January 18, 2008 Offering Memorandum.

Under the law of the British Virgin Islands (BVI), where the Fund is incorporated, a partial payment of a redemption amount is permitted to fund an existing redemption request. The Board approved an amendment to the Fund's Articles of Association to permit the Fund to make partial interim pro rata distributions. *To participate in subsequent interim distributions, shareholders are urged to submit a redemption order for all their shares if they have not already done so.*

"This distribution marks a significant step in the process of distributing money back to shareholders of the Reserve International Liquidity Fund Ltd.," said Bruce R. Bent, president of Reserve Management Company, Inc., the Fund's adviser. "We are focused on liquidating the fund's holdings at amortized cost as quickly as possible. Preserving the value of the Fund's assets and restoring cash to our investors are our top priorities during this process. Thank you for your patience."

The Fund's total assets have been approximately \$2.9 billion since the close of business on September 15. The Fund's net asset value fell below \$1.00 per share on September 16. The Fund is acting as expeditiously as markets permit to restore liquidity to shareholders.

Each shareholder's percentage of this distribution was determined by dividing the shareholder's total unfunded redeemed shares by the aggregate unfunded redeemed shares of the Fund, which was then used to calculate the shareholder's pro rata portion of this distribution.

Interest income earned from September 1 through September 14, 2008 has been credited to each shareholder's pre-distribution account balance. The distribution of income after that date will be addressed in the Fund's Plan of Liquidation.

Under a directive issued on October 17, 2008, by the Financial Services Commission (FSC), the Fund's regulator in the BVI, and an order issued in *Caxton International Limited, et al. v. Reserve International Liquidity Fund Ltd., et al., No. 08/602875*, then pending in New York County, New York, any distribution to the Fund's shareholders was subject to the approval and supervision of the FSC and the Court overseeing the *Caxton* action. On January 13, 2009, the FSC amended its directive, and on January 21, 2009 the Court issued an order to permit this distribution.

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

**Note: The receipt of the distribution is without prejudice to any legal rights or remedies available to a shareholder.**



The Reserve

*The shares of the International Liquidity Fund Ltd. have not been and will not be registered under the United States Securities Act of 1933 and may not be offered, sold or otherwise transferred directly or indirectly to any United States citizen or resident or to any corporation, partnership, trust or other entity chartered or organized under the laws of any jurisdiction in the United States of America, its territories or possessions unless an exemption from registration is available. This does not constitute an offer or solicitation by anyone in any jurisdiction in which such offer is not authorized or to any person to whom it is unlawful to make such offer or solicitation.*

*Resrv Partners, Inc., Distributor. Member FINRA. 01/09*

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