9/15 - Monday

8am: Dean Rose
$18 Fair Value

Invest CP rolls off mid-late at Bill M. Kane
$250m March 09
Bill V. Bruce
Ron Frank

- Choice: either dispose of security or hold it since not in best interest of fund.
- Rose: this is a decision of the entire record under 2a-7 cannot delegate.

SEC notification

Since more than 1/2 of a 10% A fund calls need to notify SEC (phone).
Tell them Rose amount in due to insolvency event.

Primary is 1.8% action we are going to take

- Unsecured debt: $180m
- 42.5% cash + marketable sec.
- 35.3% in short-term debt

If we fair value disclose in NQ + audited financials:

Asset Board needs to approve Fair Value + whether to keep or dispose.

Manag. make recommendation of fair value board approve.
Patrick: marketplace all over the place no actual trades yet, ads all over 45-85

Manny: ep + moderate new - senior unsecured debt rec to four value

Stuart: Board has obligation to come up with a price don't think you can disregard bids you are receiving.

Ken: Our job is to weigh rec of managers' 8.8 - our ultimate reservation of Board to determine value under the circumstances.

Manny - be more conservative, can't think this is worth par.

1/2 of 1/8 event of insolvency notify other phone fax, email.

Mr. Best - rec 80 ultraconsensus.

Sean factor in what you would pay as market participants.

Mont to Mr. B you wouldn't buy @ par. Indications 40, 40.

We would buy @ 80.

We won't sell @ 80 + not buy @ par.

Board concluded we don't have to dispose.
Letter for int liq. yr. Prime
Terms, disclosure find with. Bm

SEC website
no action letter
@ Credit support
@ buy securities out
@ line of credit to support position.

Monday @ 11am fair value strike.
Do whatever we need to do to support Primary YP

Credit backstop from adviser

750 m Primary
300 m YP

Motion passed

call Bob Race Associate Dir of Duction

Reserve experience heavy runs to maintain backstop credit support agreement

Draft up request for no action letter
Joel, Ron, Kate, Mr. Bruce, Bob, Doug, Buddy, Bonnie
7 days to pay, 2 weeks red
Moody + S&P may drop ratings
extreme red

Rose... could set threshold over $8
that we hold money for 7 days
If pricing @ under $1 all new
money in @ that price &
suspend preorders
Cancel all purchases received today
? Leh. @ 50
menag. fees go into P2
Spoke to SEC about freezing red suggested
3/1/79 day red

Seeking a partner or buyer to protect $1

MONT - confirm SEC notified of 1/2 of 1%
Board decided not to sell

So red accelerated + Len becoming a larger %?

JOE - we have a right to pay out in 10 days

MONT - so pricing is the issue not the reals
Looking for someone to take two

And + maintain $1.25 (H-BD)

Non - what changed your view of Leb
Could raise cash, illiquid
Student - need additional, more product

Tried to do prices all over, no trans 40-60
does SEC know we will break the dollar?

PM why not zero?

Mr. B we haven't heard zero, Barclays etc

Am discussion of notes we hold + when

eventy bankrupt
trying to justify 30? 50

FOIA Confidential Treatment Requested by The Reserve
CJ-178709
Board needs to approve
resolutions: 1. 7-day delay (just primary row)
2. Board valuation @ .50
3. Suspend Sales
4. Red in kind (establish threshold)

Any red over $100,000 may
be red in kind, paid cash.

5. Honor checks & debit cards as usual up to $20,000

Use if approved for all funds then need
to disclose to all. Just do primary
touch. Maybe Mr. H. & one other trusteed can approve others as needed.
For Confidential/Proprietary Information, please forward to the Reserve.

Formal proposal to go to trial to get at a Board of Directors/operate to zero from 20.

Prepare formal proposal to get at a Board of Directors/operate to zero from 20.

Get back quickly as quick the best.

Write down to zero + act fast to back up.

Formal proposal to get at a Board of Directors/operate to zero from 20.

Formal proposal to get at a Board of Directors/operate to zero from 20.

Type can anything that you underneath.

Must - once - sell for less price as much as good.

Hand - mandatory - due + sounds good.

SCC proposaling + buy-in later.

SCC call - no development.

Section

Give Son John these 72.

MR. After that read Excel.

If you need help or.

Sentence
Ollie discussion...going to Fed
discuss facility. No real
they would have to take another for mutual
Fed.
B2 called head at NY Fed but he heard
informal call...
Timothy Geithner called passth on that we
would break the buck - will call back if
he needs to.

Joel @ 2:00 tell the Board we are going
to drop Len @ price the rec.
Issue: 7 day red notification
Language will at day red on primary
purchases are suspended and announce new
rose @ Board meeting and to make decision
of value of AIG
Call Ron SEC asked what is happening.

Write Len down to zero & break the back @ 2:00 pm although not covered in store.

At $1 price of zero of Lehman + factoring in current reds.

Suggestion calculate one day NAV for all funds (get rid of multi NAV)

TDI - priced AIG paper @ 100%.
13B repo (uncovered) AIG - primary total 2.1% (CP, interim notes)

Mort - AIG downgraded

Federal Reserve - joined call Jos Steven Friedman, Patrick argy explained scenario, heavy redemptions, zero for Len.

We would not be optimistic about them getting back to us @ 3, but will escalate.

Mr. P emphasized the size of the market.

Fed Res.

Mort - we had not changed the NAV $1.

Ann Stuart - expending every effort to support tax.

Fed may get back to us by reconven.

Ann Stuart:

Joel thinks it might be worth $10 to $2 of -

the chance that the Fed must step up.

Stay @岗位! motion passed.
Joel - Fed called for more info but

unclear when we advised SEC to set

word to ICI & then to industry

- need to explain

✓ Have to have the Board to adjust Lehn
debt @ zero as of 4pm pricing.

4pm Board meeting.

Sticker fund? NAV time, etc.

Discussion of AIG, and valuation.

Agree to accept proclam., press release.

Stuart/Joel don't feel they need press release

for yield plus.