



Frequently Asked Questions

October 7, 2008

Is Dreyfus participating in the Treasury Department's Temporary Guarantee Program?

On September 29, 2008, the U.S. Treasury announced the final details of the special guarantee program for U.S. registered money market funds. The following list of Dreyfus money market funds have applied for temporary insurance coverage under the terms of the Program, demonstrating our commitment to our valued clients as we pursue every means to protect and preserve the value of their money market investments.

- Dreyfus 100% U.S Treasury Money Market Fund
- Dreyfus BASIC Money Market Fund, Inc.
- Dreyfus BASIC U.S. Government Money Market Fund
- Dreyfus Cash Management
- Dreyfus Cash Management Plus, Inc.
- Dreyfus Connecticut Municipal Money Market Fund, Inc.
- Dreyfus Government Cash Management Funds
 - Dreyfus Government Cash Management
 - Dreyfus Government Prime Cash Management
- Dreyfus Institutional Cash Advantage Funds
 - Dreyfus Institutional Cash Advantage Fund
 - Dreyfus Institutional Cash Advantage Plus Fund
- Dreyfus Institutional Money Market Fund
 - Government Securities Series
 - Money Market Series
- Dreyfus Institutional Preferred Money Market Funds
 - Dreyfus Institutional Preferred Money Market Fund
 - Dreyfus Institutional Preferred Plus Money Market Fund
- Dreyfus Institutional Reserves Funds
 - Dreyfus Institutional Reserves Government Money Market Fund
 - Dreyfus Institutional Reserves Money Market Fund
 - Dreyfus Institutional Reserves Treasury Prime Money Market Fund
 - Dreyfus Institutional Reserves Treasury Money Market Fund
- Dreyfus Laurel Funds, Inc.
 - Dreyfus AMT-Free Municipal Reserves
 - Dreyfus Money Market Reserves
 - Dreyfus U.S. Treasury Reserves
- Dreyfus/Laurel Tax-Free Municipal Funds
 - Dreyfus BASIC California Municipal Money Market Fund
 - Dreyfus BASIC Massachusetts Municipal Money Market Fund
 - Dreyfus BASIC New York Municipal Money Market Fund
- Dreyfus Liquid Assets, Inc.
- Dreyfus Massachusetts Municipal Money Market Fund
- Dreyfus Money Market Instruments, Inc.
 - Government Securities Series
 - Money Market Series
- Dreyfus Municipal Cash Management Plus
- Dreyfus Municipal Funds, Inc.
 - Dreyfus BASIC Municipal Money Market Fund
 - Dreyfus BASIC New Jersey Municipal Money Market Fund
- Dreyfus Municipal Money Market Fund, Inc.
- Dreyfus New Jersey Municipal Money Market Fund, Inc.
- Dreyfus New York AMT-Free Municipal Money Market Fund
- Dreyfus New York Municipal Cash Management
- Dreyfus Pennsylvania Municipal Money Market Fund
- Dreyfus Tax Exempt Cash Management Funds
 - Dreyfus Tax Exempt Cash Management
 - Dreyfus California AMT-Free Municipal Cash Management
 - Dreyfus New York AMT-Free Municipal Cash Management
- Dreyfus Treasury & Agency Cash Management
- Dreyfus Treasury Prime Cash Management
- Dreyfus Variable Investment Fund
 - Money Market Portfolio
- Dreyfus Worldwide Dollar Money Market Fund, Inc.
- General California Municipal Money Market Fund
- General Government Securities Money Market Funds, Inc.
 - General Government Securities Money Market Fund
 - General Treasury Prime Money Market Fund
- General Money Market Fund, Inc.
- General Municipal Money Market Fund, Inc.
- General New York Municipal Money Market Fund
- BNY Mellon Money Market Fund
- BNY Mellon National Municipal Money Market Fund
- CitizensSelect Funds
 - CitizensSelect Prime Money Market Fund
 - CitizensSelect Treasury Money Market Fund

For further information, please review the U.S. Treasury Press Release at: www.ustreas.gov/press/releases/hp1161.htm or the U.S Treasury's Frequently Asked Questions about the program at: www.ustreas.gov/press/releases/hp1163.htm



What does this mean for Dreyfus Money Market Shareholders?

Shareholder accounts will have Federal insurance on their covered Dreyfus money market balances up to the amount held as of the close of business September 19, 2008. Shareholders who may have redeemed shares, but have maintained a balance in a covered Dreyfus money market fund as of the close of business on September 19, 2008, have the option of repurchasing shares and have them qualify for the federal insurance program up to the amount of their balance on September 19, 2008.

What is Dreyfus' exposure to Lehman and what steps have you taken?

Overall, Dreyfus' exposure to Lehman was limited, accounting for less than 1% of the complex's money fund assets. For the four Dreyfus money market mutual funds with exposure to Lehman, proactive action was taken as follows: The Bank of New York Mellon Corporation ("BNY Mellon") entered into support agreements with Dreyfus Liquid Assets Inc., Dreyfus BASIC Money Market Fund Inc., Dreyfus Worldwide Dollar Money Market Fund, Inc. and Dreyfus Cash Management Plus, Inc., pursuant to which BNY Mellon agreed to support the value of Lehman notes held in the Funds. These agreements are intended to ensure that a decline in the value of the Lehman notes will not result in a decline in the share price of the funds below \$1.00.

What about other investments with "credit issues" that have been in the news?

As Dreyfus has communicated in the past regarding our overall risk management philosophy, we wish to reaffirm the following points regarding the funds advised or sub-advised by Dreyfus:

- Dreyfus-managed 2a-7 money market funds contain no direct or unsecured exposures to any sub-prime asset classes.
- Dreyfus managed 2a-7 money market funds do not have exposure to Washington Mutual nor AIG.
- There are no Structured Investment Vehicles ("SIVs") held in any Dreyfus money market fund.
- All of the asset backed commercial paper programs purchased by Dreyfus are conventional, multi-seller or single sponsored "first-tier" conduits (i.e. A-1/P-1/F-1 rated). Each is supported by traditional and diversified underlying prime asset classes, further enhanced by 100% committed bank liquidity or full credit substitution to major, first-tier depository institutions.

Is The Bank of New York Mellon a creditor of Lehman?

You may have read some erroneous press accounts that indicated that Lehman's bankruptcy filing lists The Bank of New York Mellon as a major creditor. Please note that The Bank of New York Mellon is listed because it is a corporate trustee for Lehman debt issues. The Bank of New York Mellon has no credit exposure as a result of acting in this capacity, and will not be liable for any default on the debt by Lehman Brothers. The Bank of New York Mellon has no loans to Lehman and has minimal direct credit exposure.

What is the Federal Reserve Bank's Enhanced Liquidity Program?

The Federal Reserve Board announced that it adopted interim rules allowing it to extend non-recourse loans at the primary credit rate to U.S. depository institutions and bank holding companies to finance the purchase of high quality asset-backed commercial paper ("ABCP") from money market mutual funds. In a statement, the Fed said that it anticipates that the loans will assist the funds in meeting demands for redemptions and foster liquidity in the ABCP markets. Visit The Federal Reserve's Web site for the most up-to-date information: www.federalreserve.gov/whatsnew.htm

Does Dreyfus intend to participate in the Fed's Enhanced Liquidity Program?

Dreyfus money market funds and The Bank of New York Mellon will participate in the Federal Reserve's non-recourse loan program, to the extent it is beneficial to our clients and fund shareholders, in order to further enhance liquidity for prime money market funds.

What is Dreyfus' risk management philosophy regarding money market funds?

A key tenet of Dreyfus' risk management hierarchy has been — and will continue to be — our selective and discriminating approach in reverse engineering each element of risk specific to the 2a-7 asset class. This encompasses the entire spectrum of actual (and potential) market, liquidity, issuer, asset class and product risks, on a pre-trade basis. Importantly, over our long history of money market fund management, Dreyfus has managed to these calibrated standards at times when it appeared that these risks were of diminishing consequence, or could be ignored.

Can I view holdings of Dreyfus' money market fund portfolios?

Financial transparency has always been one of our top priorities. Dreyfus was the first to post Daily Holdings of our portfolios to our web site to enable easy and transparent viewing of our investments. Please visit www.dreyfus.com to access fund holdings

Please do not hesitate to contact your Dreyfus Representative or your Financial Advisor if you have any questions.

Investors should consider the investment objectives, risks, charges and expenses of a fund carefully before investing. Call your Dreyfus Investments Representative at 1-800-346-3621 or visit www.dreyfus.com to receive a prospectus that contains this and other information about a fund, and read it carefully before investing.

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

Short-term corporate, asset-backed and municipal securities holdings, while rated in the highest rating category by one or more NRSRO (or even unrated municipal, deemed of comparable quality by Dreyfus), involve credit and liquidity risks and risk of principal loss.

The temporary insurance is for a 3-month term subject to extension to one year solely at the Treasury's discretion. At this time the temporary insurance is not yet in effect for any Dreyfus Fund. Please check www.dreyfus.com for updates on the effective date of the coverage for the Funds.

The Dreyfus Corporation is a subsidiary of The Bank of New York Mellon Corporation.