<DOCUMENT> <TYPE>N-CSRS <SEQUENCE>1 <FILENAME>a2167601zn-csrs.txt <DESCRIPTION>N-CSRS <TEXT>

#### UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

#### CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number: 811-02033

Exact name of registrant as specified

in charter: The Reserve Fund

Address of principal executive offices: 1250 Broadway

New York, NY 10001-3701

Name and address of agent for service: Amy W. Bizar

1250 Broadway

New York, NY 10001-3701

Registrant's telephone number, including

212-401-5500

Date of fiscal year end: May 31

Date of reporting period: November 30, 2005

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SEMI-ANNUAL REPORTS TO SHAREHOLDERS TTEM 1.

<Page>

[H&R BLOCK(R) LOGO]

FINANCIAL ADVISORS

MONEY MARKET FUNDS

OFFERED BY THE RESERVE FUNDS

PRIMARY FUND

U.S. GOVERNMENT FUND U.S. TREASURY FUND

INTERSTATE TAX-EXEMPT FUND

CALIFORNIA TAX-EXEMPT FUND CONNECTICUT TAX-EXEMPT FUND FLORIDA TAX-EXEMPT FUND MASSACHUSETTS TAX-EXEMPT FUND MICHIGAN TAX-EXEMPT FUND NEW JERSEY TAX-EXEMPT FUND NEW YORK TAX-EXEMPT FUND OHIO TAX-EXEMPT FUND PENNSYLVANIA TAX-EXEMPT FUND

VIRGINIA TAX-EXEMPT FUND

LOUISIANA MUNICIPAL MONEY-MARKET FUND

MINNESOTA MUNICIPAL MONEY-MARKET FUND

SEMI-ANNUAL REPORT NOVEMBER 30, 2005

<Page>

THE RESERVE FUND -- PRIMARY FUND

STATEMENT OF NET ASSETS -- NOVEMBER 30, 2005 (UNAUDITED)

<Table> <Caption> PRINCIPAL AMOUNT <S>

500,000,000

VALUE (NOTE 1) <C> NEGOTIABLE BANK CERTFICATES OF DEPOSIT -- 58.3% DOMESTIC -- 13.4% 300,000,000 Branch Banking And Trust, 4.03%, 12/08/05 300,000,000 300,000,000 400,000,000 First Tennessee Bank, NA, 4.02%, 12/1/05 First Tennessee Bank, NA, 4.28%, 1/30/06 300,000,000 400,000,000 375,000,000 Bank of America NA, 4.05%, 12/09/05 375,000,000 HSBC Bank USA, 4.06%, 5/16/06
Washington Mutual Bank FA, 4.08%, 5/31/06
Washington Mutual Bank , 4.03%, 12/05/05
Wells Fargo Bank, 4.02%, 12/01/05 200,000,000 200,000,000 500,000,000 200,000,000 200,000,000

500,000,000

500,000,000

```
2.775.000.000
                              YANKEES -- 44.9%
                              American Express Centurion, 4.02%, 12/01/05
        200,000,000
                                                                                                                                                                          200,000,000
                              Banco Bilbao Vizcaya AR, 4.02%, 12/01/05
Bank of Tokyo Mitsubishi, 4.30%, 1/30/06
        300,000,000
                                                                                                                                                                          300,000,000
        700,000,000
                                                                                                                                                                          700,000,000
                              Barclays Bank, 4.03%, 12/08/05
Barclays Bank, 4.275%, 1/30/06
       400,000,000 475,000,000
                                                                                                                                                                          400,000,000 475,000,000
        500,000,000
                               BNP Paribas, 4.465%, 5/08/06
                                                                                                                                                                          500,000,000
                              Calyon, 4.02%, 12/08/05
Canadian Imperial Bank of Commerce,
       500,000,000
                                                                                                                                                                          500,000,000
                               4.18%, 12/15/06
                                                                                                                                                                          200,000,000
       300,000,000
196,000,000
500,000,000
                              Credit Industriel et Com, 4.00%, 2/17/06
                                                                                                                                                                          300,000,000
                              Credit Suisse First Boston, 3.995%, 2/23/06
Credit Suisse First Boston, 4.47%, 5/10/06
                                                                                                                                                                          196,000,000
                                                                                                                                                                          500,000,000
                              Credit Suisse First Boston, 4.478
Deutsche Bank, 4.03%, 12/12/05
Deutsche Bank, 4.06%, 5/09/06
HBOS PLC, 4.29%, 4/21/06
Mizuho Corp Bank, 4.31%, 1/27/06
        500,000,000
                                                                                                                                                                          500,000,000
        200,000,000
                                                                                                                                                                          200,000,000
        300,000,000
                                                                                                                                                                          300,000,000
        700,000,000
                                                                                                                                                                          700,000,000
        500,000,000
700,000,000
500,000,000
                              Natexis Banques Populaires, 3.99%, 2/21/06
Royal Bank of Scotland, 4.29%, 4/21/06
Societe Generale, 4.035%, 12/13/05
                                                                                                                                                                          500,000,000
                                                                                                                                                                          700,000,000
                                                                                                                                                                          500,000,000
        200,000,000
                               Societe Generale, 4.30%, 4/21/06
                                                                                                                                                                          200,000,000
                              Standard Chartered, 4.04%, 12/13/05
Standard Chartered, 4.05%, 5/09/06
        100,000,000
                                                                                                                                                                          100,000,000 99,991,295
        100,000,000
        600,000,000
                              Unicredito Italiano SpA, 4.28%, 1/30/06
                                                                                                                                                                          600,000,000
        600,000,000
                              UBS AG, 4.02%, 12/01/05
                                                                                                                                                                          600,000,000
                                                                                                                                                                      9.270.991.295
                              Total Negotiable Bank Certificates of Deposit
                               (Cost $12,045,991,295)
                                                                                                                                                                     12,045,991,295
</Table>
                                     SEE NOTES TO FINANCIAL STATEMENTS.
                                                                 1
<Page>
<Table>
<Caption>
    PRINCIPAL
                                                                                                                                                                          VALUE
     AMOUNT
                                                                                                                                                                        (NOTE 1)
                              EURO TIME DEPOSITS -- 0.4%
                              Suntrust Bank, 4.00%, 12/01/05
Total Euro Time Deposits (Cost $75,000,000)
         75.000.000
                                                                                                                                                                           75,000,000
                              REPURCHASE AGREEMENTS -- 44.0%
    4,098,000,000
                              Bear Stearns & Co., Inc., 4.03%, dated 11/30/05, due
                               12/1//05, repurchase proceeds at maturity
                              \$4,098,458,748 (collateralized by FGRA 0%, due 4/15/17 to 3/15/35 valued at $1,186,025, FGRM 0% to 12% due 4/15/08 to 11/15/35 valued at $2,438,913,837, FMRA 0%
                              due 7/15/21 valued at $2,487, FMRM 0% due 5/15/21 valued at $2,423, FNMA 0% to 7.50% due 8/15/08 to 1/25/48 valued at $122,250,652, FNR2 0% due 4/25/07 to
                               10/25/22 valued at $873,118, FNR5 0% due 7/25/23 to
                              7/25/24 valued at $8,130,566, FNRA 0% due 12/25/15 to 06/25/26 valued at $6,581,896, FNRM 0% due 10/25/10 to 12/25/35 valued at $1,435,501,631, GNRM 3.75% to
                              6.50% due 2/16/29 to 3/16/44 valued at $212,369,949, GNRP 6% due 4/17/34 valued at $1,358,490, GNRR 3.55% to 6.50% due 3/20/13 to 5/20/35 valued at
                               $115,919,171)
                                                                                                                                                                       4,098,000,000
    3,500,000,000
                              Deutsche Bank Securities Inc., 4.03%, dated 11/30/05, due 12/1/05, repurchase proceeds at maturity
                              due 12/1/US, repurchase proceeds at maturity $3,500,391,806 (collateralized by FGRA 0% due 11/15/35 valued at $204,526,988, FGRM 4.0% to 5.50% due 10/15/15 to 11/15/35 valued at $755,536,141, FGPC 5% due 10/1/20 valued at $85,595,758, FGST 0% to 5.398%
                              due 12/1/34 to 10/1/35 valued at $419,474,940, FMAR 3.673% to 4.77% due 4/1/33 to 6/1/35 valued at $16,148,429 FNAR 2.888% to 5.191% due 11/1/33 to
                              10/1/35 valued at $651,670,124, FNMS 5.50% to 6.0% due 3/1/18 to 3/1/35 valued at $590,296,985, FNRM 5% to 5.5% due 3/25/19 to 9/25/24 valued at $295,959,031,
                               FNST 0% to 5% due 8/1/34 to 10/1/35 valued at
                              $574,225,825, GNRM 5.398% due 11/16/15 valued at $11,565,780)
                                                                                                                                                                       3,500,000,000
</Table>
                                     SEE NOTES TO FINANCIAL STATEMENTS.
<Page>
<Table>
<Caption>
    PRINCIPAL
                                                                                                                                                                          VALUE
     AMOUNT
                                                                                                                                                                        (NOTE 1)
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                                                                                                            < C>
                                                                                                                        < (">
                       REPURCHASE AGREEMENTS -- (CONTINUED)
                       Barclays Bank Inc., 4.03% dated 11/30/05, due 12/1/05,
$ 1,500,000,000
                       repurchase proceeds at maturity $1,500,167,917
                       (collateralized by FGPC 4.5% to 6.5% due 7/1/14 to 12/1/35 valued at $189,812,022, FGRA 0% to 4.92% due
                       7/15/17 to 9/15/35 valued at $41,736,647, FGRM 4.33%
                       to 6% due 9/15/16 to 9/15/33 valued at $219,174,867, FGST 6% due 2/1/35 valued at $8,440,937, FMAR
                       4.674% to 5.612% due 7/1/30 to 11/1/35 valued at
                       $52,780,767, FNAR 3.13% to 5.85% due 3/1/33 to 12/1/35 valued at $126,365,914, FNMS 4.5% to 7% due 8/1/12 to 12/1/35 valued at $648,489,261, FNRA 4.33%
                       to 4.537% due 3/25/18 to 10/25/35 valued at $37,220,246, FNRM 4% to 6% due 10/25/13 to 6/25/35 valued at $177,239,617, GNRM 5% to 6% due 10/20/30 to 1/16/34
                       valued at $43,316,891)
                                                                                                                        $ 1,500,000,000
                       Total Repurchase Agreements (Cost $9,098,000,000)
                                                                                                                             9.098.000.000
                       TOTAL INVESTMENTS (COST $21,218,991,295)
COMPREHENSIVE MANAGEMENT FEES PAYABLE
DISTRIBUTION (12b-1) FEES PAYABLE
                                                                                                            102.7%
                                                                                                                           21,218,991,295
                                                                                                              0.04
                                                                                                                                 (191,813)
                                                                                                              0.0^
                                                                                                                                    (36,935)
                       OTHER ASSETS, LESS LIABILITIES
                                                                                                             (2.7)
                                                                                                                              (556,901,679)
                       NET ASSETS
                                                                                                           100.0%
                                                                                                                        $ 20,661,860,868
</Table>
                            SEE NOTES TO FINANCIAL STATEMENTS.
                                                 3
<Page>
<Table>
                       <C>
                                                                                                                        <C>
<S>
                       NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER
                       SHARE OF EACH CLASS BASED ON SHARES OF BENEFICIAL INTEREST, $.001 PAR VALUE OUTSTANDING AND EQUIVALENT
                       TO THE NET ASSETS OF EACH CLASS:
                       6.615.527.055 SHARES CLASS R
                                                                                                                                       1.00
                                                                                                                        _____
                       11,769,012 SHARES CLASS 95
                       94,871,176 SHARES CLASS 75
                                                                                                                        $
                                                                                                                                        1.00
                       18,403,245 SHARES CLASS 70
                                                                                                                                       1.00
                                                                                                                        ===========
                       709,408,033 SHARES CLASS TREASURER'S TRUST
                       29,683,104 SHARES CLASS 45
                                                                                                                        $
                                                                                                                                       1.00
                       4,486,300 SHARES CLASS 35
                                                                                                                                        1.00
                                                                                                                        ==========
                       494,983,216 SHARES CLASS 25
                                                                                                                                       1.00
                       291.096.557 SHARES CLASS 20
                                                                                                                        $
                                                                                                                                       1.00
                                                                                                                        ===========
                       87,751,260 SHARES CLASS 15
                                                                                                                                       1.00
                       463,506,970 SHARES CLASS 12
                                                                                                                                       1.00
                       11,840,374,940 SHARES CLASS 8
</Table>
* Variable rate instrument.
                            SEE NOTES TO FINANCIAL STATEMENTS.
                                                 4
<Page>
                        THE RESERVE FUND -- U.S. GOVERNMENT FUND
              STATEMENT OF NET ASSETS -- NOVEMBER 30, 2005 (UNAUDITED)
<Table>
<Caption>
   PRINCIPAL
                                                                                                                               VALUE
    AMOUNT
                                                                                                                              (NOTE 1)
<S>
                                                                                                                        <C>
                       GOVERNMENT AGENCY NOTES -- 9.9%
        6,125,000
                       Fannie Mae, 2.00%, 2/28/06
                                                                                                                                  6,091,039
       20,000,000
                       Fannie Mae, 2.03%, 2/09/06
                                                                                                                                 19,914,210
        3,415,000
                       Fannie Mae, 2.25%, 2/28/06
Fannie Mae, 3.35%, 7/28/06
                                                                                                                                  3.398.109
        8,000,000
                                                                                                                                  7,938,228
       46,108,000
                       Federal Home Loan Mortgage Corp., 1.875%, 2/15/06
                                                                                                                                 45,878,708
                       Federal Home Loan Mortgage Corp., 2.00%, 2/23/06
Federal Home Loan Bank, 3.75%, 12/15/06
       21,107,000
                                                                                                                                 20.997.234
                                                                                                                                 49,979,494
       50,000,000
                       Federal National Mortgage Association,
       46,121,000
                       5.50%, 12/15/06
                                                                                                                                 46,229,991
```

	F 4FF 000	Tolon National Washing Provided		
	5,455,000	Federal National Mortgage Association, 2.00%, 4/20/06		5,403,178
	25,000,000	Federal National Mortgage Association, 4.0962%, 12/29/05		24,999,124
		Total Government Agency Notes (Cost \$230,829,315)		230,829,315
	450,000,000	REPURCHASE AGREEMENTS 90.2%  Bear Stearns & Co., Inc., 4.02%, dated 11/30/05, due 12/01/05, repurchase proceeds at maturity \$450,050,250 (collateralized by FGRM 4.50% due 01/15/29 to 05/15/34 valued at \$279,045,572, FNRM 0% due 03/25/29 to 08/05/05 valued at \$279,044,459,572,		450,000,000
	800,000,000	08/25/35 valued at \$184,458,567) Deutsche Bank Securities Inc., 4.00%, dated 11/30/05, due 12/01/05, repurchase proceeds at maturity \$800,088,889 (collateralized by FNNT 3.00% due 12/15/06 to 07/10/23 valued at \$58,125,167, FNSM 3.125% due 01/12/07 to 03/15/13 valued at \$83,012,362, FMNT 0% due 02/15/06 to 12/09/22 valued at \$116,451,587, FMDN 0% due 12/12/05 to 01/17/06 valued at \$22,339,705, FMFR 0% due 05/04/06 valued at \$10,065,020, FNPR 0% due 02/15/08 valued at \$13,546,800, FCOR 3.13% due 04/26/07 to 08/11/15 valued at \$42,338,421, FCSB 4.35% due 10/20/08 to 09/01/20 valued at \$45,788,874, FHLB 2.375% due 03/30/06 to 05/13/11 valued at \$132,895,515, FHOR 0% due 10/19/06 to 11/16/15 valued at		450,000,000
	80,000,000	\$287,674,970) Deutsche Bank Securities Inc., 4.22%, dated 11/30/05, due 12/08/06, repurchase proceeds at maturity \$80,000,000 (collateralized by FMAR 5.048% due 10/01/33 valued at		800,000,000
<td>ole&gt;</td> <td>\$86,143,625)</td> <td></td> <td>80,000,000</td>	ole>	\$86,143,625)		80,000,000
		SEE NOTES TO FINANCIAL STATEMENTS.		
<page< td=""><td>:&gt;</td><td>5</td><td></td><td></td></page<>	:>	5		
<tabl< td=""><td></td><td></td><td></td><td></td></tabl<>				
<capt< td=""><td>ion&gt; INCIPAL MOUNT</td><td></td><td></td><td>VALUE (NOTE 1)</td></capt<>	ion> INCIPAL MOUNT			VALUE (NOTE 1)
<s></s>		<c></c>	<c></c>	<c></c>
\$	65,000,000	REPURCHASE AGREEMENTS (CONTINUED)  State Street Bank & Trust Co., 3.125%, dated 11/30/05, due 12/01/05, repurchase proceeds at maturity \$65,007,078 (collateralized by FNMA 3.125% due 06/15/06 valued at		
	80,000,000	\$66,302,657) Barclays Bank Inc., 4.20%, dated 11/30/05, due 02/01/06, repurchase proceeds at maturity \$80,840,000 (collateralized by FGRA 4.47% due 07/15/35 valued at \$2,965,420, FGRM 5.00% due 05/15/17 to 11/15/24 valued at \$53,909,288,		\$ 65,000,000
	622,000,000	FNRM 4.50% due 04/25/27 valued at \$25,525,292) Barclays Bank Inc., 4.01%, dated 11/30/05, due 12/01/05, repurchase proceeds at maturity \$622,069,284 (collateralized by FNAR 3.341% due 06/01/33 to 11/01/35 valued at \$37,559,800, FGRM 4.00% due 09/15/12 to 06/15/31 valued at \$201,670,940, FGRA 4.22% due 03/15/23 valued at \$15,638,947, FGPC 4.50% due 04/01/19 to 07/01/20 valued at \$35,352,403, FNRM 3.50% due 08/25/18 to 09/25/34 valued at \$61,973,137, FNMS 4.50% due 07/01/15 to 12/01/35 valued at \$247,144,733, GNRM 3.00% due 07/20/25 to 06/20/33 valued at \$40,918,875)		80,000,000 622,000,000
		Total Repurchase Agreements (Cost \$2,097,000,000)		2,097,000,000
		TOTAL INVESTMENTS (COST \$2,327,829,315)	100.1%	2,327,829,315
		OTHER ASSETS LESS LIABILITIES  NET ASSETS	(0.1%)  100.0%	(2,515,549)  \$ 2,325,313,766
<td>ole&gt;</td> <td></td> <td>====</td> <td></td>	ole>		====	
+ 17-				
- va	riable rate i	nstrument.		
<s></s>		<c>NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE OF EACH CLASS BASED ON SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDING AND EQUIVALENT TO THE NET ASSETS OF EACH CLASS:</c>		<c></c>
		1,104,978,844 SHARES CLASS R		\$ 1.00
		93,442,783 SHARES CLASS TREASURER'S TRUST		\$ 1.00
		13,089,107 SHARES CLASS 45		\$ 1.00
		11,169,637 SHARES CLASS 25		\$ 1.00
		105,243 SHARES CLASS 15		\$ 1.00

```
77.602.573 SHARES CLASS 12
                                                                                                             Ś
                                                                                                                           1.00
                     1,024,925,579 SHARES CLASS 8
                                                                                                                           1.00
                                                                                                             -----
</Table>
                         SEE NOTES TO FINANCIAL STATEMENTS.
<Page>
                       THE RESERVE FUND -- U.S. TREASURY FUND
              STATEMENT OF NET ASSET -- NOVEMBER 30, 2005 (UNAUDITED)
<Table>
<Caption>
   PRINCIPAL
                                                                                                                   VALUE
   AMOUNT
                                                                                                                   (NOTE 1)
                                                                                                  <C>
<S>
                                                                                                             <C>
                     U.S. TREASURY BILLS -- 99.0%
         700,000
                     U.S Treasury Bill 3.725% 12/1/05
                                                                                                                        700,000
     245,000,000
104,100,000
                    U.S Treasury Bill 3.82% 12/8/05
U.S. Treasury Bill 3.93% 12/15/05
U.S Treasury Bill 3.78% 12/22/05
U.S Treasury Bill 3.34% 1/5/06
                                                                                                                    244,816,867
                                                                                                                   103.942.115
      38,100,000
                                                                                                                     38,014,656
      38,300,000
                                                                                                                     38,163,157
      50,000,000
                     U.S. Treasury Bill 3.472% 12/29/05
                                                                                                                    49.867.972
                     Total U.S. Treasury Bills (Cost $475,504,767)
                                                                                                                   475,504,767
                     TOTAL INVESTMENTS (COST $475,504,767)
                                                                                                   99.0%
                                                                                                                   475,504,767
                     COMPREHENSIVE MANAGEMENT FEES PAYABLE
                                                                                                    0.0^
                                                                                                                       (18,273)
                                                                                                                     (3,763)
4,687,476
                     DISTRIBUTION (12b-1) FEES PAYABLE
                                                                                                    0.0^
                     OTHER ASSETS, LESS LIABILITIES
                                                                                                    1.0
                     NET ASSETS
                                                                                                 100.0%
                                                                                                                   480,170,207
                                                                                                  =====
                                                                                                             ===========
                     NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER
                     SHARE OF EACH CLASS BASED ON SHARES OF BENEFICIAL
                     INTEREST, $.001 PAR VALUE OUTSTANDING AND EQUIVALENT
                     TO THE NET ASSETS OF EACH CLASS:
                     345,838,075 SHARES CLASS R
                                                                                                                           1.00
                     96,322,155 SHARES CLASS TREASURER'S TRUST
                     1.389.747 SHARES CLASS 75
                                                                                                                           1.00
                     1,292,731 SHARES CLASS 45
                                                                                                                           1.00
                     10,369 SHARES CLASS 25
                                                                                                                           1.00
                     50,332 SHARES CLASS 12
                                                                                                             $
                                                                                                                           1.00
                     35,268,375 SHARES CLASS 8
</Table>
                         SEE NOTES TO FINANCIAL STATEMENTS.
<Page>
                                        GLOSSARY
       -- Farm Credit System Bond
       -- FHLMC Adjustable Rate REMIC
-- FHLMC Gold Mortgage-Backed Pass-Through Participation Certificates
FGRA
FGPC
            FHLMC Gold REMIC Mortgage-Backed Pass-Through Participation
            Certificates
            Freddie Mac Gold Strips - Principal Only
FGSP
            Federal Home Loan Mortgage Corp.
FHLMC --
FMFR
            Freddie Mac Floating Rate Note
            Freddie Mac Fixed Rate Notes FHLMC -- Zero Coupon
FMNT
FMPR
FMRA
            FHLMC REMIC
FMRM
       --
           Freddie Mac Remics Fixed Rate Fannie Mae Adjustable Rates
FNAR
FNMA
            Federal National Mortgage Association
            Federal Mortgage-Backed Pass-Through Securities
Federal National Mortgage Association Medium Term Note
FNMS
FNNT
FNPR
            Fannie Mae Strips -- Principal Component
FNRA
       ___
            FNMA REMIC
            FNMA REMIC Mortgage-Backed Pass-Through Securities
FNRM
FNR2
            Fannie Mae Remics Second Issuance
FNR5
            Fannie Mae Remics Fifth Issuance
FNSM
            Federal National Mortgage Association (Debentures)
            FNMA STRIPS
FNST
            GNMA Pass-Through Floating Rate Securities
       -- Federal Eligible GNMA REMIC
-- PPC Eligible GNMA REMIC
GNRP
GNRR
REMIC -- Real Estate Mortgage Investment Conduit
```

- \* Variable Rate Instrument.
  ^ Amount is less than 0.05%.
- + The cost of investments for federal income tax purposes is the same as the cost for financial reporting purposes.

<Page>

RESERVE TAX-EXEMPT TRUST -- INTERSTATE TAX-EXEMPT FUND

STATEMENT OF NET ASSETS -- NOVEMBER 30, 2005 (UNAUDITED)

<table> <caption: amoun<="" princ:="" th=""><th>IPAL NT</th><th></th><th>VALUE (NOTE 1)</th></caption:></table>	IPAL NT		VALUE (NOTE 1)
<s></s>		<c> TAX-EXEMPT OBLIGATIONS 99.5%</c>	<c></c>
2 3 1	,100,000 ,000,000 ,600,000 ,000,000 ,400,000	ARIZONA 1.5% Apache County IDA for Tucson Electric Power Co., 2.94%-3.00%, 12/15/18(a) Apache County IDA for Tucson Electric Power Co., 2.94%, 12/1/20(a) Arizona HCF for Royal Oaks, 3.05%, 3/1/27(a) Phoenix IDR for Del Mar Terrace, 2.98%, 10/1/29(a) Pima County IDA for Tucson Electric Power Co., Series A, 3.00%, 12/1/22(a)	\$ 5,100,000 2,000,000 3,600,000 1,000,000 3,400,000 15,100,000
	,445,000	CALIFORNIA 11.0% California Pollution Control Wadham Energy, 2.96%, 11/1/17(a)	9,445,000
	,200,000	California State Economic Recovery, Series C-7, 2.95%, 7/1/23 California State, GO Series A-1, 3.07%, 5/1/40(a)	3,780,000 6,200,000
20	300,000	California Statewide for Covenant Retirement Community, 2.99%, 12/1/25(a) California Water Department Reserve Powersupply,	300,000
6	,688,000 ,250,000 ,685,000	Series B-3, 2.94%, 5/1/22(a) Irvine Assessment, District 87-8, 2.95%, 9/2/24(a) Irvine Assessment, District 93-14, 2.94%, 9/2/25(a) Long Beach California Harbor, Series A,	20,315,000 2,688,000 6,250,000
1	,000,000	2.98%, 5/15/27(a) Los Angeles MFH for Grand Promenade Project, 2.98%, 4/1/32(a)	20,685,000
	,200,000 ,500,000 900,000	Metropolitan Water District, Series B-2, 3.01%, 7/1/28(a) Metropolitan Water District, Series C-2, 2.92%, 7/1/36(a) Santa Ana County, El Cammo Hospital District,	16,200,000 24,500,000
		3.06%, 8/1/15(a)	900,000  112,263,000
	500,000	COLORADO 3.0% Broomfield IDA for Buckeye Investments, 3.07%, 12/1/09(a)	500,000
	,600,000	Colorado EDA for Bear Creek School Project, 3.06%, 10/1/32(a)	6,600,000
	,900,000	Colorado HFA for Adventist Health Sunbelt, Series B, 3.05%, 11/15/34(a) University of Colorado, Series B, 2.99%, 11/15/35(a)	20,900,000 2,800,000
			30,800,000

  |  |  |SEE NOTES TO FINANCIAL STATEMENTS.

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PRINCIPAL
AMOUNT

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		TAX-EXEMPT OBLIGATIONS (CONTINUED)		
		CONNECTICUT 4.8%		
\$	1,260,000	Connecticut DAR for Independent Living Project,		
		2.97%, 7/1/15(a)	\$	1,260,000
	640,000	Connecticut DAR for Pierce Memorial Baptist,		
		2.97%, 10/1/28(a)		640,000
	600,000	Connecticut HEFA for Hotchkiss School, Series A,		
		3.01%, 7/1/30(a)(c)		600,000
	400,000	Connecticut HEFA for Kingswood Oxford School,		
		3.00%, 7/1/30(a)		400,000
	25,900,000	Connecticut HEFA for Yale University, Series T-2,		
		3.00%, 7/1/29(a)(c)		25,900,000
	15,000,000	Connecticut HEFA for Yale University, Series X-3,		
		2.92%, 7/1/37(a)(c)		15,000,000

100 000		
100,000	Connecticut Special Tax for Transportation Infrastructure, Series 1, 3.03%, 9/1/20(a)	100,000
2,900,000	Connecticut State Development Authority for Solid Waste, 3.01%, 8/1/23(a)	2,900,000
300,000 410,000	Connecticut State HEFA, 2.86%, 7/1/27(a) Connecticut State, GO Series 97, 3.00%, 5/15/14(a)	300,000 410,000
1,000,000	Hartford Redev. Agency MHR for Underwood Towers	
650,000	Project, 3.00%, 6/1/20(a) New Canaan Housing Authority for Village at Waveny	1,000,000
430,000	Care Center, 2.96%, 1/1/22(a) Shelton County HFA for Crosby Commons Project,	650,000
150,000	3.08%, 1/1/31(a)	430,000
		49,590,000
	FLORIDA 5.2%	
10,310,000	Alachua County HFA for Oak Hammock University, 3.03%, 10/1/32(a)	10,310,000
2,300,000	Capital Finance Authority for Glenridge Palmer Ranch,	
300,000	3.03%, 6/1/12(a) Duval County HFA for Lighthouse Bay Apartments,	2,300,000
5,945,000	3.04%, 12/1/32(a) Florida HFA for Collins Cove Senior Apartments,	300,000
	3.02%, 2/1/36(a)	5,945,000
3,900,000	Florida HFA for Wellesley Apartments, Series O, 2.93%, 8/1/35(a)	3,900,000
6,875,000	Florida HFC Multifamily for Bridgewater Club, 3.02%, 6/1/34(a)	6,875,000
5,420,000	Florida HFC Multifamily for Magnolia Pointe Apts., Series J, 3.10%, 6/1/39(a)	5,420,000

 Series 0, 3.10%, 0/1/37(a) | 5,420,000 ||  | SEE NOTES TO FINANCIAL STATEMENTS. |  |
	10	
PRINCIPAL		VALUE
AMOUNT		(NOTE 1)
	TAX-EXEMPT OBLIGATIONS (CONTINUED) FLORIDA (CONTINUED)	
\$ 1,100,000 8,500,000	Orange County for YMCA, Series A, 3.10%, 5/1/27(a)  Palm Beach County for Morse Obligation Group	\$ 1,100,000
8,500,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a)	\$ 1,100,000 8,500,000
8,500,000 8,500,000	Palm Beach County for Morse Obligation Group,  $3.07\$$ ,  $5/1/33(a)$  Palm Beach County for Raymond F Kravis Center,  $2.98\$$ ,  $7/1/32(a)$	8,500,000 8,500,000
8,500,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center,	8,500,000
8,500,000 8,500,000	Palm Beach County for Morse Obligation Group,  $3.07\$$ ,  $5/1/33(a)$  Palm Beach County for Raymond F Kravis Center,  $2.98\$$ ,  $7/1/32(a)$	8,500,000 8,500,000 500,000 53,650,000
8,500,000 8,500,000 500,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4%	8,500,000 8,500,000 500,000 53,650,000
8,500,000 8,500,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)	8,500,000 8,500,000 500,000 53,650,000
8,500,000 8,500,000 500,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a)	8,500,000 8,500,000 500,000 53,650,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a)	8,500,000 8,500,000 500,000 53,650,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4%	8,500,000 8,500,000 500,000 53,650,000 1,204,268 4,970,000 17,870,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4% Honolulu City & County GO, Series 2001-C,	8,500,000 8,500,000 500,000 53,650,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4% Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/13(b) Honolulu City & County GO, Series 2001-C,	8,500,000 8,500,000 500,000 53,650,000 1,204,268 4,970,000 17,870,000 24,044,268
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4% Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/13(b)	8,500,000 8,500,000 500,000 53,650,000 1,204,268 4,970,000 17,870,000 24,044,268 12,000,000 1,800,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4% Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/13(b) Honolulu City & County GO, Series 2001-C,	8,500,000 8,500,000 500,000 53,650,000 1,204,268 4,970,000 17,870,000 24,044,268
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4% Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/13(b) Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/18(b)	8,500,000 8,500,000 500,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000 1,800,000 1,000,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a) GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a) HAWAII 1.4% Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/13(b) Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/18(b) IOWA 0.7% Des Moines HRB for Iowa Methodist Medical Center, 3.00%, 8/1/15(a)	8,500,000 8,500,000 500,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000 12,000,000 1,800,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4% Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/13(b) Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/18(b)  IOWA 0.7% Des Moines HRB for Iowa Methodist Medical Center,	8,500,000 8,500,000 500,000 53,650,000 1,204,268 4,970,000 17,870,000 24,044,268 12,000,000 1,800,000 13,800,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000 1,800,000 1,000,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a) GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4% Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/13(b) Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/18(b)  IOWA 0.7% Des Moines HRB for Iowa Methodist Medical Center, 3.00%, 8/1/15(a) Iowa Community Project, Series C, 3.05%, 11/15/34(a)	8,500,000 8,500,000 500,000 53,650,000 1,204,268 4,970,000 17,870,000 17,870,000 17,870,000 17,870,000 18,800,000 18,800,000 18,800,000 18,800,000 18,000,000 18,000,000 18,000,000 18,000,000 5,725,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000 1,800,000 1,000,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4% Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/13(b) Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/18(b)  IOWA 0.7% Des Moines HRB for Iowa Methodist Medical Center, 3.00%, 8/1/15(a) Iowa Community Project, Series C, 3.05%, 11/15/34(a)	8,500,000 8,500,000 500,000 53,650,000 1,204,268 4,970,000 17,870,000 24,044,268 12,000,000 1,800,000 13,800,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000 1,800,000 1,000,000 5,725,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a) GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4% Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/13(b) Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/18(b)  IOWA 0.7% Des Moines HRB for Iowa Methodist Medical Center, 3.00%, 8/1/15(a) Iowa Community Project, Series C, 3.05%, 11/15/34(a)  LOUISIANA 5.8% Lake Charles District Revenue for Conoco, Series A, 3.00%, 9/1/29(a)	8,500,000 8,500,000 500,000 53,650,000 1,204,268 4,970,000 17,870,000 24,044,268 12,000,000 1,800,000 13,800,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000 1,800,000 1,000,000 5,725,000 1,000,000 935,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a) GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a) Meag's, 2.96%, 1/1/26(a) Meag's, 2.96%, 1/1/26(a) Meag's, 2.96%, 1/1/3(b) Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/18(b) Meag's, 12/1/18(b) Meag's, 12/1/18(b) Meag's, 2.96%, 12/18(b) Meag's, 2.96%, 12/18(b	1,204,268 4,970,000 17,870,000 12,000,000 11,800,000 13,800,000 13,800,000 13,800,000 11,000,000 11,000,000 11,000,000 11,000,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000 1,800,000 1,000,000 5,725,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4% Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/13(b) Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/18(b)  IOWA 0.7% Des Moines HRB for Iowa Methodist Medical Center, 3.00%, 8/1/15(a) Iowa Community Project, Series C, 3.05%, 11/15/34(a)  LOUISIANA 5.8% Lake Charles District Revenue for Conoco, Series A, 3.00%, 9/1/29(a) Lake Charles HRB & Term. District Revenue for	8,500,000 8,500,000 500,000 53,650,000 1,204,268 4,970,000 17,870,000 17,870,000 1,800,000 1,800,000 1,800,000 1,800,000 1,000,000 5,725,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000 1,800,000 1,000,000 5,725,000 1,000,000 935,000 879,000 15,000,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4% Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/13(b) Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/18(b)  IOWA 0.7% Des Moines HRB for Iowa Methodist Medical Center, 3.00%, 8/1/15(a) Iowa Community Project, Series C, 3.05%, 11/15/34(a)  LOUISIANA 5.8% Lake Charles District Revenue for Conoco, Series A, 3.00%, 9/1/29(a) Lake Charles HRB & Term. District Revenue for CITGO Corp., 3.00%, 8/1/07(a) Louisiana Environmental Facilities Community DAR, Series A, 3.06%, 11/01/34(a) Louisiana Local Government, 3.08%, 10/1/35(a)	8,500,000 8,500,000 500,000 53,650,000 1,204,268 4,970,000 17,870,000 17,870,000 1,800,000 1,800,000 1,800,000 1,000,000 5,725,000 6,725,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000 1,800,000 1,000,000 5,725,000 1,000,000 935,000 879,000 15,000,000 35,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4% Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/13(b) Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/18(b)  IOWA 0.7% Des Moines HRB for Iowa Methodist Medical Center, 3.00%, 8/1/15(a) Iowa Community Project, Series C, 3.05%, 11/15/34(a)  LOUISIANA 5.8% Lake Charles District Revenue for Conoco, Series A, 3.00%, 9/1/29(a) Lake Charles HRB & Term. District Revenue for CITGO Corp., 3.00%, 8/1/07(a) Louisiana Environmental Facilities Community DAR, Series A, 3.06%, 11/01/34(a) Louisiana Local Government, 3.08%, 10/1/35(a) Louisiana Offshore Term. Auth. Deepwater Port Rev. for Loop LLC, Series A, 3.00%, 9/1/17(a)	8,500,000 8,500,000 500,000 53,650,000 1,204,268 4,970,000 17,870,000 17,870,000 1,800,000 1,800,000 1,800,000 1,000,000 5,725,000 6,725,000 1,000,000 935,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000 1,800,000 1,000,000 5,725,000 1,000,000 935,000 879,000 15,000,000 35,000 100,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a) GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4% Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/13(b) Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/18(b)  IOWA 0.7% Des Moines HRB for Iowa Methodist Medical Center, 3.00%, 8/1/15(a) Iowa Community Project, Series C, 3.05%, 11/15/34(a)  LOUISIANA 5.8% Lake Charles District Revenue for Conoco, Series A, 3.00%, 9/1/29(a) Lake Charles HRB & Term. District Revenue for CITGO Corp., 3.00%, 8/1/07(a) Louisiana Environmental Facilities Community DAR, Series A, 3.06%, 11/01/34(a) Louisiana Local Government, 3.08%, 10/1/35(a) Louisiana Offshore Term. Auth. Deepwater Port Rev. for Loop LLC, Series A, 3.00%, 9/1/17(a) Louisiana Offshore Term. Auth. Deepwater Port Rev. for Loop LLC, Series A, 3.00%, 9/1/14(a)	1,000,000 1,000,000 1,000,000 1,000,000 1,000,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000 1,800,000 1,000,000 5,725,000 1,000,000 935,000 879,000 15,000,000 35,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4% Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/13(b) Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/18(b)  IOWA 0.7% Des Moines HRB for Iowa Methodist Medical Center, 3.00%, 8/1/15(a) Iowa Community Project, Series C, 3.05%, 11/15/34(a)  LOUISIANA 5.8% Lake Charles District Revenue for Conoco, Series A, 3.00%, 9/1/29(a) Lake Charles HRB & Term. District Revenue for CITGO Corp., 3.00%, 8/1/07(a) Louisiana Environmental Facilities Community DAR, Series A, 3.06%, 11/01/34(a) Louisiana Local Government, 3.08%, 10/1/35(a) Louisiana Offshore Term. Auth. Deepwater Port Rev. for Loop LLC, Series A 3.00%, 9/1/17(a) Louisiana Offshore Term. Auth. Deepwater Port Rev.	8,500,000 8,500,000 500,000 53,650,000 1,204,268 4,970,000 17,870,000 17,870,000 1,800,000 1,800,000 1,800,000 1,000,000 5,725,000 1,000,000 935,000 879,000 15,000,000
8,500,000 8,500,000 500,000 1,204,268 4,970,000 17,870,000 1,800,000 1,000,000 5,725,000 1,000,000 35,000 100,000 5,000,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a) Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a) Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)  GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a) Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)  HAWAII 1.4% Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/13(b) Honolulu City & County GO, Series 2001-C, 2.28%, 12/1/18(b)  IOWA 0.7% Des Moines HRB for Iowa Methodist Medical Center, 3.00%, 8/1/15(a) Iowa Community Project, Series C, 3.05%, 11/15/34(a)  LOUISIANA 5.8% Lake Charles District Revenue for Conoco, Series A, 3.00%, 9/1/29(a) Lake Charles HRB & Term. District Revenue for CITGO Corp., 3.00%, 8/1/07(a) Louisiana Environmental Facilities Community DAR, Series A, 3.06%, 11/01/34(a) Louisiana Offshore Term. Auth. Deepwater Port Rev. for Loop LLC, Series A, 3.00%, 9/1/17(a) Louisiana Offshore Term. Auth. Deepwater Port Rev. for Loop LLC, Series A, 3.00%, 9/1/14(a) Louisiana Offshore Term. Auth. Deepwater Port Rev. for Loop LLC, Series A, 3.00%, 9/1/14(a) Louisiana Offshore Terminal, 3.05%, 9/1/08(a)	1,000,000 1,000,000 1,000,000 1,000,000 1,000,000
11

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<table> <caption> PRINCIPAL AMOUNT</caption></table>		VALUE (NOTE 1)
	<c></c>	<c></c>
	TAX-EXEMPT OBLIGATIONS (CONTINUED) LOUISIANA (CONTINUED)	
\$ 35,000 20,450,000 375,000	Louisiana PFA, Multi-family, 3.06%, 6/15/31(a) Louisiana State University, 3.03%, 7/1/30(a)	\$ 35,000 20,450,000
9,335,000 4,882,000	3.10%, 11/1/22(a) South Louisiana Port , 3.04%, 1/1/27(a)	375,000 9,335,000
1,319,000	Petroleum Corp., 2.98%, 7/1/18(a) South Louisiana Port Marine Term. for Occidental	4,882,000
	Petroleum Corp., 3.00%, 7/1/21(a)	1,319,000  59,415,000
	MARYLAND 2.8%	
3,900,000	Howard County for Vantage House Facility, Series A, $3.05\% \ 6/1/32(a)$	3,900,000
1,305,000	Maryland HEFA Pooled Loan Program, Series D, 3.02%, 1/1/29(a)	1,305,000
1,000,000	Maryland State Health & Higher Education for Carnegie Institute, 3.06%, 10/1/37(a)	1,000,000
1,975,000	Maryland State Health & Higher Education for Trinity College, 3.05%, 11/1/26(a)	1,975,000
9,130,000	Maryland State HEFA for Adventist Health Care, Series A, 3.07%, 1/1/35(a)	9,130,000
10,150,000	Airport, Series A, 2.98%, 7/1/13(a)	10,150,000
1,000,000	Montgomery County EDA for Riderwood Village Inc., 3.07%, 3/1/34(a)	1,000,000
		28,460,000
2,390,000		2,390,000
10,825,000		10,825,000
13,800,000	3.04%, 1/1/35(a) Massachusetts DFA for Brooksby Village project, 3.04%, 7/1/32(a)	13,800,000
180,000	Massachusetts DFA for Gann Academy Project,	100.000
9,945,000		180,000 9,945,000
662,000 100,000		662,000

 Series D, 2.87%, 10/1/27(a) | 100,000 ||  | SEE NOTES TO FINANCIAL STATEMENTS. |  |
	12	
PRINCIPAL AMOUNT		VALUE (NOTE 1)
	TAX-EXEMPT OBLIGATIONS (CONTINUED) MASSACHUSETTS (CONTINUED)	
\$ 8,500,000	Massachusetts HEFA for Cap Asset Program, Series E & D, 2.94%3.01%, 1/1/35(a)	\$ 8,500,000
6,300,000	Massachusetts HEFA for Harvard University, 2.68%, 1/1/24(a)(c)	6,300,000
20,000,000	Massachusetts HEFA for Harvard University, Series Y, 2.80%, 7/1/35(a)(c)	20,000,000
35,000,000	Massachusetts HEFA for Massachusetts Institute of Technology, Series J-2, 2.93%, 7/1/31(a)(c)	35,000,000
100,000	2.93%, 7/1/22(a)(c)	100,000
200,000	Massachusetts HEFA for Williams College, Series E, 3.02%, 8/1/14(a)	200,000
100,000 11,000,000 100,000	Massachusetts WRA, Series 99-B, 2.90%, 8/1/28(a)	100,000 11,000,000 100,000
		119,202,000
5,880,000	MICHIGAN 6.2% Ann Arbor Michigan Economic Dev Corp Glacier Inc.	
	Pj, Series A, 2.92%, 11/1/25(a)	5,880,000
2,300,000	3.00%, 7/1/33(a)	2,300,000
100,000	Garden City Hospital Finance Authority, Series 96-A, 3.08%, 9/1/26(a)	100,000

900,000	Jackson County EDC for Thrifty Leoni Inc.,	
16,440,000	3.05%, 12/1/14(a) Jackson County EDC for Vista Grande Villa,	900,000
5,250,000	2.98%, 11/1/31(a)	16,440,000
	Michigan HDA for Berrien Woods, Series A, 3.15%, 7/1/32(a)	5,250,000
1,100,000	Michigan HDA Multi-Family Revenue for River Place Apts., 2.99%, 6/1/18(a)	1,100,000
785,000 235,000	Michigan HDA, Series B, 2.70%, 4/1/19(a) Michigan State Hospital Finance Authority-Hosp	785,000
400,000	Equipment Ln Prog- A, 2.98%, 12/1/23(a) Michigan Strategic Fund for Clark Retirement	235,000
	Community, 3.04%, 6/1/31(a)	400,000
2,445,000	Michigan Strategic Fund for Haven Christian Services, 3.07%, 11/15/34(a)	2,445,000
4,340,000	Michigan Strategic Fund for Henry Ford Museum Village, 3.00%, 12/1/33(a)	4,340,000

			SEE NOTES TO FINANCIAL STATEMENTS.	
	13			
PRINCIPAL AMOUNT		VALUE (NOTE 1)		
	.0			
<\$>	TAX-EXEMPT OBLIGATIONS (CONTINUED)			
\$ 950,000	MICHIGAN (CONTINUED) Michigan Strategic Fund for Mot LLC Project,			
345,000	3.07%, 12/1/34(a)	\$ 950,000		
	Association, 3.00%, 6/1/16(a)	345,000		
110,000 100,000	Michigan Strategic Fund, 3.03%, 1/1/14(a) Oakland University, 3.06%, 3/1/31(a)	110,000 100,000		
20,520,000	Wayne Charter County Detroit Met Cnty A, 3.03%, 12/1/16(a)	20,520,000		
1,000,000	Woodhaven Brownstown School District, Series B,	1,000,000		
	1.86%, 5/1/34(a)			
		63,200,000		
200,000	MINNESOTA 0.6% Cohasset for Minnesota Power & Light, 3.07%, 6/1/13(a)	200,000		
270,000	Minnesota Health for Fairview Health Services,			
2,073,000	``` 2.97%, 11/15/32(a) Minnesota HEFA for Carleton College, Series 6D, ```	270,000		
14,000	3.02%, 4/1/35(a) Minnesota HEFA for St. Olaf College, Series 5-H,	2,073,000		
172,000	3.03%, 10/1/30(a)(c) Minnesota HEFA for St. Olaf College, Series 5-M1,	14,000		
	3.03%, 10/1/32(a)(c)	172,000		
1,881,000	Minnesota Housing Finance Agency, Series C, 3.08%, 1/1/35(a)	1,881,000		
105,000	Minnesota Revenue for People Serving People Project, 3.08%, 10/1/21(a)	105,000		
81,000 117,000	Regents University, Series A, 3.09%, 7/1/08(a) Roseville Commercial Development for Berger	81,000		
	Transfer & Storage, 3.00%, 12/1/15(a)	117,000		
	St. Paul Housing & Redev. Authority for Public Radio Project, 3.03%, 6/16/10(a)	66,000		
100,000	St. Paul Housing & Redev. Authority District Heating Revenue, 3.00%, 12/1/12(a)	100,000		
881,000	St. Paul Housing & Redev. Authority MHR for Highland Ridge, 3.05%, 10/1/33(a)	881,000		
	Mage, 3.030, 10/1/33(a)			
		5,960,000		
190,000	MISSOURI 0.0%^ Platte County IDR for Platte Care Facility,			
	3.35%, 10/1/10 (a)	190,000		
	SEE NOTES TO FINANCIAL STATEMENTS.			
	14			
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PRINCIPAL AMOUNT		VALUE (NOTE 1)		
-0-	TAX-EXEMPT OBLIGATIONS (CONTINUED)	\C/		
	NEVADA 2.4% Carson City Tahoe Hospital, 3.05%, 9/1/33(a)	\$ 19,500,000		
5,000,000	Carson City Tahoe Medical Center, 3.05%, 9/1/35(a)	5,000,000		
		24,500,000		

900,000
600,000
2,740,000
9,700,000
385,000
4,775,000
600,000
500,000
1,300,000
595,000
1,560,000
300,000
7,900,000
3,000,000
34,855,000
23,870,000
8,000,000
20,200,000
36,500,000
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VALUE (NOTE 1)
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(NOTE 1)
\$ 2,500,000 3,600,000 15,000,000 5,200,000 4,000,000
\$ 2,500,000 3,600,000 15,000,000 5,200,000 4,000,000 1,300,000 4,200,000
\$ 2,500,000 3,600,000 15,000,000 5,200,000 4,000,000 1,300,000 4,200,000
\$ 2,500,000 3,600,000 3,600,000 15,000,000 5,200,000 4,000,000 1,300,000 4,200,000 46,295,000
\$ 2,500,000 3,600,000 15,000,000 5,200,000 4,000,000 4,000,000 46,295,000 10,000,000
\$ 2,500,000 3,600,000 15,000,000 5,200,000 4,000,000 4,000,000 46,295,000 10,000,000
\$ 2,500,000 3,600,000 15,000,000 5,200,000 4,000,000 4,000,000 4,200,000 46,295,000 10,000,000 400,000
\$ 2,500,000 3,600,000 15,000,000 5,200,000 4,000,000 4,000,000 46,295,000 10,000,000 400,000
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\$ 2,500,000 3,600,000 15,000,000 5,200,000 4,000,000 4,000,000 4,200,000 46,295,000 10,000,000 400,000 600,000
\$ 2,500,000 3,600,000 15,000,000 5,200,000 4,000,000 4,000,000 4,200,000 46,295,000 10,000,000 400,000 1,000,000 1,000,000
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\$ 2,500,000 3,600,000 15,000,000 5,200,000 4,000,000 4,200,000 4,200,000 4,200,000 46,295,000 10,000,000 400,000 1,000,000 1,000,000 1,000,000
\$ 2,500,000 3,600,000 15,000,000 5,200,000 4,000,000 4,000,000 4,200,000 46,295,000 10,000,000 400,000 1,000,000 1,000,000 1,000,000
\$ 2,500,000 3,600,000 15,000,000 15,000,000 4,000,000 4,200,000 46,295,000 10,000,000 400,000 1,000,000 1,000,000 4,500,000 1,000,000 1,000,000 200,000 3,800,000 2,170,000
\$ 2,500,000 3,600,000 15,000,000 15,000,000 4,000,000 4,200,000 400,000 400,000 400,000 10,000,000 1,000,000 4,500,000 1,000,000 1,000,000 1,000,000 3,800,000 3,800,000

	3.03%, 12/1/20(a)	295,000
1,105,000	Franklin County Hospital Revenue for U.S. Health Corp., Series 96, 3.03%, 12/1/21(a)	1,105,000
2,500,000 		

 Hamilton County HCF, 3.03%, 6/1/35(a) | 2,500,000 || -, 142101 | OFF NOTES TO FINANCIAL STATEMENT |  |
	SEE NOTES TO FINANCIAL STATEMENTS.	
	16	
PRINCIPAL AMOUNT		VALUE (NOTE 1)
	TAX-EXEMPT OBLIGATIONS (CONTINUED) OHIO (CONTINUED)	
\$ 150,000	Hamilton County HRB for Alliance Health, Series A,	
190,000	2.87%, 1/1/18(a) Kent State University Receipts, 3.06%, 5/1/31(a)	\$ 150,000 190,000
4,020,000	Licking County HCF, 3.05%, 11/1/33(a) Marion County Hospital Improvement, Pooled Lease	4,020,000
	Program, 3.07%, 11/1/21(a)	10,000
690,000	Middleburgh Heights for Southwest General Hospital, 3.07%, 8/15/22(a)	690,000
6,800,000	Ohio Air Quality DAR for Columbus Southern, Series C, 3.07%, 12/1/38(a)	6,800,000
100,000	Ohio Air Quality DAR for Ohio Edison, Series A, 2.95%, 2/1/14(a)	100,000
2,000,000	Ohio Air Quality DAR PCR for Ohio Edison, Series C,	
1,330,000	3.01%, 6/1/23(a) Ohio Higher EFA for Ashland University, 3.08%, 9/1/24(a)	2,000,000 1,330,000
100,000 700,000	Ohio State EFA for Western University. 2.93%, 10/1/31(a) Ohio WDA PCR for Cleveland Electric, Series B,	100,000
	3.00%, 8/1/20(a)	700,000
200,000 3,100,000	Ohio WDA PCR for Edison Project B, 3.06%, 9/1/18(a) Paulding County Waste Disposal for Lafarge	200,000
200,000	Corporation, 2.94%, 8/1/26(a) Toledo City Services Special Assessment,	3,100,000
	3.03%, 12/1/06(a)	200,000
		42,160,000
	OKLAHOMA 0.0%^	
500,000	Oklahoma City for Christian College, 3.25%, 7/1/15(a)	500,000
500,000	OREGON 0.0%^ Portland MFH for South Park, 3.02%, 12/1/11(a)	500,000
300,000		
3,500,000	PENNSYLVANIA 8.4% Allegheny Higher Education for Carnegie Mellon	
250,000	University, 2.98%, 12/1/33(a) Chartiers Valley IDR, 3.06%, 8/1/07(a)	3,500,000 250,000
1,750,000	Delaware County IDR for Sun, Inc., 3.00%, 11/1/33(a)	1,750,000
10,900,000	Emmaus General Authority Revenue, Series G-18, 3.01%, 3/1/24(a)	10,900,000
775,000 1,215,000	Lawrence County for Villa Maria, 3.06%, 7/1/33(a) Lebanon County HCF for ECC Retirement Village,	775,000
3,000,000	3.08%, 10/15/25(a) Lehigh County IDA, 3.00%, 12/1/15(a)	1,215,000 3,000,000
2,000,000	Manheim School District, 3.03%, 5/1/23(a)	2,000,000
	SEE NOTES TO FINANCIAL STATEMENTS.	
(Dame)	17	
PRINCIPAL AMOUNT		VALUE (NOTE 1)
	TAX-EXEMPT OBLIGATIONS (CONTINUED)	
\$ 1,900,000	PENNSYLVANIA (CONTINUED) Montgomery County for Higher Ed. William Penn	
200,000	Charter, 3.06%, 9/15/31(a) Pennnsylvania State HEFA, 2.61%, 11/1/14(a)	\$ 1,900,000 200,000
1,460,000	Pennsylvania EDA for B & W Ebensburg Project,	
28,000,000	3.02%, 12/1/11(a) Pennsylvania Turnpike, Series A3, 2.98%, 12/1/30(a)	1,460,000 28,000,000
1,600,000	Philadelphia IDR for Fox Chase Cancer Center Project, 2.98%, 7/1/25(a)	1,600,000
10,705,000	Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a)	10,705,000
1,000,000	Scranton Redevelopment Authority Revenue for Parking	
70,000	Facility, 3.08%, 6/1/33(a) South Fork Conemaugh Health System Series A,	1,000,000
14,000,000	2.90%, 7/1/28(a) Westmoreland County Redstone Highlands, 3.05%	70,000
	3.06%, 1/1/36(a)	14,000,000
3,935,000	Wilkens Area IDA for Fairview Extended Care, Series B,	

	3.00%, 1/1/21(a)		3,935,000
			86,260,000
	PUERTO RICO 0.6%		
159,000	Puerto Rico Government Development Bank, 2.85%, 12/1/15(a)		159,000
6,460,000	Puerto Rico Highway & Transportation Authority, Series A, 2.93%, 7/1/28(a)		6,460,000
			6,619,000
	TENNESSEE 0.0%^		
695,000	Chattanooga IDA for Baylor School, 3.05%, 11/1/16(a)		695,000
3,700,000	TEXAS 1.2% Harris County IDA for Baytank Houston, Inc.,		
8,000,000	2.98%, 2/1/20(a) Travis County Querencia Barton Creek, Series C,		3,700,000
	3.05%, 11/15/35(a)		8,000,000
			11,700,000
2,000,000	UTAH 0.2% Utah Transit Authority Sales Tax Revenue, Series B,		
	3.03%, 9/1/32(a)		2,000,000

				SEE NOTES TO FINANCIAL STATEMENTS.		
	18					
PRINCIPAL			VALUE			
AMOUNT			(NOTE 1)			
	TAX-EXEMPT OBLIGATIONS (CONTINUED)					
å 4.01F.000	VIRGINIA 2.5%					
	Alexandria County IDA for Goodwin House, 2.96%, 10/1/35(a)		\$ 4,015,000			
1,300,000	Arlington County Virginia Rev for Ballston Public Parking, 3.02%, 8/1/17(a)		1,300,000			
600,000	Chesapeake County IDA for Cheaspeake General Hospital, Series B, 3.00%, 7/1/31(a)		600,000			
925,000	Clarke County IDA for Winchester Medical Center, 3.06%, 1/1/30(a)		925,000			
1,100,000	Fairfax County EDA Smithsonian Institute, 3.02%, 12/1/33(a)		1,100,000			
650,000	Hampton County MFH for Shoreline Apartments, 3.00%, 12/1/19(a)		650,000			
250,000	Henrico County EDA for Westminster Centerbury, Series B, 3.05%, 7/1/08(a)		250,000			
1,200,000	Henrico County EDA for White Oaks Ltd Project, 3.03%, 10/1/27(a)		1,200,000			
2,200,000 900,000	King George Garnet Inc. Project, 3.10%,9/01/21(a) Norfolk IDR for Hospital Facilities-Children, 3.05%, 6/1/20(a)		2,200,000			
850,000	Peninsula Port Authority for Dominion Terminal, 3.00%, 7/1/16(a)		850,000			
2,045,000	Portsmouth Redevelopment HSG Multifamily, 3.05%, 6/1/30(a)		2,045,000			
9,705,000	University of Virginia, Series A, 3.03%, 6/1/34(a)(c)		9,705,000			
			25,740,000			
15,000,000	WASHINGTON 1.5% Washington State, GO, 2.88%, 6/1/20(a)		15,000,000			
.,,	TOTAL INVESTMENTS (COST\* \$1,019,193,268)	99.5%	1,019,193,268			
	COMPREHENSIVE MANAGEMENT FEES PAYABLE DISTRIBUTION (12b-1) FEES PAYABLE	0.0	(8,567) (1,561)			
	OTHER ASSETS, LESS LIABILITIES	0.5	5,129,757			
	NET ASSETS	100.0%	\$ 1,024,312,897			
	SEE NOTES TO FINANCIAL STATEMENTS.					
	19					
	NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER					
	SHARE OF EACH CLASS BASED ON SHARES OF BENEFICIAL					
	INTEREST, \$.001 PAR VALUE OUTSTANDING AND EQUIVALENT TO THE NET ASSETS OF EACH CLASS:					
	283,530,413 SHARES CLASS R		\$ 1.00			
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36,246,483 SHARES CLASS TREASURER'S TRUST
                                                                                                                                  1.00
                                                                                                                   ===========
                      10,028 SHARES CLASS 75
                      1,329,456 SHARES CLASS 70
                                                                                                                   Ś
                                                                                                                                  1.00
                                                                                                                   _____
                      483,664 SHARES CLASS 45
                                                                                                                   ===========
                      36,220,811 SHARES CLASS 25
                                                                                                                   Ś
                                                                                                                                 1.00
                      104.021 SHARES CLASS 15
                                                                                                                                  1.00
                                                                                                                   ===========
                      10.189 SHARES CLASS 12
                      666.377.832 SHARES CLASS 8
                                                                                                                   .
</Table>
                          SEE NOTES TO FINANCIAL STATEMENTS.
                                              20
<Page>
               RESERVE TAX-EXEMPT TRUST -- CALIFORNIA TAX-EXEMPT FUND
             STATEMENT OF NET ASSETS -- NOVEMBER 30, 2005 (UNAUDITED)
<Table>
<Caption>
   PRINCIPAL
                                                                                                                          VALUE
                                                                                                                         (NOTE 1)
    AMOUNT
<S>
                                                                                                                   <C>
                      TAX-EXEMPT OBLIGATIONS -- 96.7%
                      CALIFORNIA -- 96.7%
Ś
         395,000
                      Alameda Contra Costa Capitol Improvements Ser F
                      3.09%, 08/01/23(a)
                                                                                                                               395,000
        2,200,000
                      California Statewide CDA for Early Education
                      Community Center 3.02%, 09/01/31(a)
California State GO Sub Ser A-1, 3.07% 5/01/40(a)
California State GO Sub Ser A-2, 3.07% 5/01/40(a)
                                                                                                                             2.200.000
        3,000,000
                                                                                                                             3,000,000
        1,000,000
                                                                                                                             1,000,000
                      California HFA Revenue Ser P, 3.09%, 2/01/27(a)
Cailfornia Infra & Econ Dev Sri Intl Ser A,
        3,000,000
3,720,000
                                                                                                                             3,000,000
                      3.00%, 09/01/28(a)
                                                                                                                             3,720,000
        2,820,000
                      California Poll Cntrl Colmac Energy Ser A, 2.97%, 12/01/16(a)
                                                                                                                             2.820.000
        4,000,000
                      California Poll Ctl Wadham Energy Lp 2.96%, 11/01/17(a)
                                                                                                                             4,000,000
          775,000
                      California Ssc Fin Cops Cap Impts Ser C, 2.90%, 07/01/22(a)
                                                                                                                               775.000
        2,900,000
                      California State Econ Recovery Ser C-7,
                      2.95%, 07/01/23(a)
                                                                                                                             2,900,000
        1,400,000
                      California State Wt Res Power Supply Rev., Ser B-3.
                      2.94%, 5/01/22(a)
                                                                                                                             1,400,000
        7,390,000
                      California State Dept Of Water Water Supply,
                      3.00%, 05/01/22(a)
                                                                                                                            7,390,000
        6,600,000
                      California Statewide CDA Covenant Retirement Cm,
                      2.99%, 12/01/25(a)
                                                                                                                             6,600,000
        2,175,000
                      Chula Vista Charter City for Home Depot, Inc.,
                      2.93%, 12/01/10(a)
Dublin Calif Multi HSG Park Sierra Ser A,
                                                                                                                            2.175.000
        6,900,000
                      2.99%, 06/01/28(a)
                                                                                                                             6,900,000
        1,000,000
                      Fremont Calif COP Improvement Financing PJ
                      3.01%, 08/01/30(a)
                                                                                                                            1,000,000
        1,400,000
                      Fremont Calif COP Police Fac Refining Proj.,
                      3.01%, 08/01/28(a)
                                                                                                                            1,400,000
          700,000
                      Irvine Assmnt Dist Impt Bd Act 1915 94-13,
2.95%, 9/02/22(a)
                                                                                                                               700,000
                      2.99%, 9/02/22(a)
Irvine Calif, Assmnt Dist #97-16, 2.95%, 9/02/22(a)
Irvine Calif, Imp Bd Dist # 0-18 Ser A, 2.95%, 9/02/26(a)
Irvine Ranch Calif, Wtr Dist, 2.95%, 10/01/10(a)
Irvine Ranch Calif, Wtr Dist, 2.94%, 8/01/16(a)
        1,500,000
                                                                                                                             1,500,000
        2,346,000
                                                                                                                             2,346,000
        2,200,000
                                                                                                                             2,200,000
          900,000
                                                                                                                               900,000
                      Irvine Ranch Calif, Wtr 3.00%, 8/01/09(a)
Long Beach Calif, Hbr Rev, Ser A, 2.98%, 05/15/27(a)
Los Angeles Calif, Community Redev Multifamily
          775,000
                                                                                                                               775,000
        4,500,000
                                                                                                                             4,500,000
        2,400,000
                      HSG, Series A, 2.98%, 12/01/38(a)
                                                                                                                             2,400,000
</Table>
                           SEE NOTES TO FINANCIAL STATEMENTS.
<Page>
<Table>
<Caption>
   PRINCIPAL
                                                                                                                          VALUE
    AMOUNT
                                                                                                                         (NOTE 1)
<S>
                                                                                                 <C>
                                                                                                                   <C>
                      TAX-EXEMPT OBLIGATIONS -- (CONTINUED)
                      CALIFORNIA -- (CONTINUED)
                      Los Angeles Calif MFH Grnd Promenade Proj,
        4,000,000
        2.98%, 4/01/32(a)
1,300,000 Metro Dist So, California Waterworks Rev Ser-B-2,
                                                                                                                            4,000,000
                      3.01%, 07/01/28(a)
                                                                                                                             1,300,000
        1,000,000 Ontario Calif, Mfh Park Centre Partn., 3.02%, 8/01/07(a)
                                                                                                                             1,000,000
```

	1,665,000	Orange County Sanitation Authority, 2.97%, 8/01/13(a)			1,665,	000
	3,100,000	Riverside County for TylerSpring Apartments, Series C,				
		2.96%, 9/01/14(a)			3,100,	000
	4,000,000	San Francisco MFHR for Filmore Center, Series B,				
	,	3.02%, 08/01/31(a)			4,000,	000
	1,400,000	Santa Ana Calif, Uni School Dist., 2.96%, 7/01/15(a)			1,400,	
	4,500,000	Santa Clara Calif, El Cammo Hosp. District.,			1,100,	000
	4,300,000	3.06%, 8/01/15(a)			4.500.	000
	3,800,000	Stockton California HCF for Dameron Hosp., Series A,			4,500,	000
	3,800,000				2 000	000
		3.00%, 12/01/32(a)			3,800,	000
	6,400,000	Turlock Irrigation Disrict Transportation Ser A,				
		2.95%, 1/01/31(a)			6,400,	000
	1,200,000	Tustin California Impt 1915 Reassmnt Dist No. 95-2,				
		2.95%, 9/02/2013(a)			1,200,	000
					98,361,	000
		TOTAL INVESTMENTS (COST* \$98.361.000)	96.7%		98.361.	000
					, ,	
		COMPREHENSIVE MANAGEMENT FEES PAYABLE	0.0			231)
		DISTRIBUTION (12b-1) FEES PAYABLE	0.0		,	558)
		OTHER ASSETS, LESS LIABILITIES	3.3		3,410,	438
		NET ASSETS	100.0%	\$	101,768,	
			=====	====		===
		NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER				
		SHARE, BASED ON 101,768,649 SHARES OF BENEFICIAL				
		INTEREST, \$.001 PAR VALUE OUTSTANDING		\$	1	.00
				====		===
<td>e&gt;</td> <td></td> <td></td> <td></td> <td></td> <td></td>	e>					

<Page>

<Table> <Caption> RESERVE TAX-EXEMPT TRUST -- CONNECTICUT TAX-EXEMPT FUND

SCHEDULE OF INVESTMENTS -- NOVEMBER 30, 2005 (UNAUDITED)

PRINCIPAL VALUE AMOUNT (NOTE 1) <S> <C> <C> <C> TAX-EXEMPT OBLIGATIONS -- 81.4% CONNECTICUT -- 73.7% Ś 1,200,000 Connecticut DAR for Independent Living, 2.97%. 7/1/15(a) 1.200.000 2,150,000 Connecticut DAR for Pierce Memorial Baptist, 2.97%, 10/1/28(a) 2,150,000 1,200,000 Connecticut State DAR for Solid Waste, 3.01%, 8/1/23(a) Connecticut HEFA for Edgehill Health, Series C, 1,200,000 1,200,000 2.86%, 7/1/27(a) 1,200,000 1,200,000 Connecticut HEFA for Hotchkiss School, Series A, 2.98%, 7/1/30(a)(c) 1,200,000 600,000 Connecticut HEFA for Kingswood-Oxford School, 3.00%, 7/1/30(a) 600,000 1.200.000 Connecticut HEFA for Klingberg Family Center, 3.01%, 7/1/32(a) 1,200,000 1,000,000 Connecticut HEFA for Yale University Series T-2, 3.00%, 07/1/29(a)(c)
Connecticut HEFA for Yale University, Series V-1, 1,000,000 200,000 2.90%, 7/1/36(a)(c) 200,000 1,800,000 Connecticut HFA, Sub Series D-3, 3.03%, 5/15/33(a) 1,800,000 Connecticut Special Tax Obligation for Transportation Infrastructure, 3.03%, 9/1/20(a)2,100,000 2,100,000 Connecticut State GO Series 1-A, 3.03%, 2/15/21(a) 1,205,000 1,205,000 1,200,000 Hartford Redev. Agency MHR for Underwood Towers Project, 3.00%, 6/1/20(a)1,200,000 500,000 New Canaan Housing Authority for Geer Woods Project, 3.03%, 8/1/31(a) 500,000 1,200,000 New Canaan Housing Authority for Village at Waveny Care Center, 2.96%, 1/1/22(a) 1,200,000 1,200,000 Shelton County HFA for Crosby Commons Project, 3.08%, 1/1/31(a) 1.200.000 19,155,000 PUERTO RICO -- 7.7% 2,000,000 Puerto Rico Government Bank, 2.85%, 12/1/15(b) 2,000,000 TOTAL INVESTMENTS (COST\* \$21,155,000) 81.4% 21,155,000 OTHER ASSETS, LESS LIABILITIES 18.6 4,820,025 NET ASSETS 100.0% 25.975.025

</Table>

SEE NOTES TO FINANCIAL STATEMENTS.

INTEREST, \$.001 PAR VALUE OUTSTANDING

NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 25,975,025 SHARES OF BENEFICIAL

1.00

\_\_\_\_\_

1.00

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<Page>

RESERVE TAX-EXEMPT TRUST -- CONNECTICUT TAX-EXEMPT FUND

#### STATEMENT OF ASSETS AND LIABILITIES

23

NOVEMBER 30, 2005 (UNAUDITED)

<Table>

<S> <<>> ASSETS Investments in securities, at value (Cost \$21,155,000) 21,155,000 4,766,172 Interest receivable 58,211 Fund shares Sold 186 Total Assets 25,979,569 Comprehensive management fees payable 2,651 Distribution (12b-1) fees payable 839 Income dividend payable 977 Chief Compliance Officer salary expense 77 Total Liabilities 4,544 NET ASSETS 25,975,025 =========== NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 25,975,025 SHARES OF BENEFICIAL INTEREST,

</Table>

SEE NOTES TO FINANCIAL STATEMENTS.

\$.001 PAR VALUE OUTSTANDING

<Page>

<Table>

RESERVE TAX-EXEMPT TRUST -- FLORIDA TAX-EXEMPT FUND

SCHEDULE OF INVESTMENTS -- NOVEMBER 30, 2005 (UNAUDITED)

<Caption> PRINCIPAL VALUE AMOUNT (NOTE 1) TAX-EXEMPT OBLIGATIONS -- 88.4% FLORIDA -- 86.8% Alachua County HFA for Oak Hammock University, 4,140,000 3.03%, 10/1/32(a) 4,140,000 Broward County Florida EFA, City College Project, 3.05%, 11/1/31(a)2,000,000 2,000,000 1,930,000 Broward County HFA for Jacaranda Village Apartments, 3.00%, 9/1/22(a) 1,930,000 3.135.000 Capital Finance Authority for Glenride Palmer Ranch, 3.03%, 6/1/12(a) 3,135,000 3,340,000 Collier County for Cleveland Health Clinic, 2.98%, 1/1/35(a) 3,340,000 1,925,000 Dade County IDA for Dolphins Stadium, Series C, 2.93%, 1/1/16(a) 1,925,000 2,100,000 Dade County Water Service, 2.97%, 10/5/22(a) 2,100,000 1,200,000 Duval County HFA for Lighthouse Bay Apartments, 3.04%, 12/1/32(a) 1,200,000 1,600,000 Florida Higher Educational Facilities Authority for St Thomas University, 3.00%, 1/1/19(a) Florida HFC Multifamily for Bridgewater Club, 1,600,000 2,000,000 3.02%, 6/1/34(a) 2,000,000 Florida HFC Multifamily for Magnolia Pointe Apartments, 3.10%, 6/1/39(a) Jacksonville Florida HFA, Series A, 3.00%, 8/15/33(a) 1,130,000 1,130,000 1,000,000 1,000,000 2,080,000 Jacksonville Florida Dist Energy System Ser A, 3.00%, 10/1/34(a) 2.080.000 Lee County IDA for Bonita Community Health 1,295,000 Services, Series A, 3.06%, 12/1/29(a)
Manatee County PCR for Florida Power & Light,
3.00%, 9/1/24(a) 1,295,000 1,100,000 1,100,000 4,300,000 Miami Dade County IDA for Airis Miami LLC, Series A, 3.08%, 10/15/25(a) Orange County YMCA, Series A, 3.10%, 5/1/27(a) 4.300.000 1,185,000 1,185,000 Palm Beach County for Morse Obligation Group, 1,500,000 3.07%, 5/1/33(a) 1,500,000 2.200.000 Palm Beach County for Raymond F Kravis Center Project, 2.98%, 7/1/32(a) 2,200,000 1,800,000 Palm Beach County for School Board, Series B, 3.03%, 8/1/27 (a) 1,800,000 Pinellas County HFA, 3.05%, 11/1/15(a) Port Orange for Palmer College, 3.07%, 10/1/32(a) 1,000,000 1,000,000 2,000,000 2,000,000 Putnam County Dev. Authority PCR for Florida Power & Light, 3.00%, 9/1/24(a)1,000,000 1,000,000 </Table>

		25			
<page></page>					
<table> <caption amou<="" pring="" td=""><td>CIPAL</td><td></td><td></td><td></td><td>VALUE (NOTE 1)</td></caption></table>	CIPAL				VALUE (NOTE 1)
<s></s>		<c></c>	<c></c>	<c></c>	
		TAX-EXEMPT OBLIGATIONS (CONTINUED) FLORIDA (CONTINUED)			
\$	200,000	Seminole County IDA HCF for Florida Living Nursing, 3.24%, 2/1/11(a)		\$	200,000
	400,000	University of North Florida Capital Improvements Project, 3.09%, 11/1/24(a)			400,000
	700,000	Volusia County IDR for Easter Seal Society of Volusia, 3.15%, 9/1/21(a)			700,000
					46,260,000
		DUEDEC DICC. 1.6%			
	847,000	PUERTO RICO 1.6% Puerto Rico Government Development Bank,			
		2.85%, 12/1/15(b)			847,000
		TOTAL INVESTMENTS (COST* \$47,107,000) OTHER ASSETS, LESS LIABILITIES	88.4% 11.6		47,107,000 6,177,071
		NET ASSETS	100.0%	\$	53,284,071
		NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 53,284,071 SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDING	====	===== \$	1.00
<td></td> <td>INTEREST, V. VOI TAK VALOE OUTSTANDING</td> <td></td> <td></td> <td>========</td>		INTEREST, V. VOI TAK VALOE OUTSTANDING			========
		THE TAX EVEN THE THE TAX TO THE T			
	RES	SERVE TAX-EXEMPT TRUST FLORIDA TAX-EXEMPT FUND			
		STATEMENT OF ASSETS AND LIABILITIES			
		NOVEMBER 30, 2005 (UNAUDITED)			
<table></table>		<\$>		<c></c>	
		ASSETS Investments in securities, at value (Cost \$47,107,000)		\$	47,107,000
		Cash Interest receivable Other assets		*	6,055,732 122,220 10,238
		Total Assets			53,295,190
		LIABILITIES Comprehensive management fees payable Distribution (12b-1) fees payable Other liabilities			6,496 1,624 2,999
		Total Liabilities			11,119
		NET ASSETS		\$	53,284,071
		NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER		=====	=======
		SHARE, BASED ON 53,284,071 SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDING		\$	1.00
<td>&gt;</td> <td></td> <td></td> <td></td> <td></td>	>				
		SEE NOTES TO FINANCIAL STATEMENTS.			
<page></page>		26			
	RESERV	/E TAX-EXEMPT TRUST MASSACHUSETTS TAX-EXEMPT FUND			
	SCHEDU	JLE OF INVESTMENTS NOVEMBER 30, 2005 (UNAUDITED)			
<table></table>					
<caption pring<="" td=""><td>n&gt; CIPAL</td><td></td><td></td><td></td><td>VALUE</td></caption>	n> CIPAL				VALUE
AMO	UNT 				(NOTE 1)
<s></s>		<c> TAX-EXEMPT OBLIGATIONS 94.4%</c>		<c></c>	
\$	700,000	Massachusetts DFA for Briarwood Retirement Series A, 2.98%, 11/1/24(a)		\$	700,000
	800,000	Massachusetts DFA for Brooksby Village Project,		ų	
	445,000	3.04%, 7/1/32(a) Massachusetts DFA for Dean College, 3.00%, 10/1/29(a)			800,000 445,000
	720,000	Massachusetts DFA for Gann Academy Project, 2.54%, 6/1/32(a)			720,000
	700,000	Massachusetts DFA for Jewish Geriatric Services, 2.98%, 5/15/34(a)			700,000
	655,000	Massachusetts DFA for Mystic Valley School,			

800,000	3.05%, 6/15/08(a) Massachusetts DFA for Salem Community Corporation,		655,000
800,000	3.04%, 1/1/35(a) Massachusetts DFA for Smith College, 3.02%,		800,000
800,000	7/1/247/1/29(a)(c) Massachusetts DFA IDR for Ocean Spray Cranberries,		800,000
800,000	3.04%, 10/15/11(a) Massachusetts DFA IDR for You Incorporated,		800,000
850,000	2.95%, 9/1/32(a) Massachusetts GO, Series 97-B, 3.00%, 9/1/16(a)		800,000 850,000
135,000	Massachusetts HEFA for Becker College, Series A-2, 3.16%, 7/1/09(a)		135,000
700,000	Massachusetts HEFA for Berklee College of Music, Series B, 2.87%, 10/1/27(a)		700,000
160,000	Massachusetts HEFA for Cap Asset Program, Series D, 2.94%, 1/1/35(a)		160,000
700,000	Massachusetts HEFA for Harvard University, Series Y, 2.80%, 7/1/35(a)(c)		700,000
700,000	Massachusetts HEFA for MIT, Series J-2, 2.93%, 7/1/31(a)(c)		700,000
800,000			800,000
700,000			700,000
1,665,000 575,000	Massachusetts HFA for Single Family, 2.98%, 12/1/30(a) Massachusetts IFA for Lowell Mills Association, Series 95, 3.16%, 12/1/20(a)		1,665,000 575,000
600,000	Massachusetts IFA for Tech Mold & Tool, 3.07%, 6/1/18(a)		600,000
700,000 630,000	Massachusetts WRA, Series 99-B, 2.90%, 8/1/28(a)		700,000 630,000
1,250,000 			

 Massachusetts WRA, Series B, 2.98%, 4/1/28(a) Massachusetts WRA, Series C, 2.98%, 8/1/37(a) |  | 1,250,000 ||  | SEE NOTES TO FINANCIAL STATEMENTS. |  |  |
	27		
``` PRINCIPAL ```			VALUE
AMOUNT			(NOTE 1)
	TAX-EXEMPT OBLIGATIONS (CONTINUED)		
	Massachusetts WRA, Series C, 3.03%, 8/1/20(a) Massachusetts WRA, Series D, 3.00%, 8/1/17(a)		\$ 200,000 200,000
200,000	Maddenadeed mar, belief b, 3.000, 0/1/17(d)		17,785,000
	TOTAL INVESTMENTS (COST\* \$17,785,000)	94.4%	17,785,000
	OTHER ASSETS, LESS LIABILITIES	5.6	1,048,081
	NET ASSETS	100.0%	\$ 18,833,081 ===========
	MASSACHUSETTS TAX-EXEMPT FUND		
	MASSACHUSETTS TAX-EXEMPT FUND STATEMENT OF ASSETS AND LIABILITIES		
	STATEMENT OF ASSETS AND LIABILITIES		
	STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)		\$ 17,785,000 1,001,244
	STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)  ~~ASSETS Investments in securities, at value (Cost\* \$17,785,000)~~		\$ 17,785,000
	STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)  ~~ASSETS Investments in securities, at value (Cost\* \$17,785,000) Cash~~		\$ 17,785,000 1,001,244 50,940
	STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)  ~~ASSETS Investments in securities, at value (Cost\* \$17,785,000) Cash Interest receivable~~		\$ 17,785,000 1,001,244 50,940
	STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)  ~~ASSETS Investments in securities, at value (Cost\* \$17,785,000) Cash Interest receivable  Total Assets LIABILITIES~~		\$ 17,785,000 1,001,244 50,940
	STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)  ~~ASSETS Investments in securities, at value (Cost\* \$17,785,000) Cash Interest receivable  Total Assets  LIABILITIES Comprehensive management fees payable Distribution (12b-1) fees payable Income dividend payable~~		\$ 17,785,000 1,001,244 50,940
	STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)  ~~ASSETS Investments in securities, at value (Cost\* \$17,785,000) Cash Interest receivable  Total Assets  LIABILITIES Comprehensive management fees payable Distribution (12b-1) fees payable Income dividend payable Other liabilities~~		\$ 17,785,000 1,001,244 50,940
	STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)  ~~ASSETS Investments in securities, at value (Cost\* \$17,785,000) Cash Interest receivable  Total Assets  LIABILITIES Comprehensive management fees payable Distribution (12b-1) fees payable Income dividend payable Other liabilities  Total Liabilities  NET ASSETS  NET ASSETS~~		\$ 17,785,000 1,001,244 50,940
	STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)  ~~ASSETS Investments in securities, at value (Cost\* \$17,785,000) Cash Interest receivable  Total Assets  LIABILITIES Comprehensive management fees payable Distribution (12b-1) fees payable Income dividend payable Other liabilities  Total Liabilities  NET ASSETS~~		\$ 17,785,000 1,001,244 50,940
	STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)  ~~ASSETS Investments in securities, at value (Cost\* \$17,785,000) Cash Interest receivable  Total Assets  LIABILITIES Comprehensive management fees payable Distribution (12b-1) fees payable Income dividend payable Other liabilities  Total Liabilities  NET ASSETS  NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 18,833,081 SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDING~~		\$ 17,785,000 1,001,244 50,940
	STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)  ~~ASSETS Investments in securities, at value (Cost\* \$17,785,000) Cash Interest receivable  Total Assets  LIABILITIES Comprehensive management fees payable Distribution (12b-1) fees payable Income dividend payable Other liabilities  Total Liabilities  NET ASSETS  NET ASSETS  NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 18,833,081 SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDING  SEE NOTES TO FINANCIAL STATEMENTS.~~		\$ 17,785,000 1,001,244 50,940
	STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)  ~~ASSETS Investments in securities, at value (Cost\* \$17,785,000) Cash Interest receivable  Total Assets  LIABILITIES Comprehensive management fees payable Distribution (12b-1) fees payable Income dividend payable Other liabilities  Total Liabilities  NET ASSETS  NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 18,833,081 SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDING~~		\$ 17,785,000 1,001,244 50,940
SCHEDULE OF NET ASSETS -- NOVEMBER 30, 2005 (UNAUDITED)

<table> <caption> PRINCIPAL AMOUNT</caption></table>			VAL (NOT	UE E 1)
<\$>	<c> TAX-EXEMPT OBLIGATIONS 97.8%</c>		<c></c>	
\$ 600,000	MICHIGAN 92.8% Ann Arbor Michigan EDC, Glacier Inc. Pj, Series A,			
1,400,000	2.63%, 11/1/25(a) Detroit Michigan Sew Disp Rev Var, Series B,		\$	600,000
400,000	3.00%, 7/1/33(a) Garden City HFA, Series 96-A, 3.08%, 9/1/26(a)		1	,400,000 400,000
500,000	Grand Rapids Economic Development Corp, 3.05%, 6/1/12(a)			500,000
400,000	Jackson County for Thrify Leoni Inc, Series A, 3.05%, 12/1/14(a)			400,000
600,000	Jackson County for Vista Grande Villa, Series A, 2.98%, 11/1/31(a)			600,000
700,000	Michigan State HFA for Hosp Equipment Ln Prog- A, 2.98%, 12/1/23(a)			700,000
700,000	Michigan HDA Multi-Family Revenue for			
700,000	River Place Apts., 2.99%, 6/1/18(a) Michigan HDA Mult-Family Rev-Berrien Woods 111,			700,000
1,160,000	Series A, 3.15%, 7/1/32(a) Michigan Strategic Fund for Henry Ford Museum			700,000
300,000	Village, 3.00%, 12/1/33(a) Michigan Strategic Fund for M&P Cap LLC, Series A,		1	,160,000
600,000	3.13%, 6/1/34(a) Michigan Strategic Fund for Mot LLC, 3.07%,			300,000
700,000	12/1/34(a) Michigan State Stategic Fund Solid Waste Diso			600,000
700,000	Rev, 3.03%, 1/1/14(a) Michigan Strategic Fund for Haven Christian Services,			700,000
1,080,000	3.07%, 11/15/34(a) Michigan State University Revenue, Series A, 3.00%,			700,000
	8/15/32(a)		1	,080,000
700,000 500,000	Milan Michigan Area Schools, 3.00%, 5/1/30(a) Oakland County Michigan EDC for Ltd-Graph-Tech Inc,			700,000
700,000	3.13%, 4/1/28(a) Oakland University, 3.06%, 3/1/31(a)			500,000 700,000
700,000	Wayne Charter County, Series A, 3.03%, 12/1/16(a)			700,000
			13	,140,000

					SEE NOTES TO FINANCIAL STATEMENTS.			
. Daniel	29							
PRINCIPAL AMOUNT			VAL (NOT	UE E 1)				
**\5**/	TAX-EXEMPT OBLIGATIONS (CONTINUED)	(0)						
\$ 700,000	PUERTO RICO 5.0% Puerto Rico Government Development Bank, 2.85%,							
	12/1/15(b)		\$	700,000				
				700,000				
	TOTAL INVESTMENTS (COST\* \$13,840,000) COMPREHENSIVE MANAGEMENT FEES PAYABLE	97.8% 0.0		,840,000				
	DISTRIBUTION (12b-1) FEES PAYABLE	0.0		(1,981)				
	OTHER ASSETS, LESS LIABILITIES	2.2		318,821				
	NET ASSETS		\$ 14 ======					
	NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER							
	SHARE, BASED ON 14,156,366 SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDING		\$	1.00				
(m. 1.3	\$.001 PAR VALUE OUISIANDING		=======					
	SEE NOTES TO FINANCIAL STATEMENTS.							
	30							
RES	ERVE TAX-EXEMPT TRUSTNEW JERSEY TAX-EXEMPT FUND							
	EMENT OF INVESTMENTSNOVEMBER 30, 2005 (UNAUDITED)							
PRINCIPAL AMOUNT				E 1)				

<s></s>	<c></c>		<c></c>	
	TAX-EXEMPT OBLIGATIONS 88.0% NEW JERSEY 88.0%			
\$ 1,160,000	Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a)		\$	1,160,000
450,000	Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a)			450,000
2,000,000 2,400,000	Monmouth County NJ Improv Auth, 2.90%, 8/1/16(a) New Jersey EDA for Bayonne Dock, 2.97%,			2,000,000
1,900,000	12/1/27(a) New Jersey EDA for Airis Newark Project , 2.98%,			2,400,000
800,000	1/1/19(a) New Jersey EDA for Foreign Trade, Series 98, 3.00%,			1,900,000
1,515,000	12/1/07(a) New Jersey EDA for RJB Associates, ERN, 3.01%,			800,000
1,915,000	8/1/08(a) New Jersey EDA for Church & Dwight, 2.98%,			1,515,000
400,000	12/1/08(a) New Jersey EDA for Solthaven Proj, Series A, 2.90%,			1,915,000
2,300,000	1/15/18(a) New Jersey EDA for Lawrence School Proj., Series B,			400,000
2,000,000	2.82%,7/1/26(a) New Jersey EDA for Newark Container LLC, 3.01%,			2,300,000
900,000	7/1/30(a) New Jersey Health Care Facs Financing Auth, Series A,			2,000,000
1,400,000	New Jersey HCF Authority Cap Asset Ser A, 2.95%,			900,000
	7/1/35(a)			1,400,000
1,900,000	New Jersey EDA for Golf Asso, Project, 3.01%, 05/1/23(a)			1,900,000
3,700,000	New Jersey EDA for Thermal Marina Energy LLC, Series A, 2.98%, 9/1/31(a)			3,700,000
1,960,000	New Jersey EDA for Geriatrics Housing Services Series P-J, 2.96%, 11/1/31(a)			1,960,000
2,000,000	New Jersey EDA for Huntington SCH Princeton, 3.01%, 11/1/34(a)			2,000,000
3,930,000	New Jersey Sports Authority Expo, Series C, 2.96%, 9/1/24(a)			3,930,000
1,850,000	New Jersey State EFA- Princeton University, Series B, 2.90%, 7/1/21(a)(c)			1,850,000
560,000	New Jersey EDA for SCH Princeton Project, 2.75%, 07/1/22(a)			560,000
1,900,000	New Jersey State HFA for Single Family Hsg., Series O, 3.08%, 10/1/26(a)			1,900,000

					SEE NOTES TO FINANCIAL STATEMENTS.			
	SEE NOIES TO FINANCIAL STATEMENTS.							
	31							
\_				VALUE				
				VALUE (NOTE 1)				
	31							
	TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a)							
	``` TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a) New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a) ```			(NOTE 1)				
	TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a) New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a) Port Authority of New York & New Jersey Special Obligation Revenue, 2.97%, 8/1/24(a)			1,000,000				
	``` TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a) New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a) Port Authority of New York & New Jersey Special ```			1,000,000 1,200,000				
	``` TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a) New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a) Port Authority of New York & New Jersey Special Obligation Revenue, 2.97%, 8/1/24(a) Salem County New Jersey Impt Auth Rev- Friends ```			1,000,000 1,200,000 3,300,000 2,000,000				
	``` TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a) New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a) Port Authority of New York & New Jersey Special Obligation Revenue, 2.97%, 8/1/24(a) Salem County New Jersey Impt Auth Rev- Friends Home Woodstown, Inc., 3.00%, 4/1/34 (a)  TOTAL INVESTMENTS (COST* $44,440,000) ```	88.0%		1,000,000 1,200,000 3,300,000 2,000,000				
	``` TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a) New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a) Port Authority of New York & New Jersey Special Obligation Revenue, 2.97%, 8/1/24(a) Salem County New Jersey Impt Auth Rev- Friends Home Woodstown, Inc., 3.00%, 4/1/34 (a)  TOTAL INVESTMENTS (COST* $44,440,000) OTHER ASSETS, LESS LIABILITIES ```	88.0% 12.0		1,000,000 1,200,000 3,300,000 2,000,000 44,440,000 6,041,905				
	``` TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a) New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a) Port Authority of New York & New Jersey Special Obligation Revenue, 2.97%, 8/1/24(a) Salem County New Jersey Impt Auth Rev- Friends Home Woodstown, Inc., 3.00%, 4/1/34 (a)  TOTAL INVESTMENTS (COST* $44,440,000) ```	88.0% 12.0		1,000,000 1,200,000 3,300,000 2,000,000 44,440,000 6,041,905				
	``` TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a) New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a) Port Authority of New York & New Jersey Special Obligation Revenue, 2.97%, 8/1/24(a) Salem County New Jersey Impt Auth Rev- Friends Home Woodstown, Inc., 3.00%, 4/1/34 (a)  TOTAL INVESTMENTS (COST* $44,440,000) OTHER ASSETS, LESS LIABILITIES NET ASSETS ```	88.0% 12.0  100.0%		1,000,000 1,200,000 3,300,000 2,000,000 44,440,000 6,041,905				
	``` TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a) New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a) Port Authority of New York & New Jersey Special Obligation Revenue, 2.97%, 8/1/24(a) Salem County New Jersey Impt Auth Rev- Friends Home Woodstown, Inc., 3.00%, 4/1/34 (a)  TOTAL INVESTMENTS (COST* $44,440,000) OTHER ASSETS, LESS LIABILITIES NET ASSETS  SERVE TAX-EXEMPT TRUST NEW JERSEY TAX-EXEMPT FUND ```	88.0% 12.0  100.0%		1,000,000 1,200,000 3,300,000 2,000,000 44,440,000 6,041,905				
		88.0% 12.0  100.0%		1,000,000 1,200,000 3,300,000 2,000,000 44,440,000 6,041,905				
	``` TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a) New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a) Port Authority of New York & New Jersey Special Obligation Revenue, 2.97%, 8/1/24(a) Salem County New Jersey Impt Auth Rev- Friends Home Woodstown, Inc., 3.00%, 4/1/34 (a)  TOTAL INVESTMENTS (COST* $44,440,000) OTHER ASSETS, LESS LIABILITIES NET ASSETS  SERVE TAX-EXEMPT TRUST NEW JERSEY TAX-EXEMPT FUND ```	88.0% 12.0  100.0%		1,000,000 1,200,000 3,300,000 2,000,000 44,440,000 6,041,905				
	``` TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a) New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a) Port Authority of New York & New Jersey Special Obligation Revenue, 2.97%, 8/1/24(a) Salem County New Jersey Impt Auth Rev- Friends Home Woodstown, Inc., 3.00%, 4/1/34 (a)  TOTAL INVESTMENTS (COST* $44,440,000) OTHER ASSETS NET ASSETS  SERVE TAX-EXEMPT TRUST NEW JERSEY TAX-EXEMPT FUND STATEMENT OF ASSETS AND LIABILITIES NOVEMBER 30, 2005 (UNAUDITED) ```	88.0% 12.0  100.0%		1,000,000 1,200,000 3,300,000 2,000,000 44,440,000 6,041,905				
	``` TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a) New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a) Port Authority of New York & New Jersey Special Obligation Revenue, 2.97%, 8/1/24(a) Salem County New Jersey Impt Auth Rev- Friends Home Woodstown, Inc., 3.00%, 4/1/34 (a)  TOTAL INVESTMENTS (COST* $44,440,000) OTHER ASSETS, LESS LIABILITIES NET ASSETS SERVE TAX-EXEMPT TRUST NEW JERSEY TAX-EXEMPT FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)   ASSETS Investments in securities, at value (Cost $44,440,000) ```	88.0% 12.0  100.0%		1,000,000 1,200,000 2,000,000 44,440,000 6,041,905				
	``` TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a) New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a) Port Authority of New York & New Jersey Special Obligation Revenue, 2.97%, 8/1/24(a) Salem County New Jersey Impt Auth Rev- Friends Home Woodstown, Inc., 3.00%, 4/1/34 (a)  TOTAL INVESTMENTS (COST* $44,440,000) OTHER ASSETS, LESS LIABILITIES NET ASSETS  SERVE TAX-EXEMPT TRUST NEW JERSEY TAX-EXEMPT FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)   ASSETS Investments in securities, at value (Cost $44,440,000) Cash Interest receivable ```	88.0% 12.0  100.0%		1,000,000 1,200,000 2,000,000 44,440,000 6,041,905 50,481,905				
	``` TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a) New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a) Port Authority of New York & New Jersey Special Obligation Revenue, 2.97%, 8/1/24(a) Salem County New Jersey Impt Auth Rev- Friends Home Woodstown, Inc., 3.00%, 4/1/34 (a)  TOTAL INVESTMENTS (COST* $44,440,000) OTHER ASSETS, LESS LIABILITIES NET ASSETS SERVE TAX-EXEMPT TRUST NEW JERSEY TAX-EXEMPT FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)   ASSETS Investments in securities, at value (Cost $44,440,000) Cash Interest receivable Other assets ```	88.0% 12.0  100.0%	\$\$\$	1,000,000 1,200,000 2,000,000 44,440,000 6,041,905 50,481,905 50,481,905 144,440,000 6,041,905				
	``` TAX-EXEMPT OBLIGATIONS (CONTINUED) NEW JERSEY (CONTINUED) New Jersey Turnpike Authority, Series 91-D, 2.95%, 1/1/18(a) New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a) Port Authority of New York & New Jersey Special Obligation Revenue, 2.97%, 8/1/24(a) Salem County New Jersey Impt Auth Rev- Friends Home Woodstown, Inc., 3.00%, 4/1/34 (a)  TOTAL INVESTMENTS (COST* $44,440,000) OTHER ASSETS, LESS LIABILITIES NET ASSETS  SERVE TAX-EXEMPT TRUST NEW JERSEY TAX-EXEMPT FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED)   ASSETS Investments in securities, at value (Cost $44,440,000) Cash Interest receivable ```	88.0% 12.0  100.0%	\$	1,000,000 1,200,000 2,000,000 -44,440,000 6,041,905 -50,481,905 50,481,905 50,481,905 10,481,905 10,481,905 10,481,905 10,481,905				

		Distribution (12b-1) fees payable Other liabilities			1,679 140
		Income dividend payable			2,224
		Total Liabilities			10,717
		NET ASSETS		\$	50,481,905
		NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER		====	========
		SHARE, BASED ON 50,481,905 SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDING		\$	1.00
<td>le&gt;</td> <td></td> <td></td> <td></td> <td></td>	le>				
		SEE NOTES TO FINANCIAL STATEMENTS.			
<page:< td=""><td>&gt;</td><td>32</td><td></td><td></td><td></td></page:<>	>	32			
		ESERVE TAX-EXEMPT TRUST OHIO TAX-EXEMPT FUND			
	SCHED	ULE OF INVESTMENTS NOVEMBER 30, 2005 (UNAUDITED)			
<table< td=""><td>e&gt;</td><td></td><td></td><td></td><td></td></table<>	e>				
	ion> INCIPAL MOUNT				VALUE (NOTE 1)
		<c></c>			
<s></s>		TAX-EXEMPT OBLIGATIONS 92.6%		<c></c>	
\$	500,000	OHIO 92.6% Akron Bath Copley HDR for Summa Health System,			
	375,000	Series B, 3.08%, 11/1/34(a) Allen County HCF for Mennonite Home, 3.05%,		\$	500,000
	800,000	2/1/18(a) Butler County HCF for Lifesphere, 3.25%, 5/1/27(a)			375,000 800,000
	500,000	Centerville HCR for Bethany Lutheran, 3.02%, 5/1/08(a)			500,000
	400,000	Cleveland Airport Systems Revenue, Series D, 3.02%, 1/1/27(a)			400,000
	600,000 830,000	Cleveland Income Tax Revenue, 2.87%, 1/1/27(a) Cuyahoga County Cleveland Health, 3.06%, 3/1/32(a)			600,000 830,000
	490,000	Cuyahoga County for S&R Playhouse, 2.70%, 12/1/09(a)			490,000
	700,000	Cuyahoga County HCF for Devon Oaks, 3.05%, 2/1/34(a)			700,000
	700,000	Cuyahoga County HRB EDA for Cleveland Botanical Gardens, 3.08%, 7/1/31(a)			700,000
	800,000	Evandale County IDR for SHV Realty Inc., 3.00%, 9/1/15(a)			800,000
	800,000	Franklin County Hospital Revenue for U.S. Health Corp., Series A, 3.03%, 12/1/21(a)			800,000
	1,000,000 735,000	Geauga County for Heather Hill Inc, 3.04%, 7/1/23(a) Greene County IDA for Fairview, Series B, 3.00%, 1/1/11(a)			1,000,000
	655,000	Hamilton County HRB for Alliance Health, Series A, 2.87%, 1/1/18(a)			655,000
	195,000 1,480,000	<pre>Kent State University Receipts, 3.06%, 5/1/31(a) Licking County HCF, 3.05%, 11/1/33(a)</pre>			195,000 1,480,000
	935,000	Middleburgh Heights HR for Southwest General Health, 3.07%, 8/15/22(a)			935,000
	700,000	Ohio Air Quality DAR for Columbus Southern, Series C, 3.07%, 12/1/38(a)			700,000
	570,000	Ohio State Higher Educational Facility Revenue for Ashland Univ. 3.08%, 9/1/24(a)			570,000
	900,000	Ohio State Higher Educational Facility Revenue for			900,000
	600,000	Western Univ. 3.01%, 10/1/31(a) Ohio State University , 2.95%, 12/1/1712/1/27(a)(c)			600,000
	700,000	Ohio WDA PCR for Cleveland Electric, Series B, 3.00%, 8/1/20(a)			700,000
	800,000	Ohio WDA PCR for Edison Project B, 3.06%, 9/1/18(a)			800,000
<td>ıe&gt;</td> <td>CHE NOMES TO ETNANCIAL CHAMBANIC</td> <td></td> <td></td> <td></td>	ıe>	CHE NOMES TO ETNANCIAL CHAMBANIC			
		SEE NOTES TO FINANCIAL STATEMENTS.  33			
<page:< td=""><td>&gt;</td><td>33</td><td></td><td></td><td></td></page:<>	>	33			
<table< td=""><td></td><td></td><td></td><td></td><td></td></table<>					
	INCIPAL MOUNT				VALUE (NOTE 1)
<s></s>		<c></c>	<c></c>	<c></c>	
		TAX-EXEMPT OBLIGATIONS (CONTINUED) OHIO (CONTINUED)			
\$	800,000	Paulding County Waste Disposal for Lafarge Corporation, 2.94%, 8/1/26(a)		\$	800,000
	800,000	Toledo City Services Special Assessment, 3.03%, 12/1/06(a)		•	800,000
	500,000	Toledo County Port Authority, 3.05%, 15/15/38(a)			500,000
					18,865,000

NET ASSETS  100.0%
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RESERVE TAX-EXEMPT TRUST OHIO TAX-EXEMPT FUND

STATEMENT OF ASSETS AND LIABILITIES \$ 20,378,321 || RESERVE TAX-EXEMPT TRUST OHIO TAX-EXEMPT FUND STATEMENT OF ASSETS AND LIABILITIES |  |
STATEMENT OF ASSETS AND LIABILITIES	
MONTH 20 000F (THANKETTER)	
NOVEMBER 30, 2005 (UNAUDITED)	
ASSETS	
Investments in securities, at value (Cost \$18,865,000) Cash Interest receivable	\$ 18,865,000 1,467,471 48,404
Total Assets	20,380,875
LIABILITIES	
Comprehensive management fees payable	824
Distribution (12b-1) fees payable Income dividend payable	662 1,004
Other liabilities	64
Total Liabilities	2,554
NET ASSETS	\$ 20,378,321
	==========
NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 20,378,321 SHARES OF BENEFICIAL INTEREST,	
\$.001 PAR VALUE OUTSTANDING	\$ 1.00
SEE NOTES TO FINANCIAL STATEMENTS.	
34 \*Page>	
RESERVE TAX-EXEMPT TRUST PENNSYLVANIA TAX-EXEMPT FUND	
STATEMENT OF INVESTMENTS NOVEMBER 30, 2005 (UNAUDITED)	
PRINCIPAL AMOUNT	VALUE (NOTE 1)
CS CD TAX-EXEMPT OBLIGATIONS 92.6% PENNSYLVANIA 90.4% 790,000 Allentown IDA for Diocese of Alletown 2.98%, 12/1/29(a)	
TAX-EXEMPT OBLIGATIONS 92.6% PENNSYLVANIA 90.4%  790,000 Allentown IDA for Diocese of Alletown 2.98%, 12/1/29(a) 2,200,000 Allegheny Higher Education for Carnegie Mellon University, 2.98%, 12/1/33(a)	\$ 790,000
CS CN TAX-EXEMPT OBLIGATIONS 92.6% PENNSYLVANIA 90.4% 790,000 Allentown IDA for Diocese of Alletown 2.98%, 12/1/29(a) 2,200,000 Allegheny Higher Education for Carnegie Mellon University, 2.98%, 12/1/33(a) 1,800,000 Allegheny IDA for UPMC Health Systems, Series C, 3.05%, 3/1/15(a)	
TAX-EXEMPT OBLIGATIONS 92.6%  PENNSYLVANIA 90.4%  790,000 Allentown IDA for Diocese of Alletown 2.98%, 12/1/29(a)  2,200,000 Allegheny Higher Education for Carnegie Mellon University, 2.98%, 12/1/33(a)  1,800,000 Allegheny IDA for UPMC Health Systems, Series C,	\$ 790,000 2,200,000 1,800,000
TAX-EXEMPT OBLIGATIONS 92.6% PENNSYLVANIA 90.4%  790,000 Allentown IDA for Diocese of Alletown 2.98%, 12/1/29(a) 2,200,000 Allegheny Higher Education for Carnegie Mellon University, 2.98%, 12/1/33(a) 1,800,000 Allegheny IDA for UPMC Health Systems, Series C, 3.05%, 3/1/15(a) 200,000 Berks County IDR for Visiting Nurse Services, Series A, 3.15%, 12/1/15(a) Berks County IDR for Visiting Nurse Services, Series A,	\$ 790,000 2,200,000 1,800,000 200,000
TAX-EXEMPT OBLIGATIONS 92.6%  PENNSYLVANIA 90.4%  790,000 Allentown IDA for Diocese of Alletown 2.98%, 12/1/29(a)  2,200,000 Allegheny Higher Education for Carnegie Mellon University, 2.98%, 12/1/33(a)  1,800,000 Allegheny IDA for UPMC Health Systems, Series C, 3.05%, 3/1/15(a)  200,000 Berks County IDR for Visiting Nurse Services, Series A, 3.15%, 12/1/15(a)  645,000 Berks County IDR for Visiting Nurse Services, Series A, 3.30%, 12/1/15(a)  Boucks County IDR for Shv Real Estate Inc, 3.00%,	\$ 790,000 2,200,000 1,800,000 200,000 645,000
CS	\$ 790,000 2,200,000 1,800,000 200,000 645,000 3,800,000 64,000
TAX-EXEMPT OBLIGATIONS 92.6%  PENNSYLVANIA 90.4%  790,000 Allentown IDA for Diocese of Alletown 2.98%,  12/1/29(a)  2,200,000 Allegheny Higher Education for Carnegie Mellon  University, 2.98%, 12/1/33(a)  1,800,000 Allegheny IDA for UPMC Health Systems, Series C,  3.05%, 3/1/15(a)  200,000 Berks County IDR for Visiting Nurse Services, Series A,  3.15%, 12/1/15(a)  645,000 Berks County IDR for Visiting Nurse Services, Series A,  3.30%, 12/1/15(a)  3,800,000 Bucks County IDA for Shv Real Estate Inc, 3.00%,  7/1/15(a)  64,000 Chartiers Valley IDR, 3.06%, 8/1/07(a)  1,585,000 Cumberland County PA, 3.03%, 12/1/32(a)	\$ 790,000 2,200,000 1,800,000 200,000 645,000 3,800,000 64,000 1,585,000
CS TAX-EXEMPT OBLIGATIONS 92.6%	\$ 790,000 2,200,000 1,800,000 200,000 645,000 3,800,000 64,000 1,585,000 1,600,000
TAX-EXEMPT OBLIGATIONS 92.6%  PENNSYLVANIA 90.4%  790,000 Allentown IDA for Diocese of Alletown 2.98%, 12/1/29(a)  2,200,000 Allegheny Higher Education for Carnegie Mellon University, 2.98%, 12/1/33(a)  1,800,000 Allegheny IDA for UPMC Health Systems, Series C, 3.05%, 3/1/15(a)  200,000 Berks County IDR for Visiting Nurse Services, Series A, 3.15%, 12/1/15(a)  645,000 Berks County IDR for Visiting Nurse Services, Series A, 3.30%, 12/1/15(a)  3,800,000 Bucks County IDA for Shv Real Estate Inc, 3.00%, 7/1/15(a)  64,000 Chartiers Valley IDR, 3.06%, 8/1/07(a)  1,585,000 Cumberland County PA, 3.03%, 12/1/32(a)  1,600,000 Chester County IDA for Archdiocese, 2.98%, 7/1/31(a) 700,000 Delaware County IDR for Sun, Inc., 3.00%, 11/1/33(a) 2,000,000 Emmaus General Authority Revenue, Series G, 3.01%, 3/1/24(a)	\$ 790,000 2,200,000 1,800,000 200,000 645,000 1,585,000 1,600,000 700,000
TAX-EXEMPT OBLIGATIONS 92.6%  PENNSYLVANIA 90.4%  790,000 Allentown IDA for Diocese of Alletown 2.98%, 12/1/29(a)  2,200,000 Allegheny Higher Education for Carnegie Mellon University, 2.98%, 12/1/33(a)  1,800,000 Allegheny IDA for UPMC Health Systems, Series C, 3.05%, 3/1/15(a)  200,000 Berks County IDR for Visiting Nurse Services, Series A, 3.15%, 12/1/15(a)  645,000 Berks County IDR for Visiting Nurse Services, Series A, 3.30%, 12/1/15(a)  3,800,000 Bucks County IDA for Shv Real Estate Inc, 3.00%, 7/1/15(a)  64,000 Chartiers Valley IDR, 3.06%, 8/1/07(a) 1,585,000 Chester County IDA for Archdiocese, 2.98%, 7/1/31(a) 700,000 Delaware County IDA for Sun, Inc., 3.00%, 11/1/33(a) 2,000,000 Emmaus General Authority Revenue, Series G, 3.01%, 3/1/24(a) 700,000 Indiana County IDA for Conemaugh 3.00%, 6/1/27(a)	\$ 790,000 2,200,000 1,800,000 200,000 645,000 3,800,000 64,000 1,585,000 1,600,000 700,000
TAX-EXEMPT OBLIGATIONS 92.6%  PENNSYLVANIA 90.4%  790,000 Allentown IDA for Diocese of Alletown 2.98%, 12/1/29(a)  2,200,000 Allegheny Higher Education for Carnegie Mellon University, 2.98%, 12/1/33(a)  1,800,000 Allegheny IDA for UPMC Health Systems, Series C, 3.05%, 3/1/15(a)  200,000 Berks County IDR for Visiting Nurse Services, Series A, 3.15%, 12/1/15(a)  645,000 Berks County IDR for Visiting Nurse Services, Series A, 3.30%, 12/1/15(a)  3,800,000 Bucks County IDA for Shv Real Estate Inc, 3.00%, 7/1/15(a)  64,000 Chartiers Valley IDR, 3.06%, 8/1/07(a) 1,585,000 Cumberland County PA, 3.03%, 12/1/32(a) 1,600,000 Chester County IDA for Archdiocese, 2.98%, 7/1/31(a) 700,000 Emmaus General Authority Revenue, Series G, 3.01%, 3/1/24(a) 700,000 Indiana County IDA for Conemaugh 3.00%, 6/1/27(a) 1,480,000 Lawrence County IDA for Var Villa Maria PJ., 3.06%, 7/1/33(a)	\$ 790,000 2,200,000 1,800,000 200,000 645,000 1,585,000 1,600,000 700,000
TAX-EXEMPT OBLIGATIONS 92.6%  PENNSYLVANIA 90.4%  790,000 Allentown IDA for Diocese of Alletown 2.98%,  12/1/29(a)  2,200,000 Allegheny Higher Education for Carnegie Mellon University, 2.98%, 12/1/33(a)  1,800,000 Allegheny IDA for UPMC Health Systems, Series C,  3.05%, 3/1/15(a)  200,000 Berks County IDR for Visiting Nurse Services, Series A,  3.15%, 12/1/15(a)  645,000 Berks County IDR for Visiting Nurse Services, Series A,  3.30%, 12/1/15(a)  3,800,000 Bucks County IDA for Shv Real Estate Inc, 3.00%,  7/1/15(a)  64,000 Chartiers Valley IDR, 3.06%, 8/1/07(a)  1,585,000 Cumberland County PA, 3.03%, 12/1/32(a)  1,600,000 Chester County IDA for Archdiocese, 2.99%, 7/1/31(a)  700,000 Delaware County IDR for Sun, Inc., 3.00%, 11/1/33(a)  2,000,000 Emmaus General Authority Revenue, Series G, 3.01%,  3/1/24(a)  700,000 Lawrence County IDA for Conemaugh 3.00%, 6/1/27(a)  1,480,000 Lawrence County IDA for Var Villa Maria PJ., 3.06%,  7/1/33(a)  1,965,000 Lebanon County HCF for ECC Retirement Village,  3.08%, 10/15/25(a)	\$ 790,000 2,200,000 1,800,000 200,000 645,000 3,800,000 64,000 1,585,000 1,600,000 700,000 2,000,000 1,480,000 1,965,000
TAX-EXEMPT OBLIGATIONS 92.6%  PENNSYLVANIA 90.4%  790,000 Allentown IDA for Diocese of Alletown 2.98%, 12/1/29(a)  2,200,000 Allegheny Higher Education for Carnegie Mellon University, 2.98%, 12/1/33(a)  1,800,000 Allegheny IDA for UPMC Health Systems, Series C, 3.05%, 3/1/15(a)  200,000 Berks County IDR for Visiting Nurse Services, Series A, 3.15%, 12/1/15(a)  645,000 Berks County IDR for Visiting Nurse Services, Series A, 3.30%, 12/1/15(a)  3,800,000 Bucks County IDA for Shv Real Estate Inc, 3.00%, 7/1/15(a)  64,000 Chartiers Valley IDR, 3.06%, 8/1/07(a)  1,585,000 Cumberland County PA, 3.03%, 12/1/32(a)  1,600,000 Chester County IDA for Archdiocese, 2.98%, 7/1/31(a) 700,000 Delaware County IDR for Sun, Inc., 3.00%, 11/1/33(a)  2,000,000 Emmaus General Authority Revenue, Series G, 3.01%, 3/1/24(a)  700,000 Indiana County IDA for Conemaugh 3.00%, 6/1/27(a)  1,480,000 Lewrence County IDA for Var Villa Maria PJ., 3.06%, 7/1/33(a)  1,965,000 Lebanon County HCF for ECC Retirement Village, 3.08%, 10/15/25(a)  2,000,000 Manheim School District, 3.03%, 5/1/23(a)	\$ 790,000 2,200,000 1,800,000 200,000 645,000 3,800,000 64,000 1,585,000 1,600,000 700,000 2,000,000 700,000 1,480,000
TAX-EXEMPT OBLIGATIONS 92.6%  PENNSYLVANIA 90.4%  790,000 Allentown IDA for Diocese of Alletown 2.98%, 12/1/29(a)  2,200,000 Allegheny Higher Education for Carnegie Mellon University, 2.98%, 12/1/33(a)  1,800,000 Allegheny IDA for UPMC Health Systems, Series C, 3.05%, 3/1/15(a)  200,000 Berks County IDR for Visiting Nurse Services, Series A, 3.15%, 12/1/15(a)  645,000 Berks County IDR for Visiting Nurse Services, Series A, 3.30%, 12/1/15(a)  3,800,000 Bucks County IDA for Shv Real Estate Inc, 3.00%, 7/1/15(a)  64,000 Chartiers Valley IDR, 3.06%, 8/1/07(a) 1,585,000 Cumberland County PA, 3.03%, 12/1/32(a) 1,600,000 Chester County IDA for Archdiocese, 2.98%, 7/1/31(a) 700,000 Emmaus General Authority Revenue, Series G, 3.01%, 3/1/24(a) 700,000 Indiana County IDA for Conemaugh 3.00%, 6/1/27(a) 1,480,000 Lawrence County IDA for Var Villa Maria PJ., 3.06%, 7/1/33(a) 1,965,000 Lebanon County HCF for ECC Retirement Village, 3.08%, 10/15/25(a) 2,000,000 Lehigh County IDA, 3.00%, 12/1/15(a)	\$ 790,000 2,200,000 1,800,000 200,000 645,000 3,800,000 64,000 1,585,000 1,600,000 700,000 2,000,000 1,480,000 1,965,000 2,000,000
TAX-EXEMPT OBLIGATIONS 92.6%	\$ 790,000 2,200,000 1,800,000 200,000 645,000 3,800,000 64,000 1,585,000 1,600,000 700,000 2,000,000 1,480,000 1,965,000 2,000,000 2,000,000 2,000,000 430,000
TAX-EXEMPT OBLIGATIONS 92.6%	\$ 790,000 2,200,000 1,800,000 200,000 645,000 3,800,000 64,000 1,585,000 1,600,000 700,000 2,000,000 1,480,000 2,000,000 2,000,000 2,000,000 430,000 1,445,000
CS TAX-EXEMPT OBLIGATIONS 92.6%	\$ 790,000 2,200,000 1,800,000 200,000 645,000 3,800,000 64,000 1,585,000 1,600,000 700,000 2,000,000 2,000,000 2,000,000 2,000,000 430,000 1,445,000 2,000,000
TAX-EXEMPT OBLIGATIONS 92.6%	\$ 790,000 2,200,000 1,800,000 200,000 645,000 3,800,000 64,000 1,585,000 1,600,000 700,000 2,000,000 1,480,000 2,000,000 2,000,000 2,000,000 430,000 1,445,000
CS CTAX-EXEMPT OBLIGATIONS 92.6%	\$ 790,000 2,200,000 1,800,000 200,000 645,000 3,800,000 64,000 1,585,000 1,600,000 700,000 2,000,000 2,000,000 2,000,000 430,000 1,445,000 2,000,000 1,600,000 1,600,000
TAX-EXEMPT OBLIGATIONS 92.6% PENNSYLVANIA 90.4%  \$ 790,000 Allentown IDA for Diocese of Alletown 2.98%,	\$ 790,000 2,200,000 1,800,000 200,000 645,000 3,800,000 64,000 1,585,000 1,600,000 700,000 2,000,000 2,000,000 2,000,000 2,000,000 430,000 1,445,000 2,000,000 1,600,000

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1,490,000 Philadelphia IDR for Fox Chase Cancer Center Project,
  1.490.000
                    2.98%, 7/1/25(a)
</Table>
                        SEE NOTES TO FINANCIAL STATEMENTS.
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  PRINCIPAL
  VALUE
    AMOUNT
   (NOTE 1)
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  <C>
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                    TAX-EXEMPT OBLIGATIONS -- (CONTINUED)
                    PENNSYLVANIA -- 90.4%
       1,710,000
                    Quakertown Pennsylvania General Authority Revenue, 3.05\%, 7/1/26(a)
   Ś
  1,710,000
                    Schuylkill County IDA for Northeastern Power, 3.04%,
       2,595,000
                     12/1/22(a)
  2,595,000
                    Washington County, 2.99%, 7/1/34(a)
Westmoreland County Redstone Highlands, 3.06%,
       2.000.000
  2.000.000
       2,000,000
  2,000,000
       1,275,000
                    Wilkins Area IDA for Fairview Extended Care, Series B, 3.00\%, 1/1/21(a)
  1,275,000
   45,174,000
                    TOTAL INVESTMENTS (COST* $45,174,000)
  90.4%
   45,174,000
  9.6
                    OTHER ASSETS, LESS LIABILITIES
  4,772,440
                    NET ASSETS
  100.0%
  49,946,440
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             RESERVE TAX-EXEMPT TRUST -- PENNSYLVANIA TAX-EXEMPT FUND
                        STATEMENT OF ASSETS AND LIABILITIES
                            NOVEMBER 30, 2005 (UNAUDITED)
<Table>
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                    ASSETS
                    Investments in securities, at value (Cost* $45,174,000)
   45,174,000
                    Interest receivable
   112,238
                    Total Assets
   49,956,409
                    LIABILITIES
                    Comprehensive management fees payable
  6,162
                    Distribution (12b-1) fees payable
  1,540
                    Accrued interest overdraft
Income dividend payable
  123
  2,015
                    Other liabilities
                    Total Liabilities
  9.969
                    NET ASSETS
  49,946,440
                    NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 49,946,440 SHARES OF BENEFICIAL INTEREST,
                    $.001 PAR VALUE OUTSTANDING
</Table>
                        SEE NOTES TO FINANCIAL STATEMENTS.
  36
<Page>
               RESERVE TAX-EXEMPT TRUST -- VIRGINIA TAX-EXEMPT FUND
            SCHEDULE OF INVESTMENTS -- NOVEMBER 30, 2005 (UNAUDITED)
<Table>
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   PRINCIPAL
  VALUE
   AMOUNT
   (NOTE 1)
<S>
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   <C>
                    TAX-EXEMPT OBLIGATIONS -- 81.6%
                     VIRGINIA -- 71.6%
                    Alexandria County IDA for Goodwin House, 2.96%,
Ś
         700,000
                    10/1/35(a)
  700.000
         700,000
                    Arlington County for Ballston Public Parking, 3.02%,
                     8/1/17(a)
  700,000
         500,000
                    Charlottesville IDA for Seminole, Series B. 3.08%.
  500,000
                    12/1/13(a)
         600,000
                    Chesapeake Virginia Hospital, Series B, 3.00%,
                    7/1/31(a)
  600,000
         700,000
                    Clarke County IDR, 3.06%, 1/1/30(a)
  700,000
                    Hampton MFH for Shoreline Apartments, 3.00%,
         700,000
                    12/1/19(a)
  700,000
```

	E30 000	Hannard Cauphy TD3 for Coverant Woods 2 079		
	530,000	Hanover County IDA for Covenent Woods, 3.07%, 7/1/29(a)		530,000
	700,000	Henrico County EDA for Westminster Centerbury, Series B, 3.05%, 7/1/08(a)		700,000
	700,000	Henrico County EDA (CITI-AMT)for White Oaks LTD Proj., 3.03%, 10/1/27(a)		700,000
	700,000 700,000	King George County VA Inc. Proj.,3.10%,9/01/21(a) Peninsula Port Authority for Dominion Terminal,		700,000
	555,000	3.00%, 7/1/16(a) Portsmouth Redev Marsh Landing PJ, Series A, 3.05%,		700,000
	1,200,000	6/1/30(a) Richmond IDA for Cogentrix of Richmond Proj A,		555,000
	1,100,000	3.10%, 12/1/17(a) University of Virginia Revenue, Series A, 3.03%,		1,200,000
	1,100,000	6/1/34(a)(c)		1,100,000
				10,085,000
	500 000	PUERTO RICO 10.0%		
	700,000 700,000	Puerto Rico Government Bank, 2.85%,12/1/15(b) Puerto Rico Highway & Transportation Authority,		700,000
		Series A, 2.93%, 7/1/28(b)		700,000
				1,400,000
		TOTAL INVESTMENTS (COST* \$11,485,000) OTHER ASSETS, LESS LIABILITIES	81.6% 18.4	11,485,000 2,592,438
		NET ASSETS	100.0%	\$ 14,077,438
<td>e&gt;</td> <td></td> <td></td> <td></td>	e>			
		SEE NOTES TO FINANCIAL STATEMENTS.		
_		37		
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	RESI	ERVE TAX-EXEMPT TRUST VIRGINIA TAX-EXEMPT FUND		
		STATEMENT OF ASSETS AND LIABILITIES		
		NOVEMBER 30, 2005 (UNAUDITED)		
<table< td=""><td>&gt;</td><td><s></s></td><td></td><td><c></c></td></table<>	>	<s></s>		<c></c>
		ASSETS Investments in securities, at value (Cost \$11,485,000)		\$ 11,485,000
		Cash Interest receivable		2,565,640 29,805
		Total Assets		14,080,445
		LIABILITIES		
		Comprehensive management fees payable Distribution (12b-1) fees payable		1,854 464
		Other liabilities		38
		Interest payable Total Liabilities		651 3,007
		NET ASSETS		\$ 14,077,438
		NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER		===========
		SHARE, BASED ON 14,077,438 SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDING		\$ 1.00
<td>e&gt;</td> <td></td> <td></td> <td>==========</td>	e>			==========
		SEE NOTES TO FINANCIAL STATEMENTS.		
		38		
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	RESERVE	NEW YORK TAX-EXEMPT TRUST NEW YORK TAX-EXEMPT FUND		
	STATE	MENT OF NET ASSETS NOVEMBER 30, 2005 (UNAUDITED)		
<table< td=""><td></td><td></td><td></td><td></td></table<>				
	NCIPAL OUNT			VALUE (NOTE 1)
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		TAX-EXEMPT OBLIGATIONS 99.2% NEW JERSEY 2.9%		
\$	5,000,000	Port Authority of New York & New Jersey Versatile Structure, 2.97%, 8/1/24(a)		\$ 5,000,000
		NEW YORK 96.0%		
	4,900,000 615,000	Babylon IDR for Ogden Martin, 2.94%, 1/1/19(a) Bleecker HDC for Terrace Apt. Project S85, 3.07%,		4,900,000
	3,670,000	7/1/15(a) Cattaraugus County IDA for YMCA, 3.11%, 9/1/28(a)		615,000 3,670,000
	1,000,000	Dutchess IDA for Trinity Pawling School, 3.03%, 10/1/32(a)		1,000,000
	2,550,000	Franklin County IDA Civic Facility for Trudeau Institute,		

	0.050 10/1/00/		0.550.000
2,400,000	2.95%, 12/1/20(a) Guilderland IDA for Eastern Industrial Park, Series 93-A,		2,550,000
6,700,000	2.95%, 12/1/08(a) Jay Street Development Corp., Series A-1, 2.96%,		2,400,000
6,600,000	5/1/22(a)		6,700,000
	Long Island Power Authority Electric System Revenue, 2.95%2.97%, 5/1/33(a)		6,600,000
7,000,000	Metropolitan Transportation Authority, 3.03%, 11/1/35(a)		7,000,000
2,200,000	Monroe County for Margaret Woodbury Strong Museum, 3.10%, 4/1/35(a)		2,200,000
1,500,000	Monroe County for St. Ann's Home Project, 2.96%, 7/1/30(a)		1,500,000
4,860,000 4,100,000	Nassau County, 2.92%, 11/15/22(a) New York City Cultural Resources for Asian Society,		4,860,000
8,000,000	3.02%, 4/1/30(a) New York City DAR for Greenwich LLC, Series ,		4,100,000
5,300,000	2.99% 12/1/39(a) New York City IDA for American Society for Technion,		8,000,000
	2.94%, 10/1/33(a)		5,300,000
4,000,000	New York City IDA for Childrens Oncology Society, 2.97%, 5/1/21(a)		4,000,000
6,000,000	New York City IDA for Korean Airlines, Series A, 2.99%, 11/1/24(a)		6,000,000
5,000,000 13,000,000 2,600,000	New York City IDA for Liberty, 3.03%, 12/1/39(a) New York City WFA, Series G, 2.97%, 6/15/25(a) New York City, GO Series A4, 2.97%, 8/1/23(a)		5,000,000 13,000,000 2,600,000
7,220,000 7,000,000	New York City, GO Series A4, 3.00%, 8/1/21(a) New York City, TFA, Series H3, 2.98%, 11/1/22(a)		7,220,000 7,000,000
1,500,000	New York State Energy Resources and Development, 3.02%, 12/1/27(a)		1,500,000

				SEE NOTES TO FINANCIAL STATEMENTS.		
	39					
			VALUE (NOTE 1)			
	405	205				
	TAX-EXEMPT OBLIGATIONS (CONTINUED)					
\$ 8,200,000	NEW YORK (CONTINUED)  New York State HFA for 10 Liberty Street, 2.95%,					
12,000,000	5/1/35(a) New York State HFA, 2.98% - 3.00%, 11/1/34(a)		\$ 8,200,000 12,000,000			
2,175,000	New York State IDA for Rotterdam, 2.95%, 11/1/09(a)		2,175,000			
6,000,000 6,000,000	New York State LGAC., Series D, 2.94%, 4/1/25(a) New York State R&D Con Ed, Series C-2, 2.98%,		6,000,000			
3,665,000	11/1/39(a) Schenectady County IDA for Sunnyview Hospital &		6,000,000			
4,610,000	Rehab., Series A, 3.06%, 8/1/33(a) Tompkins County IDA for Kendal Ithaca Community		3,665,000			
7,100,000	Care, Series B, 2.96%, 7/1/24(a) Triborough Bridge & Tunnel Authority, Series F,		4,610,000			
	3.03%, 11/1/32(a)		7,100,000			
6,320,000	Westchester IDA for Catherine Field Home, 3.01%, 1/1/31(a)		6,320,000			
3,400,000	Yonkers IDA Civic Facility for Consumers Union, 3.00%, 7/1/21(a)		3,400,000			
	3.000, 7/1/21(a)					
			167,185,000			
500,000	PUERTO RICO 0.3% Puerto Rico Government Development Bank, 2.85%,					
	12/1/15(b)		500,000			
	TOTAL INVESTMENTS (COST\* \$172,685,000)	99.2%	\$ 172,685,000			
	COMPREHENSIVE MANAGEMENT FEES PAYABLE DISTRIBUTION (12b-1) FEES PAYABLE	(0.0)^	(3,815 (954			
	OTHER ASSETS, LESS LIABILITIES	0.8	1,400,103			
	NET ASSETS	100.0%	\$ 174,080,334 ==========			
	NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER					
	SHARE BASED ON 174,080,334 SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDING		\$ 1.00			
			=======================================			
	SEE NOTES TO FINANCIAL STATEMENTS.					
	40					
	RESERVE MUNICIPAL MONEY-MARKET TRUST					
	LOUISIANA MUNICIPAL MONEY-MARKET FUND					
SCHEDULE OF INVESTMENTS -- NOVEMBER 30, 2005 (UNAUDITED)

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<s></s>		<c></c>	<c></c>	<c></c>
		TAX-EXEMPT OBLIGATIONS 80.2% LOUISIANA 65.6%		
\$	65,000	Lake Charles HRB & Term. District Revenue for CITGO Corp., 3.00%, 8/1/07(a)		\$ 65,000
	121,000	Louisiana Environment Facilities Community DAR,		
	65,000	Series A, 3.06%, 11/1/34(a) Louisiana PFA for Kenner Hotel Limited, 2.94%,		121,000
	65,000	12/1/15(a) Louisiana PFA, Equipment Facs, 3.60%, 7/1/33(a)		65,000 65,000
	65,000 65,000	Louisiana PFA, Multi-family, 3.06%, 6/15/31(a) Louisiana Offshore Term. Auth. Deepwater Port Rev.		65,000
		for Loop LLC, Series A, 3.00%, 9/1/17(a)		65,000
	125,000	Port of New Orleans Cold Storage Project, 3.10%, 11/1/22(a)		125,000
	118,000	South Louisiana Port Marine Term. for Occidental Petroleum Corp., 2.98%, 7/1/18(a)		118,000
	106,000	South Louisiana Port Marine Term. for Occidental		
	65,000	Petroleum Corp., 3.00%, 7/1/21(a) South Louisiana Port Marine Term. for Holnam		106,000
		Project., 3.04%, 1/1/27(a)		65,000
				860,000
		PUERTO RICO 14.6%		
	126,000	Puerto Rico Government Development Bank, 2.85%, 12/1/15(b)		126,000
	65,000	Puerto Rico Highway & Transportation Authority, Series A, 2.93%, 07/1/28(b)		65,000
		22222 27 2333, 2372,2342,		191,000
		TOTAL INVESTMENTS (COST* \$1,051,000) OTHER ASSETS, LESS LIABILITIES	80.2% 19.8	1,051,000 259,177
		NET ASSETS	100.0%	\$ 1,310,177
		NET ADDETO	====	=======================================
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		SEE NOTES TO FINANCIAL STATEMENTS.		
Page>		41		
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		RESERVE MUNICIPAL MONEY-MARKET TRUST		
		LOUISIANA MUNICIPAL MONEY-MARKET FUND		
		LOUISIANA MUNICIPAL MONEY-MARKET FUND		
Table>		LOUISIANA MUNICIPAL MONEY-MARKET FUND STATEMENT OF ASSETS AND LIABILITIES NOVEMBER 30, 2005 (UNAUDITED)		
Table>		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS</s>		<c></c>
Table>		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s></s>		\$ 1,051,000
Table>		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000)</s>		\$ 1,051,000 256,487
Table>		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash</s>		\$ 1,051,000 256,487 2,788 1,310,275
Table>		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets LIABILITIES</s>		\$ 1,051,000 256,487 2,788 
Table>		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets</s>		\$ 1,051,000 256,487 2,788 1,310,275
Table>		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable</s>		\$ 1,051,000 256,487 2,788 
Table>		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable Interest payable</s>		\$ 1,051,000 256,48° 2,788 
Table>		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable Interest payable Total Liabilities</s>		\$ 1,051,000 256,487 2,788 
Table>		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable Interest payable Total Liabilities  NET ASSETS  NET ASSETS VALVE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 1,310,177 SHARES OF BENEFICAL INTEREST,</s>		\$ 1,051,000 256,487 2,788 1,310,278 88 10 98 \$ 1,310,177
		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable Interest payable Interest payable Total Liabilities  NET ASSETS  NET ASSETS VALVE, OFFERING AND REDEMPTION PRICE PER</s>		\$ 1,051,000 256,487 2,788 1,310,275 
		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable Interest payable Total Liabilities  NET ASSETS  NET ASSETS VALVE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 1,310,177 SHARES OF BENEFICAL INTEREST,</s>		\$ 1,051,000 256,487 2,788 1,310,275 
		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable Interest payable Total Liabilities  NET ASSETS  NET ASSETS VALVE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 1,310,177 SHARES OF BENEFICAL INTEREST,</s>		\$ 1,051,000 256,487 2,788 1,310,275 
/Table>		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable Interest payable Total Liabilities  NET ASSETS  NET ASSETS  NET ASSETS VALVE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 1,310,177 SHARES OF BENEFICAL INTEREST, \$.001 PAR VALUE OUTSTANDING</s>		\$ 1,051,000 256,487 2,788 1,310,275 
/Table>		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable Interest payable Total Liabilities  NET ASSETS  NET ASSETS  NET ASSETS  NET ASSETS VALVE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 1,310,177 SHARES OF BENEFICAL INTEREST, \$.001 PAR VALUE OUTSTANDING  SEE NOTES TO FINANCIAL STATEMENTS.</s>		\$ 1,051,000 256,487 2,788 1,310,275 
/Table>		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable Interest payable Total Liabilities  NET ASSETS  NET ASSETS  NET ASSETS VALVE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 1,310,177 SHARES OF BENEFICAL INTEREST, \$.001 PAR VALUE OUTSTANDING  SEE NOTES TO FINANCIAL STATEMENTS.</s>		\$ 1,051,000 256,487 2,788 1,310,275 
/Table>	SCHEDI	LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable Interest payable Total Liabilities  NET ASSETS  NET ASSETS  NET ASSETS  NET ASSETS VALVE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 1,310,177 SHARES OF BENEFICAL INTEREST, \$.001 PAR VALUE OUTSTANDING  SEE NOTES TO FINANCIAL STATEMENTS.  42  RESERVE MUNICIPAL MONEY-MARKET TRUST MINNESOTA MUNICIPAL MONEY-MARKET FUND</s>		\$ 1,051,000 256,487 2,788 1,310,275 
/Table> Page>	SCHEDI	LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable Interest payable Total Liabilities  NET ASSETS  NET ASSETS  NET ASSETS VALVE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 1,310,177 SHARES OF BENEFICAL INTEREST, \$.001 PAR VALUE OUTSTANDING  SEE NOTES TO FINANCIAL STATEMENTS.  42  RESERVE MUNICIPAL MONEY-MARKET TRUST</s>		\$ 1,051,000 256,487 2,788 1,310,275 
/Table> Page>		LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable Interest payable Total Liabilities  NET ASSETS  NET ASSETS  NET ASSETS  NET ASSETS VALVE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 1,310,177 SHARES OF BENEFICAL INTEREST, \$.001 PAR VALUE OUTSTANDING  SEE NOTES TO FINANCIAL STATEMENTS.  42  RESERVE MUNICIPAL MONEY-MARKET TRUST MINNESOTA MUNICIPAL MONEY-MARKET FUND</s>		\$ 1,051,000 256,487 2,788 1,310,275 
/Table> Page>	PAL	LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable Interest payable Total Liabilities  NET ASSETS  NET ASSETS  NET ASSETS  NET ASSETS VALVE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 1,310,177 SHARES OF BENEFICAL INTEREST, \$.001 PAR VALUE OUTSTANDING  SEE NOTES TO FINANCIAL STATEMENTS.  42  RESERVE MUNICIPAL MONEY-MARKET TRUST MINNESOTA MUNICIPAL MONEY-MARKET FUND</s>		\$ 1,051,000 256,487 2,788 1,310,275 888 10 98 \$ 1,310,177 \$ 1.00
:/Table> :Table> :Caption> PRINCI AMOUN	PAL	LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable Interest payable Total Liabilities  NET ASSETS  NET ASSETS  NET ASSETS  NET ASSETS VALVE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 1,310,177 SHARES OF BENEFICAL INTEREST, \$.001 PAR VALUE OUTSTANDING  SEE NOTES TO FINANCIAL STATEMENTS.  42  RESERVE MUNICIPAL MONEY-MARKET TRUST MINNESOTA MUNICIPAL MONEY-MARKET FUND  ULE OF INVESTMENTS NOVEMBER 30, 2005 (UNAUDITED)</s>		\$ 1,051,000 256,487 2,788 1,310,275 888 10 98 \$ 1,310,177 =========== \$ 1.00
AMOUN	PAL T	LOUISIANA MUNICIPAL MONEY-MARKET FUND  STATEMENT OF ASSETS AND LIABILITIES  NOVEMBER 30, 2005 (UNAUDITED) <s> ASSETS Inverstment in securities, at value (Cost \$1,051,000) Cash Inerest receivable  Total Assets  LIABILITIES Income dividend payable Interest payable Total Liabilities  NET ASSETS  NET ASSETS  NET ASSETS  NET ASSETS VALVE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 1,310,177 SHARES OF BENEFICAL INTEREST, \$.001 PAR VALUE OUTSTANDING  SEE NOTES TO FINANCIAL STATEMENTS.  42  RESERVE MUNICIPAL MONEY-MARKET TRUST MINNESOTA MUNICIPAL MONEY-MARKET FUND</s>		\$ 1,051,000 256,487 2,788 1,310,275 888 10 98 \$ 1,310,177 \$ 1.00

\$	200,000	Andover Senior Housing for Presbyterian Homes, 3.05%,			
	100,000	11/15/33(a) Brooklyn Center for Brookdale Corp II, 3.08%,		\$	200,000
	100,000	12/1/14(a) Cohasset for Minnesota Power & Light, Project B,			100,000
	100,000	3.07%, 6/1/13(a) Mankato Multi-family Revenue for Highland Park,			100,000
	65,000	3.08%, 5/1/27(a) Minnesota Health for Fairview Health Services, 2.97%,			100,000
	26,000	11/15/32(a) Minnesota HEFA for St. Olaf College, 3.03%,			65,000
	93,000	10/1/30(a) Minnesota HEFA for St. Olaf College, Series 5-M1,			26,000
	125,000	3.03%, 10/1/32(a) Minnesota Revenue for People Serving People Project,			93,000
	119,000	3.08%, 10/1/21(a) Minnesota Housing Finance Agency, Series C, 3.08%,			125,000
	177,000	1/1/35(a) Minnesota HEFA for Carleton College, Series 6D,			119,000
	63,000	3.02%, 4/1/35(a) Roseville Commercial Dev. Revenue for Berger			177,000
	85,000	Transfer & Storage, 3.00%, 12/1/15 St. Louis Park Revenue for Catholic Finance Corp.,			63,000
	110,000	3.06%, 10/1/25(a) St. Paul Housing & Redev. Authority District Heating			85,000
		Revenue, 2.38%, 12/1/12(a)			110,000
	119,000	St. Paul Housing & Redev. Authority MHR for Highland Ridge, 3.05%, 10/1/33(a)			119,000
	34,000	St. Paul Housing & Redev. Authority for Public Radio Project, 3.03%, 6/16/10(a)			34,000
	119,000	University of Minnesota, Series A, 3.09%, 7/1/08(a)(c)			119,000
					1,635,000
<td>.e&gt;</td> <td></td> <td></td> <td></td> <td></td>	.e>				
		SEE NOTES TO FINANCIAL STATEMENTS.			
<page></page>	•	43			
<table< td=""><td><u>+</u>&gt;</td><td></td><td></td><td></td><td></td></table<>	<u>+</u> >				
AM	NCIPAL MOUNT				VALUE NOTE 1)
<s></s>		<c></c>	<c></c>	<c></c>	
		TAX-EXEMPT OBLIGATIONS (CONTINUED) PUERTO RICO12.2%			
\$	119,000	Puerto Rico Government Development Bank, 2.85%, 12/1/15(a)		\$	119,000
	175,000	Puerto Rico Highway & Transportation Authority, Series A, 2.93%, 7/1/28(a)			175,000
					294,000
		TOTAL INVESTMENTS (COST* \$1,929,000)	80.0%		1,929,000
		OTHER ASSETS, LESS LIABILITIES	20.0		482,337
		NET ASSETS	100.0%	\$ =====	2,411,337
<td>.e&gt;</td> <td></td> <td></td> <td></td> <td></td>	.e>				
		RESERVE MUNICIPAL MONEY-MARKET TRUST MINNESOTA MUNICIPAL MONEY-MARKET FUND			
		STATEMENT OF ASSETS AND LIABILITIES			
		NOVEMBER 30, 2005 (UNAUDITED)			
<table< td=""><td><u> </u></td><td><s></s></td><td></td><td><c></c></td><td></td></table<>	<u> </u>	<s></s>		<c></c>	
		ASSETS Investments in securities, at value (Cost \$1,929,000)		\$	1,929,000
		Cash Interest receivable		·	477,543 5,265
		Total Assets			2,411,808
		LIABILITIES			211
		Comprehensive management fees payable Distribution (12b-1) fees payable			311 78
		Income dividend payable Other liabilities			78 4
		Total Liabilities			471
		NET ASSETS			2,411,337
		NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 2,411,337 SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDING		\$	1.00
<td>_e&gt;</td> <td></td> <td></td> <td></td> <td>=======</td>	_e>				=======
		SEE NOTES TO FINANCIAL STATEMENTS.			

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#### SECURITY TYPE ABBREVIATIONS

CDA Community Development Authority HRB Hospital Revenue Bonds Certificate of Participation COP Industrial Development Authority Revenue Bonds IDA Development Authority Revenue Bonds Industrial Development Agency Revenue Bonds DAR TDR Development Finance Agency DFA Industrial Finance Authority Economic Development Authority Revenue Bonds EDA LGAC Local Government Assistance Corp. EDC Economic Development Corporation MFH Multifamily Housing Revenue Bonds Education Facilities Authority EFA Multifamily Facilities Housing Revenue Bonds MFHR General Obligation Bonds MHR Multifamily Housing Revenue Bonds Health Care Facilities Revenue Bonds HCF Pollution Control Revenue Bonds HDA Hospital Development Authority Public Finance Authority PFA HDC Housing Development Corporation Bonds TFA Transitional Finance Authority --HDR Housing Development Revenue Water Development Authority WDA --HEFA Health & Education Facilities Authority WFA Water Finance Authority Housing Finance Authority Revenue Bonds Water Resource Authority

Housing Finance Corporation
Water & Sewer System Revenue Bonds

HFA

HFC WSR

- (a) Variable rate securities. The interest rates shown are as reported on November 30, 2005, are subject to change periodically. Securities payable on demand are collateralized by bank letters of credit or other credit agreements.
- Securities are collateralized by bank letters of credit or other credit (b)
- (c)
- Obligations of educational facilities.

  The cost of the investments for federal income tax purposes is the same as the cost for financial reporting purposes.
- Amount is less than 0.05%.

# SEE NOTES TO FINANCIAL STATEMENTS.

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<Page>

#### THE RESERVE FUND

## STATEMENTS OF OPERATIONS

FOR THE SIX MONTHS ENDED NOVEMBER 30, 2005 (UNAUDITED)

<Table> <Caption>

<caption></caption>				
	PRIMARY FUND	U.S. GOVERNMENT FUND		
<\$>	<c></c>	<c></c>	<c></c>	
INTEREST INCOME (Note 1)	\$ 308,832,503	\$ 33,486,829	\$ 7,320,560	
EXPENSES (Note 2)				
COMPREHENSIVE MANAGEMENT FEES:				
Class R		3,915,185	1,311,610	
Class 95	45,976			
Class 75	214,242		6,802	
Class 70	45,994			
Class Treasurer's Trust		244,926		
Class 45			2,680	
Class 35	8,012			
Class 25		12,362	13	
Class 20	255,232			
Class 15	59,325			
Class 12	2,440,998	49,921	8	
Class 8	3,514,586	280,141	14,926	
DISTRIBUTION (12b-1) FEES:				
Class R	6,263,848	978,796	327,903	
Class 95	12,260			
Class 75	77,906		2,474	
Class 70	18,398			
INTEREST EXPENSE	47,931			
OTHER EXPENSE	43,592	5,462	1,294	
Total expenses before waiver	40,783,833		1,926,878	
Less: expenses waived (Note 2)				

Net Expenses 40,783,833 5,505,261 1.926.878 NET INVESTMENT INCOME, representing Net Increase in Net Assets from Investment Operations \$ 268,048,670 \$ 27,981,568 \$ 5,393,682 -----=========

</Table>

SEE NOTES TO FINANCIAL STATEMENTS. 46

<Page>

RESERVE TAX-EXEMPT TRUST--INTERSTATE TAX-EXEMPT FUND

STATEMENT OF OPERATIONS (CONTINUED)

FOR THE SIX MONTHS ENDED NOVEMBER 30, 2005 (UNAUDITED)

<Table> <S>
INTEREST INCOME (Note 1) \$ 14,137,238 EXPENSES (Note 2) COMPREHENSIVE MANAGEMENT FEES: 1,069,431 Class R Class Treasurer's Trust 112,165 Class 75 28 5,541 Class 70 Class 45 661 52,557 Class 25 78 Class 15 Class 12 Class 8 319,932 DISTRIBUTION (12b-1) FEES: 267,358 Class R Class 75 Class 70 2,216 INTEREST EXPENSE 2.073 OTHER EXPENSE 3,175 Total expenses before waiver 1.835.230 Less: expenses waived (Note 2) Net Expenses 1,835,230 NET INVESTMENT INCOME, representing Net Increase in Net Assets from Investment Operations \$ 12,302,008

> SEE NOTES TO FINANCIAL STATEMENTS. 47

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STATEMENTS OF OPERATIONS

FOR THE SIX MONTHS ENDED NOVEMBER 30, 2005 (UNAUDITED)

<Table> <Caption>

</Table>

RESERVE TAX-EXEMPT TRUST CALIFORNIA CONNECTICUT FLORIDA MASSACHUSETTS FUND FUND FUND FUND <C> <C> <C> <C> INTEREST INCOME \$ 1,259,786 \$ 309,208 \$ 562,384 \$ 243,914 (Note 1) EXPENSES (Note 2) Comprehensive management fees 419,585 102,796 179,151 79,328 Distribution (12b-1) fees Interest expense 313 77 Other expense 124 56 Total expenses before waiver 524,627 128,572 224,496 99,293 Less: expenses waived (Note 2) Net Expenses 524.627 128.572 224.496 99.293 NET INVESTMENT INCOME, representing Net Increase in Net Assets from \$ 735,159 \$ 180,636 \$ 337,888 \$ 144,621 Investment Operations

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<Page> <Table> <Caption>

RESERVE TAX-EXEMPT TRUST NEW JERSEY MICHIGAN <C> <C> <C> INTEREST INCOME (Note 1) 202,827 \$ 580,082 \$ 250,307 EXPENSES (Note 2) Comprehensive management fees 65,972 191,097 Distribution (12b-1) fees 16,472 47,774 20,050 Interest expense Other expense Total expenses before waiver 82.492 239.011 100.128 Less: expenses waived (Note 2) Net Expenses 82,492 239,011 100,128 NET INVESTMENT INCOME, representing Net Increase in Net Assets from \$ 120,335 \$ 341,071 \$ 150,179 Investment Operations </Table> <Table> <Caption> PENNSYLVANIA VIRGINIA FUND FUND <C> INTEREST INCOME (Note 1) 530,204 \$ 165.226 EXPENSES (Note 2) Comprehensive management fees 168,233 54,756 Distribution (12b-1) fees 123 Interest expense 38 130 Other expense Total expenses before waiver 210,544 68,483 Less: expenses waived (Note 2) NET INVESTMENT INCOME, representing Net Increase in \$ 96,743 Net Assets from Investment Operations 319,660 -----</Table>

SEE NOTES TO FINANCIAL STATEMENTS.

<Table> <Caption>

</Table>

RESERVE NEW YORK LOUISIANA MINNESOTA TAX-EXEMPT TRUST MUNICIPAL MUNICIPAL MONEY-MONEY-NEW YORK MARKET FUND FUND FUND INTEREST INCOME (Note 1) 2,098,633 \$ 8,988 21.812 EXPENSES (Note 2) Comprehensive management fees Distribution (12b-1) fees 702,459 2.922 7,401 175,615 731 1,851 Interest expense -- 2 4 Other expense 513 878,587 Total expenses Less: expenses waived (Note 2) (1,854) (446) Net Expenses 878,587 1,801 NET INVESTMENT INCOME, representing Net Increase in Net Assets from Investment Operations 1,220,046 \$ 7,187 -----==========

RESERVE MUNICIPAL MONEY-MARKET TRUST

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#### THE RESERVE FUND

### STATEMENTS OF CHANGES IN NET ASSETS (UNAUDITED)

<Table>

Captions	PRIMARY FUND			
	SIX MONTHS ENDED NOVEMBER 30, 2005		YEAR ENDED MAY 31, 2005	
<pre><s> INCREASE IN NET ASSETS: FROM INVESTMENT OPERATIONS:</s></pre>	<c></c>		<c></c>	
Net investment income	\$ 268,0			
DISTRIBUTIONS TO SHAREHOLDERS FROM NET INVESTMENT INCOME (Note 1):				(60, 102, 544)
Class R Class 95		14,732) 60,259)		(60,193,544) (162,324)
Class 75		29,352)		(798,945)
Class 70		64,859)		
Class Treasurer's Trust		07,494)		(292,321) (7,738,103)
Class 45		00,469)		(241,762)
Class 35	(	73,660)		(78,301)
Class 25	(8,7	89,198)		(12,495,241)
Class 20	(4,3	28,901)		(4,365,852)
Class 15	(1,3	71,804)		(2,191,068)
Class 12		35,997)		(8,474,690)
Class 8	(156,7			148,980,782)
Total dividends to shareholders		48,670)		246,012,933)
FROM CAPITAL SHARE TRANSACTIONS (Note 4) (at net asset value of \$1.00 per share):				
Proceeds from sale of shares				951,076,104
Dividends reinvested		32,079		194,280,930
Cost of shares redeemed	(166,113,7			598,498,567)
	8,457,6			453,141,533)
Net increase (decrease) in net assets	8,457,6			453,141,533)
NET ASSETS:				
Beginning of period	12,204,1			557,333,995
End of period	\$ 20,661,8	60,868	\$ 12,	204,192,462

SEE NOTES TO FINANCIAL STATEMENTS.

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<Page>

<Table>

</Table>

<caption></caption>		U.S. GOVER				U.S. TREASURY FUND		
	SIX MONTHS ENDED MAY 31, 2005		YEAR ENDED MAY 31, 2005					YEAR ENDED MAY 31, 2005
<s></s>	<c></c>		<c></c>		<c></c>		<c></c>	
INCREASE IN NET ASSETS: FROM INVESTMENT OPERATIONS:								
Net investment income	\$	27,981,568	\$	19,471,674		5,393,682	\$	4,673,327
DISTRIBUTIONS TO SHAREHOLDERS FROM NET INVESTMENT INCOME (Note 1):								
Class R		(12,572,398)		(9,219,775)		(3,627,182)		(2,829,445)
Class 95								
Class 75						(30,414)		(39,853)
Class 70								
Class Treasurer's Trust		(1,214,139)		(864,601)		(1,129,426)		(1,064,044)
Class 45		(126,290)		(7,493)		(16,063)		(139)
Class 35								
Class 25		(170,560)		(667,016)		(153)		(408)
Class 20								
Class 15		(6,308)						
Class 12		(1,424,666)						
Class 8		(12,467,207)		(8,528,880)		(590,997)		(739,438)
Total dividends to shareholders		(27,981,568)		(19,471,674)		(5,395,259)		(4,673,327)

FROM CAPITAL SHARE TRANSACTIONS (Note 4) (at net asset value of \$1.00 per share):				
Proceeds from sale of shares Dividends reinvested	7,167,622,334 27,756,102	11,545,157,182 14,990,216	E 2E2 E20	4 672 227
Cost of shares redeemed	(6,389,315,202)	(11,264,233,943)	(1,082,917,326)	(2,502,852,176)
		295,913,455	25,470,490	(220,186,926)
Net increase (decrease) in net assets		295,913,455		(220,186,926)
NET ASSETS: Beginning of period	1,519,250,532	1,223,337,077	454,701,294	674,888,220
End of period	\$ 2,325,313,766			

=======================================				SEE NOTES TO FINANCIAL	. STATEMENTS			
53	o giiii giini gi							
RESERVE TAX-EXEMPT TRUSTINTER	RSTATE TAX-EXEMPT FUND							
STATEMENT OF CHANGES IN NET	ASSETS (UNAUDITED)							
	SIX MONTHS	YEAR						
	ENDED NOVEMBER 30,	ENDED MAY 31,						
	2005	2005						
INCREASE IN NET ASSETS FROM INVESTMENT OPERATIONS:								
Net investment income	\$ 12,302,008	\$ 12,477,598						
DIVIDENDS PAID TO SHAREHOLDERS FROM NET INVESTMENT INCOME (NOTE 1): Class R	(1 984 320)	(1,904,802)						
Class Treasurer's Trust	(349,170)	(357,612)						
Class 75 Class 70	(99) (20,220)							
Class 45 Class 25	(3,121) (450,899)	(158)						
Class 15 Class 12	(1,203)	(1,570)						
Class 8	(120) (9,492,856)							
Total dividends to shareholders		(12,477,598)						
FROM CAPITAL SHARE TRANSACTIONS (Note 6)								
``` (at net asset value of $1.00 per share): Proceeds from sale of shares ```	6 383 413 578	7,530,222,443						
Dividends reinvested	12,219,597	12,477,598						
Cost of shares redeemed	(6,783,642,029)	(6,518,644,846)						
	(388,008,854)							
Net increase (decrease) in net assets	(388,008,854)	1,024,055,195						
NET ASSETS: Beginning of year	1,412,321,751	388,266,556						
End of year	\$ 1,024,312,897	\$ 1,412,321,751						
SEE NOTES TO FINANCIAL	STATEMENTS.							
		-EXEMPT TRUST						
	CALIFO	RNIA FUND						
	SIX MONTHS							
	ENDED NOVEMBER 30,	YEAR ENDED						
	2005	MAY 31,2005						
INCREASE (DECREASE) IN NET ASSETS FROM INVESTMENT OPERATIONS: Net investment income	\$ 735,159	\$ 718,269						
DIVIDENDS PAID TO SHAREHOLDERS FROM:								
Net Investment Income (Note 1)	(735,159)	(718,269)						

FROM CAPITAL SHARE TRANSACTIONS		
(at net asset value of \$1.00 per share):		
Proceeds from sale of shares	204,163,955	450,880,899
Dividends reinvested	729,895	718,269
Cost of shares redeemed		(447,611,652)
	(3,433,524)	3,987,516
	(2.422.504)	
Net increase (decrease) in net assets	(3,433,524)	3,987,516
NET ASSETS: Beginning of year	105 202 172	101.214.657
Beginning of year	105,202,173	
End of year	\$ 101,768,649	
	=======================================	
<caption></caption>		
		TICUT FUND
	SIX MONTHS	
	ENDED	
	NOVEMBER 30,	YEAR ENDED
	2005	MAY 31,2005
<s></s>	<c></c>	<c></c>
INCREASE (DECREASE) IN NET ASSETS		
FROM INVESTMENT OPERATIONS:		
Net investment income	\$ 180,636	\$ 141,646
DIVIDENDS PAID TO SHAREHOLDERS FROM:		
Net Investment Income (Note 1)	(180,636)	
FROM CAPITAL SHARE TRANSACTIONS		
(at net asset value of \$1.00 per share):		
Proceeds from sale of shares	43.193.629	64,118,583
Dividends reinvested	179,659	
Cost of shares redeemed	(40,785,032)	
	2,588,256	1,921,980
Net increase (decrease) in net assets	2,588,256	1,921,980
NET ASSETS:		
Beginning of year	23,386,769	21,464,789
End of year	÷ 25 075 025	\$ 23,386,769
Elia of Year	\$ 25,975,025	

  |  ||  |  |  |
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<Table> <Caption>

-	RESERVE TAX	-EXEMPT TRUST
	FLOR	IDA FUND
	SIX MONTHS ENDED NOVEMBER 30, 2005	YEAR ENDED
<pre><s> INCREASE (DECREASE) IN NET ASSETS FROM INVESTMENT OPERATIONS:</s></pre>	<c></c>	<c></c>
Net investment income	\$ 337,888	\$ 326,913
DIVIDENDS PAID TO SHAREHOLDERS FROM: Net investment income (Note 1)	(337,888)	
FROM CAPITAL SHARE TRANSACTIONS (at net asset value of \$1.00 per share): Proceeds from sale of shares Dividends reinvested Cost of shares redeemed	335,446	212,489,726 326,913 (209,176,509)
	10,190,552	3,640,130
Net increase (decrease) in net assets	10,190,552	3,640,130
NET ASSETS: Beginning of year	43,093,519	39,453,389
End of year	\$ 53,284,071	\$ 43,093,519

 ========= | ========= |SEE NOTES TO FINANCIAL STATEMENTS.

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RESERVE	TAX-EXEMPT	TRUST

		MASSACHU			MICHIGAN FUND			
	SIX MONTHS ENDED NOVEMBER 30,		YE	YEAR ENDED		SIX MONTHS ENDED NOVEMBER 30, 2005		EAR ENDED
<\$>			<c></c>		<c></c>		<c></c>	
INCREASE (DECREASE) IN NET ASSETS FROM INVESTMENT OPERATIONS:								
Net investment income	\$	144,621	\$	123,894	\$	120,335	\$	82,915
DIVIDENDS PAID TO SHAREHOLDERS FROM: Net investment income (Note 1)		(144,621)		(123,894)		(120,335)		(82,915)
FROM CAPITAL SHARE TRANSACTIONS (at net asset value of \$1.00 per share):								
Proceeds from sale of shares		40,867,914						40,145,244
Dividends reinvested		143,691		123,894		119,583		82,915
Cost of shares redeemed		(44,331,105)		(66,487,254)		(29,396,980)		(35,670,278)
		(3,319,500)						4,557,881
Net increase (decrease) in net assets		(3,319,500)		4,333,343		(2,475,884)		4,557,881
NET ASSETS:								
Beginning of year		22,152,581		17,819,238		16,632,250		12,074,369
End of year		18,833,081		22,152,581		14,156,366		16,632,250

 ===: |  | ==== |  | ==== |  | === | ======= ||  |  |  |  |  |  |  |  |  |
RESERVE TAX-EXEMPT TRUST

SEE NOTES TO FINANCIAL STATEMENTS.

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<Table> <Caption>

NEW JERSEY FUND SIX MONTHS ENDED YEAR ENDED MAY 31, NOVEMBER 30, 2005 2005 <C> <C> INCREASE (DECREASE) IN NET ASSETS FROM INVESTMENT OPERATIONS: Net investment income 341,071 \$ DIVIDENDS PAID TO SHAREHOLDERS FROM: Net investment income (Note 1) (341,071) (337,190) FROM CAPITAL SHARE TRANSACTIONS (at net asset value of \$1.00 per share): 282,434,698 Proceeds from sale of shares 123,423,527 338,847 (118,269,553) 337,190 (288,028,722) Dividends reinvested Cost of shares redeemed (5,256,834) 5,492,821 5,492,821 Net increase (decrease) in net assets (5,256,834)

SEE NOTES TO FINANCIAL STATEMENTS.

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<Table> <Caption>

NET ASSETS:

End of year

Beginning of year

RESERVE TAX-EXEMPT TRUST

OHI	O FUND	PENNSYL	VANIA FUND
SIX MONTHS		SIX MONTHS	
ENDED	YEAR ENDED	ENDED	YEAR ENDED
NOVEMBER 30,	MAY 31,	NOVEMBER 30,	MAY 31,
2005	2005	2005	2005
4C15	405	2Ch	4.Ch

50.245.918

44,989,084

===========

\$ 50,481,905 \$ 44,989,084

INCREASE (DECREASE) IN NET ASSETS				
FROM INVESTMENT OPERATIONS: Net investment income	\$ 150,179	\$ 111,931	\$ 319,660	\$ 306,095
DIVIDENDS PAID TO SHAREHOLDERS FROM: Net investment income (Note 1)	(150,179)	(111,931)	(319,660)	(306,095)
FROM CAPITAL SHARE TRANSACTIONS				
<pre>(at net asset value of \$1.00 per share):    Proceeds from sale of shares</pre>	35,091,329	80,335,415	90,190,049	163,192,232
Dividends reinvested	149,176	111 931	317 645	306,095 (164,865,058)
Cost of shares redeemed	(33,886,170)	(72,335,170)		
	1,354,335	8,112,176	5,253,075	(1,366,731)
Net increase (decrease) in net assets	1,354,335	8,112,176	5,253,075	(1,366,731)
NET ASSETS: Beginning of year	19,023,986	10,911,810	44,693,365	46,060,096
End of year		\$ 19,023,986 ========		
<caption></caption>	RESERVE TAX-	-EXEMPT TRUST		
	VIDGIN	NIA FUND		
	SIX MONTHS ENDED NOVEMBER 30, 2005	YEAR ENDED MAY 31, 2005		
<\$>				
INCREASE (DECREASE) IN NET ASSETS FROM INVESTMENT OPERATIONS:		<b>10</b>		
Net investment income	\$ 96,743	\$ 81,075		
DIVIDENDS PAID TO SHAREHOLDERS FROM: Net investment income (Note 1)	(96,743)	(81,075)		
FROM CAPITAL SHARE TRANSACTIONS (at net asset value of \$1.00 per share):				
Proceeds from sale of shares	37,466,868	72,769,957 81,075		
Dividends reinvested Cost of shares redeemed	(37,191,215)			
	371,840	2,656,530		
Net increase (decrease) in net assets	371,840			
NET ASSETS: Beginning of year	13,705,598	11,049,068		
End of year	\$ 14,077,438	\$ 13,705,598		

				SEE NOTES TO FINANCIAL	STATEMENTS.			
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	RESERVE NE							
		ORK FUND						
	SIX MONTHS							
	ENDED NOVEMBER 30, 2005	YEAR ENDED MAY 31,2005						
<\$>								
INCREASE (DECREASE) IN NET ASSETS FROM INVESTMENT OPERATIONS: Net investment income	\$ 1,220,046	\$ 1,155,796						
DIVIDENDS PAID TO SHAREHOLDERS FROM: Net investment income (Note 1)	(1,220,046)	(1,155,796)	)					
FROM CAPITAL SHARE TRANSACTIONS								
``` (at net asset value of $1.00 per share):    Proceeds from sale of shares ```	297,890,272	517,833,490						
Dividends reinvested	1,209,728	1,155,796						
Cost of shares redeemed	(289,442,636)							
	9,657,364	(8,158,732)	)					
Net increase (decrease) in net assets	9,657,364	(8,158,732)						
NET ASSETS:

Beginning of year 164,422,970 172,581,702 End of year 174,080,334 \$ 164,422,970

</Table>

SEE NOTES TO FINANCIAL STATEMENTS. 60

<Page>

<Table> <Caption>

RESERVE MUNICIPAL MONEY-MARKET TRUST

			-MARKE	NICIPAL F FUND	MINNESOTA MUNICIPAL MONEY-MARKET FUND			
	SIX MONTHS ENDED				SIX MONTHS ENDED NOVEMBER 30,		YE	
<pre><s> INCREASE (DECREASE) IN NET ASSETS FROM INVESTMENT OPERATIONS:</s></pre>							<c></c>	
Net investment income	\$	7,187				13,002	\$	7,523
DIVIDENDS PAID TO SHAREHOLDERS FROM: Net investment income (Note 1)		(7,187)		(1,888)		(13,002)		(7,523)
FROM CAPITAL SHARE TRANSACTIONS (at net asset value of \$1.00 per share):								
Proceeds from sale of shares		2,145,968		1,146,967		8,411,725		5,904,669
Dividends reinvested		7,099		1,888		12,908		7,523
Cost of shares redeemed		(1,136,075)		(1,041,556)		(7,417,935)		(5,153,400)
		1,016,992		107,299		1,006,698		758,792
Net increase (decrease) in net assets				107,299		1,006,698		758,792
NET ASSETS:								
Beginning of year		293,185		185,886		1,404,639		645,847
End of year		1,310,177	\$	293,185		2,411,337		1,404,639

  |  |  |  |  |  |  |  |SEE NOTES TO FINANCIAL STATEMENTS.

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RESERVE NEW YORK TAX-EXEMPT TRUST
RESERVE TAX-EXEMPT TRUST RESERVE MUNICIPAL MONEY-MARKET TRUST (COLLECTIVELY, THE "TRUSTS")

## NOTES TO FINANCIAL STATEMENTS

#### (1) SIGNIFICANT ACCOUNTING POLICIES:

The Trusts are registered under the Investment Company Act of 1940, as amended (the "Investment Company Act"), as an open-end management investment company. The policies summarized below are consistently followed in the preparation of its financial statements in conformity with generally accepted accounting principles.

A. The Trusts' authorized shares of beneficial interest are unlimited. As of November 30, 2005, there were six (6) series of The Reserve Fund authorized: Primary Fund, U.S. Government Fund, U.S. Treasury Fund, Primary II Fund, U.S. Government II Fund and U.S. Treasury II Fund; eleven (11) separate series of the Reserve Tax-Exempt Trust authorized: Interstate Tax-Exempt Fund, Interstate II Tax-Exempt Fund (which has not commenced operations), California Tax-Exempt Fund, Connecticut Tax-Exempt Fund, Florida Tax-Exempt Fund, Massachusetts Tax-Exempt Fund, Michigan Tax-Exempt Fund, New Jersey Tax-Exempt Fund, Ohio Tax-Exempt Fund, Pennsylvania Tax-Exempt Fund and Virginia Tax-Exempt Fund; and one (1) series of the Reserve New York Tax-Exempt Trust authorized: the New York Tax-Exempt Fund; and two (2) series of the Reserve Municipal Money-Market Trust: the Louisiana Money-Market Fund and Minnesota Money-Market Fund. These financial statements and notes apply to the Primary Fund, U.S. Government Fund and U.S. Treasury Fund of The Reserve Fund; the Interstate Tax-Exempt Fund, California Tax-Exempt Fund, Connecticut Tax-Exempt Fund, Florida Tax-Exempt Fund, Massachusetts Tax-Exempt Fund, Michigan Tax-Exempt Fund, New Jersey Tax-Exempt Fund, Ohio Tax-Exempt Fund, Pennsylvania Tax-Exempt Fund and Virginia Tax-Exempt Fund of Reserve Tax-Exempt Trust; the New York Tax-Exempt Fund of Reserve New York Tax-Exempt Trust; and the Louisiana Money-Market Fund and Minnesota Money-Market Fund of the Reserve Municipal Money-Market Trust (each, a "Fund", and collectively, the "Funds").

B. Securities are valued at amortized cost, which approximates market value. The amortized cost method values a security at cost plus accrued interest at the time of purchase, and thereafter assumes a constant amortization to maturity of any discount or premium, irrespective of

intervening changes in interest rates or market values. For purposes of compliance with Rule 2a-7 of the Investment Company Act and for computing the portfolio average weighted life to maturity, the maturity of floating or variable rate instruments in which the Funds may invest are deemed to be: for floating rate instruments (1) the notice period required before the Fund is entitled to receive payment of the principal amount of the instruments; and for variable rate instruments the longer of (1) above or (2) the period remaining until the instrument's next rate adjustment.

- C. It is the policy of each Fund to comply with Subchapter M of the Internal Revenue Code and to distribute all of its taxable income to its shareholders. Accordingly, no Federal income tax provision is required.
- D. Security transactions are recorded on a trade date basis. Interest income is accrued daily, and security premium or discount is amortized or accreted daily. Net investment income is distributed to shareholders daily and automatically reinvested in additional Fund shares, unless the shareholder has elected in writing to receive cash. The Primary Fund, U.S. Government Fund, U.S. Treasury Fund and Interstate Tax-Exempt Fund allocate investment income and fund level expenses (expenses other than the comprehensive management fee and distribution fee) are allocated daily based upon the relative proportion of net assets of each class.

<Page>

- E. The Funds may enter into repurchase agreements with financial institutions and securities dealers that are deemed creditworthy pursuant to guidelines established by the Trust's Board of Trustees. Reserve Management Company, Inc. ("RMCI" or the "Investment Adviser"), the Funds' investment adviser, follows procedures intended to provide that all repurchase agreements are at least 100% collateralized as to principal and interest. The Funds' custodian holds the securities that are subject to repurchase agreements.
- F. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the dates of the financial statements and the reported amounts of income and expenses during the reporting periods. Actual results could differ from those estimates.
- G. During the fiscal year, the Funds incurred overdraft positions with their custodian bank. Any related interest charges are shown in each Fund's statement of operations.
- (2) MANAGEMENT FEE AND OTHER TRANSACTIONS WITH AFFILIATES:
  Pursuant to an Investment Management Agreement (the "Agreement") between Reserve
  Management Company, Inc. ("RMCI") and each Trust on behalf of each of its
  series, RMCI serves as each Funds' Investment Adviser, subject to the policies
  adopted by the Boards of Trustees. Under the Agreement, RMCI is responsible for
  the supervision of the day-to-day operations, managing each Fund's investments,
  effecting purchases and sales thereof, and absorbing certain promotional
  expenses. Each Fund (with the exception of Primary Fund, U.S. Government Fund,
  U.S. Treasury Fund and Interstate Tax-Exempt Fund) pays RMCI a comprehensive
  management fee of 0.80% of such Fund's average daily net assets, which is
  accrued daily. For the Primary Fund, U.S. Government Fund, U.S. Treasury Fund
  and Interstate Tax-Exempt Fund, RMCI receives a comprehensive management fee
  accrued daily at an annual rate based on the average daily net assets of each
  class of each Fund according to the following schedule:

<Table>

CLASS 8	CLASS 12	CLASS 15	CLASS 20	CLASS 25	CLASS 35	CLASS 45	TRUST	CLASS 70	CLASS 75	CLASS 95	CLASS R
<s> 0.08%</s>	<c> 0.12%</c>	<c></c>	<c> 0.20%</c>	<c></c>	<c></c>	<c> 0.45%</c>	<c> 0.60%</c>	<c></c>	<c></c>	<c></c>	<c></c>

TREASURER'S

The comprehensive management fee includes the investment advisory fee, all administrative and customary operating expenses of each Fund, as well as shareholder liaison services (such as, responding to customer inquiries and providing information on their investments), recordkeeping charges, accounting expenses, transfer agent costs, and the expenses of preparing, printing and mailing shareholder reports and prospectuses. Excluded from the definition of customary operating expenses are: compensation for the Chief Compliance Officer, interest charges, taxes, brokerage fees and commissions, extraordinary legal and accounting fees and other extraordinary expenses, payments under each Fund's Distribution Plan and the fees of the Trustees who are not interested persons, as defined in the Investment Company Act (the "non-interested Trustees"), for which each Fund pays its direct or allocated share. For the year ended November 30, 2005, RMCI voluntarily waived its comprehensive management fee in the amounts listed below:

<Table>
<Caption>

FUND AMOUNT
---<S> CC>
Louisiana Municipal Money-Market Fund \$1,854
Minnesota Municipal Money-Market Fund 446

Certain officers and Trustees of the Trusts are also officers of RMCI.

As of November 30, 2005, RMCI owned 11% of the Louisiana and 6% of the Minnesota Municipal Money-Market Funds.

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#### <Page>

Included in "Other assets, less liabilities" in the Statement of Net Assets of Primary Fund at May 31, 2005 are amounts due Primary Fund from RMCI in the amount of \$16.7 million. Processing errors resulted in these amounts being held in the bank accounts unrelated to the Fund but under the supervision of an RMCI affiliate. This amount was returned to Primary Fund on September 23, 2005 with interest in the amount of approximately \$300,000 to be paid to Primary Fund as soon as practicable.

### DISTRIBUTION ASSISTANCE:

The Funds have adopted Rule 12b-1 Distribution Plans (the "Distribution Plans") and have entered into a Distribution Agreement with Reserve Partners, Inc., an affiliate of RMCI, which allows the Funds to pay distribution fees for certain shareholder services and for expenses related to the sale and distribution of its shares for the Funds that offer a single class of shares and of the Primary Fund, U.S. Government Fund, U.S. Treasury Fund and Interstate Tax-Exempt Fund's Class R, Class 95, Class 75 and Class 70 Shares. The rate of distribution expenses is 0.20% per year of each such Class' average daily net assets.

### (3) CONCENTRATION OF CREDIT RISK:

Total assets of each Fund in the Trusts include a concentration of cash that is held in accounts with the Funds' Custodian.

### (4) INVESTMENT CONCENTRATION:

The Funds invest substantially all of their assets in portfolios of tax-exempt obligations issued by states, territories and possessions of the United States and their subdivisions. The issuers' ability to meet their obligations may be affected by economic, regional or political developments. In order to reduce the credit risks associated with such factors, the Funds invest substantially all of their portfolio assets in obligations backed by letters of credit, bond insurance of financial institutions, financial guaranty assurance agencies and/or other credit enhancement arrangements as shown below as a percentage of each Fund's net assets at November 30, 2005:

### INTERSTATE TAX-EXEMPT FUND 99.8%

Table>	
<\$>	<c></c>
LETTER OF CREDIT	
ABN-AMRO Bank NV	0.7%
Allied Irish Bank, PLC	0.5%
Bank of America NA	2.7%
Bank of Montreal	0.3%
Bank of New York	3.2%
Bank of Nova Scotia	4.8%
Barclays Bank PLC	2.4%
Bayerische Landesbank Girozentrale	3.4%
BNP Paribas	2.0%
Citibank, NA	4.1%
Comerica Bank	2.5%
Credit Suisse First Boston	0.5%
Den Danske Bank	0.9%
DEPFA Bank, PLC	4.6%
FHLB	0.5%
Fifth Third Bank	0.3%
Fortis Bank	1.4%
FRMC	1.2%
Harris Trust & Savings Bank	0.1%
Harvard University	2.6%
HBOS PLC	0.6%
JPMorganChase Bank	2.7%
Keybank NA	1.4%
Kredietbank NV	1.0%
La Salle Bank, NA	4.6%
Landesbank Baden-Wurttemberg	0.4%
Landesbank Hessen-	
Thuerinigen Girozentrale	3.5%
Lloyds TSB Bank PLC	3.8%
M&T Bank	1.0%
MIT. Mass Inst Tech	3.4%
Natexis Banques Populaires	0.1%
Northern Trust Co.	1.0%
PNC Bank, NA	1.4%
Princeton University	0.5%
Rabobank Nederland	2.3%
Regions Bank	0.1%
Royal Bank of Canada, Montreal	1.0%
Royal Bank of Scotland	1.5%
Smith College	0.1%
Societe Generale	1.1%
State Street Bank & Trust Co.	1.1%
Suntrust Bank of Nashville NA	0.5%
Suntrust Bank of Atlanta	3.2%
University of Virginia	1.0%
US Bank, NA MPLS	3.1%
Wachovia Bank NA	2.6%
Wells Fargo Bank NA	1.0%
Westdeutsche Landesbank AG	0.4%
Yale	4.0%

|--|

			64	
``` * BOND INSURANCE ```	•			
AMBAC FGIC		2.7%		
FSA		3.8%		
MBIA	:	2.8%		
CALIFORNIA TAX-EXEMPT FUND 96.6%				
		~		
~~LETTER OF CREDIT~~				
Allied Irish Bank, PLC Bank of America NA		2.2% 3.9%		
Bank of New York		4.9%		
Bank of Nova Scotia BNP Paribas		8.2% 4.2%		
Calyon NY	:	1.0% 1.3%		
Citibank, NA Comerica Bank		3.1%		
Den Danske Bank Fortis Babk		3.9% 2.9%		
Kredietbank NV, Brussels		9.3%		
La Salle Bank, NA Landesbank Baden-Wurttemberg		6.5% 1.6%		
Landesbank Hessen- Thuerinigen Girozentrale		4.9%		
Republic N.B. New York	:	2.4%		
Royal Bank of Canada, Montreal Societe Generale		1.0% 6.3%		
State Street Bank & Trust Co.		6.6%		
US Bank NA Wachovia Bank NA		3.7% 2.1%		
Wells Fargo Bank NA	:	3.7%		
\* BOND INSURANCE		1 60		
AMBAC FRMC		1.6% 3.9%		
MBIA	,	7.4%		
CONNECTICUT TAX-EXEMPT FUND 81.2%				
``` LETTER OF CREDIT ```	•			
Allied Irish Bank, PLC Bank of America		6.9% 4.6%		
Bank of Montreal		4.6%		
JPMorganChase Bank Kreditbank NV, Brussels		4.6% 4.6%		
La Salle Bank, NA Landesbank Hessen-		8.3%		
Thueringen Girozentrale		4.6%		
Northern Trust Co. Wachovia Bank NA		4.6% 6.5%		
Yale		4.6%		
\* BOND INSURANCE				
AMBAC FGIC		6.9% 8.1%		
FSA		4.6%		
MBIA		7.7%		
FLORIDA TAX-EXEMPT FUND 86.5%				
```   LETTER OF CREDIT ```	>			
Bank of America NA BNP Paribas		4.5% 7.8%		
Citibank, NA		3.8%		
Fifth Third Bank Florida Power & Light		2.4% 3.9%		
HBOS PLC JPMorganChase Bank	!	5.9% 6.3%		
Keybank NA	:	2.8%		
La Salle Bank NA Northern Trust Co.		3.8% 4.1%		
Republic National Bank		3.6%		
Societe Generale State Street Bank & Trust Co.		3.6% 3.9%		
Suntrust Bank Wachovia Bank NA		6.3% 6.1%		
	,	∪.⊥∂		
\* BOND INSURANCE AMBAC	:	8.1%		

]	FGIC FRMC FSA Table>		3.9% 2.3% 3.4%
-7.		65	
<pa< td=""><td>age&gt;</td><td></td><td></td></pa<>	age>		
	SSACHUSETTS TAX-EXEMPT FUND 94.1%		
	able>		<c></c>
1	LETTER OF CREDIT Allied Irish Bank, PLC Bank of America		3.8%
1	Bank of America Bank of Nova Scotia Comercia Bank, Detroit		3.8% 3.5% 4.2%
1	Depfa Bank, PLC Harvard University		4.5%
]	La Salle Bank, NA Landesbank Baden-Wurttemberg		4.2%
	Landesbank Hessen- Thueringen Girozentrale		4.8%
	Lloyds TSB Bank PLC MIT Mass Inst Tech		3.7%
1	PNC Royal Bank of Scotland		4.2%
:	Smith College State ST. Bank & Trust Co. Boston		4.2%
:	Sun Trust Bank of Atlanta Wachovia Bank NA		3.2%
Ī	Wellesley College Williams College		4.2%
	BOND INSURANCE		
ž	AMBAC FGIC		3.3%
	FSA MBIA		8.8% 4.6%
'</td <td>Table&gt;</td> <td></td> <td></td>	Table>		
	CHIGAN TAX-EXEMPT FUND 97.3%		
	able> aption>		
]	<s> LETTER OF CREDIT</s>		<c></c>
]	Bank of America, NA Barclay		4.9%
1	Comerica Bank Depfa Bank PLC		8.2% 7.6%
1	FHLB Fifth Third Bank		4.9%
1	JPMorganChase Bank Kredietbank NV		8.5% 4.9%
	La Salle Bank, NA Landesbank Hessen-		4.2%
	Thuerinigen Girozentrale National City Bank Standard Federal Bank, NA		4.9% 7.8%
	Wachovia Bk & TR Co.		3.5% 3.5%
	BOND INSURANCE AMBAC		4.9%
]	FGIC FSA		4.9%
I	MBIA Table>		4.9%
	W JERSEY TAX-EXEMPT FUND 88.2%		
<ta< td=""><td>able&gt;</td><td></td><td></td></ta<>	able>		
<c:< td=""><td>aption&gt; &gt;</td><td></td><td><c></c></td></c:<>	aption> >		<c></c>
	LETTER OF CREDIT Allied Irish Bank, PLC		4.0%
1	Bank of America Bank of New York		3.9% 6.4%
]	Bank of Nova Scotia Bayerische Landesbank Girozentrale		3.8% 6.5%
1	Citibank, NA Dexia Credit Local		4.8% 3.8%
3	JPMorganChase Bank Kredietbank NV. Brussels		9.1% 2.3%
]	Lloyds TSB Bank PLC PNC Bank, NA		3.9%
:	Princeton University Suntrust Bank		4.8%
	Wachovia Bank NA		7.3%
1	BOND INSURANCE AMBC		3.8%
1	FGIC FSA		2.0%
1	MBIA		7.8%

|--|

			66	
OHIO TAX-EXEMPT FUND 92.6%				
		3.9% 3.4% 3.4% 3.4% 3.4% 3.4% 3.9% 4.6% 7.3% 7.4% 6.3% 4.4% 2.5% 2.4% 3.9% 3.9% 2.0% 2.0% 2.0%		
\* BOND INSURANCE AMBAC MBIA		2.9% 4.2%		
PENNSYLVANIA TAX-EXEMPT FUND 90.5%				
LETTER OF CREDIT ABN-AMRO Bank NV Allied Irish Bank, PLC Bank of America NA Bank of Nova Scotia Bay Landesbank Girozentrale Comerica Bank Depfa Bank, PLC Dexia Bank JPMorganChase Bank Kredietbank NV. Brussels Landesbank Hessen- Thuerinigen Girozentrale Northern Trust Co. PNC Bank, NA Rabobank Nederland University of Pennsylvania Wachovia Bank NA		``` 7.68 3.08 4.08 4.08 4.08 4.08 4.08 4.08 4.28 4.48 3.28  8.48 3.28  8.48 7.28 4.08 4.08 7.38 ```		
\* BOND INSURANCE AMBAC		3.2%		
FSA MBIA		5.5%		
VIRGINIA TAX-EXEMPT FUND 81.8%				
		> 5.0% 8.5% 7.3% 5.0% 5.0% 5.0% 5.0% 5.0% 5.0% 5.0% 5.0		
,	67			
NEW YORK TAX-EXEMPT FUND 99.6%				

```
<C>
  <S>
  LETTER OF CREDIT
  ABN/AMRO
                                                     4.1%
  Allied Irish Bank, PLC
                                                     3.6%
  Bank of America NA
                                                     4.1%
  Bank of New York
  Bayerische Landesbank Girozentrale
                                                     3.7%
3.5%
  Citibank, NA
  Comerica Bank. Detroit
  Depfa Bank, PLC
                                                     3.8%
  Fortis Babk
                                                     4.0%
  JP Morgan Chase
                                                     4.0%
  Keybank NA Cleveland OH
                                                     7.1%
  Landesbank Baden-Wurternberg
                                                     4.1%
  Landesbank Hessen-
                                                     4.0%
   Thueringen Girozentrale
  Lloyds
                                                     3.0%
  Rabobank
                                                     3.5%
 Republic N.B. New York
Royal Bank of Canada, Montreal
Royal Bank of Scotland
                                                     4.0%
  Societe Generale
                                                     3.5%
 Wachovia BK & TR CO.
NA North Carolina
  Wells Fargo Bank NA
  Westdeutsche Landesbank Girozentrale
                                                     4.5%
* BOND INSURANCE
  FGIC
                                                     7.5%
  FSA
                                                     5.6%
  MBIA
                                                     0.3%
LOUISIANA MUNICIPAL MONEY-MARKET FUND 80.4%
<Table>
  <S>
                                                     <C>
  LETTER OF CREDIT
  Bank of America NA
                                                     5.0%
  Bank of New York
                                                     9.0%
  Bayerische Landesbank Girozentrale
                                                     8.1%
  Hibernia National Bank
                                                     5.0%
  JPMorganChase Bank
                                                     5.0%
  Natexis Banques Populaires
  Regions Bank
                                                     9.2%
  Suntrust Bank
                                                     9.5%
  Wachovia Bank
                                                     5.0%
* BOND INSURANCE
  AMBAC
                                                     5.0%
                                                     9.6%
</Table>
MINNESOTA MUNICIPAL MONEY-MARKET FUND 88.0%
<Table>
  <S>
  LETTER OF CREDIT
  Allied Irish Bank, PLC
                                                     5.0%
  Dexia Bank
                                                     4.6%
  FNMA
  Harris Trust & Savings Bank
                                                     5.0%
  La Salle Bank, NA
                                                     8.3%
  Lloyds TSB Bank PLC
                                                     5.0%
  University of Minnesota
                                                     5.0%
  US Bank NA
                                                     9.3%
  Wells Fargo Bank NA
                                                   10.0%
  Westdeutsche Landesbank AG
* BOND INSURANCE
  AMBAC
                                                   10.0%
  FRMC
                                                     5.0%
  MBTA
                                                     5.0%
</Table>
* Some securities may be backed by both a line of credit and bond insurance.
^ Amount is less than 0.05%.
(5) COMPOSITION OF NET ASSETS:
At November 30, 2005, the composition of each Fund's net assets was as follows:
<Table>
<Caption>
                                                                                                               U.S. TREASURY
                                                                                         U.S. GOVERNMENT
                                                                          PRIMARY
                                                                                               FUND
                                                                          FUND
                                                                                                                   FUND
<S>
                                                                     <C>
                                                                                         <C>
                                                                                                             <C>
```

Par Value 20,661,861 \$ 2,325,314 \$ 480,170 20,641,199,007 2,322,988,452 479,690,037 Additional Paid-in-Capital 480,170,207

</Table>

The tax basis of each Fund's net assets is the same as the basis for financial reporting at November 30, 2005. There was no undistributed net investment income for any of the Funds at November 30, 2005.

At November 30, 2005, the composition of each Fund's net assets was as follows:

<table> <caption></caption></table>	INTERSTATE FUND		CALIFORNIA FUND		CONNECTICUT FUND			FLORIDA FUND	MASSACHUSETTS FUND		
<s></s>	<c></c>		<c></c>		<c></c>		<c></c>		<c></c>		
Par Value Additional-Paid-in-Capital								53,284 53,230,787			
Net Assets	\$ 1 ===:	,024,312,897	\$ ====	101,768,649	\$ ====	25,975,025	\$	53,284,071	\$	18,833,081	
<caption></caption>	MICHIGAN FUND		NEW JERSEY FUND		OHIO FUND		PENNSYLVANIA FUND		VIRGINIA FUND		
<s></s>	<c></c>		<c></c>		<c></c>		<c></c>		<c></c>		
Par Value Additional-Paid-in-Capital	\$	14,142,210		50,431,423		20,357,943		49,946 49,896,494		14,063,361	
Net Assets			\$	50,481,905			\$	49,946,440	\$	14,077,438	
<caption></caption>											
				И	FUNI	ORK O		UND	Μ.	INNESOTA FUND	
<s></s>				<c></c>		<c></c>			:C>		
Par Value				\$		174,080 \$		1,310 \$	1	2,411	

173,906,254

174,080,334 \$

1,308,867

1,310,177 \$

2,408,926

2,411,337

The tax basis of each Fund's assets is the same as the basis for financial reporting at November 30, 2005.

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<Page>

Net Assets </Table>

### (6) CAPITAL SHARE TRANSACTIONS:

Additional-Paid-in-Capital

For the six months ended November 30, 2005 and the year ended May 31, 2005, the capital share transactions of each Class of each Fund were as follows (at \$1 per share):

<Table>

<Caption>

Captions		NOVEMBER 30, 2005								
			CLASS 75							
<s> PRIMARY FUND</s>	<c></c>	<c></c>	<c></c>	<c></c>						
Sold	12,606,462,27	6,315,939	250,270,745	11,067,804						
Reinvested	80,745,059	159,230	1,120,533	263,123						
Redeemed	(12,058,820,298)	(7,812,649)								
Net Increase										
(Decrease)	628,387,037	(1,337,480)	39,153,904	(1,036,101)						
	==========	=======================================	==========	===========						
<caption></caption>										
	TREASURER'S TRUST	CLASS 45	CLASS 35							
<s> PRIMARY FUND (CONTINUED)</s>	<c></c>	<c></c>	<c></c>							
Sold	2,012,238,232	57,982,963	5,197,305	223,899,612						
Reinvested	9,838,631	297,466	5,197,305 73,194	8,736,402						
Redeemed			(4,454,813)							
Net Increase										
(Decrease)	99,745,861	12,101,265	815,686	(57,272,534)						
	==========	=======================================	==========	===========						
<caption></caption>										
	CLASS 20	CLASS 15	CLASS 12	CLASS 8						
<s></s>	<c></c>	<c></c>	<c></c>	<c></c>						

PRIMARY FUND (CONTINUED)				
Sold Reinvested	516,732,267	170,397,853	1,411,181,191 3,584,906	157,033,760,011
Redeemed	(496,442,691)	(145,877,644)	(1,141,358,897)	(149,775,979,763
Net Increase				
(Decrease)			273,407,200	
			=======================================	=======================================
<caption></caption>		TREASURER'S		
	CLASS R	TRUST	CLASS 45	
<s></s>	<c></c>	<c></c>	<c></c>	<c></c>
U.S. GOVERNMENT FUND Sold	1 000 222 022	161 221 450	10 501 047	70 702 206
Reinvested	12,479,115	1,205,227	19,581,847 124,987	169,388
Redeemed	(1,727,802,874)	(150,144,825)	(15,815,423)	(66,300,043
Net Increase			3,891,411	
	=======================================	=======================================	==========	============
<caption></caption>		CLASS 15	CLASS 12	GIAGG 0
		CLASS IS	CLASS 12	
<pre><s> U.S. GOVERNMENT FUND (CONTINUED)</s></pre>		<c></c>	<c></c>	<c></c>
Sold		18,922,000	105,100,311 1,416,244	4,909,729,577
Reinvested Redeemed		6,296 (18,926,528)	1,416,244 (74,096,416)	12,354,845
Net Increase			32,420,139	
Net increase			32,420,139	

				Para	70			
Capelon		TREASURER'S						
	CLASS R	TRUST	CLASS 75	CLASS 45				
~~U.S. TREASURY FUND~~								
Sold	846,195,617	127,599,052 1,120,942	52,203,886	4,344,297				
Reinvested Redeemed	3,600,512 (817,868,789)	1,120,942	30,060 (52,291,374)					
Net Increase (Decrease)	31,927,340		(57,428)					
		CLASS 25	CLASS 12	CLASS 8				
U.S. TREASURY FUND (CONTINUED) Sold		0	E0 000	72 641 425				
Reinvested		389	483	72,641,425 584,674				
Redeemed		(237)	(251)	(83,249,431				
Net Increase (Decrease)								
		152						
			50,232					
		========	=======================================					
		FOR YEAR ENDED	=======================================					
	CLASS R	FOR YEAR ENDED	MAY 31, 2005 CLASS 75	CLASS 70				
	CLASS R	FOR YEAR ENDED	MAY 31, 2005	CLASS 70				
	CLASS R	FOR YEAR ENDED  CLASS 95	MAY 31, 2005 CLASS 75	CLASS 70				
	CLASS R	FOR YEAR ENDED  CLASS 95	O MAY 31, 2005  CLASS 75	CLASS 70				
	CLASS R	FOR YEAR ENDED  CLASS 95  19,478,849 162,324 (22,497,206)	CLASS 75	CLASS 70  CC> 24,810,896 292,321 (32,242,742				
	CLASS R  20,317,040,980 60,193,544 (20,457,289,010)  (80,054,486)	FOR YEAR ENDED  CLASS 95	CLASS 75	CLASS 70				
	CLASS R  20,317,040,980 60,193,544 (20,457,289,010)  (80,054,486)	FOR YEAR ENDED  CLASS 95	CLASS 75  CLASS 75  CDASS	CLASS 70				
	CLASS R  20,317,040,980 60,193,544 (20,457,289,010)  (80,054,486)	FOR YEAR ENDED  CLASS 95	CLASS 75  CLASS 75  CDASS	CLASS 70				
	CLASS R	FOR YEAR ENDED  CLASS 95	CLASS 75  CLASS 75  CDS  250,458,815  798,945  (202,377,304)  48,880,456  CLASS 35	CLASS 70				
	CLASS R	FOR YEAR ENDED  CLASS 95	CLASS 75	CLASS 70				
	CLASS R  20,317,040,980 60,193,544 (20,457,289,010)  (80,054,486)  TREASURER'S TRUST	FOR YEAR ENDED  CLASS 95   19,478,849  162,324  (22,497,206)  (2,856,033)	CLASS 75	CLASS 70  CC> 24,810,896 292,321 (32,242,742  (7,139,525				
	CLASS R  20,317,040,980 60,193,544 (20,457,289,010)  (80,054,486)  TREASURER'S TRUST  2,779,477,935	FOR YEAR ENDED  CLASS 95	CLASS 75  CC>  250,458,815  798,945 (202,377,304)  48,880,456  CLASS 35  CC>	CLASS 70				
	CLASS R  20,317,040,980 60,193,544 (20,457,289,010) (80,054,486)  TREASURER'S TRUST  2,779,477,935	FOR YEAR ENDED  CLASS 95	CLASS 75	CLASS 70				
	CLASS R	FOR YEAR ENDED  CLASS 95	CLASS 75	CLASS 70  24,810,896 292,321 (32,242,742  (7,139,525  CLASS 25				
	CLASS R	FOR YEAR ENDED  CLASS 95	CLASS 75	CLASS 70  24,810,896 292,321 (32,242,742  (7,139,525  CLASS 25  350,322,888 12,495,241 (1,158,996,938  (796,178,809				

<caption></caption>				
	CLASS 20	CLASS 15	CLASS 12	CLASS 8
<pre><s> PRIMARY FUND (CONTINUED)</s></pre>	<c></c>	<c></c>	<c></c>	<c></c>
Sold Reinvested Redeemed	4,365,852 (856,507,971)	2,191,068 (1,069,271,200)	(4,645,431,393)	99,955,275 (227,429,631,524)
Net Increase (Decrease)	266,509,412	(74,793,071)	(138,047,279)	(6,835,613,929)

				(Dame)	71			
	TREASURER'S							
	CLASS R	TRUST	CLASS 45	CLASS 25				
U.S. GOVERNMENT FUND Sold	3,093,006,825	249,939,182	9,850,904	143,765,170				
Reinvested	9,219,775	864,601	7,493	667,016				
Redeemed		(188,939,449)		(205,855,980)				
Net Increase (Decrease)	86,517,076 ========	61,864,334						
		CLASS 15	CLASS 12	CLASS 8				
Sold Reinvested Redeemed		1,915	44,000,000 181,994	8,004,595,101 4,047,422 (7,853,060,412)				
Net Increase (Decrease)		1,915		155,582,111				
		=======================================						
			AUGUST 16, 2004\*					
		TREASURER'S	TO MAY 31, 2005					
	CLASS R	TRUST	CLASS 75	CLASS 45				
U.S. TREASURY FUND Sold	1,627,208,683	299.762.174	81,755,700					
Reinvested Redeemed	2,829,445 (1,693,659,193)		(80,348,378)	139				
Net Increase (Decrease)		(157,367,054)	1,447,175					
Ccaptions		CLASS 25	CLASS 12	CLASS 8				
U.S. TREASURY FUND (CONTINUED) Sold		13,502,367						
Reinvested		408		720 /20				
Redeemed		(13,502,616)		(257,148,717)				
Net Increase (Decrease)		159	^^	(646,280)				
\* Commencement of Class. ^^ Amount is less than \$0.50.								
	72							
``` For the six months ended Novem capital share transactions of ```								
at a net asset value of \$1 per								
		SIX MONTHS	E ENDED NOVEMBER 30,	2005				
			TREASURER'S					
		CLASS R	TRUST	CLASS 75				
~~Sold~~		540.368.722	188,136,544	61,000				
Reinvested		1,961,959	344,531 (200,947,304)	98				
Redeemed		(320,229,320)	(200,34/,304)	(51,172)				

Net Increase (Decrease)	22 101 355	(12,466,229)	9,926
nee increase (secrease)	22,101,333	=======================================	·
<caption></caption>			
	CLASS 70	CLASS 45	CLASS 25
<s></s>	<c></c>	<c></c>	<c></c>
Sold	147,712,807	811,439	53,947,501
Reinvested	20,137	3,086	454,570
Redeemed	(147,348,396)	(400,712)	(95,848,659)
Net Increase (Decrease)	384,548	413,813	(41,446,588)
	==========		
<caption></caption>			
	CLASS 15	CLASS 12	CLASS 8
<s></s>	<c></c>	<c></c>	<c></c>
Sold	14	3	5,452,375,548
Reinvested	1,192	117	9,433,907
Redeemed	(13)	(1)	(5,818,816,446)
Net Increase (Decrease)	1,193	119	(357,006,991)
	==========		=======================================

  |  |  |For the years ended May 31, 2005 and May 31, 2004, the capital share transactions of each class of the Interstate Tax-Exempt Fund, each at a net asset value of 1 per share, were as follows:

<Table> <Caption>

YEAR ENDED MAY 31, 2005

		CLASS R	TREASURER'S TRUST	OCTOBER 1, 2004* TO MAY 31, 2005 CLASS 75						
<s></s>		<c></c>	<c></c>	<c></c>						
Sold		1,218,219,096	257,552,413	1,510						
Reinvested		1,904,802	357,612	2						
Redeemed		(1,242,244,626)	(231,731,228)							
Net Increase	(Decrease)	(22,120,728)	26,178,797	101						
		==========	=======================================	=======================================						
<caption></caption>										
		OCTOBER 1, 2004* TO MAY 31, 2005 CLASS 70	CLASS 45	CLASS 25						
<s></s>		<c></c>	<c></c>	<c></c>						
Sold		75,609,267	65,703							
Reinvested		21,974								
Redeemed		(74,686,333)	(6,055)	(44,943,518)						
Net Increase	(Decrease)	944,908		61,796,086						
		==========	=======================================	=======================================						
<caption></caption>			FEBRUARY 1, 2005*							
			TO MAY 31, 2005							
		CLASS 15	CLASS 12	CLASS 8						
<s></s>		<c></c>	<c></c>	<c></c>						
Sold		24	9.999	5.872.411.962						
Reinvested		1,570	71	9,804,274 (4,925,031,660)						
Redeemed		(15)		(4,925,031,660)						
Net Increase	(Decrease)	1,579	10,070	957,184,576						

  | =========== | ========= | ========== |\_\_\_\_\_

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<Page>

## (7) COMMITMENTS AND CONTINGENCIES:

In the normal course of business, the Funds enter into contracts that contain a variety of representations and warranties and provide general indemnifications. The Funds' general exposure under these arrangements is unknown, as this would involve future claims that may be made against the Funds that have not yet occurred. However, based on experience, the Funds expect the risk of loss to be remote.

## (8) FINANCIAL HIGHLIGHTS:

Contained below is per share operating performance data for a share of beneficial interest outstanding of each Class of each Fund for each of the periods as indicated:

<sup>\*</sup> Commencement of Class operations.

<table> <caption></caption></table>							SS R					
	SIX	MONTHS ENDED				YEARS ENDED MAY 31,						
		MBER 30, 2005		2005		2004		2003	2	2002		2001
<s> PRIMARY FUND</s>	<c></c>		<c></c>		<c></c>				<c></c>		<c></c>	
Net asset value at beginning of year	\$	1.0000	¢	1.0000	¢	1.0000	¢	1.0000	¢	1.0000	¢	1.0000
Net investment income		0.0130		0.0100		0.0011		0.0065		0.0187		0.0511
Dividends from net investment income		(0.0130)		(0.0100)		(0.0011)		(0.0065)		(0.0187)		(0.0511)
Net asset value at end of year	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000
Total Return	====	1.30%	====	1.01%	===:	0.11%	====	0.65%		1.90%	====	5.29%
RATIOS/SUPPLEMENTAL DATA Net assets end of year (millions)	\$	6,615.5	\$	5,987.1	\$	6,067.2	\$	6,231.8	\$	6,462.0	\$	6,241.8
Ratio of expenses to average net assets Ratios of expenses		1.00%(a)		1.00%		1.00%		1.00%		1.01%		1.00%
to average net assets, net of fee waivers Ratio of net investment		1.00%(a)		1.00%		0.99%		(b)		(b)		(b)
<pre>income to average   net assets </pre>												

2.62%(a)		1.00%		0.10%		0.64%		1.86%		5.11%										CI AC	e ae			
					SIX MONTE						Г 12,													
						ENDED NOVEMBER 2005		MAY	ENDED 31,	2003 MAY 20	\* TO 31,													
PRIMARY FUND Net asset value at beginning of	f peri	lod				\$ 1.0	000	\$	1.0000	\$	1.0000													
Net investment income Dividends from net investment :	income					(0.0	132 132)	(	0.0105 0.0105)	(	0.0009 0.0009	)												
Net asset value at end of period	od					\$ 1.0	000	\$	1.0000	\$	1.0000													
Total Return						1	.33%	=====	1.06%		0.09	8												
RATIOS/SUPPLEMENTAL DATA Net assets end of period (mill: Ratio of expenses to average ne Ratio of net investment income	et ass	sets					1.8 .95%(a		13.1 0.95%		16.0 0.95													
average net assets	20					2	.67%(a	1)	1.00%	5	0.14	%(a)												
«Page»		74																						
						AT 3.00	7.5																	
		MONTHS				CLASS						AY 29,												
	E	MONTHS ENDED				YEARS END						2001\*												
		MBER 30, 2005		2005		2004		2003	2	2002		MAY 31, 2001												
~~PRIMARY FUND~~																								
Net asset value at beginning of period	\$	1.0000		1.0000	\$	1.0000		1.0000		1.0000		1.0000												
Net investment income Dividends from net investment income		0.0142		0.0125		0.0035		0.0090		0.0213		0.0003												
Net asset value at		(0.0142)		(0.0125)		(0.0035)		(0.0090)		(0.0213)		(0.0003)												
end of period	\$	1.0000		1.0000	===:	1.0000		1.0000	\$			1.0000												
Total Return		1.43%		1.27%		0.35%		0.90%		2.16%		0.03%												
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions)	\$	94.9	\$	55.7	\$	6.8	\$	14.1	\$	23.5	\$	34.7												
Ratio of expenses to average net assets Ratio of net investment		0.75%(a)		0.75%		0.75%		0.75%		0.76%		0.75%(a												

<pre>income to average   net assets </pre>
--------------------------------------------

 2.87%(a) | 1.33% |  | 0.37% |  | 0.95% |  | 2.33% |  | 3.97%(a) ||  |  |  |  |  |  |  |  |  |  |  |
				SIX MONT ENDED NOVEMBER 2005	HS	YEAR MA	SS 70 E ENDED Y 31,	AUGU 200 MA	ST 12,	
<\$>										
PRIMARY FUND Net asset value at beginning	of period			\$ 1.0	1000	\$	1.0000	\$	1.0000	
Net investment income Dividends from net investment					145 145)		0.0130 (0.0130)		0.0029	)
Net asset value at end of per	iod			\$ 1.0	000	\$	1.0000	\$	1.0000	
Total Return				1	:=== 46%	=====	1.32%		0.29	%
RATIOS/SUPPLEMENTAL DATA Net assets end of period (mil Ratio of expenses to average of Ratio of net investment income average net assets	net assets			0	8.4 0.70%(a) 2.92%(a)	\$	19.4 0.70% 1.26%		26.6 0.70 0.39	%(a)
	75									
				TREASURER'						
	SIX MONTHS ENDED			YEARS END	DED MAY 3	1 .				Y 29, 001\*
	NOVEMBER 30, 2005	2005					20		TO I	MAY 31, 2001
PRIMARY FUND Net asset value at beginning of period	\$ 1.0000	\$ 1.0000	\$	1.0000		1.0000		1.0000	\$	1.0000
Net investment income	0.0150	0.0140		0.0050		0.0105		0.0228		0.0003
Dividends from net investment income	(0.0150)	(0.0140)		(0.0050)		0.0105)		0.0228)		(0.0003)
Net asset value at end of period	\$ 1.0000	\$ 1.0000	\$			1.0000		1.0000		
Total Return	1.51%	1.42%		0.50%		1.06%		2.32%		0.03%
RATIOS/SUPPLEMENTAL DATA Net assets end of  period (millions) Ratio of expenses to	\$ 709.4	•	\$	443.7	\$	497.4	·	510.0	·	224.5
average net assets Ratio of net investment	0.60%(a)	0.60%		0.60%		0.60%		0.60%		0.60%(a)
``` income to average   net assets ```	3.02%(a)	1.49%		0.50%		1.04%		2.05%		4.12%(a)
				CLASS	45					
	SIX MONTHS								MA	Y 29,
	ENDED NOVEMBER 30,			YEARS END						001\* MAY 31,
	2005	2005		2004	20	03		02		2001
~~PRIMARY FUND Net asset value at~~				1 0000				1 0000		1 0000
beginning of period	\$ 1.0000	\$ 1.0000	\$	1.0000				1.0000	\$	1.0000
Net investment income Dividends from net investment income	0.0157	0.0155		(0.0065)		0.0120 0.0120)	(	0.0243		(0.0004)
Net asset value at end of period	\$ 1.0000	\$ 1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000
Total Return	1.58%	1.57%	====	0.65%	=====	===== 1.21%		2.48%		0.04%
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions)	\$ 29.7	\$ 17.6	\$	16.0	\$	13.5	\$	23.1	\$	7.4
Ratio of expenses to average net assets	0.45%(a)	0.45%	•	0.45%	•	0.45%	·	0.45%	•	0.45%(a)
Ratio of net investment income to average net assets </Table>

3.17%(a)

76

1.58%

0.65%

1.23%

2.13%

4.27%(a)

<Page>

<Table>

<Caption>

CLASS 35

	I	MONTHS ENDED EMBER 30,		YEARS END	ED MA	Y 31,	JULY 1, 2002* TO MAY 31,		
		2005		2005	2004		10	2003	
<s> PRIMARY FUND</s>	<c></c>		<c></c>		<c></c>		<c></c>		
Net asset value at beginning of period	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	
Net investment income Dividends from net investment		0.0162		0.0165		0.0050		0.0075	
income		(0.0162)		(0.0165)		(0.0050)		(0.0075)	
Net asset value at end of period	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	
Total Return		1.64%		1.68%		0.51%		0.76%	
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to average	\$	4.5	\$	3.7	\$	5.1	\$	0.0^	
net assets		0.35%(a)		0.35%		0.35%(a)+		0.35%(a)+	
Ratio of net investment income to average net assets		3.27%(a)		1.49%		0.74%(a)+		1.45%(a)+	

<Caption> CLASS 25

77

	1	MONTHS ENDED EMBER 30.				YEARS END			AY 29, 2001*			
		2005		2005		2004		2003		2002		2001
<s> PRIMARY FUND</s>	<c></c>		<c></c>		<c></c>		<c></c>		<c></c>		<c></c>	
Net asset value at beginning of period	\$	1.0000		1.0000		1.0000		1.0000	\$	1.0000	\$	1.0000
Net investment income Dividends from		0.0167		0.0175		0.0085		0.0140		0.0263		0.0004
net investment income		(0.0167)		(0.0175)		(0.0085)		(0.0140)		(0.0263)		(0.0004)
Net asset value at end of period	\$	1.0000	\$	1.0000	\$	1.0000		1.0000	\$	1.0000	\$	1.0000
Total Return		1.69%		1.78%		0.86%		1.42%		2.69%		0.04%
RATIOS/SUPPLEMENTAL DATA Net assets end of												
period (millions) Ratio of expenses to	\$	495.0	\$	552.3	\$	1,348.4	\$	1,524.7	\$	2,113.4	\$	442.0
average net assets Ratio of net investment income to average		0.25%(a)		0.25%		0.25%		0.25%		0.25%		0.25%(a)
net assets												

  | 3.37%(a) |  | 1.65% |  | 0.84% |  | 1.41% |  | 2.31% |  | 4.47%(a) |<Page>

<caption></caption>	CLASS 20										
	SIX MONTHS ENDED NOVEMBER 30, 2005			R ENDED AY 31, 2005	20 M	DUARY 17, 004* TO MAY 31, 2004					
<s> PRIMARY FUND</s>	<c></c>		<c></c>		<c></c>						
Net asset value at beginning of period	\$	1.0000	\$	1.0000	\$	1.0000					
Net investment income Dividends from net investment income		0.0170 (0.0170)		0.0180		0.0025 (0.0025)					
Net asset value at end of period  Total Return	\$ ====	1.0000 ======= 1.71%	\$	1.0000	\$ ====	1.0000 ====== 0.26%					
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to average net assets Ratio of net investment income to average net assets	\$	291.1 0.20%(a) 3.42%(a)		266.5 0.20% 1.86%		0.0^ 0.20%(a) 0.89%(a)					

<caption></caption>			CLASS 15		
	SIX MONTHS ENDED		YEARS ENDED MAY		JULY 30, 2001*
	NOVEMBER 30, 2005	2005	2004		TO 2002
<s> PRIMARY FUND</s>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>
Net asset value at beginning of period	\$ 1.0000	\$ 1.0000			\$ 1.0000
Net investment income	0.0172	0.0185	0.0095	0.0150	0.0205
Dividends from net investment income	(0.0172)	(0.0185)			
Net asset value at end of period	\$ 1.0000	\$ 1.0000	\$ 1.0000		\$ 1.0000
Total Return	1.74%	1.88%			
RATIOS/SUPPLEMENTAL DATA					
Net assets end of period (millions)	\$ 87.8	\$ 61.9	\$ 136.7	\$ 692.0	\$ 34.1
Ratio of expenses to average net assets	0.15%(a)	0.15%	0.15%	0.15%	0.15%(a)
Ratio of net investment income to average net assets	3.47%(a)	1.57%	0.95%	1.30%	2.07%(a)
<caption></caption>				CLASS 12	
		S	IX MONTHS ENDED	YEAR ENDED	JUNE 25, 2003* TO
			VEMBER 30, 2005	MAY 31, 2005	MAY 31, 2004
<s> PRIMARY FUND</s>			!>	<c></c>	<c></c>
Net asset value at beginning of period			1.0000	\$ 1.0000	\$ 1.0000
Net investment income Dividends from net investment income			0.0174	0.0188	0.0090
Net asset value at end of period		\$	1.0000	\$ 1.0000	\$ 1.0000
Total Return		==	1.75%	1.92%	
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to average net assets Ratio of net investment income to average					

\$	463.5 0.12%(a) 3.50%(a)	0.12%	0.12%(a)			78				
			CLASS 8							
	SIX MONTHS				JULY 27,					
	ENDED NOVEMBER 30,		YEARS ENDED MAY		2001\* TO					
	2005	2005	2004		2002					
~~PRIMARY FUND~~										
Net asset value at beginning of period	\$ 1.0000	\$ 1.0000								
Net investment income	0.0176	0.0193	0.0102		0.0214					
Dividends from net investment income	(0.0176)	(0.0193)								
Net asset value at end of period	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000					
Total Return	1.77%	1.97%		1.59%						
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to average	\$ 11,840.4	\$ 4,427.1	\$ 11,262.8	\$ 5,304.3	\$ 2,818.3					
net assets Ratio of expenses to average	0.08%(a)	0.08%	0.08%	0.08%	0.08%(a)					
net assets net of fee waivers Ratio of net investment income to	0.08%(a)		0.08%							
average net assets	3.54%(a)	1.72%	1.02	1.45%	2.25%(a)					
			CLASS R							
SIX MON ENDEI NOVEMBER	)			YEARS ENDED MAY 31,						
140 A EUDEL	**,**									

	2005 2005		2004	2003	2002	2001
<s> U.S. GOVERNMENT FUND</s>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>
Net asset value at beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income Dividends from net	0.0128	0.0102	0.0010	0.0050	0.0149	0.0493
investment income	(0.0128)	(0.0102)	(0.0010)	(0.0050)	(0.0149)	(0.0493)
Net asset value at end of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Total Return	1.29%	1.03%	0.10%	0.50%	1.50%	======= 5.12%
RATIOS/SUPPLEMENTAL DATA						
Net assets end of year (millions)	\$ 1,105.0	\$ 940.0	\$ 853.5	\$ 846.7	\$ 902.3	\$ 887.1
Ratio of expenses to average net assets Ratio of expenses to	1.00%(a)	1.00%	1.00%	1.00%	1.01%	1.01%
average net assets net of fee waivers Ratio of net investment	1.00%(a)	1.00%	0.98%	(b)	(b)	(b)
<pre>income to average   net assets </pre>						

 2.59%(a) | 1.04% | 0.10% | 0.50% | 1.44% | 4.93% ||  | 79 |  |  |  |  |  |
			TREASURER'			
	SIX MONTHS ENDED			29, ED MAY 31,		2001\* TO
	NOVEMBER 30, 2005	2005	2004	2003	2002	MAY 31, 2001
U.S. GOVERNMENT FUND Net asset value at beginning of period	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income	0.0148	0.0142	0.0049	0.0090	0.0189	0.0003
Dividends from net investment income	(0.0148)	(0.0142)	(0.0049)	(0.0090)	(0.0189)	(0.0003)
Net asset value at						
end of period	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Total Return  RATIOS/SUPPLEMENTAL DATA	1.49%	1.44%	0.49%	0.91%	1.91%	0.03%
Net assets end of period (millions)	\$ 93.4	\$ 81.2	\$ 19.3	\$ 6.5	\$ 4.0	\$ 15.6
Ratio of expenses to average net assets Ratio of net investment	0.60%(a)	0.60%	0.60%	0.60%	0.60%	0.60%(a)
income to average net assets	2.99%(a)	1.64%	0.48%	0.83%	2.16%	3.47%(a)
			CLASS	45		
	SIX MONTHS					MAY 29,
	ENDED NOVEMBER 30,			ED MAY 31,		2001\* TO MAY 31,
	2005		2004	2003		2001
U.S. GOVERNMENT FUND Net asset value at	()	<0>	<0>	<0>	<0>	<0>
beginning of period	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income Dividends from net	0.0156	0.0157	0.0064	0.0105	0.0203	0.0003
investment income	(0.0156)	(0.0157)	(0.0064)	(0.0105)	(0.0203)	(0.0003)
Net asset value at end of period	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Total Return	1.57%	1.59%	0.64%		2.06%	
RATIOS/SUPPLEMENTAL DATA Net assets end of						
period (millions) Ratio of expenses to	\$ 13.1	\$ 9.2	\$ 0.0^	\$ 5.8	•	
average net assets Ratio of net investment	0.45%(a)	0.45%	0.44%	0.45%	0.45%	0.45%(a)
``` income to average net assets ```	3.14%(a)	2.36%	0.66%	0.86%	2.73%	3.62%(a)
80

<Page>

<table> <caption></caption></table>	CLASS 25												
	SIX EN	MONTHS DED				YEARS END	ED MAY	31,			M 20	AY 29, 01* TO	
	2	BER 30, 005		2005		2004	2	003	2	002		AY 31, 2001	
<s> U.S. GOVERNMENT FUND Net asset value at</s>	<c></c>		<c></c>		<c></c>		<c></c>		<c></c>		<c></c>		
beginning of period		1.0000		1.0000	\$	1.0000		1.0000		1.0000	\$	1.0000	
Net investment income Dividends from net		0.0166		0.0177		0.0084		0.0125		0.0224		0.0003	
investment income		(0.0166)		(0.0177)		(0.0084)		(0.0125)		(0.0224)		(0.0003)	
Net asset value at end of period	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	
Total Return	=====	1.67%	====	1.80%	===	0.84%	=====	1.27%	=====	2.28%	====	0.03%	
RATIOS/SUPPLEMENTAL DATA Net assets end of													
period (millions) Ratio of expenses to	\$	11.2	\$	4.6	\$	66.0	\$	50.1	\$	90.7	\$	3.8	
average net assets Ratio of net investment income to average		0.25%(a)		0.25%		0.25%		0.25%		0.25%		0.25%(a	
net assets		3.34%(a)		1.44%		0.83%		1.28%		1.71%		3.82%(a	
<caption></caption>						(	CLASS 1						
			SI	X MONTHS ENDED				MAY 31,			BER 18,		
				EMBER 30, 2005		2005		2004			003		
<\$>			 <c></c>			<c></c>				<c></c>			
U.S. GOVERNMENT FUND Net asset value at beginning of	of perio	d		1.0000		\$ 1.000		1.00			1.0000		
Net investment income				0.0171		0.01		0.00			0.0061		
Dividends from net investment income				(0.0171)		(0.01		(0.00			(0.0061		
Net asset value at end of per:	iod		\$	1.0000		\$ 1.000	00 \$	1.00	00	\$	1.0000		
Total Return				1.72%			90%		94%		0.61		
RATIOS/SUPPLEMENTAL DATA Net assets end of period (mil. Ratio of expenses to	lions)		\$	0.1		\$ 0	.1 \$	0	.1	\$	0.1		
average net assets Ratio of net investment income	e to			0.15%	(a)	0.3	15%	0.	15%		0.15	%(a)	
average net assets													

 2 00 |  |  | 3.44% | (a) | 1.8 | 87% | 0. | 93% |  | 1.17 | %(a) ||  |  | 81 |  |  |  |  |  |  |  |  |  |  |
									S 12			
						SIX MONT		YE	AR	FEBRU	ARY 24,	
						ENDED NOVEMBER : 2005		20	31, 05		7 31, 004	
U.S. GOVERNMENT FUND Net asset value at beginning of	of perio	d				\$ 1.00			1.0000		1.0000	
Net investment income Dividends from net investment	income					0.03	172 172)	(	0.0190 0.0190)		0.0025 (0.0025	)
Net asset value at end of per:	iod					\$ 1.00	000	\$	1.0000	\$	1.0000	
Total Return							.74%		1.94%		0.25	
RATIOS/SUPPLEMENTAL DATA Net assets end of period (mil: Ratio of expenses to average r Ratio of net investment income	net asse	ts					7.6 .12%(a)		45.2 0.12%		1.0 0.13	
average net assets						3	.47%(a)		2.12%		0.96	%(a)
							CLASS	8				

		SIX MONTHS ENDED	YEARS E	ENDED MAY 31,	2002	
		NOVEMBER 30, 2005	2005	2004	20	03
<pre><s> U.S. GOVERNMENT FUND</s></pre>		<c></c>	<c></c>	<c></c>	<c></c>	
Net asset value at beginning of period		\$ 1.0000	\$ 1.0000			1.0000
Net investment income		0.0174	0.0194			0.0142
Dividends from net investment income		(0.0174)	(0.0194			0.0142)
Net asset value at end of period		\$ 1.0000	\$ 1.0000			
Total Return		1.76%	1.98	3% 1.0		1.44%
RATIOS/SUPPLEMENTAL DATA Net assets end of period						
(millions) Ratio of expenses to average		\$ 1,024.9	\$ 439.1	\$ 283.	5 \$	49.1
net assets Ratio of net investment income		0.08%(	a) 0.08	0.0	8%	0.08%(a)
to average net assets						

3.51%(	a) 1.98	1.0	0%	1.20%(a)		\_	82					
			~-~-									
	GTV MONTHS		CLASS F									
	SIX MONTHS ENDED		YEAR	RS ENDED MAY 31,								
	NOVEMBER 30, 2005	2005	2004			2001						
~~U.S. TREASURY FUND~~												
Net asset value at beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000						
Net investment income Dividends from net	0.0111	0.0083	0.0009	0.0047	0.0166	0.0468						
investment income	(0.0111)	(0.0083)	(0.0009)	(0.0047)	(0.0166)	(0.0468)						
Net asset value at end of year	\$ 1.0000	\$ 1.0000	•	\$ 1.0000	\$ 1.0000	\$ 1.0000						
Total Return	1.11%	0.83%	0.09%	0.47%	1.68%	4.82%						
RATIOS/SUPPLEMENTAL DATA												
Net assets end of year (millions) Ratio of expenses to	\$ 345.8	\$ 313.9	\$ 377.5	\$ 356.2	\$ 344.3	\$ 401.2						
average net assets Ratios of expenses to	1.00%(a)	1.00%	1.00%	1.00%	1.00%	1.04%						
average net assets net of fee waivers Ratio of net investment	1.00%(a)	0.99%	0.89%	1.00%	0.97%	0.99%						
income to average net assets	2.22%(a)	0.80%	0.09%	0.47%	1.64%	4.68%						
			mpay arman / ~	TRICT								
	CTV MONTEUC		TREASURER'S									
	SIX MONTHS ENDED NOVEMBER 30,		YEARS ENDED			MAY 29, 2001\* TO MAY 31,						
	2005	2005	2004	2003		2001						
~~U.S. TREASURY FUND~~												
Net asset value at beginning of period	\$ 1.0000	\$ 1.0000		\$ 1.0000	\$ 1.0000	\$ 1.0000						
Net investment income	0.0131	0.0121	0.0039	0.0086	0.0203	0.0003						
Dividends from net investment income	(0.0131)	(0.0121)	(0.0039)	(0.0086)	(0.0203)	(0.0003)						
Net asset value at end of period	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000						
Total Return	1.32%	1.23%	0.39%	0.87%	2.06%	0.03%						
RATIOS/SUPPLEMENTAL DATA												
Net assets end of period (millions)	\$ 96.3	\$ 94.0	\$ 251.4	\$ 281.9	\$ 257.9	\$ 28.4						
Ratio of expenses to average net assets Ratio of net investment	0.60%(a)	0.60%	0.60%	0.60%	0.61%	0.60%(a)						

<pre>income to average net assets </pre>
------------------------------------------

 2.62%(a) | 1.17% | 0.39% | 0.85% | 1.44% | 3.44%(a) ||  | 83 |  |  |  |  |  |
	ar.	. 200 75		gr 10	0.45	
		LASS 75 AUGUST		CLAS  MONTHS		
	ENDED NOVEMBER 30, 2005	2004	\* EI 31, NOVEI	MODED YEAR MBER 30, MAY 2004 20	ENDED 20 31, TO MA 03 20	003\* NY 31,
~~U.S TREASURY FUND Net asset value at beginning~~						
of period	\$ 1.0000	\$ 1.		1.0000 \$		1.0000
Net investment income from investment operations	0.0123	0.	0100	0.0138	0.0137	0.0043
Dividends from net investment income	(0.0123)	(0.				0.0043)
Net asset value at end of period	\$ 1.0000	\$ 1.	0000 \$	1.0000 \$	1.0000 \$	1.0000
Total Return	1.24%	======	====	1.39%		0.43%
RATIOS/SUPPLEMENTAL DATA						
Net assets end of period (millions)	\$ 1.4	\$	1.4 \$	1.3 \$	0.0^ \$	0.0^
Ratio of expenses to average net assets Ratio of net investment	0.75%	k(a)	0.76%(a)	0.45%	0.45%	0.43%(a)
income to average net assets	2.47%	}(a)	1.39%(a)	2.77%	1.38%	0.54%(a)
					\_	
			SIX MONTH	CLASS 2		
			ENDED NOVEMBER 30 2005	YEAR END 0, MAY 31 2005	ED 2003\* , TO MAY 3 2004	•
U.S TREASURY FUND Net asset value at beginning of period	d		\$ 1.00			
Net investment income from investment operations Dividends from net investment income			0.01	48 0.0 48) (0.0	156 0.0 156) (0.0	0058 0058)
Net asset value at end of period			\$ 1.000	00 \$ 1.0	000 \$ 1.0	0000
Total Return			1.4			1.58%
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to average net asset Ratio of net investment income to	ts				·	0.0^ 0.26%(a)
average net assets			2.9	96%(a) 1	.66% (	).71%(a)
	84					
				CLASS 1	2	
			SIX MONTHS ENDED NOVEMBER 30 2005	YEAR END 0, MAY 31 2005	FEBRUARY ED 2004, , TO MAY 3 2004	24,
``` U.S TREASURY FUND Net asset value at beginning of period ```	d		\$ 1.000			
Net investment income from						
investment operations Dividends from net investment income			0.01	55) (0.0	170) (0.0	0022 0022)
Net asset value at end of period			\$ 1.000	== ======	=== ======	
Total Return			1.	56% 1	.72%	0.22%
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to average net asset Ratio of net investment income	ts					0.0^ 0.12%(a)
3.10%(a) 1.78% 0.83%(a) to average net assets

<Caption>

	CLASS 8											
	NOVE	MONTHS ENDED EMBER 30,		YEARS END				TUNE 7, 2002* MAY 31,				
		2005		2005		2004		2003				
<s> U.S TREASURY FUND</s>	<c></c>		<c></c>		<c></c>		<c></c>					
Net asset value at beginning of period	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000				
Net investment income from investment operations		0.0158		0.0173		0.0091		0.0143				
Dividends from net investment income		(0.0158)		(0.0173)		(0.0091)		(0.0143)				
Net asset value at end of period	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000				
Total Return	====	1.59%		1.77%		0.91%		1.44%				
RATIOS/SUPPLEMENTAL DATA Net assets end of period												
(millions) Ratio of expenses to average	\$	35.2	\$	45.3	\$	45.9	\$	10.4				
net assets Ratio of net investment income		0.08%(a)		0.08%		0.08%		0.08%(a)				
to average net assets												

  | 3.14%(a) |  | 1.69% |  | 0.90% |  | 1.12%(a) |85

<Page>

Contained below is per share operating performance data for a share of beneficial interest outstanding for each of the periods as indicated.

<Caption>

-						CLASS	R					
		X MONTHS ENDED DV. 30,				YE.	ARS EI	NDED MAY 31	,			
		2005		2005		2004		2003		2002		2001
<pre><s> INTERSTATE TAX-EXEMPT FUND Net asset value at</s></pre>	<c></c>		<c></c>		<c></c>		<c></c>		<c></c>		<c></c>	
beginning of year	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000		1.0000	\$	1.0000
Net investment income Dividends from net		0.0074		0.0070		0.0010		0.0034		0.0108		0.0289
investment income		(0.0074)		(0.0070)		(0.0010)		(0.0034)		(0.0108)		(0.0289)
Net asset value at end of year	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000
Total Return		0.74%		0.70%		0.10%		0.34%		1.09%		2.95%
RATIOS/SUPPLEMENTAL DATA Net assets end of year (millions)	\$	283.5	\$	261.4	\$	283.5	\$	280.4	\$	295.7	\$	296.2
Ratio of expenses to average net assets Ratio of expenses to		1.00%(a)		1.00%		1.00%		1.00%		1.01%		1.01%
average net assets net of fee waivers Ratio of net investment income to average		1.00%(a)		1.00%		0.90%		0.99%		1.01%		1.01%
net assets		1.46%(a)		0.69%		0.10%		0.33%		1.08%		2.89%
<caption></caption>						TREASURER'	S TRU	ST				
		X MONTHS ENDED				YEARS END	ED MA					PRIL 17, 2001*
		OV. 30, 2005		2005		2004		2003		2002		MAY 31, 2001
<s> Net asset value at</s>	<c></c>		<c></c>		<c></c>		<c></c>		<c></c>		<c></c>	
beginning of period	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000

Inception of Class Operations.

 <sup>\*</sup> Inception of Class Operations.
 + The Fund did not have assets as shown outstanding during the entire period indicated. Therefore, ratios were annualized based on the period that the class held assets and therefore was allocated income and expenses.
 ^ Amount is less than \$500,000.

<sup>(</sup>a) Annualized.

<sup>(</sup>b) As there were no fee waivers during the period, this is not applicable.

Net investment income Dividends from net investment income		0.0094		0.0109 0.0109)		0.0040		0.0074		0.0149		0.0002
Net asset value at end of period	\$	1.0000		1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000
Total Return	=====	0.95%	=====	1.10%	=====	0.40%	=====	0.74%	====	1.50%	====	0.02%
RATIOS/SUPPLEMENTAL DATA Net assets end of   period (millions) Ratio of expenses to   average net assets Ratio of net investment   income to average   net assets												

 \$ | 36.2 0.60%(a) 1.86%(a) |  | 48.7 0.60% 1.24% | \$ | 22.5 0.60% 0.37% | \$ | 29.2 0.60% 0.71% | \$ | 20.5 0.61% 1.59% | \$ | 85.4 0.60%(a) 2.56%(a) ||  |  | 86 |  |  |  |  |  |  |  |  |  |  |
		SS 75			CLASS					LASS 45		
	SIX MONTHS ENDED NOV. 30, 2005	SEPTEMBE 2004\* MAY 3 2005	то 31,	MONT ENI NOV. 200	THS DED 30, 05	AUGUST 2004\* MAY 3 2005	TO 1,	SIX MONTHS ENDED NOV. 30, 2005		YEAR ENDED MAY 31, 2005	20 M	UST 7, 03\* TO AY 31, 2004
~~Net asset value at~~												
beginning of period	\$ 1.0000	\$ 1	.0000	\$ 1	.0000	\$ 1.0		\$ 1.00		\$ 1.0000	\$	1.0000
Net investment income Dividends from net investment	0.0086	C	0.0083	0	.0089		092	0.03		0.0123		0.0044
income Net asset value	(0.0086)		0.0083)	(0	.0089)	(0.0	092)	(0.01		(0.0123)		(0.0044)
at end of period	\$ 1.0000 ======	\$ 1	.0000	\$ 1		\$ 1.0		\$ 1.00		\$ 1.0000	\$ ===	1.0000
Total Return	0.87%		0.83%		0.89%	0	.93%	1.	.02%	1.25%		0.45%
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to average net assets Ratio of net investment	\$ 0.0 0.75%(a	\$	^ 0.75%(a)	\$	1.3 0.70%(a)		0.9 .71%(a)		).5 .45%(a)	\$ 0.10		^ 0.44%(a)
``` income to   average   net assets ```	1.71%(a	)	1.60%(a)		1.76%(a)	1	.10%(a)	2.	.01%(a)	1.37%		0.55%(a)
						CLASS						
	SIX M END					EARS END					MA	Y 29, 001\*
	NOV.			05	20	04	2	003		2002	TO	MAY 31, 2001
Net asset value at beginning of period		1.0000		1.0000		1.0000		1.0000	\$	1.0000		1.0000
Net investment income Dividends from net investment income	(	0.0112	(	0.0144	(	0.0075		0.0109		0.0184		0.0002
Net asset value at end of period	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000
Total Return	=====	1.12%	=====	1.46%		0.75%	====	1.09%	====:	1.86%	====	0.02%
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to	\$	36.2	\$	77.7	\$	15.9	\$	17.8	\$	16.3	\$	45.7
average net assets Ratio of net investment income to average net assets		0.25%(a) 2.21%(a)		1.76%		0.25%		1.07%		1.96%		0.25%(a) 2.91%(a)

«Dama»		87										
<page></page>												
<table> <caption></caption></table>							CLASS	15				
				SIX MONTHS ENDED OV. 30, 2005				O MAY 31,		JANUA 2003 MAY 2000	* TO 31,	-
<s></s>			 <c< td=""><td>&gt;</td><td></td><td><c></c></td><td></td><td><c></c></td><td></td><td><c></c></td><td></td><td>-</td></c<>	>		<c></c>		<c></c>		<c></c>		-
Net asset value at beginning	of per	iod		1.0000		\$ 1.00		\$ 1.000		\$		-
Net investment income Dividends from net investment	incom	e		0.0117 (0.0117)		0.01	54)	(0.008	35)		0.0039 0.0039	9)
Net asset value at end of per:	iod			1.0000		\$ 1.00	==	\$ 1.000	==	\$ =====		=
Total Return				1.17%		1.	56%	0.8	36%		0.39	18
RATIOS/SUPPLEMENTAL DATA Net assets end of period (mil. Ratio of expenses to average nation of net investment income average net assets	net as:		\$	0.1 0.15% 2.31%	(a)	0.	10 16% 54%	\$ 0.0		\$		L 5%(a) 3%(a)
<caption></caption>		CLASS	12					CLASS	3 8			
	Mo	SIX ONTHS	FEB	 RUARY 1, 05* TO	M	SIX ONTHS ENDED		YEARS E	ENDED			NUARY 13,
		V. 30, 2005		AY 31, 2005		OV. 30, 2005		2005		2004		MAY 31, 2003
<\$>	 <c></c>				 <c></c>			 >			 <c></c>	
Net asset value at beginning of period		1.0000		1.0000		1.0000		1.0000		1.0000		1.0000
Net investment income Dividends from net		0.0118		0.0069		0.0120		0.0161		0.0092		0.0042
investment income		(0.0118)		(0.0069)		(0.0120)		(0.0161)		(0.0092)		(0.0042)
Net asset value at end of period		1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000		
Total Return	===:	1.19%	====	0.70%		1.21%		1.64%		0.93%		0.42%
RATIOS/SUPPLEMENTAL DATA Net assets end of period		0.0	•	^	4	666 A		1 002 4		66.0		0.1
(millions) Ratio of expenses to average	\$	0.0	\$		Ş	666.4	Ş	1,023.4	\$	66.2	Þ	0.1
net assets Ratio of net investment income to average net		0.12%(a)		0.12%(a	)	0.08%(	a)	0.08%		0.08%		0.08%(a)
assets 												

2.36%(a)		2.12%(a	)	2.38%(	a)	1.80%		0.92%		1.10%(a)				88										
	SI	X MONTH																						
	1	ENDED OV. 30,						NDED MAY 31,																
		2005		2005		2004		2003		2002		2001												
``` CALIFORNIA TAX-EXEMPT FUND ```																								
Net asset value at beginning of year		1.0000	\$	1.0000	\$	1.0000	\$		\$	1.0000	\$	1.0000												
Net investment income		0.0071		0.0068		0.0006		0.0033		0.0098		0.0236												
Dividends from net investment income		(0.0071)		(0.0068)		(0.0006)		(0.0033)		(0.0098)		(0.0236)												
Net asset value at end of year	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000												
Total Return	===:	0.71%		0.69%	===	0.06%		0.33%		0.98%		2.42%												
RATIOS/SUPPLEMENTAL DATA																								

Net assets end of year (millions)	\$ 101.8	\$ 105.2	\$ 101.2	\$ 109.0	\$ 109.3	\$ 136.2
Ratio of expenses to average net assets Ratio of expenses to	1.00%(a)	1.00%	1.00%	1.00%	1.01%	1.00%
average net assets net of fee waivers	1.00%(a)	1.00%	0.89%	0.99%	1.01%	1.00%
Ratio of net investment income to average net assets	1.40%(a)	0.69%	0.06%	0.32%	1.00%	2.36%
<caption></caption>						
	SIX MONTH ENDED		YE	ARS ENDED MAY 31	,	
	NOV. 30, 2005		2004	2003	2002	2001
<\$>						
CONNECTICUT TAX-EXEMPT FUND						(0)
Net asset value at beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income	0.0071	0.0068	0.0006	0.0025	0.0092	0.0273
Dividends from net investment income	(0.0071)	(0.0068)	(0.0006)	(0.0025)	(0.0092)	(0.0273)
Net asset value at						
end of year	\$ 1.0000	\$ 1.0000 ======	\$ 1.0000 ======	\$ 1.0000 ======	\$ 1.0000	\$ 1.0000
Total Return	0.71%	0.68%	0.06%	0.25%	0.92%	2.75%
RATIOS/SUPPLEMENTAL DATA Net assets end of year						
(millions)	\$ 26.0	\$ 23.4	\$ 21.5	\$ 36.4	\$ 41.2	\$ 40.2
Ratio of expenses to average net assets	1.00%(a)	1.00%	1.00%	1.00%	1.01%	1.01%
Ratio of expenses to average net assets	1 000 ( )	1 000	0.050	0.000	1 010	1 010
net of fee waivers Ratio of net investment income to average	1.00%(a)	1.00%	0.86%	0.98%	1.01%	1.01%
net assets						

 1.41%(a) | 0.68% | 0.06% | 0.25% | 0.92% | 2.73% ||  | 89 |  |  |  |  |  |
	SIX MONTH		YE	ARS ENDED MAY 31		
	ENDED NOV. 30,			ARS ENDED MAY 31		
	ENDED NOV. 30, 2005	2005	2004	2003	2002	2001
~~FLORIDA TAX-EXEMPT FUND~~	ENDED NOV. 30, 2005	2005	2004	2003	2002	2001
	ENDED NOV. 30, 2005	2005	2004	2003	2002	2001
~~FLORIDA TAX-EXEMPT FUND Net asset value at beginning of year Net investment income~~	ENDED NOV. 30, 2005 <	2005	2004	2003	2002	2001
~~FLORIDA TAX-EXEMPT FUND Net asset value at beginning of year~~	ENDED NOV. 30, 2005	\$ 1.0000	2004	2003	\$ 1.0000	\$ 1.0000
~~FLORIDA TAX-EXEMPT FUND Net asset value at beginning of year Net investment income Dividends from net investment income Net asset value at~~	ENDED NOV. 30, 2005	\$ 1.0000	2004  \$ 1.0000 0.0006 (0.0006)	2003	\$ 1.0000	\$ 1.0000
~~FLORIDA TAX-EXEMPT FUND Net asset value at beginning of year  Net investment income Dividends from net investment income Net asset value at end of year~~	ENDED NOV. 30, 2005	\$ 1.0000	\$ 1.0000 0.0006 (0.0006)	2003  \$ 1.0000 0.0036 (0.0036) \$ 1.0000	\$ 1.0000	\$ 1.0000
~~FLORIDA TAX-EXEMPT FUND Net asset value at beginning of year Net investment income Dividends from net investment income Net asset value at~~	ENDED NOV. 30, 2005	\$ 1.0000	\$ 1.0000 0.0006 (0.0006)	2003  \$ 1.0000 0.0036 (0.0036) \$ 1.0000	\$ 1.0000	\$ 1.0000
~~FLORIDA TAX-EXEMPT FUND Net asset value at beginning of year  Net investment income Dividends from net investment income Net asset value at end of year~~	ENDED NOV. 30, 2005	\$ 1.0000	\$ 1.0000 0.0006 (0.0006)	2003  \$ 1.0000 0.0036 (0.0036) \$ 1.0000	\$ 1.0000	\$ 1.0000
~~FLORIDA TAX-EXEMPT FUND Net asset value at beginning of year  Net investment income Dividends from net investment income  Net asset value at end of year  Total Return  RATIOS/SUPPLEMENTAL DATA Net assets end of year (millions)~~	ENDED NOV. 30, 2005	\$ 1.0000	\$ 1.0000 0.0006 (0.0006)	\$ 1.0000	\$ 1.0000	\$ 1.0000
~~FLORIDA TAX-EXEMPT FUND Net asset value at beginning of year Net investment income Dividends from net investment income Net asset value at end of year Total Return RATIOS/SUPPLEMENTAL DATA Net assets end of year~~	\*\* 1.0000  \$ 1.0000  (0.0075)  \$ 1.0000  0.76%	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
~~FLORIDA TAX-EXEMPT FUND Net asset value at beginning of year Net investment income Dividends from net investment income Net asset value at end of year Total Return RATIOS/SUPPLEMENTAL DATA Net assets end of year (millions) Ratio of expenses to average net assets~~	\$ 1.0000	\$ 1.0000	\$ 1.0000 (0.0006) \$ 1.0000 (0.006) \$ 0.06%	\$ 1.0000	\$ 1.0000	\$ 1.0000
~~FLORIDA TAX-EXEMPT FUND Net asset value at beginning of year Net investment income Dividends from net investment income Net asset value at end of year Total Return RATIOS/SUPPLEMENTAL DATA Net assets end of year (millions) Ratio of expenses to average net assets Ratio of expenses to average net assets net of fee waivers~~	\$ 1.0000	\$ 1.0000	\$ 1.0000 (0.0006) \$ 1.0000 \$ 1.0000 \$ 0.06% \$ 39.5 1.00%	\$ 1.0000	\$ 1.0000	\$ 1.0000
~~FLORIDA TAX-EXEMPT FUND Net asset value at beginning of year  Net investment income Dividends from net investment income  Net asset value at end of year  Total Return  RATIOS/SUPPLEMENTAL DATA Net assets end of year (millions) Ratio of expenses to average net assets Ratio of expenses to average net assets net of fee waivers Ratio of net investment income to average~~	\$ 1.0000 \$ 1.0000 \$ 1.0000 \$ 1.0000 \$ 1.0000 \$ 1.0006 \$ 1.0006 \$ 1.0006	\$ 1.0000	\$ 1.0000 (0.0006) \$ 1.0000 \$ 1.0000 \$ 0.06% \$ 39.5 1.00%	\$ 1.0000	\$ 1.0000	\$ 1.0000
~~FLORIDA TAX-EXEMPT FUND Net asset value at beginning of year  Net investment income Dividends from net investment income  Net asset value at end of year  Total Return  RATIOS/SUPPLEMENTAL DATA Net assets end of year (millions) Ratio of expenses to average net assets Ratio of expenses to average net assets net of fee waivers Ratio of net investment income to average net assets~~	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
~~FLORIDA TAX-EXEMPT FUND Net asset value at beginning of year  Net investment income Dividends from net investment income  Net asset value at end of year  Total Return  RATIOS/SUPPLEMENTAL DATA Net assets end of year (millions) Ratio of expenses to average net assets Ratio of expenses to average net assets net of fee waivers Ratio of net investment income to average net assets~~	ENDED NOV. 30, 2005	\$ 1.0000	\$ 1.0000 0.0006 (0.0006) \$ 1.0000 ========= 0.06% \$ 39.5 1.00% 0.91% 0.06%	\$ 1.0000	\$ 1.0000	\$ 1.0000
~~FLORIDA TAX-EXEMPT FUND Net asset value at beginning of year Net investment income Dividends from net investment income Net asset value at end of year Total Return RATIOS/SUPPLEMENTAL DATA Net assets end of year (millions) Ratio of expenses to average net assets Ratio of expenses to average net assets net of fee waivers Ratio of net investment income to average net assets~~	\*\*ENDED NOV. 30, 2005	\$ 1.0000	\$ 1.0000 (0.0006) \$ 1.0000 \$ 1.0000 \$ 1.0000 \$ 39.5 1.00% 0.06% \$ 39.5	\$ 1.0000	\$ 1.0000	\$ 1.0000
``` FLORIDA TAX-EXEMPT FUND Net asset value at   beginning of year Net investment income Dividends from net   investment income  Net asset value at   end of year  Total Return  RATIOS/SUPPLEMENTAL DATA Net assets end of year   (millions) Ratio of expenses to   average net assets Ratio of expenses to   average net assets net of fee waivers Ratio of net investment   income to average   net assets ```  ```  ```  ~~MASSACHUSETTS TAX-EXEMPT FUND~~	ENDED NOV. 30, 2005	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
~~FLORIDA TAX-EXEMPT FUND Net asset value at beginning of year  Net investment income Dividends from net investment income  Net asset value at end of year  Total Return  RATIOS/SUPPLEMENTAL DATA Net assets end of year (millions) Ratio of expenses to average net assets Ratio of expenses to average net assets net of fee waivers Ratio of net investment income to average net assets~~	ENDED NOV. 30, 2005	\$ 1.0000 \$ 1.0000	\$ 1.0000 \$ 1.00006 (0.0006) \$ 1.0000 \$ 1.0000 \$ 39.5 1.00% 0.06% \$ 39.5 1.00%	\$ 1.0000 \$ 1.0000	\$ 1.0000	\$ 1.0000
``` FLORIDA TAX-EXEMPT FUND Net asset value at   beginning of year Net investment income Dividends from net   investment income Net asset value at   end of year Total Return RATIOS/SUPPLEMENTAL DATA Net assets end of year   (millions) Ratio of expenses to   average net assets Ratio of expenses to   average net assets net of fee waivers Ratio of net investment   income to average   net assets ```  ```  ```  MASSACHUSETTS TAX-EXEMPT FUND Net asset value at	ENDED NOV. 30, 2005	\$ 1.0000	\$ 1.0000 0.0006 (0.0006) \$ 1.0000 \$ 1.0000 \$ 1.0000 0.06% \$ 39.5 1.00% 0.91% 0.06%	\$ 1.0000	\$ 1.0000	\$ 1.0000 0.0294 (0.0294) \$ 1.0000 ======== 2.98%  \$ 28.9 1.01% 1.01% 2.94%
``` FLORIDA TAX-EXEMPT FUND Net asset value at   beginning of year  Net investment income Dividends from net   investment income  Net asset value at   end of year  Total Return  RATIOS/SUPPLEMENTAL DATA Net assets end of year   (millions) Ratio of expenses to   average net assets Ratio of expenses to   average net assets   net of fee waivers Ratio of net investment   income to average   net assets ```  ~~MASSACHUSETTS TAX-EXEMPT FUND Net asset value at  beginning of year~~	ENDED NOV. 30, 2005	\$ 1.0000 0.0072 (0.0072) \$ 1.0000	\$ 1.0000 (0.0006) \$ 1.0000 \$ 1.0000 \$ 1.0000 \$ 39.5 1.00% 0.91% 0.06% YE	\$ 1.0000	\$ 1.0000	\$ 1.0000

Net asset value at						
end of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Total Return	0.74%	0.68%	0.06%	0.30%	0.99%	2.85%
RATIOS/SUPPLEMENTAL DATA						
Net assets end of year (millions)	\$ 18.8	\$ 22.2	\$ 17.8	\$ 20.8	\$ 21.0	\$ 18.8
Ratio of expenses to average net assets	1.00%(a)	1.01%	1.01%	1.00%	1.00%	1.00%
Ratio of expenses to average net assets						
net of fee waivers Ratio of net investment	1.00%(a)	1.00%	0.88%	0.98%	1.00%	1.00%
<pre>income to average   net assets </pre>						

 1.45%(a) | 0.69% | 0.06% | 0.30% | 0.99% | 2.79% ||  | 90 |  |  |  |  |  |
	SIX MONTH					
	ENDED NOV. 30,				·	
	2005	2005	2004	2003	2002	2001
``` MICHIGAN TAX-EXEMPT FUND ```						
Net asset value at beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income	0.0074	0.0069	0.0006	0.0029	0.0080	0.0276
Dividends from net						
investment income	(0.0074)	(0.0069)	(0.0006)	(0.0029)	(0.0080)	(0.0276)
Net asset value at end of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Total Return	0.74%	0.70%	0.06%	0.29%	0.81%	2.83%
RATIOS/SUPPLEMENTAL DATA						
Net assets end of year (millions)	\$ 14.2	\$ 16.6	\$ 12.1	\$ 7.9	\$ 8.5	\$ 4.8
Ratio of expenses to average net assets	1.00%(a)	1.01%	1.00%	1.00%	1.01%	1.00%
Ratio of expenses to	1.000(a)	1.010	1.000	1.000	1.010	1.000
average net assets net of fee waivers Ratio of net investment	1.00%(a)	1.00%	0.91%	0.98%	1.00%	1.00%
income to average net assets	1.46%(a)	0.77%	0.06%	0.29%	0.64%	2.76%
	SIX MONTH ENDED		YE.	ARS ENDED MAY 31	. ,	
	NOV. 30, 2005	2005	2004	2003	2002	2001
<\$>						
NEW JERSEY TAX-EXEMPT FUND Net asset value at						
beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income	0.0072	0.0068	0.0006	0.0029	0.0101	0.0277
Dividends from net investment income	(0.0072)	(0.0068)	(0.0006)	(0.0029)	(0.0101)	(0.0277)
Net asset value at						
end of year	\$ 1.0000 ======	\$ 1.0000 ======		\$ 1.0000 ======		\$ 1.0000 ======
Total Return	0.72%	0.68%	0.06%	0.29%	1.01%	2.83%
RATIOS/SUPPLEMENTAL DATA Net assets end of year						
(millions) Ratio of expenses to	\$ 50.5	\$ 45.0	\$ 50.2	\$ 56.0	\$ 57.5	\$ 52.9
average net assets Ratio of expenses to	1.00%(a)	1.00%	1.00%	1.00%	1.01%	1.01%
average net assets	1 00%/-1	0.000	0.070	0.070	1 010	1 010
net of fee waivers Ratio of net investment	1.00%(a)	0.99%	0.87%	0.97%	1.01%	1.01%
income to average net assets	1.43%(a)	0.66%	0.06%	0.28%	0.94%	2.77%
	91					
	SIX MONTH					
	ENDED NOV. 30,			CARS ENDED MAY 31	.,	
	1104. 30,					

	2005	2005	2004	2003	2002	2001
<s></s>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>
OHIO TAX-EXEMPT FUND Net asset value at						
beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income Dividends from net	0.0075	0.0071	0.0006	0.0030	0.0082	0.0281
investment income	(0.0075)	(0.0071)	(0.0006)	(0.0030)	(0.0082)	(0.0281)
Net asset value at end of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Total Return	0.75%	0.71%	0.06%	0.30%	0.83%	2.88%
RATIOS/SUPPLEMENTAL DATA						
Net assets end of year (millions)	\$ 20.4	\$ 19.0	\$ 10.9	\$ 10.4	\$ 5.7	\$ 8.1
Ratio of expenses to			,	•		
average net assets Ratio of expenses to average net assets	1.00%(a)	1.00%	1.01%	1.00%	1.01%	1.00%
net of fee waivers Ratio of net investment income to average	1.00%(a)	1.00%	0.92%	0.99%	1.01%	1.00%
net assets	1.50%(a)	0.79%	0.06%	0.29%	0.81%	2.81%
<caption></caption>	SIX MONTH					
	ENDED NOV. 30,			ARS ENDED MAY 31		
	2005	2005	2004	2003	2002	2001
<s> PENNSYLVANTA TAX-EXEMPT FUND</s>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>
Net asset value at beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income	0.0076	0.0070	0.0007	0.0036	0.0097	0.0287
Dividends from net investment income	(0.0076)	(0.0070)	(0.0007)	(0.0036)	(0.0097)	(0.0287)
Net asset value at						
end of year	\$ 1.0000 ======	\$ 1.0000 ======	\$ 1.0000 =====	\$ 1.0000 ======	\$ 1.0000 ======	\$ 1.0000 ======
Total Return	0.76%	0.70%	0.07%	0.36%	0.97%	2.97%
RATIOS/SUPPLEMENTAL DATA Net assets end of year						
(millions) Ratio of expenses to	\$ 49.9	\$ 44.7	\$ 46.1	\$ 40.6	\$ 51.5	\$ 34.1
average net assets	1.00%(a)	1.00%	1.00%	1.00%	1.01%	1.00%
Ratio of expenses to average net assets						
net of fee waivers Ratio of net investment	1.00%(a)	1.00%	0.93%	1.00%	1.01%	1.00%
income to average net assets	1.52%(a)	0.70%	0.07%	0.34%	0.89%	2.87%

							92					
	SIX MONTH											
	ENDED NOV. 30,			ARS ENDED MAY 31								
	2005	2005	2004	2003	2002	2001						
~~VIRGINIA TAX-EXEMPT FUND Net asset value at~~												
beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000						
Net investment income	0.0070	0.0067	0.0006	0.0025	0.0069	0.0253						
Dividends from net investment income	(0.0070)	(0.0067)	(0.0006)	(0.0025)	(0.0069)	(0.0253)						
Net asset value at end of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000						
Total Return	0.71%	0.67%	0.06%	0.25%	0.69%	======================================						
RATIOS/SUPPLEMENTAL DATA												
Net assets end of year (millions) Ratio of expenses to	\$ 14.1	\$ 13.7	\$ 11.0	\$ 11.3	\$ 13.0	\$ 6.7						
average net assets Ratio of expenses to	1.00%(a)	1.00%	1.00%	1.00%	1.01%	1.00%						
average net assets net of fee waivers Ratio of net investment income to average	1.00%(a)	1.00%	0.90%	0.95%	0.99%	1.00%						

net assets		1.41%(a)		0.70%		0.06%		0.24%		0.60%		2.53%
<caption></caption>	SIX MO											
	NOV.	30,										
·O·	200		200			004		003	2001			1001
<pre><s> NEW YORK TAX-EXEMPT FUND Net asset value at</s></pre>	<c></c>		<c></c>		<c></c>		<c></c>		<c></c>		<c></c>	
beginning of year	\$ 1	1.0000	\$ 1			1.0000	\$	1.0000	\$ 1	.0000	\$	1.0000
Net investment income Dividends from net	(	0.0070	0	.0067		0.0006		0.0034	0	.0095		0.0281
investment income	( (	0.0070)	(0	.0067)		(0.0006)		(0.0034)	(0	.0095)		(0.0281)
Net asset value at end of year	\$ 1	1.0000	\$ 1	.0000	\$	1.0000	\$	1.0000	\$ 1	.0000	\$	1.0000
Total Return	======	0.70%	======	0.67%	=====	0.06%	=====	0.34%	======	0.95%	=====	2.87%
RATIOS/SUPPLEMENTAL DATA												
Net assets end of year (millions)	\$	174.1	\$	164.4	\$	172.6	\$	228.4	\$ :	234.4	\$	281.6
Ratio of expenses to average net assets Ratio of expenses to		1.00%(a)		1.02%		1.02%		1.00%		1.01%		1.01%
average net assets net of fee waivers Ratio of net investment		1.00%(a)		1.01%		0.89%		0.99%		1.01%		1.01%
income to average net assets 												

1.39%(a)		0.66%		0.06%		0.34%		0.94%		2.81%				93										
		SIX MON	ATTUC.							7.0	RIL 17,													
		ENDEI NOV.	)			YEARS E				20	02\* TO AY 31,													
		2005	5		2005		2004		2003		A1 31, 2002													
												·~~-~~												
LOUISIANA MUNICIPAL MONEY-MARK Net asset value at beginning o		ė 1	0000	ć	1 000	0 6	1 0000		1 0000	Ċ	1 000	10												
period				\$	1.0000		1.0000		1.0000	\$	1.000	-												
Net investment income Dividends from net investment			.0086		0.006		0.0007		0.0032		0.001													
income					(0.006		(0.0007		(0.0032)		(0.001	-												
Net asset value at end of peri	od	\$ 1.			1.0000	= ====	1.0000	====	1.0000		1.000	:=												
Total Return			0.86%		0.6	5%	0.0	7%	0.32%		0.1	.4%												
RATIOS/SUPPLEMENTAL DATA Net assets end of period (mill Ratio of expenses to average	ions)	\$	1.3	\$	0.3	·	0.2		0.1	\$	0.													
net assets Ratio of expenses to average			1.00%(a)		1.0		1.00		1.00%			14%(a)												
net assets net of fee waiver Ratio of net investment income			0.49%(a)			0%						10%(a)												
average net assets			1.97%(a)		0.74	4%	0.06	5%	0.32%		1.1	.5%(a)												
		SIX MON ENDEI				YEARS E	NDED MAY	7 31			RIL 17, 02\* TO													
		NOV. 3	30,						2003	M	AY 31, 2002													
<\$>												-												
MINNESOTA MUNICIPAL MONEY-MARK Net asset value at beginning o																								
period	\_	\$ 1.			1.0000		1.0000		1.0000		1.000													
Net investment income Dividends from net investment			.0069		0.006		0.0006		0.0044		0.001	.7												
income		( 0 )	.0069)		(0.006		(0.0006		(0.0044)		(0.001													
Net asset value at end of peri	od		.0000	\$	1.0000	0 \$	1.0000	\$	1.0000	\$	1.000	10												
Total Return			0.70%	=	0.6		0.06		0.44%		0.1													
RATIOS/SUPPLEMENTAL DATA Net assets end of period (mill Ratio of expenses to average	ions)	\$	2.4	\$	1.4	4 \$	0.6	5 \$	0.2	\$	0.	1												
net assets Ratio of expenses to average			1.00%(a)		1.00	0%	1.03	L%	1.00%		1.0	14%(a)												
net assets net of fee waiver Ratio of net investment income			0.95%(a)		0.99	9%	0.78	3%	0.69%		0.0	10%(a)												
average net assets 1.41%(a) 0.78% 0.06% 0.43% 1.40%(a) </Table>

Inception of Class Operations.

(a) Annualized.

Amount is less than \$50,000.

### (9) OTHER MATTERS

Management has determined that certain of the Funds' service contracts and distribution plans have lapsed due to an administrative error. RMCI is taking all necessary steps to remedy this, including obtaining Board and shareholder approval of the retention of fees paid and the approval of new service contracts and distribution plans.

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#### EXPENSE EXAMPLE

As a shareholder of a Fund, you incur two types of costs: (1) transaction/redemption fees; and (2) ongoing costs, including management fees; distribution and/or service (12b-1) fees; and other Fund expenses. This Example is intended to help you understand your ongoing costs (in dollars) of investing in a Fund and to compare these costs with the ongoing costs of investing in other mutual funds.

The Example is based on an investment of \$1,000 invested at June 1, 2005 and held for the entire period ending November 30, 2005.

#### ACTUAL EXPENSES

The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

#### HYPOTHETICAL EXAMPLE FOR COMPARISON PURPOSES

The second line of the table below provides information about hypothetical account values and hypothetical expenses based on each Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the actual return for any of the Funds. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in each Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as sales charges (loads), redemption fees, or exchange fees. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

<Table>

<Caption>

	BEGINNING ACCOUNT VALUE JUNE 1, 2005	ENDING ACCOUNT VALUE NOVEMBER 30, 2005	EXPENSES PAID DURING PERIOD*
<s></s>	<c></c>	<c></c>	<c></c>
PRIMARY FUND CLASS R			
Actual	\$ 1,000.00	\$ 1,006.52	\$ 5.01
Hypothetical	\$ 1,000.00	\$ 1,019.81	\$ 5.26

 $^{\star}$  Expenses are equal to the Fund's expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

PRIMARY FUND CLASS 95

\$ 1.000.00 \$ 1.006.67 \$ 4.76 Actual Hypothetical \$ 1,000.00

Expenses are equal to the Fund's expense ratio of 0.95%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period)

</Table>

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<Page>

<Caption>

	BEGINNING ACCOUNT VALUE JUNE 1, 2005	ENDING ACCOUNT VALUE NOVEMBER 30, 2005	EXPENSES PAID DURING PERIOD*
<s></s>	<c></c>	<c></c>	<c></c>
PRIMARY FUND CLASS 75			
Actual	\$ 1,000.00	\$ 1,007.17	\$ 3.76
Hypothetical	\$ 1,000.00	\$ 1,021.12	\$ 3.95

\* Expenses are equal to the Fund's expense ratio of 0.75%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

PRIMARY FUND CLASS 70

Actual \$ 1,000.00 \$ 1,007.32 \$ 3.51 Hypothetical \$ 1,000.00 \$ 1,021.38 \$ 3.69

\* Expenses are equal to the Fund's expense ratio of 0.70%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

PRIMARY FUND CLASS TREASURER'S TRUST

Actual \$ 1,000.00 \$ 1,007.57 \$ 3.01 Hypothetical \$ 1,000.00 \$ 1,021.91 \$ 3.16

\* Expenses are equal to the Fund's expense ratio of 0.60%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

PRIMARY FUND CLASS 45

Actual \$ 1,000.00 \$ 1,007.92 \$ 2.26 Hypothetical \$ 1,000.00 \$ 1,022.70 \$ 2.37

\* Expenses are equal to the Fund's expense ratio of 0.45%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

PRIMARY FUND CLASS 35

Actual \$ 1,000.00 \$ 1,008.22 \$ 1.75 Hypothetical \$ 1,000.00 \$ 1,023.23 \$ 1.84

\* Expenses are equal to the Fund's expense ratio of 0.35%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

PRIMARY FUND CLASS 25

Actual \$ 1,000.00 \$ 1,008.47 \$ 1.25 Hypothetical \$ 1,000.00 \$ 1,023.75 \$ 1.32

\* Expenses are equal to the Fund's expense ratio of 0.25%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

PRIMARY FUND CLASS 20

Actual \$ 1,000.00 \$ 1,008.57 \$ 1.00 Hypothetical \$ 1,000.00 \$ 1,024.02 \$ 1.05

\* Expenses are equal to the Fund's expense ratio of 0.20%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

PRIMARY FUND CLASS 15

Actual \$ 1,000.00 \$ 1,008.72 \$ 0.75 Hypothetical \$ 1,000.00 \$ 1,024.28 \$ 0.79

\* Expenses are equal to the Fund's expense ratio of 0.15%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

</Table>

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<Page>

<Table> <Caption>

	BEGINNING ACCOUNT VALUE	ENDING ACCOUNT VALUE	EXPENSES PAID
	JUNE 1, 2005	NOVEMBER 30, 2005	DURING PERIOD*
<s></s>	<c></c>	<c></c>	<c></c>
PRIMARY FUND CLASS 12			
Actual	\$ 1,000.00	\$ 1,008.77	\$ 0.60
Hypothetical	\$ 1,000.00	\$ 1,024.44	\$ 0.63

\* Expenses are equal to the Fund's expense ratio of 0.12%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

PRIMARY FUND CLASS 8

Actual \$ 1,000.00 \$ 1,008.87 \$ 0.40 Hypothetical \$ 1,000.00 \$ 1,024.65 \$ 0.42

\* Expenses are equal to the Fund's expense ratio of 0.08%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

U.S. GOVERNMENT FUND CLASS R

Actual \$ 1,000.00 \$ 1,006.47 \$ 5.01 Hypothetical \$ 1,000.00 \$ 1,019.81 \$ 5.26

\* Expenses are equal to the Fund's expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

U.S. GOVERNMENT FUND CLASS TREASU Actual Hypothetical	RER'S TRUST \$ 1,000.00 \$ 1,000.00	\$ 1,007.47 \$ 1,021.91	\$ 3.01 \$ 3.16
* Expenses are equal to the Fund average account value over the one-half year period).			
U.S. GOVERNMENT FUND CLASS 45 Actual Hypothetical	\$ 1,000.00 \$ 1,000.00	\$ 1,007.87 \$ 1,022.70	\$ 2.26 \$ 2.37
* Expenses are equal to the Fund average account value over the one-half year period).			
U.S. GOVERNMENT FUND CLASS 25 Actual Hypothetical	\$ 1,000.00 \$ 1,000.00	\$ 1,008.37 \$ 1,023.75	\$ 1.25 \$ 1.32
* Expenses are equal to the Fund average account value over the one-half year period).			
U.S. GOVERNMENT FUND CLASS 15 Actual Hypothetical	\$ 1,000.00 \$ 1,000.00	\$ 1,008.62 \$ 1,024.28	\$ 0.75 \$ 0.79
* Expenses are equal to the Fund average account value over the one-half year period).			
U.S. GOVERNMENT FUND CLASS 12 Actual Hypothetical	\$ 1,000.00 \$ 1,000.00	\$ 1,008.72 \$ 1,024.44	\$ 0.60 \$ 0.63
* Expenses are equal to the Fund average account value over the one-half year period). 			

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	ING ACCOUNT VALUE	ENDING ACCOUNT VALUE BY	PENSES PAID			
J		NOVEMBER 30, 2005 DUR				
J ~~U.S. GOVERNMENT FUND CLASS 8~~	UNE 1, 2005	NOVEMBER 30, 2005 DUR	ING PERIOD\*			
J ~~U.S. GOVERNMENT FUND CLASS 8~~	UNE 1, 2005	NOVEMBER 30, 2005 DUR  \$ 1,008.82 \$ 1,024.65  0.08%, multiplied by the	ING PERIOD\* \$ 0.40 \$ 0.42			
```  ```  ``` ``` ``` ``` ```  ```    ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ```  UNE 1, 2005	NOVEMBER 30, 2005 DUR	ING PERIOD*  $ 0.40 $ 0.42	``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ```			
``` U.S. GOVERNMENT FUND CLASS 8 Actual Hypothetical  * Expenses are equal to the Fund average account value over the one-half year period). ```	UNE 1, 2005	NOVEMBER 30, 2005 DUR  \$ 1,008.82 \$ 1,024.65  0.08%, multiplied by the	ING PERIOD\* \$ 0.40 \$ 0.42			
``` U.S. GOVERNMENT FUND CLASS 8 Actual Hypothetical  * Expenses are equal to the Fund average account value over the one-half year period).  U.S. TREASURY FUND CLASS R Actual ```	UNE 1, 2005	NOVEMBER 30, 2005 DUR  CC> \$ 1,008.82 \$ 1,024.65  0.08%, multiplied by the by 183/365 (to reflect the standard of the standard	\*\*S 5.01 \$ 5.26			
``` U.S. GOVERNMENT FUND CLASS 8 Actual Hypothetical  * Expenses are equal to the Fund average account value over the one-half year period).  U.S. TREASURY FUND CLASS R Actual Hypothetical  * Expenses are equal to the Fund average account value over the average account value over the ```	UNE 1, 2005	NOVEMBER 30, 2005 DUR  CC> \$ 1,008.82 \$ 1,024.65  0.08%, multiplied by the by 183/365 (to reflect the standard	\*\*S 5.01 \$ 5.26			
``` U.S. GOVERNMENT FUND CLASS 8 Actual Hypothetical  * Expenses are equal to the Fund average account value over the one-half year period).  U.S. TREASURY FUND CLASS R Actual Hypothetical  * Expenses are equal to the Fund average account value over the one-half year period).  U.S. TREASURY FUND CLASS 75 Actual Hypothetical ```	UNE 1, 2005	NOVEMBER 30, 2005 DUR  CC> \$ 1,008.82 \$ 1,024.65  0.08%, multiplied by the by 183/365 (to reflect the standard	\*\*S 0.40			
```  ```	UNE 1, 2005	NOVEMBER 30, 2005 DUR  CC> \$ 1,008.82 \$ 1,024.65  0.08%, multiplied by the by 183/365 (to reflect the standard	\* 5.01 \$ 5.26 \$ 3.76 \$ 3.95			
```  ```	UNE 1, 2005  CC> \$ 1,000.00 \$ 1,000.00 's expense ratio of period, multiplied  \$ 1,000.00 \$ 1,000.00 's expense ratio of period, multiplied  \$ 1,000.00 's expense ratio of period, multiplied  \$ 1,000.00 \$ 1,000.00 's expense ratio of period, multiplied	NOVEMBER 30, 2005 DUR  CC> \$ 1,008.82 \$ 1,024.65  0.08%, multiplied by the by 183/365 (to reflect the standard	\* 5.01 \$ 5.26 \$ 3.76 \$ 3.95			
``` U.S. GOVERNMENT FUND CLASS 8 Actual Hypothetical  * Expenses are equal to the Fund average account value over the one-half year period).  U.S. TREASURY FUND CLASS R Actual Hypothetical  * Expenses are equal to the Fund average account value over the one-half year period).  U.S. TREASURY FUND CLASS 75 Actual Hypothetical  * Expenses are equal to the Fund average account value over the one-half year period).  U.S. TREASURY FUND CLASS 75 Actual  * Expenses are equal to the Fund average account value over the one-half year period).  U.S. TREASURY FUND CLASS TREASURE Actual ```	UNE 1, 2005  CC> \$ 1,000.00 \$ 1,000.00 's expense ratio of period, multiplied  \$ 1,000.00 \$ 1,000.00 's expense ratio of period, multiplied  \$ 1,000.00 's expense ratio of period, multiplied  \$ 1,000.00 \$ 1,000.00 's expense ratio of period, multiplied  R'S TRUST \$ 1,000.00 \$ 1,000.00 's expense ratio of period, multiplied	NOVEMBER 30, 2005 DUR  CC> \$ 1,008.82 \$ 1,024.65  0.08%, multiplied by the by 183/365 (to reflect the by 183/365) (to reflect the by 183/365), multiplied by the by 183/365), multiplied by the	\$ 0.40 \$ 0.42 \$ 5.01 \$ 5.26 \$ 3.76 \$ 3.95			
```  ```  ```  ```  ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ```  UNE 1, 2005  CC> $ 1,000.00 $ 1,000.00 's expense ratio of period, multiplied  $ 1,000.00 $ 1,000.00 's expense ratio of period, multiplied  $ 1,000.00 's expense ratio of period, multiplied  $ 1,000.00 $ 1,000.00 's expense ratio of period, multiplied  R'S TRUST $ 1,000.00 $ 1,000.00 's expense ratio of period, multiplied	NOVEMBER 30, 2005 DUR  CO> $ 1,008.82 $ 1,024.65  0.08%, multiplied by the by 183/365 (to reflect the by 183/365)  1.00%, multiplied by the by 183/365 (to reflect the by 183/365)  $ 1,006.22 $ 1,021.12  0.75%, multiplied by the by 183/365 (to reflect the by 183/365)  $ 1,006.62 $ 1,021.91  0.60%, multiplied by the by 183/365 (to reflect the by 183/365)	**S	``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ``` ```			
	UNE 1, 2005  CC> \$ 1,000.00 \$ 1,000.00 's expense ratio of period, multiplied  R'S TRUST \$ 1,000.00 \$ 1,000.00 's expense ratio of period, multiplied  \$ 1,000.00 's expense ratio of period, multiplied  \$ 1,000.00 's expense ratio of period, multiplied	NOVEMBER 30, 2005 DUR  CC> \$ 1,008.82 \$ 1,024.65  0.08%, multiplied by the by 183/365 (to reflect the by 183/365) (to reflect the by 183/365), multiplied by the by 183/365, multiplied by the	\$ 0.40 \$ 0.42 \$ 5.01 \$ 5.26 \$ 3.76 \$ 3.95 \$ 3.16			
	UNE 1, 2005  CC> \$ 1,000.00 \$ 1,000.00 's expense ratio of period, multiplied  R'S TRUST \$ 1,000.00 \$ 1,000.00 's expense ratio of period, multiplied  \$ 1,000.00 's expense ratio of period, multiplied  \$ 1,000.00 's expense ratio of period, multiplied	NOVEMBER 30, 2005 DUR  CC> \$ 1,008.82 \$ 1,024.65  0.08%, multiplied by the by 183/365 (to reflect the by 183/365) (to reflect the by 183/365), multiplied by the by 183/365, multiplied by the	\$ 0.40 \$ 0.42 \$ 5.01 \$ 5.26 \$ 3.76 \$ 3.95 \$ 3.16			
average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

U.S. TREASURY FUNI	CLASS 12
--------------------	----------

\$ 1,000.00 \$ 1,007.82 Actual \$ 0.60 \$ 1,000.00 \$ 1,024.44 \$ 0.63 Hypothetical

 $^\star$  Expenses are equal to the Fund's expense ratio of 0.12%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

U.S. TREASURY FUND CLASS 8

Actual \$ 1,000.00 \$ 1,007.93 \$ 0.40 Hypothetical \$ 1,000.00 \$ 1,024.65 \$ 0.42

\* Expenses are equal to the Fund's expense ratio of 0.08%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period). </Table>

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<page></page>			
<table> <caption></caption></table>	BEGINNING ACCOUNT VALUE	ENDING ACCOUNT VALUE	EXPENSES PAID
	MAY 31, 2005	NOVEMBER 30, 2005	DURING PERIOD*
<\$>	<c></c>	<c></c>	<c></c>
INTERSTATE TAX-EXEMPT CLAS Actual Hypothetical	\$ 1,000.00 \$ 1,000.00	\$ 1,003.71 \$ 1,019.81	\$ 5.01 \$ 5.26
	he Fund's annualized expenses account value over the one-half year period).		
INTERSTATE TAX-EXEMPT TREA	SURER'S TRUST		
Actual Hypothetical	\$ 1,000.00 \$ 1,000.00	\$ 1,004.76 \$ 1,021.91	\$ 3.01 \$ 3.16
			Ų 3.10
* Expenses are equal to t multiplied by the avera 183/365 (to reflect the	ge account value over the		
INTERSTATE TAX-EXEMPT CLAS			
Actual Hypothetical	\$ 1,000.00	\$ 1,004.36 \$ 1,021.12	\$ 3.76 \$ 3.95
			Ų 3.93
	he Fund's annualized expenses ge account value over the one-half year period).		
INTERSTATE TAX- EXEMPT CLA	SS 70		
Actual Hypothetical	\$ 1,000.00 \$ 1,000.00	\$ 1,004.46 \$ 1,021.38	\$ 3.51 \$ 3.69
* Expenses are equal to t multiplied by the avera		nse ratio of 0.70%,	·
INTERSTATE TAX- EXEMPT CLA			
Actual	\$ 1,000.00	\$ 1,005.11 \$ 1,022.70	\$ 2.26
Hypothetical	\$ 1,000.00	\$ 1,022.70	\$ 2.37
	he Fund's annualized exper ge account value over the one-half year period).		
INTERSTATE TAX- EXEMPT CLA	SS 25		
Actual	\$ 1,000.00	\$ 1,005.62 \$ 1,023.75	\$ 1.25
Hypothetical	\$ 1,000.00	\$ 1,023.75	\$ 1.32
	he Fund's annualized expended account value over the one-half year period).		
INTERSTATE TAX- EXEMPT CLA	SS 15		
Actual Hypothetical	\$ 1,000.00 \$ 1,000.00	\$ 1,005.87 \$ 1,024.28	\$ 0.75 \$ 0.79
	he Fund's annualized expenses account value over the one-half year period).		
INTERSTATE TAX- EXEMPT CLA	SS 12		
Actual	\$ 1,000.00	\$ 1,005.97 \$ 1,024.44	\$ 0.60
Hypothetical	\$ 1,000.00	\$ 1,024.44	\$ U.63

183/365 (to reflect the one-half year period).

</Table>

Expenses are equal to the Fund's annualized expense ratio of 0.12%, multiplied by the average account value over the period, multiplied by

<	P	a	q	e	>

<Table> <Caption>

<caption></caption>			
	BEGINNING ACCOUNT VALUE MAY 31, 2005	ENDING ACCOUNT VALUE NOVEMBER 30, 2005	EXPENSES PAID DURING PERIOD*
<s> INTERSTATE TAX- EXEMPT CLA</s>	<c> ASS 8</c>	<c></c>	<c></c>
Actual Hypothetical	\$ 1,000.00 \$ 1,000.00	\$ 1,006.07 \$ 1,024.65	\$ 0.40 \$ 0.42
	the Fund's annualized expe age account value over the e one-half year period).		
CALIFORNIA TAX-EXEMPT	* 1 000 00	* 1 000 56	* 5 01
Actual Hypothetical	\$ 1,000.00	\$ 1,003.56 \$ 1,019.81	\$ 5.01
183/365 (to reflect the	the Fund's annualized expe age account value over the e one-half year period).		
CONNECTICUT TAX-EXEMPT			
Actual Hypothetical	\$ 1,000.00 \$ 1,000.00	\$ 1,003.56 \$ 1,019.81	\$ 5.01 \$ 5.26
	the Fund's annualized expe age account value over the e one-half year period).		
FLORIDA TAX-EXEMPT Actual	¢ 1 000 00	ë 1 003 R1	¢ 5 01
Hypothetical	\$ 1,000.00 \$ 1,000.00	\$ 1,003.81	\$ 5.26
	the Fund's annualized expeage account value over the cone-half year period).		
MASSACHUSETTS TAX-EXEMPT Actual Hypothetical	\$ 1,000.00	\$ 1,003.71	\$ 5.01
Hypothetical	\$ 1,000.00	\$ 1,019.81	\$ 5.26
multiplied by the avera	the Fund's annualized expe age account value over the e one-half year period).		
MICHIGAN TAX-EXEMPT Actual	\$ 1 000 00	¢ 1 003 71	\$ 5 N1
Hypothetical	\$ 1,000.00	\$ 1,003.71 \$ 1,019.81	\$ 5.26
	the Fund's annualized expeage account value over the one-half year period).		
NEW JERSEY TAX-EXEMPT Actual Hypothetical	¢ 1 000 00	¢ 1 003 61	¢ 5 01
Hypothetical	\$ 1,000.00	\$ 1,003.01	\$ 5.26
	the Fund's annualized expe age account value over the e one-half year period).		
OHIO TAX-EXEMPT Actual	\$ 1,000.00	\$ 1,003.76	\$ 5.01
Hypothetical	\$ 1,000.00	\$ 1,019.81	\$ 5.26
multiplied by the avera	the Fund's annualized expended account value over the cone-half year period).		
<page></page>	100		
<table> <caption></caption></table>			
-	BEGINNING ACCOUNT VALUE MAY 31, 2005		
<s> PENNSYLVANIA TAX-EXEMPT</s>	<c></c>	<c></c>	<c></c>
Actual Hypothetical	\$ 1,000.00 \$ 1,000.00	\$ 1,003.81 \$ 1,019.81	\$ 5.01 \$ 5.26
* Expenses are equal to t multiplied by the avera		nse ratio of 1.00%,	

 $^{\star}$  Expenses are equal to the Fund's annualized expense ratio of 1.00%,

\$ 1,000.00 \$ 1,000.00

VIRGINIA TAX-EXEMPT

Actual Hypothetical

\$ 1,003.56 \$ 1,019.81

\$ 5.01 \$ 5.26

multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

NEW YORK TAX-EXEMPT

Actual \$ 1,000.00 \$ 1,003.51 \$ 5.01 Hypothetical \$ 1,000.00 \$ 1.019.81 \$ 5.26

Expenses are equal to the Fund's annualized expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

LOUISTANA MUNICIPAL MONEY-MARKET FUND

\$ 1,000.00 \$ 1.006.12 \$ 2.46 \$ 1,000.00 \$ 2.58 Hypothetical \$ 1,022.49

Expenses are equal to the Fund's annualized expense ratio of 0.49%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

MINNESOTA MUNICIPAL MONEY-MARKET FUND

\$ 1,000.00 \$ 1,003.76 \$ 4.76 \$ 5.00 Actual Hypothetical \$ 1.000.00 \$ 1.020.07

Expenses are equal to the Fund's annualized expense ratio of 0.95%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

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#### AVAILABILITY OF PROXY VOTING INFORMATION

The day-to-day investment management decisions of each Fund are the responsibility of that Fund's investment adviser, Reserve Management Company, Inc. ("RMCI"). RMCI shall be primarily responsible for determining how to vote proxies with respect to companies in which the respective Fund invests and for the ongoing review and evaluation of its own proxy voting policies and corresponding compliance with applicable law.

RMCI's proxy voting policies and procedures, as well as information about how a particular proxy was voted, may be obtained without charge by calling 888-823-2867 to request a copy or by visiting the SEC's website at www.sec.gov. Information regarding how each Fund voted proxies relating to portfolio securities during the 12-month period ended June 30, 2005 is available on the SEC's website or by calling the toll-free number listed above.

### AVAILABILITY OF QUARTERLY PORTFOLIO SCHEDULE

The Funds file a complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Forms N-Q are available on the SEC's website at www.sec.gov and may be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

### APPROVAL OF "COMPREHENSIVE FEE" INVESTMENT MANAGEMENT AGREEMENTS

The Investment Management Agreements are renewed annually if approved by the Trustees and by a separate vote of a majority of the non-interested Trustees. Each Investment Management Agreement may be terminated without penalty, upon sixty (60) days' written notice by RMCI or by a vote of the Trustees or of a majority of the outstanding voting shares of a Fund. The Board met on June 30, 2005, to consider the approval of the Investment Management Agreements with RMCI. At that meeting, the Board had the opportunity to meet with the representatives of RMCI to determine whether each agreement is in the best interests of the respective Fund and its shareholders. The Board, including a majority of the Independent Trustees, so concluded and voted to recommend each Investment Management Agreement to the respective Fund's shareholders for their approval (where applicable).

## NATURE, EXTENT AND QUALITY OF SERVICE

The Board received and considered information regarding the nature, extent and quality of the advisory and other services provided to each Fund by RMCI. The Board considered the background and experience of RMCI's management and the expertise of personnel of RMCI with regard to investing in the type of securities in which the Funds invest. The Trustees concluded that the nature and extent of the services provided by RMCI under each Investment Management Agreement were necessary and appropriate for the conduct and the business and investment activities of each Fund. The Trustees also concluded that the quality of the advisory and administrative services was satisfactory.

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### COMPARATIVE FEE AND EXPENSES

The comprehensive management fee charged under each Investment Management Agreement encompasses all of the services necessary for the operation of the relevant Fund. Therefore, in evaluating the fee relative to other funds the Trustees thought the most appropriate comparison was to the respective expense ratios of the Funds. The Trustees compared each Fund's expense ratio to (i) the average expense ratio of all money market funds with similar investment objectives and policies; and (ii) the expense ratios of money market funds which are believed to be direct competitors of the Funds ("peer funds"), i.e., money

market funds which are distributed through third-party broker/dealers and other financial institutions which do not have their own proprietary money market funds. The Trustees noted that the expense ratio of the institutional classes of shares of each Fund was comparable to or lower than the average expense ratio of other money market funds as well as those of peer funds. They also noted that the expense ratios of the retail classes of shares were higher than the average of other money market funds but comparable to the expense ratios of peer funds. Based upon their review, the Trustees concluded that the fee payable under each Investment Management Agreement is competitive.

#### COMPARATIVE PERFORMANCE

The Trustees noted that each of the Funds slightly underperformed relative to other money market funds with similar objectives and policies. In this regard, the Trustees noted that the Funds generally invest in a more conservative and risk averse manner than their peers. For example, the Funds do not invest in commercial paper and typically have a shorter average maturity than many other money market funds. The Trustees concluded that, under the circumstances, the performance of the Funds was satisfactory.

#### PROFITABILITY

The Trustees received, analyzed and considered a profitability analysis of RMCI based on the fees paid and payable under each Investment Management Agreement, including any fee waivers or fee caps, and the costs incurred to provide required services, as well as other relationships between the Funds on the one hand and RMCI affiliates on the other. The Trustees concluded, with respect to each Fund, that RMCI's profitability was not excessive in light of the nature, extent and quality of the services provided and expected to be provided under Investment Management Agreements.

#### BREAKPOINTS AND ECONOMIES OF SCALE

As the comprehensive management fee is currently structured, fee levels do not reflect economies of scale that potentially could be realized as the Funds grow. The Trustees noted the potential benefits to shareholders of a comprehensive fee which would tend to limit increases in the Funds' expense ratios even if the costs of providing services increase and the related entrepreneurial risk assumed by RMCI through such an approach. Based on the foregoing, the Trustees concluded that the absence of breakpoints was reasonable.

#### OTHER BENEFITS

The Trustees concluded that RMCI does not realize any other quantifiable material benefits from its relationship with the Funds.

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No single factor reviewed by the Board was identified by the Board as the principal factor in determining whether to approve the Investment Management Agreements with respect to each Fund.

## SUBSEQUENT EVENTS

The Independent Trustees met on September 22, 2005 to reconsider their previous determinations regarding the Investment Management Agreements in light of certain deficiencies in internal controls identified by RMCI related to reconciling bank statements, monitoring compliance with certain Internal Revenue Code requirements and identifying and collecting amounts due certain of funds in the Reserve/Hallmark complex. The Independent Trustees were advised that these matters had previously been discussed with the Audit Committee and the Funds' independent auditors and that RMCI has instituted additional procedures to enhance its internal controls for the Funds and committed to continue to strengthen the Funds' overall control environment. The Independent Trustees were further advised that the identified deficiencies had no material impact to shareholders, fund net asset value or Fund performance.

The Independent Trustees expressed concern about the quality of certain non-advisory services provided by RMCI but were satisfied with steps RMCI had taken and had committed to take. Based on consideration of all factors they deemed relevant, including the steps taken by RMCI and RMCI's commitment to continue to strengthen the overall control environment, the Independent Trustees reaffirmed their previous determinations to approve the Investment Management Agreements.

# CHANGES IN ACCOUNTANTS

On September 29, 2005, PricewaterhouseCoopers LLP informed management that it was resigning as independent accountants for the Funds. PricewaterhouseCoopers LLP was previously engaged as the independent registered public accounting firm to audit the Funds' financial statements.

PricewaterhouseCoopers LLP issued reports on the Fund's financial statements as of May 31, 2004 and May 31, 2005. Such reports did not contain an adverse opinion or a disclaimer of opinion, nor were they qualified or modified as to uncertainty, audit scope, or accounting principles.

PricewaterhouseCoopers LLP's resignation was accepted by the Funds' Audit Committee and the Board of Trustees.

During the fiscal year ended May 31, 2004, the fiscal year ended May 31, 2005 and through September 29, 2005 there were no disagreements with PricewaterhouseCoopers LLP on any matter of accounting principles or practices, financial statement disclosure, or auditing scope or procedure, which

disagreements, if not resolved to the satisfaction of PricewaterhouseCoopers LLP, would have caused it to make reference to the subject matter of the disagreements in connection with its report. During the fiscal year ended May 31, 2004, the fiscal year ended May 31, 2005 and through September 29, 2005, none of the events enumerated in paragraphs (1)(v)(B) through (D) of Item 304(a) of Regulation S-K occurred.

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As part of its report dated September 26, 2005 filed as an exhibit to The Reserve Fund's Form N-SAR filed on September 28, 2005, PricewaterhouseCoopers, LLP advised management The Reserve Fund had failed to protect its assets by failing to identify and collect amounts due to The Reserve Fund. In addition, PricewaterhouseCoopers, LLP noted that bank accounts were not reconciled adequately and that procedures were not adequate to ensure compliance with Internal Revenue Code requirements necessary to eliminate tax at the fund level. These conditions have been corrected.

Additionally, as part of its report dated September 26, 2005 filed as an exhibit to the Form N-SAR filed on September 28, 2005 for Reserve Tax-Exempt Trust, Reserve New York Tax-Exempt Trust and Reserve Municipal Money Market Trust, PricewaterhouseCoopers, LLP advised management that certain bank accounts were not reconciled adequately and the procedures were not adequate to ensure compliance with Internal Revenue Code requirements necessary to eliminate tax at the Fund level. These conditions have been corrected.

The Funds have selected KPMG, LLP as their new auditors as of December 28, 2005.

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[THE RESERVE LOGO]
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SEMI-ANNUAL REPORT

PRIMARY FUND U.S. GOVERNMENT FUND U.S. TREASURY FUND OF THE RESERVE FUND

INTERSTATE TAX-EXEMPT FUND
CALIFORNIA TAX-EXEMPT FUND
CONNECTICUT TAX-EXEMPT FUND
FLORIDA TAX-EXEMPT FUND
MASSACHUSETTS TAX-EXEMPT FUND
MICHIGAN TAX-EXEMPT FUND
NEW JERSEY TAX-EXEMPT FUND
OHIO TAX-EXEMPT FUND
PENNSYLVANIA TAX-EXEMPT FUND
VIRGINIA TAX-EXEMPT FUND
OF THE RESERVE TAX-EXEMPT TRUST

NEW YORK TAX-EXEMPT FUND OF THE RESERVE NEW YORK TAX-EXEMPT TRUST

NOVEMBER 30, 2005

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THE RESERVE FUND -- PRIMARY FUND

## STATEMENT OF NET ASSETS -- NOVEMBER 30, 2005 (UNAUDITED)

<table></table>	,	
<caption> PRINCIPAL</caption>		VALUE
AMOUNT		(NOTE 1)
<s></s>	<c> NEGOTIABLE BANK CERTFICATES OF DEPOSIT 58.3%</c>	<c></c>
\$ 300,000,000 300,000,000 400,000,000 375,000,000 200,000,000 500,000,000 500,000,000	DOMESTIC 13.4%  Branch Banking And Trust, 4.03%, 12/08/05  First Tennessee Bank, NA, 4.02%, 12/1/05  First Tennessee Bank, NA, 4.28%, 1/30/06  Bank of America NA, 4.05%, 12/09/05  HSBC Bank USA, 4.06%, 5/16/06  Washington Mutual Bank FA, 4.08%, 5/31/06  Washington Mutual Bank , 4.03%, 12/05/05  Wells Fargo Bank, 4.02%, 12/01/05	\$ 300,000,000 300,000,000 400,000,000 375,000,000 200,000,000 500,000,000 500,000,000
		2,775,000,000
200,000,000 300,000,000 700,000,000 400,000,000 475,000,000 500,000,000 200,000,000 300,000,000 500,000,000 500,000,000 500,000,000 700,000,000 500,000,000 500,000,000 100,000,000 100,000,000 100,000,000 600,000,000	YANKEES 44.9% American Express Centurion, 4.02%, 12/01/05 Banco Bilbao Vizcaya AR, 4.02%, 12/01/05 Bank of Tokyo Mitsubishi, 4.30%, 1/30/06 Barclays Bank, 4.03%, 12/08/05 Barclays Bank, 4.275%, 1/30/06 BNP Paribas, 4.465%, 5/08/06 Calyon, 4.02%, 12/08/05 Canadian Imperial Bank of Commerce, 4.18%, 12/15/06 Credit Industriel et Com, 4.00%, 2/17/06 Credit Suisse First Boston, 3.995%, 2/23/06 Credit Suisse First Boston, 4.47%, 5/10/06 Deutsche Bank, 4.03%, 12/12/05 Deutsche Bank, 4.03%, 12/12/05 Deutsche Bank, 4.03%, 12/12/06 Mizuho Corp Bank, 4.31%, 1/27/06 Natexis Banques Populaires, 3.99%, 2/21/06 Royal Bank of Scotland, 4.29%, 4/21/06 Societe Generale, 4.035%, 12/13/05 Societe Generale, 4.30%, 4/21/06 Standard Chartered, 4.04%, 12/13/05 Standard Chartered, 4.05%, 5/09/06 Unicredito Italiano SpA, 4.28%, 1/30/06 UBS AG, 4.02%, 12/01/05	200,000,000 300,000,000 700,000,000 400,000,000 475,000,000 500,000,000 500,000,000 200,000,000 196,000,000 500,000,000 500,000,000 200,000,000 700,000,000 700,000,000 500,000,000 100,000,000 100,000,000 100,000,000 100,000,000 100,000,000 100,000,000 100,000,000 99,991,295 600,000,000
	Total Negotiable Bank Certificates of Deposit (Cost \$12,045,991,295)	12,045,991,295

			SEE NOTES TO FINANCIAL STATEMENTS.	
	1			
		VALUE		
AMOUNT		(NOTE 1)		
	EURO TIME DEPOSITS 0.4%			
\$ 75,000,000	Suntrust Bank, 4.00%, 12/01/05 Total Euro Time Deposits (Cost \$75,000,000)	\$ 75,000,000		
4,098,000,000	REPURCHASE AGREEMENTS 44.0% Bear Stearns & Co., Inc., 4.03%, dated 11/30/05, due 12/1//05, repurchase proceeds at maturity \$4,098,458,748 (collateralized by FGRA 0%, due 4/15/17 to 3/15/35 valued at \$1,186,025, FGRM 0% to 12% due 4/15/08 to 11/15/35 valued at \$2,483,913,837, FMRA 0% due 7/15/21 valued at \$2,487, FMRM 0% due 5/15/21 valued at \$2,423, FNMA 0% to 7.50% due 8/15/08 to 1/25/48 valued at \$122,250,652, FNR2 0% due 4/25/07 to 10/25/22 valued at \$873,118, FNR5 0% due 12/25/15 to 06/25/26 valued at \$8,130,566, FNRA 0% due 12/25/15 to 06/25/26 valued at \$6,581,896, FNRM 0% due 10/25/10 to 12/25/35 valued at \$1,435,501,631, GNRM 3.75% to 6.50% due 2/16/29 to 3/16/44 valued at \$212,369,949, GNRP 6% due 4/17/34 valued at \$1,358,490, GNRR 3.55% to 6.50% due 3/20/13 to 5/20/35 valued at \$15,919,171)	4,098,000,000		
3,500,000,000	Deutsche Bank Securities Inc., 4.03%, dated 11/30/05, due 12/1/05, repurchase proceeds at maturity \$3,500,391,806 (collateralized by FGRA 0% due 11/15/35 valued at \$204,526,988, FGRM 4.0% to 5.50% due 10/15/15 to 11/15/35 valued at \$755,536,141, FGPC 5% due 10/1/20 valued at \$85,595,758, FGST 0% to 5.398% due 12/1/34 to	3,050,000,000		

```
10/1/35 valued at $419,474,940, FMAR 3.673% to 4.77% due 4/1/33 to 6/1/35 valued at $16,148,429 FNAR 2.888% to 5.191% due 11/1/33 to 10/1/35 valued at
                         $651,670,124, FNMS 5.50% to 6.0% due 3/1/18 to
                         3/1/35 valued at $590,296,985, FNRM 5% to 5.5% due 3/25/19 to 9/25/24 valued at $295,959,031, FNST 0%
                         to 5% due 8/1/34 to 10/1/35 valued at $574,225,825,
                         GNRM 5.398% due 11/16/15 valued at $11,565,780)
  3,500,000,000
</Table>
                              SEE NOTES TO FINANCIAL STATEMENTS.
<Page>
<Table>
<Caption>
     PRINCIPAL
   VALUE
      AMOUNT
  (NOTE 1)
  <C>
                         REPURCHASE AGREEMENTS -- (CONTINUED)
                         Barclays Bank Inc., 4.03% dated 11/30/05, due
$ 1,500,000,000
                         12/1/05, repurchase proceeds at maturity
                         $1,500,167,917 (collateralized by FGPC 4.5% to 6.5% due 7/1/14 to 12/1/35 valued at $189,812,022, FGRA
                         0% to 4.92% due 7/15/17 to 9/15/35 valued at
                         \$41,736,647, FGRM 4.33\$ to 6\$ due 9/15/16 to 9/15/33 valued at \$219,174,867, FGST 6\$ due 2/1/35 valued at \$8,440,937, FMAR 4.674\$ to 5.612\$ due 7/1/30 to
                        $5,480,957, FMAR 4.074% to 5.612% due //1/30 to 11/1/35 valued at $52,780,767, FNAR 3.13% to 5.85% due 3/1/33 to 12/1/35 valued at $126,365,914, FNMS 4.5% to 7% due 8/1/12 to 12/1/35 valued at $648,489,261, FNRA 4.33% to 4.537% due 3/25/18 to
                         10/25/35 valued at $37,220,246, FNRM 4% to 6% due 10/25/13 to 6/25/35 valued at $177,239,617, GNRM 5%
                         to 6% due 10/20/30 to 1/16/34 valued at $43,316,891)
  $ 1,500,000,000
                         Total Repurchase Agreements (Cost $9,098,000,000)
  9,098,000,000
                         TOTAL INVESTMENTS (COST $21,218,991,295)
  102.7%
   21,218,991,295
                         COMPREHENSIVE MANAGEMENT FEES PAYABLE
  0.0^
  (191,813)
(36,935)
                         DISTRIBUTION (12b-1) FEES PAYABLE
  0.0^
                         OTHER ASSETS, LESS LIABILITIES
  (556,901,679)
   (2.7)
                         NET ASSETS
   100.0% $ 20,661,860,868
</Table>
                              SEE NOTES TO FINANCIAL STATEMENTS.
  3
<Page>
<Table>
  <C>
                         <S>
                         NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER
                         SHARE OF EACH CLASS BASED ON SHARES OF BENEFICIAL
                         INTEREST, $.001 PAR VALUE OUTSTANDING AND EQUIVALENT
                         TO THE NET ASSETS OF EACH CLASS:
                         6,615,527,055 SHARES CLASS R
  1.00
                         11,769,012 SHARES CLASS 95
                         94.871.176 SHARES CLASS 75
  1.00
                         18,403,245 SHARES CLASS 70
  1.00
                         709,408,033 SHARES CLASS TREASURER'S TRUST
  1.00
                         29,683,104 SHARES CLASS 45
  1.00
                         4,486,300 SHARES CLASS 35
  1.00
                         494.983.216 SHARES CLASS 25
  1.00
                         291,096,557 SHARES CLASS 20
  1.00
                         87,751,260 SHARES CLASS 15
  1.00
                         463,506,970 SHARES CLASS 12
  1.00
                         11,840,374,940 SHARES CLASS 8
</Table>
* Variable rate instrument.
                              SEE NOTES TO FINANCIAL STATEMENTS.
```

<Page>

## THE RESERVE FUND -- U.S. GOVERNMENT FUND

## STATEMENT OF NET ASSETS -- NOVEMBER 30, 2005 (UNAUDITED)

<pre><caption>     PRINCIPAL     AMOUNT</caption></pre>			VALUE (NOTE 1)
<s></s>	<c></c>		<c></c>
	Fannie Mae, 2.03%, 2/09/06 Fannie Mae, 2.25%, 2/28/06 Fannie Mae, 3.35%, 7/28/06 Federal Home Loan Mortgage Corp., 1.875%, 2/15/06		\$ 6,091,039 19,914,210 3,398,109 7,938,228 45,878,708 20,997,234
50,000,000 46,121,000			49,979,494 46,229,991
5,455,000			5,403,178
25,000,000	Federal National Mortgage Association, 4.0962%, 12/29/05		24,999,124
	Total Government Agency Notes (Cost \$230,829,315)		230,829,315
450,000,000 800,000,000	REPURCHASE AGREEMENTS 90.2% Bear Stearns & Co., Inc., 4.02%, dated 11/30/05, due 12/01/05, repurchase proceeds at maturity \$450,050,250 (collateralized by FGRM 4.50% due 01/15/29 to 05/15/34 valued at \$279,045,572, FNRM 0% due 03/25/29 to 08/25/35 valued at \$184,458,567) Deutsche Bank Securities Inc., 4.00%, dated 11/30/05, due 12/01/05, repurchase proceeds at maturity \$800,088,889 (collateralized by FNNT 3.00% due 12/15/06 to 07/10/23 valued at \$58,125,167, FNSM 3.125% due 01/12/07 to 03/15/13 valued at		450,000,000
80,000,000	\$83,012,362, FMNT 0% due 02/15/06 to 12/09/22 valued at \$116,451,587, FMDN 0% due 12/12/05 to 01/17/06 valued at \$22,399,705, FMFR 0% due 05/04/06 valued at \$10,065,020, FNPR 0% due 02/15/08 valued at \$10,065,020, FNPR 0% due 02/15/08 valued at \$13,546,800, FCOR 3.13% due 04/26/07 to 08/11/15 valued at \$42,338,421, FCSB 4.35% due 10/20/08 to 09/01/20 valued at \$45,788,874, FHLB 2.375% due 03/30/06 to 05/13/11 valued ar \$132,895,515, FHOR 0% due 10/19/06 to 11/16/15 valued at \$287,674,970) Deutsche Bank Securities Inc., 4.22%, dated 11/30/05, due 12/08/06, repurchase proceeds at maturity \$80,000,000 (collateralized by FMAR 5.048% due 10/01/33 valued at \$86,143,625)		800,000,000

 dae 10/01/33 varaca de 400/113/025/ |  | 00,000,000 ||  | SEE NOTES TO FINANCIAL STATEMENTS. |  |  |
	5		
			VALUE (NOTE 1)
<			
\$ 65,000,000	REPURCHASE AGREEMENTS (CONTINUED) State Street Bank & Trust Co., 3.125%, dated 11/30/05, due 12/01/05, repurchase proceeds at maturity \$65,007,078 (collateralized by FNMA 3.125% due 06/15/06 valued at \$66,302,657)		\$ 65,000,000
80,000,000	Barclays Bank Inc., 4.20%, dated 11/30/05, due 02/01/06, repurchase proceeds at maturity \$80,840,000 (collateralized by FGRA 4.47% due 07/15/35 valued at \$2,965,420, FGRM 5.00% due		, 03,000,000
622,000,000	12/01/05, repurchase proceeds at maturity \$622,069,284 (collateralized by FNAR 3.341% due 06/01/33 to 11/01/35 valued at \$37,559,800, FGRM 4.00% due 09/15/12 to 06/15/31 valued at \$201,670,940, FGRA 4.22% due 03/15/23 valued at \$15,638,947, FGPC 4.50% due 04/01/19 to 07/01/20 valued at \$35,352,403, FNRM 3.50% due 08/25/18 to 09/25/34 valued at \$61,973,137, FNMS 4.50% due 07/01/15 to 12/01/35 valued at \$247,144,733, GNRM 3.00% due 07/20/25 to 06/20/33 valued at		80,000,000
\$40,918,875)  Total Repurchase Agreements (Cost \$2,007,000,000)		622,000,000	
	(Cost \$2,097,000,000)  TOTAL INVESTMENTS (COST \$2,327,829,315)	100.1%	2,097,000,000  2,327,829,315
	OTHER ASSETS LESS LIABILITIES	(0.1%)	

```
NET ASSETS
  100.0% $ 2,325,313,766
</Table>
* Variable rate instrument.
<Table>
   <C>
                     <S>
                     NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER
                     SHARE OF EACH CLASS BASED ON SHARES OF BENEFICIAL INTEREST, $.001 PAR VALUE OUTSTANDING AND EQUIVALENT
                     TO THE NET ASSETS OF EACH CLASS:
                     1.104.978.844 SHARES CLASS R
  1.00
                     93,442,783 SHARES CLASS TREASURER'S TRUST
  1.00
   ==========
                     13,089,107 SHARES CLASS 45
  1.00
                     11,169,637 SHARES CLASS 25
  1.00
   ==========
                     105,243 SHARES CLASS 15
  1.00
                     77.602.573 SHARES CLASS 12
  1.00
  _____
                     1,024,925,579 SHARES CLASS 8
</Table>
                          SEE NOTES TO FINANCIAL STATEMENTS.
                        THE RESERVE FUND -- U.S. TREASURY FUND
              STATEMENT OF NET ASSET -- NOVEMBER 30, 2005 (UNAUDITED)
<Table>
<Caption>
    PRINCIPAL
   VALUE
     AMOUNT
  (NOTE 1)
<S>
                     <C>
  <C>
   <C>
                     U.S. TREASURY BILLS -- 99.0%
                    U.S. TREASURY BILLS -- 99.0%
U.S Treasury Bill 3.725% 12/1/05
U.S Treasury Bill 3.82% 12/8/05
U.S. Treasury Bill 3.93% 12/15/05
U.S Treasury Bill 3.78% 12/22/05
U.S Treasury Bill 3.34% 1/5/06
U.S. Treasury Bill 3.472% 12/29/05
          700,000
   700,000
   244,816,867
     245,000,000
     104,100,000
   103.942.115
       38,100,000
  38,014,656
      38,300,000
  38,163,157
      50,000,000
  49.867.972
                     Total U.S. Treasury Bills (Cost $475,504,767)
   475,504,767
                     TOTAL INVESTMENTS (COST $475,504,767)
   99.0%
   475,504,767
                     COMPREHENSIVE MANAGEMENT FEES PAYABLE
  0.0^
  (18,273)
                     DISTRIBUTION (12b-1) FEES PAYABLE
  0.0^
   (3.763)
                     OTHER ASSETS, LESS LIABILITIES
  1.0
   4.687.476
                     NET ASSETS
  100.0% $
   480,170,207
  =====
   ===========
                     NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER
                     SHARE OF EACH CLASS BASED ON SHARES OF BENEFICIAL INTEREST, $.001 PAR VALUE OUTSTANDING AND EQUIVALENT
                     TO THE NET ASSETS OF EACH CLASS:
                     345,838,075 SHARES CLASS R
  1.00
   -----
                     96,322,155 SHARES CLASS TREASURER'S TRUST
                     1,389,747 SHARES CLASS 75
  1.00
   _____
                     1,292,731 SHARES CLASS 45
  1.00
   ==========
                     10,369 SHARES CLASS 25
  1.00
                     50,332 SHARES CLASS 12
   Ś
  1.00
   -----
                     35,268,375 SHARES CLASS 8
   -----
</Table>
                         SEE NOTES TO FINANCIAL STATEMENTS.
<Page>
  GLOSSARY
FCSB -- Farm Credit System Bond
FGRA -- FHLMC Adjustable Rate REMIC
```

```
FGPC -- FHLMC Gold Mortgage-Backed Pass-Through Participation Certificates
     -- FHLMC Gold REMIC Mortgage-Backed Pass-Through Participation
           Certificates
FGSP -- Freddie Mac Gold Strips - Principal Only
FHLMC -- Federal Home Loan Mortgage Corp.
FMFR -- Freddie Mac Floating Rate Note
FMNT -- Freddie Mac Fixed Rate Notes
FMPR -- FHLMC -- Zero Coupon
FMRA -- FHLMC REMIC
FMRM -- Freddie Mac Remics Fixed Rate
FNAR -- Fannie Mae Adjustable Rates
FNMA -- Federal National Mortgage Association
FNMS -- Federal Mortgage-Backed Pass-Through Securities
FNNT -- Federal National Mortgage Association Medium Term Note
FNPR -- Fannie Mae Strips -- Principal Component
FNRA -- FNMA REMIC
FNRM -- FNMA REMIC Mortgage-Backed Pass-Through Securities
FNR2 -- Fannie Mae Remics Second Issuance
FNR5 -- Fannie Mae Remics Fifth Issuance
FNSM -- Federal National Mortgage Association (Debentures)
FNST -- FNMA STRIPS
GNRM -- GNMA Pass-Through Floating Rate Securities
GNRP -- Federal Eligible GNMA REMIC
GNRR -- PPC Eligible GNMA REMIC
REMIC -- Real Estate Mortgage Investment Conduit
* Variable Rate Instrument
\hat{\ } Amount is less than 0.05%.
+ The cost of investments for federal income tax purposes is the same as the
 cost for financial reporting purposes.
                       SEE NOTES TO FINANCIAL STATEMENTS.
   8
<Page>
             RESERVE TAX-EXEMPT TRUST -- INTERSTATE TAX-EXEMPT FUND
            STATEMENT OF NET ASSETS -- NOVEMBER 30, 2005 (UNAUDITED)
<Table>
<Caption>
   PRINCIPAL
  VALUE
    AMOUNT
   (NOTE 1)
<S>
   <C>
                   TAX-EXEMPT OBLIGATIONS -- 99.5%
                   ARIZONA -- 1.5%
                   ARIZONA -- 1.3%
Apache County IDA for Tucson Electric Power Co.,
2.94%--3.00%, 12/15/18(a)
       5,100,000
  5,100,000
       2,000,000
                   Apache County IDA for Tucson Electric Power Co.,
  2.000.000
                   2.94%, 12/1/20(a)
       3,600,000
                   Arizona HCF for Royal Oaks, 3.05%, 3/1/27(a)
  3,600,000
       1,000,000
                   Phoenix IDR for Del Mar Terrace, 2.98%, 10/1/29(a)
  1,000,000
       3,400,000
                   Pima County IDA for Tucson Electric Power Co., Series A, 3.00\%, 12/1/22(a)
  3,400,000
   15,100,000
                   CALIFORNIA -- 11.0%
       9,445,000
                   California Pollution Control Wadham Energy,
                   2.96%, 11/1/17(a)
  9.445.000
       3,780,000
                   California State Economic Recovery, Series C-7,
                   2.95%, 7/1/23
  3,780,000
       6,200,000
                   California State, GO Series A-1, 3.07%, 5/1/40(a)
  6,200,000
                   California Statewide for Covenant Retirement
         300,000
                   Community, 2.99%, 12/1/25(a)
   300,000
      20,315,000
                   California Water Department Reserve Powersupply,
                   Series B-3, 2.94%, 5/1/22(a)
   20,315,000
       2,688,000
                   Irvine Assessment, District 87-8, 2.95%, 9/2/24(a)
  2,688,000
```

Irvine Assessment, District 93-14, 2.94%, 9/2/25(a)

6,250,000

6,250,000

20,685,000	Long Beach California Harbor, Series A,		
1,000,000	2.90%, 5/15/27(a) Los Angeles MFH for Grand Promenade Project,	2	0,685,000
	2.98%, 4/1/32(a)		1,000,000
16,200,000 24,500,000	Metropolitan Water District, Series B-2, 3.01%, 7/1/28(a) Metropolitan Water District, Series C-2, 2.92%, 7/1/36(a)		6,200,000 4,500,000
900,000	Santa Ana County, El Cammo Hospital District,		
	3.06%, 8/1/15(a)		900,000
		11	2,263,000
	COLORADO 3.0%		
500,000	Broomfield IDA for Buckeye Investments, 3.07%, 12/1/09(a)		500,000
6,600,000	Colorado EDA for Bear Creek School Project, 3.06%, 10/1/32(a)		6,600,000
20,900,000	Colorado HFA for Adventist Health Sunbelt, Series B,		
2,800,000	3.05%, 11/15/34(a) University of Colorado, Series B, 2.99%, 11/15/35(a)		0,900,000 2,800,000
			0,800,000

				SEE NOTES TO FINANCIAL STATEMENTS.		
	9					
PRINCIPAL		VA	LUE			
AMOUNT			TE 1)			
	TAX-EXEMPT OBLIGATIONS (CONTINUED) CONNECTICUT 4.8%					
\$ 1,260,000	Connecticut DAR for Independent Living Project,					
640 000	2.97%, 7/1/15(a) Connecticut DAR for Pierce Memorial Baptist,	\$	1,260,000			
	2.97%, 10/1/28(a)		640,000			
600,000	Connecticut HEFA for Hotchkiss School, Series A, 3.01%, 7/1/30(a)(c)		600,000			
400,000	Connecticut HEFA for Kingswood Oxford School,		400,000			
25,900,000	3.00%, 7/1/30(a) Connecticut HEFA for Yale University, Series T-2,					
15,000,000	3.00%, 7/1/29(a)(c) Connecticut HEFA for Yale University, Series X-3,	2	5,900,000			
	2.92%, 7/1/37(a)(c)	1	5,000,000			
100,000	Connecticut Special Tax for Transportation Infrastructure, Series 1, 3.03%, 9/1/20(a)		100,000			
2,900,000	Connecticut State Development Authority for Solid					
300,000	Waste, 3.01%, 8/1/23(a) Connecticut State HEFA, 2.86%, 7/1/27(a)		300,000			
410,000	Connecticut State, GO Series 97, 3.00%, 5/15/14(a) Hartford Redev. Agency MHR for Underwood Towers		410,000			
	Project, 3.00%, 6/1/20(a)		1,000,000			
650,000	New Canaan Housing Authority for Village at Waveny Care Center, 2.96%, 1/1/22(a)		650,000			
430,000	Shelton County HFA for Crosby Commons Project,					
	3.08%, 1/1/31(a)		430,000			
		4	9,590,000			
	FLORIDA 5.2%					
10,310,000	Alachua County HFA for Oak Hammock University, 3.03%, 10/1/32(a)	1	0,310,000			
2,300,000	Capital Finance Authority for Glenridge Palmer Ranch,					
300,000	3.03%, 6/1/12(a) Duval County HFA for Lighthouse Bay Apartments,		2,300,000			
	3.04%, 12/1/32(a)		300,000			
5,945,000	Florida HFA for Collins Cove Senior Apartments, 3.02%, 2/1/36(a)		5,945,000			
3,900,000	Florida HFA for Wellesley Apartments, Series O, 2.93%, 8/1/35(a)		3,900,000			
6,875,000	Florida HFC Multifamily for Bridgewater Club,					
5,420,000	3.02%, 6/1/34(a) Florida HFC Multifamily for Magnolia Pointe Apts.,		6,875,000			
	Series J, 3.10%, 6/1/39(a)		5,420,000			
1/ Tables						
	SEE NOTES TO FINANCIAL STATEMENTS.					
	10					
\_						
PRINCIPAL			LUE			
AMOUNT		( NO	TE 1)			
	TAX-EXEMPT OBLIGATIONS (CONTINUED) FLORIDA (CONTINUED)					
\$ 1,100,000	Orange County for YMCA, Series A, 3.10%, 5/1/27(a)	\$	1,100,000			

	8,500,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a)	8,500,000
	8,500,000	Palm Beach County for Raymond F Kravis Center, 2.98%, 7/1/32(a)	8,500,000
	500,000	Sarasota County HFA for Bay Village, 3.10%, 12/1/23(a)	500,000
			53,650,000
	1,204,268	GEORGIA 2.4% Georgia Muni Assoc. Pool Bd. COP, 3.06%, 12/15/20(a)	1,204,268
	4,970,000 17,870,000	Marietta HFA for Woold Glen, 3.03%, 7/1/24(a) Meag's, 2.96%, 1/1/26(a)	4,970,000 17,870,000
			24,044,268
	12,000,000	HAWAII 1.4% Honolulu City & County GO, Series 2001-C,	
	1,800,000	2.28%, 12/1/13(b) Honolulu City & County GO, Series 2001-C,	12,000,000
		2.28%, 12/1/18(b)	1,800,000
			13,800,000
	1,000,000	IOWA 0.7% Des Moines HRB for Iowa Methodist Medical Center,	
	5,725,000	3.00%, 8/1/15(a)  Iowa Community Project, Series C, 3.05%, 11/15/34(a)	1,000,000 5,725,000
			6,725,000
	1,000,000	LOUISIANA 5.8% Lake Charles District Revenue for Conoco, Series A,	
	935,000	3.00%, 9/1/29(a) Lake Charles HRB & Term. District Revenue for	1,000,000
	879,000	CITGO Corp., 3.00%, 8/1/07(a) Louisiana Environmental Facilities Community DAR,	935,000
	15,000,000	Series A, 3.06%, 11/01/34(a) Louisiana Local Government, 3.08%, 10/1/35(a)	879,000 15,000,000
	35,000	Louisiana Offshore Term. Auth. Deepwater Port Rev. for Loop LLC, Series A 3.00%, 9/1/17(a)	35,000
	100,000	Louisiana Offshore Term. Auth. Deepwater Port Rev. for Loop LLC, Series A, 3.00%, 9/1/14(a)	100,000
		Louisiana PFA for Kenner Hotel Ltd., 2.94%,12/1/15(a)	5,000,000 35,000
/Ta	35,000 able>	Louisiana PFA, 3.60%, 7/1/33(a)	35,000
		SEE NOTES TO FINANCIAL STATEMENTS.	
· D = =		11	
Pag	ole>		
Car	otion> PRINCIPAL		VALUE
	AMOUNT		(NOTE 1)
:S>		<pre><c> TAX-EXEMPT OBLIGATIONS (CONTINUED)</c></pre>	<c></c>
;	35,000	LOUISIANA (CONTINUED) Louisiana PFA, Multi-family, 3.06%, 6/15/31(a)	\$ 35,000
	20,450,000 375,000	Louisiana State University, 3.03%, 7/1/30(a) Port of New Orleans Cold Storage Project,	20,450,000
	9,335,000	3.10%, 11/1/22(a) South Louisiana Port , 3.04%, 1/1/27(a)	375,000 9,335,000
	4,882,000	South Louisiana Port Marine Term. for Occidental Petroleum Corp., 2.98%, 7/1/18(a)	4,882,000
	1,319,000	South Louisiana Port Marine Term. for Occidental Petroleum Corp., 3.00%, 7/1/21(a)	1,319,000
			59,415,000
	3,900,000	MARYLAND 2.8% Howard County for Vantage House Facility, Series A,	
	1,305,000	3.05% 6/1/32(a) Maryland HEFA Pooled Loan Program, Series D,	3,900,000
	1,000,000	3.02%, 1/1/29(a) Maryland State Health & Higher Education for	1,305,000
	1,975,000	Carnegie Institute, 3.06%, 10/1/37(a) Maryland State Health & Higher Education for Trinity	1,000,000
	9,130,000	College, 3.05%, 11/1/26(a) Maryland State HEFA for Adventist Health Care,	1,975,000
	10,150,000	Series A, 3.07%, 1/1/35(a) Maryland State Trans. Auth. for Baltimore/Washington	9,130,000
	1,000,000	Airport, Series A, 2.98%, 7/1/13(a) Montgomery County EDA for Riderwood Village Inc.,	10,150,000
		3.07%, 3/1/34(a)	1,000,000
		MASSACHUSETTS 11.6%	28,460,000
	2,390,000	Massachusetts DFA for Bedford Notre Dame Health Care, 3.13%, 10/1/29(a)	2,390,000
	10,825,000	Massachusetts DFA for Briarwood Retirement, Series A, 3.04%, 1/1/35(a)	10,825,000
			,,

13,800,000	Massachusetts DFA for Brooksby Village project, 3.04%, 7/1/32(a)	13,800,000
180,000	Massachusetts DFA for Gann Academy Project, 2.90%, 6/1/32(a)	180,000
9,945,000	Massachusetts DFA for Jewish Geriatric Services,	•
662,000		9,945,000
100,000	7/1/24(a)(c) Massachusetts HEFA for Berklee College of Music,	662,000

 Series D, 2.87%, 10/1/27(a) | 100,000 ||  | SEE NOTES TO FINANCIAL STATEMENTS. |  |
	12	
	-1	
PRINCIPAL		VALUE
AMOUNT		(NOTE 1)
	TAX-EXEMPT OBLIGATIONS (CONTINUED)	
ė 9 F00 000	MASSACHUSETTS (CONTINUED)	
	Massachusetts HEFA for Cap Asset Program, Series E & D, 2.94%3.01%, 1/1/35(a)	\$ 8,500,000
6,300,000	Massachusetts HEFA for Harvard University, 2.68%, 1/1/24(a)(c)	6,300,000
20,000,000	Massachusetts HEFA for Harvard University, Series Y, 2.80%, 7/1/35(a)(c)	20,000,000
35,000,000	Massachusetts HEFA for Massachusetts Institute of Technology, Series J-2, 2.93%, 7/1/31(a)(c)	35,000,000
100,000	Massachusetts HEFA for Wellesley College, Series E,	
200,000	2.93%, 7/1/22(a)(c) Massachusetts HEFA for Williams College, Series E,	100,000
100,000	3.02%, 8/1/14(a) Massachusetts HFA for Single Family, 2.98%,12/1/30(a)	200,000 100,000
	Massachusetts WRA, Series 99-B, 2.90%, 8/1/28(a) Massachusetts WSR, Series A, 2.98% 11/1/24(a)	11,000,000 100,000
,	,	119,202,000
	MIGHTON 6 2%	
5,880,000	MICHIGAN 6.2% Ann Arbor Michigan Economic Dev Corp Glacier Inc.	
2,300,000	Pj, Series A, 2.92%, 11/1/25(a) Detroit Michigan Sew Disp Rev Var, Series B,	5,880,000
100,000	3.00%, 7/1/33(a) Garden City Hospital Finance Authority, Series 96-A,	2,300,000
900,000	3.08%, 9/1/26(a)  Jackson County EDC for Thrifty Leoni Inc.,	100,000
16,440,000	3.05%, 12/1/14(a) Jackson County EDC for Vista Grande Villa,	900,000
	2.98%, 11/1/31(a)	16,440,000
5,250,000	3.15%, 7/1/32(a)	5,250,000
1,100,000	Michigan HDA Multi-Family Revenue for River Place Apts., 2.99%, 6/1/18(a)	1,100,000
785,000 235,000	Michigan HDA, Series B, 2.70%, 4/1/19(a) Michigan State Hospital Finance Authority-Hosp	785,000
400,000	Equipment Ln Prog- A, 2.98%, 12/1/23(a) Michigan Strategic Fund for Clark Retirement	235,000
	Community, 3.04%, 6/1/31(a)	400,000
2,445,000	Michigan Strategic Fund for Haven Christian Services,  $3.07\%$ ,  $11/15/34(a)$	2,445,000
4,340,000	Michigan Strategic Fund for Henry Ford Museum Village, 3.00%, 12/1/33(a)	4,340,000
	SEE NOTES TO FINANCIAL STATEMENTS.	
	13	
PRINCIPAL		VALUE
AMOUNT		(NOTE 1)
	TAX-EXEMPT OBLIGATIONS (CONTINUED) MICHIGAN (CONTINUED)	
\$ 950,000	Michigan Strategic Fund for Mot LLC Project, 3.07%, 12/1/34(a)	\$ 950,000
345,000	Michigan Strategic Fund for Peachwood Center Association, 3.00%, 6/1/16(a)	345,000
110,000	Michigan Strategic Fund, 3.03%, 1/1/14(a)	110,000
100,000 20,520,000	Oakland University, 3.06%, 3/1/31(a) Wayne Charter County Detroit Met Cnty A,	100,000
1,000,000	3.03%, 12/1/16(a) Woodhaven Brownstown School District, Series B,	20,520,000
	1.86%, 5/1/34(a)	1,000,000
		63,200,000

	MT17777777777	
200,000	MINNESOTA 0.6% Cohasset for Minnesota Power & Light, 3.07%, 6/1/13(a)	200,000
270,000	Minnesota Health for Fairview Health Services, 2.97%, 11/15/32(a)	270,000
2,073,000	Minnesota HEFA for Carleton College, Series 6D, 3.02%, 4/1/35(a)	2,073,000
14,000	Minnesota HEFA for St. Olaf College, Series 5-H, 3.03%, 10/1/30(a)(c)	14,000
172,000	Minnesota HEFA for St. Olaf College, Series 5-M1, 3.03%, 10/1/32(a)(c)	172,000
1,881,000	Minnesota Housing Finance Agency, Series C, 3.08%, 1/1/35(a)	1,881,000
105,000	Minnesota Revenue for People Serving People Project, 3.08%, 10/1/21(a)	105,000
81,000 117,000	Regents University, Series A, 3.09%, 7/1/08(a) Roseville Commercial Development for Berger	81,000
66,000	Transfer & Storage, 3.00%, 12/1/15(a)	117,000
	St. Paul Housing & Redev. Authority for Public Radio Project, 3.03%, 6/16/10(a)	66,000
100,000	St. Paul Housing & Redev. Authority District Heating Revenue, 3.00%, 12/1/12(a)	100,000
881,000	St. Paul Housing & Redev. Authority MHR for Highland Ridge, 3.05%, 10/1/33(a)	881,000
		5,960,000
	MISSOURI 0.0%^	
190,000	Platte County IDR for Platte Care Facility, 3.35%, 10/1/10 (a)	190,000

			SEE NOTES TO FINANCIAL STATEMENTS.	
	14			
PRINCIPAL AMOUNT		VALUE (NOTE 1)		
	TAX-EXEMPT OBLIGATIONS (CONTINUED)			
	NEVADA 2.4% Carson City Tahoe Hospital, 3.05%, 9/1/33(a)	\$ 19,500,000		
5,000,000	Carson City Tahoe Medical Center, 3.05%, 9/1/35(a)	5,000,000		
		24,500,000		
900,000	NEW JERSEY 3.4% Hudson County NJ Impt Auth, 2.48%, 7/15/26(a)	900,000		
600,000 2,740,000	New Jersey EDA for Bayonne Dock, 2.31%, 12/1/27(a) New Jersey EDA for Geriatric Services Housing Project,	600,000		
9,700,000	2.33%, 11/1/31(a) New Jersey EDA for Newark Container LLC,	2,740,000		
385,000	3.01%, 7/1/30(a) New Jersey EDA for RJB Associates, ERN,	9,700,000		
4,775,000	2.46%, 8/1/08(a) New Jersey EDA for SCH Princeton Project,	385,000		
600,000	2.75%, 07/1/22(a) New Jersey EDA for Stolthaven Perth Amboy, Series A,	4,775,000		
500,000	2.90%, 1/15/18(a)	600,000		
	New Jersey EDA for US Golf Association, 2.46%, 5/1/23(a)	500,000		
1,300,000	New Jersey HCF for Communtity Hospital Group, Series A-1, 2.45%, 7/1/20(a)	1,300,000		
595,000	New Jersey HCF for St. Barnabas Hospital, Series A, 2.33%, 7/1/31(a)	595,000		
1,560,000	New Jersey Sports Authority Expo, Series C, 2.48%, 9/1/24(a)	1,560,000		
300,000	New Jersey State Edl Facs Auth- Princeton University, Series B, 2.90%, 7/1/21(a)(c)	300,000		
7,900,000	Port Authority of New York & New Jersey Versatile Obligation, Series 2, 2.94%, 5/1/19 (a)	7,900,000		
3,000,000	Salem County New Jersey Impt Auth Rev- Friends Home Woodstown, Inc., 3.00%, 4/1/34(a)	3,000,000		
		34,855,000		
	NEW MEXICO 2.3%			
23,870,000	Farmington County PCR for Arizona Public Service, Series B, 2.96% - 3.00%, 9/1/24(a)	23,870,000		
	NEW YORK 15.7%			
8,000,000	Metropolitan Transportation Authority, Series E-1, 3.03%, 11/1/35(a)	8,000,000		
20,200,000	New York City IDA for Korean Airlines, Series A,			
36,500,000	2.99%, 11/1/24(a) New York City WFA, Series C-1, 3.00%, 6/15/18(a)	20,200,000 36,500,000		
	AND NOMBO TO DEVENOUS OF THE PROPERTY.			
	SEE NOTES TO FINANCIAL STATEMENTS.			

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<table> <caption> PRINCIPAL AMOUNT</caption></table>		VALUE (NOTE 1)
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<b>\</b> 5>	TAX-EXEMPT OBLIGATIONS (CONTINUED)	\C>
\$ 2,500,000	NEW YORK (CONTINUED) New York City, GO Series A4, 2.94%, 8/1/15(a)	\$ 2,500,000
3,600,000	New York City, GO Series A4, 2.97%, 8/1/23(a)	3,600,000
3,600,000	New York City, GO Series A4, 3.00%, 8/1/21(a)	3,600,000
15,000,000 5,200,000	New York City, GO Series F3, 3.02%, 9/1/35(a) New York City, TFA, Series H3, 2.98%, 11/1/22(a)	15,000,000 5,200,000
4,000,000		5,200,000
1,300,000	2.95%, 5/1/35(a) New York State HFA for Bleecker Terrace Apt.,	4,000,000
4,200,000		1,300,000
46,295,000		4,200,000
10,000,000		46,295,000
400,000		10,000,000
	3.00%, 7/1/21(a)	400,000
		160,795,000
600,000		500.000
1,000,000	3.05%, 8/1/14(a) North Carolina Medical Care Community for Stanley	600,000
1,000,000	Total Living Center, 3.10%, 4/1/18(a)	1,000,000
		1,600,000
4,500,000	OHIO 4.1%	
4,500,000	Akron Bath Copley HDR for Summa Health System, Series B, 3.08%, 11/1/34(a)	4,500,000
200,000		200,000
300,000	Clinton County for Wilmington Airport, 3.05%, 6/1/11(a)	300,000
3,800,000	Gardens, 3.08%, 7/1/31(a)	3,800,000
2,170,000	Cuyahoga County for Cleveland Health Education Museum, 3.06%, 3/1/32(a)	2,170,000
300,000		300,000
7,400,000	Evandale County IDR for SHV Realty, Inc.,	T 400 000
295,000	3.00%, 9/1/15(a) Franklin County Hospital Revenue for U.S. HealthCorp.,	7,400,000
	3.03%, 12/1/20(a)	295,000
1,105,000	Franklin County Hospital Revenue for U.S. Health Corp., Series 96, 3.03%, 12/1/21(a)	1,105,000
2,500,000 /Table>	Hamilton County HCF, 3.03%, 6/1/35(a)	2,500,000
	SEE NOTES TO FINANCIAL STATEMENTS.	
	16	
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PRINCIPAL		VALUE
AMOUNT		(NOTE 1)
S>	<c></c>	<c></c>
	TAX-EXEMPT OBLIGATIONS (CONTINUED)	\C>
	OHIO (CONTINUED)	
150,000	Hamilton County HRB for Alliance Health, Series A,	4 150 000
190,000	2.87%, 1/1/18(a) Kent State University Receipts, 3.06%, 5/1/31(a)	\$ 150,000 190,000
4,020,000	Licking County HCF, 3.05%, 11/1/33(a)	4,020,000
10,000	Marion County Hospital Improvement, Pooled Lease	
690,000	Program, 3.07%, 11/1/21(a) Middleburgh Heights for Southwest General Hospital,	10,000
090,000	3.07%, 8/15/22(a)	690,000
6,800,000	Ohio Air Quality DAR for Columbus Southern,	6,800,000
100,000	Series C, 3.07%, 12/1/38(a) Ohio Air Quality DAR for Ohio Edison, Series A,	
2,000,000	2.95%, 2/1/14(a) Ohio Air Quality DAR PCR for Ohio Edison, Series C,	100,000
1 220 000	3.01%, 6/1/23(a) Ohio Wigher FFA for Ashland University, 3.08%, 9/1/24(a)	2,000,000
1,330,000 100,000 700,000	Ohio Higher EFA for Ashland University, 3.08%, 9/1/24(a) Ohio State EFA for Western University. 2.93%, 10/1/31(a) Ohio WDA PCR for Cleveland Electric, Series B,	1,330,000
	3.00%, 8/1/20(a)	700,000
200,000 3,100,000	Ohio WDA PCR for Edison Project B, 3.06%, 9/1/18(a) Paulding County Waste Disposal for Lafarge	200,000
3,100,000	Corporation, 2.94%, 8/1/26(a)	3,100,00
200,000	Toledo City Services Special Assessment,	
	3.03%, 12/1/06(a)	200,000

42,160,000

500,000	OKLAHOMA 0.0% Oklahoma City for Christian College, 3.25%, $7/1/15(a)$	500,000
500,000	OREGON 0.0%^ Portland MFH for South Park, 3.02%, 12/1/11(a)	500,000
3 500 000	PENNSYLVANIA 8.4%	
3,500,000	Allegheny Higher Education for Carnegie Mellon University, 2.98%, 12/1/33(a)	3,500,000
250,000 1,750,000	Chartiers Valley IDR, 3.06%, 8/1/07(a) Delaware County IDR for Sun, Inc., 3.00%, 11/1/33(a)	250,000 1,750,000
10,900,000	Emmaus General Authority Revenue, Series G-18, 3.01%, 3/1/24(a)	10,900,000
775,000	Lawrence County for Villa Maria, 3.06%, 7/1/33(a)	775,000
1,215,000	3.08%, 10/15/25(a)	1,215,000
3,000,000 2,000,000	Lehigh County IDA, 3.00%, 12/1/15(a) Manheim School District, 3.03%, 5/1/23(a)	3,000,000 2,000,000

			SEE NOTES TO FINANCIAL STATEMENTS.	
	17			
PRINCIPAL		VALUE		
AMOUNT		(NOTE 1)		
	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA (CONTINUED)			
\$ 1,900,000		\$ 1,900,000		
200,000	Pennnsylvania State HEFA, 2.61%, 11/1/14(a)	200,000		
1,460,000	3.02%, 12/1/11(a)	1,460,000		
28,000,000 1,600,000	Pennsylvania Turnpike, Series A3, 2.98%, 12/1/30(a) Philadelphia IDR for Fox Chase Cancer Center Project,	28,000,000		
10,705,000	2.98%, 7/1/25(a) Quakertown Pennsylvania General Authority Revenue,	1,600,000		
	3.05%, 7/1/26(a)	10,705,000		
1,000,000	Scranton Redevelopment Authority Revenue for Parking Facility, 3.08%, 6/1/33(a)	1,000,000		
70,000	South Fork Conemaugh Health System Series A, 2.90%, 7/1/28(a)	70,000		
14,000,000	Westmoreland County Redstone Highlands, 3.05%3.06%, 1/1/36(a)	14,000,000		
3,935,000	Wilkens Area IDA for Fairview Extended Care, Series B,			
	3.00%, 1/1/21(a)	3,935,000		
		86,260,000		
159,000	PUERTO RICO 0.6% Puerto Rico Government Development Bank,			
·	2.85%, 12/1/15(a)	159,000		
6,460,000	Puerto Rico Highway & Transportation Authority, Series A, 2.93%, 7/1/28(a)	6,460,000		
		6,619,000		
	TENNESSEE 0.0%^			
695,000	Chattanooga IDA for Baylor School, 3.05%, 11/1/16(a)	695,000		
	TEXAS 1.2%			
3,700,000	Harris County IDA for Baytank Houston, Inc., 2.98%, 2/1/20(a)	3,700,000		
8,000,000	Travis County Querencia Barton Creek, Series C, 3.05%, 11/15/35(a)	8,000,000		
	3.05%, 11/15/35(a)			
		11,700,000		
2,000,000	UTAH 0.2% Utah Transit Authority Sales Tax Revenue, Series B,			
, ,	3.03%, 9/1/32(a)	2,000,000		
	SEE NOTES TO FINANCIAL STATEMENTS.			
	18			
PRINCIPAL		VALUE		
AMOUNT		(NOTE 1)		
	TAY\_EVEMOT ORITCATIONS (CONTINUED)			
	TAX-EXEMPT OBLIGATIONS (CONTINUED) VIRGINIA 2.5%			
\$ 4,015,000	Alexandria County IDA for Goodwin House, 2.96%, 10/1/35(a)	\$ 4,015,000		

1,300,000	Arlington County Virginia Rev for Ballston Public		
600,000	Parking, 3.02%, 8/1/17(a) Chesapeake County IDA for Cheaspeake General		1,300,000
	Hospital, Series B, 3.00%, 7/1/31(a)		600,000
925,000	Clarke County IDA for Winchester Medical Center, 3.06%, 1/1/30(a)		925,000
1,100,000	Fairfax County EDA Smithsonian Institute, 3.02%, 12/1/33(a)		1,100,000
650,000	Hampton County MFH for Shoreline Apartments, 3.00%, 12/1/19(a)		650,000
250,000	Henrico County EDA for Westminster Centerbury, Series B, 3.05%, 7/1/08(a)		250,000
1,200,000	Henrico County EDA for White Oaks Ltd Project, 3.03%, 10/1/27(a)		1,200,000
	King George Garnet Inc. Project, 3.10%,9/01/21(a)		2,200,000
	Norfolk IDR for Hospital Facilities-Children, 3.05%, 6/1/20(a)		900,000
850,000	Peninsula Port Authority for Dominion Terminal, 3.00%, 7/1/16(a)		850,000
2,045,000	Portsmouth Redevelopment HSG Multifamily, 3.05%, 6/1/30(a)		2,045,000
9,705,000	University of Virginia, Series A, 3.03%, 6/1/34(a)(c)		9,705,000
			25,740,000
15 000 000	WASHINGTON 1.5%		
15,000,000	Washington State, GO, 2.88%, 6/1/20(a)		15,000,000
	TOTAL INVESTMENTS (COST* \$1,019,193,268) COMPREHENSIVE MANAGEMENT FEES PAYABLE	0.0	1,019,193,268 (8,567
	DISTRIBUTION (12b-1) FEES PAYABLE OTHER ASSETS, LESS LIABILITIES	0.0 0.5	(1,561) 5,129,757
	NET ASSETS	100.0%	\$ 1,024,312,897

			1, 142101	SEE NOTES TO FINANCIAL STATEMENTS.		
	19					
	~~NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE OF EACH CLASS BASED ON SHARES OF BENEFICIAL~~					
	INTEREST, \$.001 PAR VALUE OUTSTANDING AND EQUIVALENT TO THE NET ASSETS OF EACH CLASS:					
	TO THE NET ASSETS OF EACH CLASS:		\$ 1.00			
	TO THE NET ASSETS OF EACH CLASS: 283,530,413 SHARES CLASS R		\$ 1.00			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST		\$ 1.00			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75		\$ 1.00 \$ 1.00			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70		\$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75		\$ 1.00 ======== \$ 1.00 ======= \$ 1.00			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70		\$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45		\$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25		\$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15		\$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15  10,189 SHARES CLASS 12		\$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15  10,189 SHARES CLASS 12		\$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15  10,189 SHARES CLASS 12  666,377,832 SHARES CLASS 8		\$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15  10,189 SHARES CLASS 12  666,377,832 SHARES CLASS 8		\$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15  10,189 SHARES CLASS 12  666,377,832 SHARES CLASS 8		\$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15  10,189 SHARES CLASS 12  666,377,832 SHARES CLASS 8  SEE NOTES TO FINANCIAL STATEMENTS.		\$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15  10,189 SHARES CLASS 12  666,377,832 SHARES CLASS 8  SEE NOTES TO FINANCIAL STATEMENTS.  20  RVE TAX-EXEMPT TRUST CALIFORNIA TAX-EXEMPT FUND		\$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00			
RESE	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15  10,189 SHARES CLASS 12  666,377,832 SHARES CLASS 8  SEE NOTES TO FINANCIAL STATEMENTS.  20  RVE TAX-EXEMPT TRUST CALIFORNIA TAX-EXEMPT FUND		\$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00 \$ 1.00			
RESEI  STATEI	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15  10,189 SHARES CLASS 12  666,377,832 SHARES CLASS 8  SEE NOTES TO FINANCIAL STATEMENTS.  20  RVE TAX-EXEMPT TRUST CALIFORNIA TAX-EXEMPT FUND		\$ 1.00 ===================================			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15  10,189 SHARES CLASS 12  666,377,832 SHARES CLASS 8  SEE NOTES TO FINANCIAL STATEMENTS.  20  RVE TAX-EXEMPT TRUST CALIFORNIA TAX-EXEMPT FUND MENT OF NET ASSETS NOVEMBER 30, 2005 (UNAUDITED)		\$ 1.00 ===================================			
RESEI  STATEI	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15  10,189 SHARES CLASS 12  666,377,832 SHARES CLASS 8  SEE NOTES TO FINANCIAL STATEMENTS.  20  RVE TAX-EXEMPT TRUST CALIFORNIA TAX-EXEMPT FUND  MENT OF NET ASSETS NOVEMBER 30, 2005 (UNAUDITED)  TAX-EXEMPT OBLIGATIONS 96.7% CALIFORNIA 96.7%  CALIFORNIA 96.7%		\$ 1.00 ===================================			
RESEI STATE	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15  10,189 SHARES CLASS 12  666,377,832 SHARES CLASS 8  SEE NOTES TO FINANCIAL STATEMENTS.  20  RVE TAX-EXEMPT TRUST CALIFORNIA TAX-EXEMPT FUND MENT OF NET ASSETS NOVEMBER 30, 2005 (UNAUDITED)  TAX-EXEMPT OBLIGATIONS 96.7% CALIFORNIA 96.7% Alameda Contra Costa Capitol Improvements Ser F 3.09%, 08/01/23(a)		\$ 1.00 ===================================			
RESEL STATEL	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15  10,189 SHARES CLASS 12  666,377,832 SHARES CLASS 8  SEE NOTES TO FINANCIAL STATEMENTS.  20  RVE TAX-EXEMPT TRUST CALIFORNIA TAX-EXEMPT FUND MENT OF NET ASSETS NOVEMBER 30, 2005 (UNAUDITED)  TAX-EXEMPT OBLIGATIONS 96.7% CALIFORNIA 96.7% Alameda Contra Costa Capitol Improvements Ser F 3.09%, 08/01/23(a) California Statewide CDA for Early Education Community Center 3.02%, 09/01/31(a)		\$ 1.00 ===================================			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15  10,189 SHARES CLASS 12  666,377,832 SHARES CLASS 8  SEE NOTES TO FINANCIAL STATEMENTS.  20  RVE TAX-EXEMPT TRUST CALIFORNIA TAX-EXEMPT FUND  MENT OF NET ASSETS NOVEMBER 30, 2005 (UNAUDITED)  \*\*C> TAX-EXEMPT OBLIGATIONS 96.7% CALIFORNIA 96.7% Alameda Contra Costa Capitol Improvements Ser F 3.09%, 08/01/23(a) California Statewide CDA for Early Education Community Center 3.02%, 09/01/31(a) California State GO Sub Ser A-1, 3.07% 5/01/40(a) California State GO Sub Ser A-2, 3.07% 5/01/40(a) California State GO Sub Ser A-2, 3.07% 5/01/40(a) California State GO Sub Ser A-2, 3.07% 5/01/40(a)		\$ 1.00 ===================================			
	TO THE NET ASSETS OF EACH CLASS:  283,530,413 SHARES CLASS R  36,246,483 SHARES CLASS TREASURER'S TRUST  10,028 SHARES CLASS 75  1,329,456 SHARES CLASS 70  483,664 SHARES CLASS 45  36,220,811 SHARES CLASS 25  104,021 SHARES CLASS 15  10,189 SHARES CLASS 12  666,377,832 SHARES CLASS 8  SEE NOTES TO FINANCIAL STATEMENTS.  20  RVE TAX-EXEMPT TRUST CALIFORNIA TAX-EXEMPT FUND MENT OF NET ASSETS NOVEMBER 30, 2005 (UNAUDITED)  TAX-EXEMPT OBLIGATIONS 96.7% CALIFORNIA 96.7% Alameda Contra Costa Capitol Improvements Ser F 3.09%, 08/01/23(a) California Statewide CDA for Early Education Community Center 3.02%, 09/01/31(a) California State GO Sub Ser A-1, 3.07% 5/01/40(a) California State GO Sub Ser A-1, 3.07% 5/01/40(a)		\$ 1.00 ===================================			

2,820,000	California Poll Cntrl Colmac Energy Ser A, 2.97%, 12/01/16(a)		2,820,000
4,000,000 775,000	California Poll Ctl Wadham Energy Lp 2.96%, 11/01/17(California Ssc Fin Cops Cap Impts Ser C,	(a)	4,000,000
2,900,000	2.90%, 07/01/22(a) California State Econ Recovery Ser C-7,		775,000
1,400,000	2.95%, 07/01/23(a) California State Wt Res Power Supply Rev., Ser B-3,		2,900,000
7,390,000	2.94%, 5/01/22(a) California State Dept Of Water Water Supply,		1,400,000
6,600,000	3.00%, 05/01/22(a) California Statewide CDA Covenant Retirement Cm,		7,390,000
2,175,000	2.99%, 12/01/25(a) Chula Vista Charter City for Home Depot, Inc.,		6,600,000
6,900,000	2.93%, 12/01/10(a) Dublin Calif Multi HSG Park Sierra Ser A,		2,175,000
1,000,000	2.99%, 06/01/28(a) Fremont Calif COP Improvement Financing PJ		6,900,000
1,400,000	3.01%, 08/01/30(a) Fremont Calif COP Police Fac Refining Proj.,		1,000,000
700,000	3.01%, 08/01/28(a) Irvine Assmnt Dist Impt Bd Act 1915 94-13,		1,400,000
1,500,000	2.95%, 9/02/22(a)  Irvine Calif, Assmnt Dist #97-16, 2.95%, 9/02/22(a)		700,000 1,500,000
2,346,000	Irvine Calif, Imp Bd Dist # 0-18 Ser A, 2.95%, 9/02/26(a)		2,346,000
2,200,000 900,000	Irvine Ranch Calif, Wtr Dist, 2.95%, 10/01/10(a) Irvine Ranch Calif, Wtr Dist, 2.94%, 8/01/16(a)		2,200,000 900,000
775,000 4,500,000	<pre>Irvine Ranch Calif, Wtr 3.00%, 8/01/09(a) Long Beach Calif, Hbr Rev, Ser A, 2.98%, 05/15/27(a)</pre>		775,000 4,500,000
2,400,000	Los Angeles Calif, Community Redev Multifamily HSG, Series A, 2.98%, 12/01/38(a)		2,400,000

				SEE NOTES TO FINANCIAL STATEMENTS.		
	21					
PRINCIPAL			VALUE			
AMOUNT			(NOTE 1)			
	``` TAX-EXEMPT OBLIGATIONS (CONTINUED) ```					
\$ 4,000,000	CALIFORNIA (CONTINUED) Los Angeles Calif MFH Grnd Promenade Proj,					
1,300,000	2.98%, 4/01/32(a) Metro Dist So, California Waterworks Rev Ser-B-2,		\$ 4,000,000			
1,000,000	3.01%, 07/01/28(a) Ontario Calif, Mfh Park Centre Partn., 3.02%, 8/01/07	7(a)	1,300,000 1,000,000			
1,665,000 3,100,000	Orange County Sanitation Authority, 2.97%, 8/01/13(a) Riverside County for TylerSpring Apartments, Series (		1,665,000			
4,000,000	2.96%, 9/01/14(a) San Francisco MFHR for Filmore Center, Series B,		3,100,000			
1,400,000	3.02%, 08/01/31(a) Santa Ana Calif, Uni School Dist., 2.96%, 7/01/15(a)		4,000,000 1,400,000			
4,500,000	Santa Clara Calif, El Cammo Hosp. District., 3.06%, 8/01/15(a)		4,500,000			
3,800,000	Stockton California HCF for Dameron Hosp., Series A,  $3.00\%$ ,  $12/01/32(a)$		3,800,000			
6,400,000	Turlock Irrigation Disrict Transportation Ser A, 2.95%, 1/01/31(a)		6,400,000			
1,200,000	Tustin California Impt 1915 Reassmnt Dist No. 95-2, 2.95%, 9/02/2013(a)		1,200,000			
			98,361,000			
	TOTAL INVESTMENTS (COST\* \$98,361,000)	96.7%				
	COMPREHENSIVE MANAGEMENT FEES PAYABLE DISTRIBUTION (12b-1) FEES PAYABLE	0.0	(2,231)			
	OTHER ASSETS, LESS LIABILITIES	3.3	3,410,438			
	NET ASSETS	100.0%	\$ 101,768,649			
	NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 101,768,649 SHARES OF BENEFICIAL					
	INTEREST, \$.001 PAR VALUE OUTSTANDING		\$ 1.00			
			==			
	SEE NOTES TO FINANCIAL STATEMENTS.					
	22					
-	VE TAX-EXEMPT TRUST CONNECTICUT TAX-EXEMPT FUND					
	ULE OF INVESTMENTS CONNECTICUT TAX-EXEMPT FUND					
	OUR OF INVESTMENTS NOVEMBER 30, 2005 (UNAUDITED)					
			VALUE			
AMOUNT			(NOTE 1)			

		~			
<\$>	<c> TAX-EXEMPT OBLIGATIONS 81.4%</c>	<c></c>	<c></c>		
\$ 1,200,000	CONNECTICUT 73.7% Connecticut DAR for Independent Living,		4 100	0.000	
2,150,000	2.97%, 7/1/15(a) Connecticut DAR for Pierce Memorial Baptist, 2.97%, 10/1/28(a)			0,000	
	Connecticut State DAR for Solid Waste, 3.01%, $8/1/23$ (a Connecticut HEFA for Edgehill Health, Series C,	)	1,20	0,000	
1,200,000	2.86%, 7/1/27(a) Connecticut HEFA for Hotchkiss School, Series A,		1,20	0,000	
600,000	2.98%, 7/1/30(a)(c) Connecticut HEFA for Kingswood-Oxford School,		1,20	0,000	
	3.00%, 7/1/30(a) Connecticut HEFA for Klingberg Family Center,		60	0,000	
	3.01%, 7/1/32(a) Connecticut HEFA for Yale University Series T-2,		1,20	0,000	
	3.00%, 07/1/29(a)(c) Connecticut HEFA for Yale University, Series V-1,		1,00	0,000	
	2.90%, 7/1/36(a)(c) Connecticut HFA, Sub Series D-3, 3.03%, 5/15/33(a)			0,000 0,000	
	Connecticut Special Tax Obligation for Transportation Infrastructure, 3.03%, 9/1/20(a)			0,000	
	Connecticut State GO Series 1-A, 3.03%, 2/15/21(a) Hartford Redev. Agency MHR for Underwood Towers Project	Ξ,	1,20	5,000	
500,000	3.00%, 6/1/20(a)  New Canaan Housing Authority for Geer Woods Project,		1,20	0,000	
1,200,000	3.03%, 8/1/31(a) New Canaan Housing Authority for Village at Waveny		50	0,000	
1,200,000	Care Center, 2.96%, 1/1/22(a) Shelton County HFA for Crosby Commons Project,		1,20	0,000	
	3.08%, 1/1/31(a)		1,20		
			19,15		
2,000,000	PUERTO RICO 7.7% Puerto Rico Government Bank,				
_,,,,,,,,	2.85%, 12/1/15(b)		2,00		
		81.4% 18.6		0,025	
	NET ASSETS	100.0%	\$ 25,97	5,025	
	NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 25,975,025 SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDING		\$	1.00	

						SEE NOTES TO FINANCIAL STATEMENTS.				
\_	23									
	VE TAX-EXEMPT TRUST CONNECTICUT TAX-EXEMPT FUND									
	STATEMENT OF ASSETS AND LIABILITIES									
	NOVEMBER 30, 2005 (UNAUDITED)									
	~~ASSETS~~			<(						
	Investments in securities, at value (Cost \$21,155,000) Cash			\$	21,155,000 4,766,172					
	Interest receivable Fund shares Sold				58,211 186					
	Total Assets				25,979,569					
	LIABILITIES									
	Comprehensive management fees payable Distribution (12b-1) fees payable Income dividend payable				2,651 839 977					
	Chief Compliance Officer salary expense				77					
	Total Liabilities				4,544					
	NET ASSETS				25,975,025 ======					
	NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHAI SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTAND		D ON 25,975,	\$	1.00					
	SEE NOTES TO FINANCIAL STATEMENTS.									
	24									
RESERVE TAX-EXEMPT TRUST -- FLORIDA TAX-EXEMPT FUND

## SCHEDULE OF INVESTMENTS -- NOVEMBER 30, 2005 (UNAUDITED)

				VALUE (NOTE 1)
<s></s>		<c> TAX-EXEMPT OBLIGATIONS 88.4%</c>		<c></c>
\$	4,140,000	FLORIDA 86.8% Alachua County HFA for Oak Hammock University,		4 140 000
	2,000,000	3.03%, 10/1/32(a) Broward County Florida EFA, City College Project,		\$ 4,140,000
	1,930,000	3.05%, 11/1/31(a) Broward County HFA for Jacaranda Village Apartments,		2,000,000
	3,135,000	3.00%, 9/1/22(a)		1,930,000
		Capital Finance Authority for Glenride Palmer Ranch, 3.03%, 6/1/12(a)		3,135,000
	3,340,000 1,925,000	Collier County for Cleveland Health Clinic, 2.98%, 1/1/35(a) Dade County IDA for Dolphins Stadium, Series C,		3,340,000
	2,100,000	2.93%, 1/1/16(a)		1,925,000
	1,200,000	Dade County Water Service, 2.97%, 10/5/22(a) Duval County HFA for Lighthouse Bay Apartments,		2,100,000
	1,600,000	3.04%, 12/1/32(a) Florida Higher Educational Facilities Authority for St Thomas University, 3.00%, 1/1/19(a)		1,200,000
	2,000,000	Florida HFC Multifamily for Bridgewater Club, 3.02%, 6/1/34(a)		2,000,000
	1,130,000	Florida HFC Multifamily for Magnolia Pointe Apartments, 3.10%, 6/1/39(a)		1,130,000
	1,000,000 2,080,000	Jacksonville Florida HFA, Series A, 3.00%, 8/15/33(a) Jacksonville Florida Dist Energy System Ser A,		1,000,000
	1,295,000	3.00%, 10/1/34(a) Lee County IDA for Bonita Community Health		2,080,000
	1,100,000	Services, Series A, 3.06%, 12/1/29(a) Manatee County PCR for Florida Power & Light,		1,295,000
	4,300,000	3.00%, 9/1/24(a) Miami Dade County IDA for Airis Miami LLC,		1,100,000
	1,185,000	Series A, 3.08%, 10/15/25(a) Orange County YMCA, Series A, 3.10%, 5/1/27(a)		4,300,000 1,185,000
	1,500,000	Palm Beach County for Morse Obligation Group, 3.07%, 5/1/33(a)		1,500,000
	1,800,000	Palm Beach County for Raymond F Kravis Center Project, 2.98%, 7/1/32(a)		2,200,000
		Palm Beach County for School Board, Series B, 3.03%, 8/1/27 (a)		1,800,000
	1,000,000	Port Orange for Palmer College, 3.07%, 10/1/32(a)		1,000,000 2,000,000
	1,000,000	Putnam County Dev. Authority PCR for Florida Power & Light, 3.00%, 9/1/24(a)		1,000,000
<td>2&gt;</td> <td></td> <td></td> <td></td>	2>			
		SEE NOTES TO FINANCIAL STATEMENTS.		
<page></page>		25		
<table></table>				
<caption< td=""><td>on&gt;</td><td></td><td></td><td></td></caption<>	on>			
	INCIPAL MOUNT			VALUE (NOTE 1)
<s></s>		<c></c>	<c></c>	<c></c>
		TAX-EXEMPT OBLIGATIONS (CONTINUED) FLORIDA (CONTINUED)		
\$	200,000	Seminole County IDA HCF for Florida Living Nursing, 3.24%, 2/1/11(a)		\$ 200,000
	400,000	University of North Florida Capital Improvements Project, 3.09%, 11/1/24(a)		400,000
	700,000	Volusia County IDR for Easter Seal Society of Volusia, $3.15\%$ , $9/1/21(a)$		700,000
				46,260,000
		PUERTO RICO 1.6%		
	847,000	Puerto Rico Government Development Bank, 2.85%, 12/1/15(b)		847,000
		TOTAL INVESTMENTS (COST* \$47,107,000) OTHER ASSETS, LESS LIABILITIES	11.6	
		NET ASSETS		\$ 53,284,071
		NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 53,284,071 SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDING	====	\$ 1.00
<td>e&gt;</td> <td></td> <td></td> <td></td>	e>			
	RESI	ERVE TAX-EXEMPT TRUST FLORIDA TAX-EXEMPT FUND		

STATEMENT OF ASSETS AND LIABILITIES

#### NOVEMBER 30, 2005 (UNAUDITED)

<Table> <S> ASSETS <C> 47,107,000 Investments in securities, at value (Cost \$47,107,000) 122,220 Interest receivable Other assets 10,238 Total Assets 53,295,190 Comprehensive management fees payable Distribution (12b-1) fees payable 6,496 1,624 Other liabilities Total Liabilities 11,119 NET ASSETS \$ 53,284,071 NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 53,284,071 SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDING

</Table>

SEE NOTES TO FINANCIAL STATEMENTS. 26

<Page>

<Table>

RESERVE TAX-EXEMPT TRUST -- MASSACHUSETTS TAX-EXEMPT FUND

SCHEDULE OF INVESTMENTS -- NOVEMBER 30, 2005 (UNAUDITED)

	on> INCIPAL MOUNT			VALUE NOTE 1)
<s></s>		<c></c>	<c></c>	
107		TAX-EXEMPT OBLIGATIONS 94.4%	107	
\$	700,000	Massachusetts DFA for Briarwood Retirement Series A, 2.98%, 11/1/24(a)	\$	700,000
	800,000	Massachusetts DFA for Brooksby Village Project, 3.04%, 7/1/32(a)		800,000
	445,000	Massachusetts DFA for Dean College, 3.00%, 10/1/29(a)		445,000
	720,000	Massachusetts DFA for Gann Academy Project, 2.54%, 6/1/32(a)		720,000
	700,000	Massachusetts DFA for Jewish Geriatric Services, 2.98%, 5/15/34(a)		700,000
	655,000	Massachusetts DFA for Mystic Valley School, 3.05%, 6/15/08(a)		655,000
	800,000	Massachusetts DFA for Salem Community Corporation, 3.04%, 1/1/35(a)		800,000
	800,000	Massachusetts DFA for Smith College, 3.02%, 7/1/247/1/29(a)(c)		800,000
	800,000	Massachusetts DFA IDR for Ocean Spray Cranberries, 3.04%, 10/15/11(a)		800,000
	800,000	Massachusetts DFA IDR for You Incorporated, 2.95%, 9/1/32(a)		800,000
	850,000 135,000	Massachusetts GO, Series 97-B, 3.00%, 9/1/16(a) Massachusetts HEFA for Becker College, Series A-2,		850,000
	700,000	3.16%, 7/1/09(a) Massachusetts HEFA for Berklee College of Music,		135,000
	160,000	Series B, 2.87%, 10/1/27(a) Massachusetts HEFA for Cap Asset Program, Series D, 2.94%, 1/1/35(a)		700,000
	700,000	Massachusetts HEFA for Harvard University, Series Y, 2.80%, 7/1/35(a)(c)		700,000
	700,000	Massachusetts HEFA for MIT, Series J-2, 2.93%, 7/1/31(a)(c)		700,000
	800,000	Massachusetts HEFA for Wellesley College, Series E, 2.93%, 7/1/22(a)(c)		800,000
	700,000	Massachusetts HEFA for Williams College, Series E, 3.02%, 8/1/14(a)(c)		700,000
	1,665,000	Massachusetts HFA for Single Family, 2.98%, 12/1/30(a)		1,665,000
	575,000	Massachusetts IFA for Lowell Mills Association, Series 95, 3.16%, 12/1/20(a)		575,000
	600,000	Massachusetts IFA for Tech Mold & Tool, 3.07%, 6/1/18(a)		600,000
	700,000	Massachusetts WRA, Series 99-B, 2.90%, 8/1/28(a)		700,000
	630,000	Massachusetts WRA, Series B, 2.98%, 4/1/28(a)		630,000
<td>1,250,000</td> <td>Massachusetts WRA, Series C, 2.98%, 8/1/37(a)</td> <td></td> <td>1,250,000</td>	1,250,000	Massachusetts WRA, Series C, 2.98%, 8/1/37(a)		1,250,000

SEE NOTES TO FINANCIAL STATEMENTS.

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<Page> <Table> <Caption> PRINCIPAL

AMOUNT

VALUE (NOTE 1)

			_				
<s></s>		TAX-EXEMPT OBLIGATIONS (CONTINUED)	:C>	<c></c>			
\$		Massachusetts WRA, Series C, 3.03%, 8/1/20(a) Massachusetts WRA, Series D, 3.00%, 8/1/17(a)		\$	200,000 200,000		
					17,785,000		
			94.4% 5.6		17,785,000 1,048,081		
		NET ASSETS 1		\$	18,833,081		
<td><u>+</u>&gt;</td> <td>=</td> <td>====</td> <td>====</td> <td>========</td> <td></td> <td></td>	<u>+</u> >	=	====	====	========		
		MASSACHUSETTS TAX-EXEMPT FUND					
		STATEMENT OF ASSETS AND LIABILITIES					
		NOVEMBER 30, 2005 (UNAUDITED)					
<table></table>	•						
		<pre><s> ASSETS</s></pre>				<c></c>	
		Investments in securities, at value (Cost* \$17,785,000) Cash Interest receivable					17,785,000 1,001,244 50,940
		Total Assets					18,837,184
		LIABILITIES Comprehensive management fees payable Distribution (12b-1) fees payable Income dividend payable Other liabilities					2,494 623 930 56
		Total Liabilities					4,103
		NET ASSETS				\$	18,833,081
		NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE		D ON	18,833,081		
		SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDI	NG				1.00
<td>2&gt;</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>	2>						
		SEE NOTES TO FINANCIAL STATEMENTS.					
<page></page>		28					
	RESE	CRVE TAX-EXEMPT TRUST MICHIGAN TAX-EXEMPT FUND					
	SCHEDU	JLE OF NET ASSETS NOVEMBER 30, 2005 (UNAUDITED)					
<table></table>							
	NCIPAL				VALUE		
	MOUNT	_			(NOTE 1)		
<s></s>		<c> TAX-EXEMPT OBLIGATIONS 97.8%</c>		<c></c>			
\$	600,000	MICHIGAN 92.8% Ann Arbor Michigan EDC, Glacier Inc. Pj, Series A,					
	1,400,000	2.63%, 11/1/25(a) Detroit Michigan Sew Disp Rev Var, Series B,		\$	600,000		
	400,000	3.00%, 7/1/33(a) Garden City HFA, Series 96-A, 3.08%, 9/1/26(a)			1,400,000		
	500,000						
		Grand Rapids Economic Development Corp, 3.05%, 6/1/12(a)			500,000		
	400,000	Grand Rapids Economic Development Corp, 3.05%, 6/1/12(a) Jackson County for Thrify Leoni Inc, Series A, 3.05%, 12/1/14(a)			500,000		
	600,000	Grand Rapids Economic Development Corp, 3.05%, 6/1/12(a) Jackson County for Thrify Leoni Inc, Series A, 3.05%, 12/1/14(a) Jackson County for Vista Grande Villa, Series A, 2.98%, 11/1/31(a)					
	600,000 700,000	Grand Rapids Economic Development Corp, 3.05%, 6/1/12(a) Jackson County for Thrify Leoni Inc, Series A, 3.05%, 12/1/14(a) Jackson County for Vista Grande Villa, Series A, 2.98%, 11/1/31(a) Michigan State HFA for Hosp Equipment Ln Prog- A, 2.98%, 12/1/23(a)			400,000		
	600,000	Grand Rapids Economic Development Corp, 3.05%, 6/1/12(a) Jackson County for Thrify Leoni Inc, Series A, 3.05%, 12/1/14(a) Jackson County for Vista Grande Villa, Series A, 2.98%, 11/1/31(a) Michigan State HFA for Hosp Equipment Ln Prog- A,			400,000		
	600,000 700,000	Grand Rapids Economic Development Corp, 3.05%, 6/1/12(a) Jackson County for Thrify Leoni Inc, Series A, 3.05%, 12/1/14(a) Jackson County for Vista Grande Villa, Series A, 2.98%, 11/1/31(a) Michigan State HFA for Hosp Equipment Ln Prog- A, 2.98%, 12/1/23(a) Michigan HDA Multi-Family Revenue for			400,000 600,000 700,000		
	600,000 700,000 700,000 700,000 1,160,000	Grand Rapids Economic Development Corp, 3.05%, 6/1/12(a) Jackson County for Thrify Leoni Inc, Series A, 3.05%, 12/1/14(a) Jackson County for Vista Grande Villa, Series A, 2.98%, 11/1/31(a) Michigan State HFA for Hosp Equipment Ln Prog- A, 2.98%, 12/1/23(a) Michigan HDA Multi-Family Revenue for River Place Apts., 2.99%, 6/1/18(a) Michigan HDA Mult-Family Rev-Berrien Woods 111, Series A, 3.15%, 7/1/32(a) Michigan Strategic Fund for Henry Ford Museum Village, 3.00%, 12/1/33(a)			400,000 600,000 700,000 700,000		
	600,000 700,000 700,000 700,000	Grand Rapids Economic Development Corp, 3.05%, 6/1/12(a) Jackson County for Thrify Leoni Inc, Series A, 3.05%, 12/1/14(a) Jackson County for Vista Grande Villa, Series A, 2.98%, 11/1/31(a) Michigan State HFA for Hosp Equipment Ln Prog- A, 2.98%, 12/1/23(a) Michigan HDA Multi-Family Revenue for River Place Apts., 2.99%, 6/1/18(a) Michigan HDA Mult-Family Rev-Berrien Woods 111, Series A, 3.15%, 7/1/32(a) Michigan Strategic Fund for Henry Ford Museum			400,000 600,000 700,000 700,000		
	600,000 700,000 700,000 700,000 1,160,000	Grand Rapids Economic Development Corp, 3.05%, 6/1/12(a) Jackson County for Thrify Leoni Inc, Series A, 3.05%, 12/1/14(a) Jackson County for Vista Grande Villa, Series A, 2.98%, 11/1/31(a) Michigan State HFA for Hosp Equipment Ln Prog- A, 2.98%, 12/1/23(a) Michigan HDA Multi-Family Revenue for River Place Apts., 2.99%, 6/1/18(a) Michigan HDA Mult-Family Rev-Berrien Woods 111, Series A, 3.15%, 7/1/32(a) Michigan Strategic Fund for Henry Ford Museum Village, 3.00%, 12/1/33(a) Michigan Strategic Fund for M&P Cap LLC, Series A,			400,000 600,000 700,000 700,000 700,000		
	600,000 700,000 700,000 700,000 1,160,000 300,000	Grand Rapids Economic Development Corp, 3.05%, 6/1/12(a) Jackson County for Thrify Leoni Inc, Series A, 3.05%, 12/1/14(a) Jackson County for Vista Grande Villa, Series A, 2.98%, 11/1/31(a) Michigan State HFA for Hosp Equipment Ln Prog- A, 2.98%, 12/1/23(a) Michigan HDA Multi-Family Revenue for River Place Apts., 2.99%, 6/1/18(a) Michigan HDA Mult-Family Rev-Berrien Woods 111, Series A, 3.15%, 7/1/32(a) Michigan Strategic Fund for Henry Ford Museum Village, 3.00%, 12/1/33(a) Michigan Strategic Fund for M&P Cap LLC, Series A, 3.13%, 6/1/34(a) Michigan Strategic Fund for Mot LLC, 3.07%,			400,000 600,000 700,000 700,000 1,160,000 300,000		
	600,000 700,000 700,000 700,000 1,160,000 300,000 600,000	Grand Rapids Economic Development Corp, 3.05%, 6/1/12(a) Jackson County for Thrify Leoni Inc, Series A, 3.05%, 12/1/14(a) Jackson County for Vista Grande Villa, Series A, 2.98%, 11/1/31(a) Michigan State HFA for Hosp Equipment Ln Prog- A, 2.98%, 12/1/23(a) Michigan HDA Multi-Family Revenue for River Place Apts., 2.99%, 6/1/18(a) Michigan HDA Mult-Family Rev-Berrien Woods 111, Series A, 3.15%, 7/1/32(a) Michigan Strategic Fund for Henry Ford Museum Village, 3.00%, 12/1/33(a) Michigan Strategic Fund for M&P Cap LLC, Series A, 3.13%, 6/1/34(a) Michigan Strategic Fund for Mot LLC, 3.07%, 12/1/34(a) Michigan Strategic Fund for Mot LLC, 3.07%, 12/1/34(a) Michigan State Stategic Fund Solid Waste Diso			400,000 600,000 700,000 700,000 1,160,000 300,000		
	600,000 700,000 700,000 700,000 1,160,000 300,000 600,000 700,000	Grand Rapids Economic Development Corp, 3.05%, 6/1/12(a) Jackson County for Thrify Leoni Inc, Series A, 3.05%, 12/1/14(a) Jackson County for Vista Grande Villa, Series A, 2.98%, 11/1/31(a) Michigan State HFA for Hosp Equipment Ln Prog- A, 2.98%, 12/1/23(a) Michigan HDA Multi-Family Revenue for River Place Apts., 2.99%, 6/1/18(a) Michigan HDA Mult-Family Rev-Berrien Woods 111, Series A, 3.15%, 7/1/32(a) Michigan Strategic Fund for Henry Ford Museum Village, 3.00%, 12/1/33(a) Michigan Strategic Fund for M&P Cap LLC, Series A, 3.13%, 6/1/34(a) Michigan Strategic Fund for Mot LLC, 3.07%, 12/1/34(a) Michigan State Stategic Fund Solid Waste Diso Rev, 3.03%, 1/1/14(a) Michigan Strategic Fund for Haven Christian Services,			400,000 600,000 700,000 700,000 1,160,000 300,000 600,000 700,000		
	600,000 700,000 700,000 700,000 1,160,000 300,000 600,000 700,000	Grand Rapids Economic Development Corp, 3.05%, 6/1/12(a) Jackson County for Thrify Leoni Inc, Series A, 3.05%, 12/1/14(a) Jackson County for Vista Grande Villa, Series A, 2.98%, 11/1/31(a) Michigan State HFA for Hosp Equipment Ln Prog- A, 2.98%, 12/1/23(a) Michigan HDA Multi-Family Revenue for River Place Apts., 2.99%, 6/1/18(a) Michigan HDA Mult-Family Rev-Berrien Woods 111, Series A, 3.15%, 7/1/32(a) Michigan Strategic Fund for Henry Ford Museum Village, 3.00%, 12/1/33(a) Michigan Strategic Fund for M&P Cap LLC, Series A, 3.13%, 6/1/34(a) Michigan Strategic Fund Solid Waste Diso Rev, 3.03%, 1/1/14(a) Michigan Strategic Fund Solid Waste Diso Rev, 3.03%, 1/1/14(a) Michigan Strategic Fund for Haven Christian Services, 3.07%, 11/15/34(a) Michigan Strategic Fund for Haven Christian Services, 3.07%, 11/15/34(a) Michigan Strategic Fund For Haven Christian Services, 3.07%, 11/15/34(a) Michigan State University Revenue, Series A, 3.00%,			400,000 600,000 700,000 700,000 1,160,000 300,000 600,000 700,000		

	700,000 700,000	Oakland University, 3.06%, 3/1/31(a) Wayne Charter County, Series A, 3.03%, 12/1/16(a)		700,000
				13,140,000

						SEE NOTES TO FINANCIAL STATEMENTS.		
		29						
Caption> PRIN AMO	CIPAL			VALUE (NOTE 1)				
		TAX-EXEMPT OBLIGATIONS (CONTINUED) PUERTO RICO 5.0%						
\$	700,000	Puerto Rico Government Development Bank, 2.85%, 12/1/15	(b)	\$ 700,000				
				700,000				
		TOTAL INVESTMENTS (COST\* \$13,840,000) COMPREHENSIVE MANAGEMENT FEES PAYABLE	97.8% 0.0	13,840,000				
		DISTRIBUTION (12b-1) FEES PAYABLE OTHER ASSETS, LESS LIABILITIES	0.0	(474				
				·				
				\$ 14,150,300				
		NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 14,156,366 SHARES OF BENEFICIAL						
		INTEREST, \$.001 PAR VALUE OUTSTANDING		\$ 1.00				
		SEE NOTES TO FINANCIAL STATEMENTS.						
		30						
	RESE	ERVE TAX-EXEMPT TRUSTNEW JERSEY TAX-EXEMPT FUND						
		EMENT OF INVESTMENTSNOVEMBER 30, 2005 (UNAUDITED)						
STATE .> CIPAL			VALUE (NOTE 1)					
STATE	EMENT OF INVESTMENTSNOVEMBER 30, 2005 (UNAUDITED)		(NOTE 1)					
STATE	EMENT OF INVESTMENTSNOVEMBER 30, 2005 (UNAUDITED)  TAX-EXEMPT OBLIGATIONS 88.0%  NEW JERSEY 88.0%		(NOTE 1)					
	STATE	``` C> TAX-EXEMPT OBLIGATIONS 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) ```		(NOTE 1)				
``` 1 ```	STATE CIPAL UNT .,160,000 450,000	``` CC> TAX-EXEMPT OBLIGATIONS 88.0% NEW JERSEY 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) ```		(NOTE 1)				
``` $ 1 ```	STATE	CC> TAX-EXEMPT OBLIGATIONS 88.0% NEW JERSEY 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) Monmouth County NJ Improv Auth, 2.90%, 8/1/16(a) New Jersey EDA for Bayonne Dock, 2.97%,		(NOTE 1)				
``` 1     2     2 ```	STATE  CIPAL  UNT  .,160,000  450,000  .,000,000	``` C> TAX-EXEMPT OBLIGATIONS 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) Mommouth County NJ Improv Auth, 2.90%, 8/1/16(a) ```		(NOTE 1)				
``` 1     2     2 ```	STATE	CIPAL	UINT		``` CC> TAX-EXEMPT OBLIGATIONS 88.0% NEW JERSEY 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) Monmouth County NJ Improv Auth, 2.90%, 8/1/16(a) New Jersey EDA for Bayonne Dock, 2.97%, 12/1/27(a) ```		(NOTE 1)	
```  ```	STATE  CIPAL UNT .,160,000 450,000 .,000,000 .,400,000 .,900,000	CC> TAX-EXEMPT OBLIGATIONS 88.0% NEW JERSEY 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) Mommouth County NJ Improv Auth, 2.90%, 8/1/16(a) New Jersey EDA for Bayonne Dock, 2.97%, 12/1/27(a) New Jersey EDA for Airis Newark Project , 2.98%, 1/1/19(a)		\$ 1,160,000 450,000 2,000,000 1,900,000				
``` 1     2     2     1     1 ```	STATE	CIPAL	UNIT		CC> TAX-EXEMPT OBLIGATIONS 88.0% NEW JERSEY 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) Mommouth County NJ Improv Auth, 2.90%, 8/1/16(a) New Jersey EDA for Bayonne Dock, 2.97%, 12/1/27(a) New Jersey EDA for Airis Newark Project , 2.98%, 1/1/19(a) New Jersey EDA for Foreign Trade, Series 98, 3.00%, 12/1/07(a)		\$ 1,160,000 450,000 2,000,000 1,900,000 800,000	
``` 1     2     2     1     1 ```	STATE  CIPAL UNT  ,160,000  450,000  ,000,000  ,400,000  ,900,000  ,800,000  ,915,000  ,915,000	``` CC> TAX-EXEMPT OBLIGATIONS 88.0% NEW JERSEY 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) Mommouth County NJ Improv Auth, 2.90%, 8/1/16(a) New Jersey EDA for Bayonne Dock, 2.97%, 12/1/27(a) New Jersey EDA for Airis Newark Project , 2.98%, 1/1/19(a) New Jersey EDA for Foreign Trade, Series 98, 3.00%, 12/1/07(a) New Jersey EDA for RJB Associates, ERN, 3.01%, 8/1/08(a) New Jersey EDA for Church & Dwight, 2.98%, 12/1/08(a) ```		\$ 1,160,000 450,000 2,000,000 1,900,000 800,000 1,515,000				
``` $ 1  1 1 ```	STATE							
``` $ 1 1 1 2 ```	STATE  CIPAL UNT .,160,000 450,000 .,000,000 .,900,000 .,900,000 .,915,000 400,000 .,915,000 400,000	CC> TAX-EXEMPT OBLIGATIONS 88.0% NEW JERSEY 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) Mommouth County NJ Improv Auth, 2.90%, 8/1/16(a) New Jersey EDA for Bayonne Dock, 2.97%, 12/1/27(a) New Jersey EDA for Airis Newark Project , 2.98%, 1/1/19(a) New Jersey EDA for Foreign Trade, Series 98, 3.00%, 12/1/07(a) New Jersey EDA for RJB Associates, ERN, 3.01%, 8/1/08(a) New Jersey EDA for Church & Dwight, 2.98%, 12/1/08(a) New Jersey EDA for Solthaven Proj, Series A, 2.90%, 1/15/18(a) New Jersey EDA for Lawrence School Proj., Series B, 2.82%,7/1/26(a)		\$ 1,160,000 450,000 2,000,000 1,900,000 800,000 1,515,000 1,915,000 400,000				
``` $ 1  1 2 2 ```	STATE  CCIPAL UNT  ,160,000  450,000  ,000,000  ,400,000  ,900,000  ,900,000  ,915,000  ,915,000  400,000  ,300,000  ,000,000	``` CC> TAX-EXEMPT OBLIGATIONS 88.0% NEW JERSEY 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) Mommouth County NJ Improv Auth, 2.90%, 8/1/16(a) New Jersey EDA for Bayonne Dock, 2.97%, 12/1/27(a) New Jersey EDA for Airis Newark Project , 2.98%, 1/1/19(a) New Jersey EDA for Foreign Trade, Series 98, 3.00%, 12/1/07(a) New Jersey EDA for RJB Associates, ERN, 3.01%, 8/1/08(a) New Jersey EDA for Church & Dwight, 2.98%, 12/1/08(a) New Jersey EDA for Solthaven Proj, Series A, 2.90%, 1/15/18(a) New Jersey EDA for Lawrence School Proj., Series B, 2.82%,7/1/26(a) New Jersey EDA for Newark Container LLC, 3.01%, 7/1/30(a) ```		\$ 1,160,000 450,000 2,000,000 1,900,000 800,000 1,515,000 400,000 2,300,000				
``` $ 1  1  2 2 2 ```	STATE							
``` $ 1 1 2 2 1 1 1 1 1 1 ```	STATE  CIPAL UNT .,160,000 450,000 .,000,000 .,400,000 .,900,000 .,915,000 400,000 .,300,000 .,000,000 .,000,000 .,000,000 .,000,000	CC> TAX-EXEMPT OBLIGATIONS 88.0% NEW JERSEY 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) Mommouth County NJ Improv Auth, 2.90%, 8/1/16(a) New Jersey EDA for Bayonne Dock, 2.97%, 12/1/27(a) New Jersey EDA for Airis Newark Project , 2.98%, 1/1/19(a) New Jersey EDA for Foreign Trade, Series 98, 3.00%, 12/1/07(a) New Jersey EDA for RJB Associates, ERN, 3.01%, 8/1/08(a) New Jersey EDA for Church & Dwight, 2.98%, 12/1/08(a) New Jersey EDA for Solthaven Proj, Series A, 2.90%, 1/15/18(a) New Jersey EDA for Lawrence School Proj., Series B, 2.82%,7/1/26(a) New Jersey EDA for Newark Container LLC, 3.01%, 7/1/30(a) New Jersey Health Care Facs Financing Auth, Series A, 2.96%, 7/1/31(a) New Jersey HCF Authority Cap Asset Ser A, 2.95%, 7/1/35(a)		\$ 1,160,000 450,000 2,400,000 1,900,000 800,000 1,515,000 400,000 2,300,000 2,000,000 900,000				
``` $ 1  1  2 2 1 1 1 1 ```	STATE  CIPAL UNT  ,160,000  450,000  ,000,000  ,400,000  ,900,000  400,000  ,000,000  ,000,000  ,000,000	``` CC> TAX-EXEMPT OBLIGATIONS 88.0% NEW JERSEY 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) Mommouth County NJ Improv Auth, 2.90%, 8/1/16(a) New Jersey EDA for Bayonne Dock, 2.97%, 12/1/27(a) New Jersey EDA for Airis Newark Project , 2.98%, 1/1/19(a) New Jersey EDA for Foreign Trade, Series 98, 3.00%, 12/1/07(a) New Jersey EDA for RJB Associates, ERN, 3.01%, 8/1/08(a) New Jersey EDA for Church & Dwight, 2.98%, 1/1/18(a) New Jersey EDA for Solthaven Proj, Series A, 2.90%, 1/15/18(a) New Jersey EDA for Lawrence School Proj., Series B, 2.82%,7/1/26(a) New Jersey EDA for Newark Container LLC, 3.01%, 7/1/30(a) New Jersey Health Care Facs Financing Auth, Series A, 2.96%, 7/1/31(a) New Jersey HCF Authority Cap Asset Ser A, 2.95%, 7/1/35(a) New Jersey EDA for Golf Asso, Project, 3.01%, 05/1/23(a) ```		\$ 1,160,000 450,000 2,000,000 2,400,000 1,900,000 1,515,000 400,000 2,300,000 2,000,000 900,000 1,400,000				
``` $ 1  1  1  1  3 ```	STATE	CIPAL	UNT		CC> TAX-EXEMPT OBLIGATIONS 88.0% NEW JERSEY 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) Mommouth County NJ Improv Auth, 2.90%, 8/1/16(a) New Jersey EDA for Bayonne Dock, 2.97%, 12/1/27(a) New Jersey EDA for Airis Newark Project , 2.98%, 1/1/19(a) New Jersey EDA for Foreign Trade, Series 98, 3.00%, 12/1/07(a) New Jersey EDA for RJB Associates, ERN, 3.01%, 8/1/08(a) New Jersey EDA for Church & Dwight, 2.98%, 12/1/08(a) New Jersey EDA for Solthaven Proj, Series A, 2.90%, 1/15/18(a) New Jersey EDA for Lawrence School Proj., Series B, 2.82%,7/1/26(a) New Jersey EDA for Newark Container LLC, 3.01%, 7/1/30(a) New Jersey Health Care Facs Financing Auth, Series A, 2.96%, 7/1/31(a) New Jersey HCF Authority Cap Asset Ser A, 2.95%, 7/1/135(a) New Jersey EDA for Golf Asso, Project, 3.01%, 05/1/23(a) New Jersey EDA for Thermal Marina Energy LLC, Series A, 2.98%, 9/1/31(a)		\$ 1,160,000 450,000 2,400,000 1,900,000 1,915,000 400,000 2,300,000 2,300,000 2,000,000 1,400,000 1,900,000	
``` STATE  CIPAL UNT  .,160,000 450,000 ,,000,000 ,,900,000 ,,900,000 400,000 ,,915,000 400,000 ,,000,000 ,,000,000 ,,000,000	CC> TAX-EXEMPT OBLIGATIONS 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) Mommouth County NJ Improv Auth, 2.90%, 8/1/16(a) New Jersey EDA for Bayonne Dock, 2.97%, 12/1/27(a) New Jersey EDA for Airis Newark Project , 2.98%, 1/1/19(a) New Jersey EDA for Foreign Trade, Series 98, 3.00%, 12/1/07(a) New Jersey EDA for RJB Associates, ERN, 3.01%, 8/1/08(a) New Jersey EDA for Church & Dwight, 2.98%, 1/1/18(a) New Jersey EDA for Solthaven Proj, Series A, 2.90%, 1/15/18(a) New Jersey EDA for Lawrence School Proj., Series B, 2.82%,7/1/26(a) New Jersey EDA for Newark Container LLC, 3.01%, 7/1/30(a) New Jersey EDA for Newark Container LLC, 3.01%, 7/1/35(a) New Jersey EDA for Golf Asso, Project, 3.01%, 05/1/23(a) New Jersey EDA for Thermal Marina Energy LLC, Series A, 2.98%, 9/1/31(a) New Jersey EDA for Geriatrics Housing Services Series P-J, 2.96%, 11/1/31(a)		$ 1,160,000 450,000 2,400,000 1,900,000 800,000 1,515,000 400,000 2,300,000 2,000,000 900,000 1,400,000 1,900,000 3,700,000	```				
``` $ 1  1  1  1  1  1  1  1  1  1  1  1  1 ```	STATE	CIPAL	UNT		CC> TAX-EXEMPT OBLIGATIONS 88.0% NEW JERSEY 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) Monmouth County NJ Improv Auth, 2.90%, 8/1/16(a) New Jersey EDA for Bayonne Dock, 2.97%, 12/1/27(a) New Jersey EDA for Airis Newark Project , 2.98%, 1/1/19(a) New Jersey EDA for Foreign Trade, Series 98, 3.00%, 12/1/07(a) New Jersey EDA for RJB Associates, ERN, 3.01%, 8/1/08(a) New Jersey EDA for Church & Dwight, 2.98%, 12/1/08(a) New Jersey EDA for Solthaven Proj, Series A, 2.90%, 1/15/18(a) New Jersey EDA for Lawrence School Proj., Series B, 2.82%,7/1/26(a) New Jersey EDA for Newark Container LLC, 3.01%, 7/1/30(a) New Jersey Health Care Facs Financing Auth, Series A, 2.96%, 7/1/31(a) New Jersey EDA for Golf Asso, Project, 3.01%, 05/1/23(a) New Jersey EDA for Thermal Marina Energy LLC, Series A, 2.98%, 9/1/31(a) New Jersey EDA for Thermal Marina Energy LLC, Series A, 2.98%, 9/1/31(a) New Jersey EDA for Geriatrics Housing Services Series		\$ 1,160,000 450,000 2,000,000 2,400,000 1,900,000 1,915,000 400,000 2,300,000 2,000,000 1,400,000 1,900,000 1,900,000 1,960,000	
``` $ 1  1  2 2 2  1  1 2 2 2 ```	STATE  CIPAL UNT  .,160,000 450,000 ,,000,000 ,,900,000 ,,900,000 400,000 ,,915,000 400,000 ,,000,000 ,,000,000 ,,000,000	CC> TAX-EXEMPT OBLIGATIONS 88.0% NEW JERSEY 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) Mommouth County NJ Improv Auth, 2.90%, 8/1/16(a) New Jersey EDA for Bayonne Dock, 2.97%, 12/1/27(a) New Jersey EDA for Airis Newark Project , 2.98%, 1/1/19(a) New Jersey EDA for Foreign Trade, Series 98, 3.00%, 12/1/07(a) New Jersey EDA for RJB Associates, ERN, 3.01%, 8/1/08(a) New Jersey EDA for Church & Dwight, 2.98%, 1/1/5/18(a) New Jersey EDA for Solthaven Proj, Series A, 2.90%, 1/15/18(a) New Jersey EDA for Lawrence School Proj., Series B, 2.82%,7/1/26(a) New Jersey EDA for Newark Container LLC, 3.01%, 7/1/30(a) New Jersey Health Care Facs Financing Auth, Series A, 2.96%, 7/1/31(a) New Jersey EDA for Golf Asso, Project, 3.01%, 05/1/23(a) New Jersey EDA for Thermal Marina Energy LLC, Series A, 2.98%, 9/1/31(a) New Jersey EDA for Geriatrics Housing Services Series P-J, 2.96%, 1/1/1/31(a) New Jersey EDA for Geriatrics Housing Services Series P-J, 2.96%, 1/1/1/31(a) New Jersey EDA for Geriatrics Housing Services Series P-J, 2.96%, 1/1/1/31(a) New Jersey EDA for Huntington SCH Princeton, 3.01%,		\$ 1,160,000 450,000 2,400,000 1,900,000 1,900,000 1,515,000 400,000 2,300,000 2,000,000 1,400,000 1,900,000 1,960,000 2,000,000 2,000,000				
``` $ 1  1  1  2  2  1  1  3  1  2  3  3 ```	STATE							
``` $ 1  1  1  2  2  1  1  3  1  2  3  3 ```	STATE  CIPAL UNT .,160,000 450,000 .,000,000 .,900,000 .,900,000 .,915,000 .,915,000 .,000,000 .,000,000 .,000,000 .,000,000	CC> TAX-EXEMPT OBLIGATIONS 88.0% NEW JERSEY 88.0% Atlantic County Pooled Government Loan Program, 3.00%, 7/1/26(a) Hudson County NJ Impt Auth Auth, 2.96%, 7/15/26(a) Mommouth County NJ Improv Auth, 2.90%, 8/1/16(a) New Jersey EDA for Bayonne Dock, 2.97%, 12/1/27(a) New Jersey EDA for Airis Newark Project , 2.98%, 1/1/19(a) New Jersey EDA for Foreign Trade, Series 98, 3.00%, 12/1/07(a) New Jersey EDA for RJB Associates, ERN, 3.01%, 8/1/08(a) New Jersey EDA for Church & Dwight, 2.98%, 1/1/15/18(a) New Jersey EDA for Solthaven Proj, Series A, 2.90%, 1/15/18(a) New Jersey EDA for Newark Container LLC, 3.01%, 7/1/30(a) New Jersey EDA for Newark Container LLC, 3.01%, 7/1/35(a) New Jersey EDA for Golf Asso, Project, 3.01%, 05/1/23(a) New Jersey EDA for Golf Asso, Project, 3.01%, 05/1/23(a) New Jersey EDA for Geriatrics Housing Services Series P-J, 2.96%, 1/1/131(a) New Jersey EDA for Geriatrics Housing Services Series P-J, 2.96%, 1/1/131(a) New Jersey EDA for Huntington SCH Princeton, 3.01%, 11/1/34(a) New Jersey EDA for Huntington SCH Princeton, 3.01%, 11/1/34(a) New Jersey Sports Authority Expo, Series C, 2.96%, 9/1/24(a)		(NOTE 1)				

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PRINCIP

		NEI ASSEIS	=====		50,481,905
		NET ASSETS	100.0%		
		TOTAL INVESTMENTS (COST* \$44,440,000) OTHER ASSETS, LESS LIABILITIES	88.0% 12.0		44,440,000 6,041,905
					44,440,000
		Home Woodstown, Inc., 3.00%, 4/1/34 (a)			2,000,000
	2,000,000	Obligation Revenue, 2.97%, 8/1/24(a) Salem County New Jersey Impt Auth Rev- Friends			3,300,000
	3,300,000	Port Authority of New York & New Jersey Special			1,200,000
	1,200,000	New Jersey Turnpike Authority, Series C-1, 2.90%, 1/1/24(a)			1,200,000
Ş	, ,	2.95%, 1/1/18(a)		\$	1,000,000
\$	1.000.000	TAX-EXEMPT OBLIGATIONS (CONTINUED)  NEW JERSEY (CONTINUED)  New Jersey Turnpike Authority, Series 91-D,			
<s></s>		<c></c>	<c></c>	<c></c>	
<car< td=""><td>PRINCIPAL AMOUNT</td><td></td><td></td><td></td><td>VALUE (NOTE 1)</td></car<>	PRINCIPAL AMOUNT				VALUE (NOTE 1)

</Table>

RESERVE TAX-EXEMPT TRUST -- NEW JERSEY TAX-EXEMPT FUND

STATEMENT OF ASSETS AND LIABILITIES

NOVEMBER 30, 2005 (UNAUDITED)

<Table>

<pre><s> ASSETS</s></pre>	<c></c>	
Investments in securities, at value (Cost \$44,440,000)  Cash  Interest receivable  Other assets	\$	44,440,000 5,906,162 146,355 105
Total Assets		50,492,622
LIABILITIES		
Comprehensive management fees payable Distribution (12b-1) fees payable Other liabilities Income dividend payable		6,674 1,679 140 2,224
Total Liabilities		10,717
NET ASSETS	\$	50,481,905
NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 50,481,905 SHARES OF BENEFICIAL INTEREST, \$.001 PAR		
VALUE OUTSTANDING	\$	1.00
	====	

</Table>

SEE NOTES TO FINANCIAL STATEMENTS. 32

<Page>

RESERVE TAX-EXEMPT TRUST -- OHIO TAX-EXEMPT FUND

SCHEDULE OF INVESTMENTS -- NOVEMBER 30, 2005 (UNAUDITED)

<Table>

<pre><caption>     PRINCIPAL     AMOUNT</caption></pre>		VALUE (NOTE 1)		
<s></s>	<c> TAX-EXEMPT OBLIGATIONS 92.6% OHIO 92.6%</c>	<c></c>		
\$ 500,000	Akron Bath Copley HDR for Summa Health System, Series B, 3.08%, 11/1/34(a)	Ś	500,000	
375,000	Allen County HCF for Mennonite Home, 3.05%, 2/1/18(a)		375,000	
800,000 500,000	Butler County HCF for Lifesphere, 3.25%, 5/1/27(a) Centerville HCR for Bethany Lutheran, 3.02%,		800,000	
400,000	5/1/08(a) Cleveland Airport Systems Revenue, Series D, 3.02%,		500,000	
	1/1/27(a)		400,000	
600,000	Cleveland Income Tax Revenue, 2.87%, 1/1/27(a)		600,000	
830,000 490,000	Cuyahoga County Cleveland Health, 3.06%, 3/1/32(a) Cuyahoga County for S&R Playhouse, 2.70%,		830,000	
	12/1/09(a)		490,000	

	700,000	Cuyahoga County HCF for Devon Oaks, 3.05%,					
	700,000	2/1/34(a) Cuyahoga County HRB EDA for Cleveland Botanical			700,000		
	800,000	Gardens, 3.08%, 7/1/31(a) Evandale County IDR for SHV Realty Inc., 3.00%,			700,000		
	800,000	9/1/15(a) Franklin County Hospital Revenue for U.S. Health Corp.,			800,000		
1	,000,000	Series A, 3.03%, 12/1/21(a) Geauga County for Heather Hill Inc, 3.04%, 7/1/23(a)			800,000 1,000,000		
	735,000	Greene County IDA for Fairview, Series B, 3.00%, 1/1/11(a)			735,000		
	655,000	Hamilton County HRB for Alliance Health, Series A, 2.87%, 1/1/18(a)			655,000		
1	195,000	Kent State University Receipts, 3.06%, 5/1/31(a) Licking County HCF, 3.05%, 11/1/33(a)			195,000 1,480,000		
_	935,000	Middleburgh Heights HR for Southwest General Health,					
	700,000	3.07%, 8/15/22(a) Ohio Air Quality DAR for Columbus Southern, Series C,			935,000		
	570,000	3.07%, 12/1/38(a) Ohio State Higher Educational Facility Revenue for			700,000		
	900,000	Ashland Univ. 3.08%, 9/1/24(a) Ohio State Higher Educational Facility Revenue for			570,000		
	600,000	Western Univ. 3.01%, 10/1/31(a) Ohio State University , 2.95%, 12/1/1712/1/27(a)(c)			900,000 600,000		
	700,000	Ohio WDA PCR for Cleveland Electric, Series B, 3.00%, 8/1/20(a)			700,000		
	800,000	Ohio WDA PCR for Edison Project B, 3.06%, 9/1/18(a)			800,000		

									SEE NOTES TO FINANCIAL STATEMENTS.					
		33												
PRIN AMO	CIPAL UNT				VALUE (NOTE 1)									
		TAX-EXEMPT OBLIGATIONS (CONTINUED) OHIO (CONTINUED)												
\$	800,000	Paulding County Waste Disposal for Lafarge Corporation, 2.94%, 8/1/26(a)		\$	800,000									
	800,000	Toledo City Services Special Assessment, 3.03%, 12/1/06(a)			800,000									
	500,000	Toledo County Port Authority, 3.05%, 15/15/38(a)			500,000									
					18,865,000									
		TOTAL INVESTMENTS (COST\* \$18,865,000) OTHER ASSETS, LESS LIABILITIES	92.6% 7.4		18,865,000 1,513,321									
		NET ASSETS		\$	20,378,321									
			====											
	RE	SERVE TAX-EXEMPT TRUST OHIO TAX-EXEMPT FUND												
		STATEMENT OF ASSETS AND LIABILITIES												
		NOVEMBER 30, 2005 (UNAUDITED)												
		~~ASSETS~~												
		Investments in securities, at value (Cost  $$18,865,000$ ) Cash				\$	18,865,000 1,467,471							
		Interest receivable					48,404							
		Total Assets					20,380,875							
		LIABILITIES Comprehensive management fees payable					824							
		Distribution (12b-1) fees payable Income dividend payable Other liabilities					662 1,004 64							
		Total Liabilities					2,554							
		NET ASSETS					20,378,321							
		NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER				====								
		SHARE, BASED ON 20,378,321 SHARES OF BENEFICIAL INTERES \$.001 PAR VALUE OUTSTANDING	ST,			\$	1.00							
		·												
, 100107		SEE NOTES TO FINANCIAL STATEMENTS.												
		34												
	RESERV	E TAX-EXEMPT TRUST PENNSYLVANIA TAX-EXEMPT FUND												
STATEMENT OF INVESTMENTS -- NOVEMBER 30, 2005 (UNAUDITED)

AMOUNT			VALUE (NOTE 1)	_	
:S>	<c></c>		<c></c>	-	
	TAX-EXEMPT OBLIGATIONS 92.6% PENNSYLVANIA 90.4%				
790,000					
2,200,000	12/1/29(a) Allegheny Higher Education for Carnegie Mellon		\$ 790,000	)	
2,200,000	University, 2.98%, 12/1/33(a)		2,200,000	)	
1,800,000	Allegheny IDA for UPMC Health Systems, Series C, 3.05%, 3/1/15(a)		1,800,000	1	
200,000	Berks County IDR for Visiting Nurse Services, Series A,		1,000,000	,	
645,000	3.15%, 12/1/15(a) Berks County IDR for Visiting Nurse Services, Series A,		200,000	)	
	3.30%, 12/1/15(a)		645,000	)	
3,800,000	Bucks County IDA for Shv Real Estate Inc, 3.00%, 7/1/15(a)		3,800,000	1	
64,000			64,000		
1,585,000			1,585,000		
1,600,000 700,000			1,600,000		
2,000,000	Emmaus General Authority Revenue, Series G, 3.01%,				
700,000	3/1/24(a) Indiana County IDA for Conemaugh 3.00%, 6/1/27(a)		2,000,000 700,000		
1,480,000			700,000	J	
1 065 006	7/1/33(a)		1,480,000	)	
1,965,000	Lebanon County HCF for ECC Retirement Village, 3.08%, 10/15/25(a)		1,965,000	)	
2,000,000			2,000,000	)	
2,000,000			2,000,000	)	
430,000	Montgomery County IDR for Girl Scouts of Southeastern PA, 3.15%, 2/1/25(a)		430,000	)	
1,445,000	Fork PA, Conemaugh Health System Series A, 2.90%,				
2,000,000	7/1/28(a) Pennsylvania EDA for B & W Ebensburg Project, 3.02%,		1,445,000	)	
2,000,000	12/1/11(a)		2,000,000	)	
1,600,000			1 600 000	,	
1,800,000	Project, 3.03%, 1/1/18(a) Pennsylvania HEFA for Temple University, 3.03%,		1,600,000	J	
	11/1/14(a)		1,800,000		
2,000,000			2,000,000	)	
1,300,000	for Childrens Hospital, 2.98%, 7/1/31(a)		1,300,000	)	
1,490,000	Philadelphia IDR for Fox Chase Cancer Center Project, 2.98%, 7/1/25(a)		1,490,000	1	
/Table>	2.50%, //1/25(d)		1,490,000	J	
	SEE NOTES TO FINANCIAL STATEMENTS.				
	35				
Page>					
Caption>			VALUE		
			VALUE (NOTE 1)		
aption> PRINCIPAL AMOUNT			(NOTE 1)	-	
aption> PRINCIPAL AMOUNT		<c></c>		-	
Caption> PRINCIPAL AMOUNT	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4%	<c></c>	(NOTE 1)	-	
Caption> PRINCIPAL AMOUNT	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue,	<c></c>	(NOTE 1) 	-	
Caption> PRINCIPAL AMOUNT	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a)	<c></c>	(NOTE 1) 		
Caption> PRINCIPAL AMOUNT	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a)	<c></c>	(NOTE 1) 	)	
Caption> PRINCIPAL AMOUNT  S>	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a) Washington County, 2.99%, 7/1/34(a)	<c></c>	(NOTE 1) 	)	
2,595,000 2,000,000	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a) Washington County, 2.99%, 7/1/34(a) Westmoreland County Redstone Highlands, 3.06%, 1/1/36(a)	<c></c>	(NOTE 1) 	0	
2,595,000	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a) Washington County, 2.99%, 7/1/34(a) Westmoreland County Redstone Highlands, 3.06%, 1/1/36(a) Wilkins Area IDA for Fairview Extended Care, Series B,	<c></c>	\$ 1,710,000 2,595,000 2,000,000	0	
Caption>     PRINCIPAL     AMOUNT	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a) Washington County, 2.99%, 7/1/34(a) Westmoreland County Redstone Highlands, 3.06%, 1/1/36(a)	<c></c>	\$ 1,710,000 2,595,000 2,000,000	) ) )	
AMOUNT  1,710,000  2,595,000  2,000,000  2,000,000	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a) Washington County, 2.99%, 7/1/34(a) Westmoreland County Redstone Highlands, 3.06%, 1/1/36(a) Wilkins Area IDA for Fairview Extended Care, Series B,	<c></c>	\$ 1,710,000 2,595,000 2,000,000 2,000,000 1,275,000	) ) ) )	
2,595,000 2,000,000	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a) Washington County, 2.99%, 7/1/34(a) Westmoreland County Redstone Highlands, 3.06%, 1/1/36(a) Wilkins Area IDA for Fairview Extended Care, Series B, 3.00%, 1/1/21(a)	<c></c>	\$ 1,710,000 2,595,000 2,000,000 2,000,000 1,275,000	0	
2,595,000 2,000,000	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a) Washington County, 2.99%, 7/1/34(a) Westmoreland County Redstone Highlands, 3.06%, 1/1/36(a) Wilkins Area IDA for Fairview Extended Care, Series B,	90.4% 9.6	\$ 1,710,000 2,595,000 2,000,000 2,000,000 1,275,000 45,174,000 45,174,000 4,772,440	000000000000000000000000000000000000000	
2,595,000 2,000,000	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a) Washington County, 2.99%, 7/1/34(a) Westmoreland County Redstone Highlands, 3.06%, 1/1/36(a) Wilkins Area IDA for Fairview Extended Care, Series B, 3.00%, 1/1/21(a)  TOTAL INVESTMENTS (COST* \$45,174,000) OTHER ASSETS, LESS LIABILITIES	90.4%	\$ 1,710,000 2,595,000 2,000,000 2,000,000 1,275,000 45,174,000 4,772,440	000000000000000000000000000000000000000	
PRINCIPAL AMOUNT  1,710,000  2,595,000  2,000,000  2,000,000  1,275,000	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a) Washington County, 2.99%, 7/1/34(a) Westmoreland County Redstone Highlands, 3.06%, 1/1/36(a) Wilkins Area IDA for Fairview Extended Care, Series B, 3.00%, 1/1/21(a)  TOTAL INVESTMENTS (COST* \$45,174,000) OTHER ASSETS, LESS LIABILITIES NET ASSETS	90.4% 9.6  100.0%	\$ 1,710,000 2,595,000 2,000,000 2,000,000 1,275,000 45,174,000 4,772,440	000000000000000000000000000000000000000	
PRINCIPAL AMOUNT  1,710,000  2,595,000  2,000,000  2,000,000  1,275,000	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a) Washington County, 2.99%, 7/1/34(a) Westmoreland County Redstone Highlands, 3.06%, 1/1/36(a) Wilkins Area IDA for Fairview Extended Care, Series B, 3.00%, 1/1/21(a)  TOTAL INVESTMENTS (COST* \$45,174,000) OTHER ASSETS NET ASSETS	90.4% 9.6  100.0%	\$ 1,710,000 2,595,000 2,000,000 2,000,000 1,275,000 45,174,000 4,772,440	000000000000000000000000000000000000000	
Caption> PRINCIPAL AMOUNT	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a) Washington County, 2.99%, 7/1/34(a) Westmoreland County Redstone Highlands, 3.06%, 1/1/36(a) Wilkins Area IDA for Fairview Extended Care, Series B, 3.00%, 1/1/21(a)  TOTAL INVESTMENTS (COST* \$45,174,000) OTHER ASSETS  RVE TAX-EXEMPT TRUST PENNSYLVANIA TAX-EXEMPT FUND	90.4% 9.6  100.0%	\$ 1,710,000 2,595,000 2,000,000 2,000,000 1,275,000 45,174,000 4,772,440	000000000000000000000000000000000000000	
PRINCIPAL AMOUNT  1,710,000  2,595,000  2,000,000  2,000,000  1,275,000	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a) Washington County, 2.99%, 7/1/34(a) Westmoreland County Redstone Highlands, 3.06%, 1/1/36(a) Wilkins Area IDA for Fairview Extended Care, Series B, 3.00%, 1/1/21(a)  TOTAL INVESTMENTS (COST* \$45,174,000) OTHER ASSETS NET ASSETS	90.4% 9.6  100.0%	\$ 1,710,000 2,595,000 2,000,000 2,000,000 1,275,000 45,174,000 4,772,440	000000000000000000000000000000000000000	
Caption> PRINCIPAL AMOUNT  1,710,000 2,595,000 2,000,000 2,000,000 1,275,000	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a) Washington County, 2.99%, 7/1/34(a) Westmoreland County Redstone Highlands, 3.06%, 1/1/36(a) Wilkins Area IDA for Fairview Extended Care, Series B, 3.00%, 1/1/21(a)  TOTAL INVESTMENTS (COST* \$45,174,000) OTHER ASSETS  RVE TAX-EXEMPT TRUST PENNSYLVANIA TAX-EXEMPT FUND	90.4% 9.6  100.0%	\$ 1,710,000 2,595,000 2,000,000 2,000,000 1,275,000 45,174,000 4,772,440	000000000000000000000000000000000000000	
PRINCIPAL AMOUNT  1,710,000  2,595,000  2,000,000  2,000,000  1,275,000  /Table> RESE	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a) Washington County, 2.99%, 7/1/34(a) Westmoreland County Redstone Highlands, 3.06%, 1/1/36(a) Wilkins Area IDA for Fairview Extended Care, Series B, 3.00%, 1/1/21(a)  TOTAL INVESTMENTS (COST* \$45,174,000) OTHER ASSETS NET ASSETS  RVE TAX-EXEMPT TRUST PENNSYLVANIA TAX-EXEMPT FUND STATEMENT OF ASSETS AND LIABILITIES	90.4% 9.6  100.0%	\$ 1,710,000 2,595,000 2,000,000 2,000,000 1,275,000 45,174,000 4,772,440	000000000000000000000000000000000000000	
Caption> PRINCIPAL AMOUNT  1,710,000 2,595,000 2,000,000 2,000,000 1,275,000	TAX-EXEMPT OBLIGATIONS (CONTINUED) PENNSYLVANIA 90.4% Quakertown Pennsylvania General Authority Revenue, 3.05%, 7/1/26(a) Schuylkill County IDA for Northeastern Power, 3.04%, 12/1/22(a) Washington County, 2.99%, 7/1/34(a) Westmoreland County Redstone Highlands, 3.06%, 1/1/36(a) Wilkins Area IDA for Fairview Extended Care, Series B, 3.00%, 1/1/21(a)  TOTAL INVESTMENTS (COST* \$45,174,000) OTHER ASSETS NET ASSETS  RVE TAX-EXEMPT TRUST PENNSYLVANIA TAX-EXEMPT FUND STATEMENT OF ASSETS AND LIABILITIES	90.4% 9.6  100.0%	\$ 1,710,000 2,595,000 2,000,000 2,000,000 1,275,000 45,174,000 4,772,440	000000000000000000000000000000000000000	

	Cash Interest receivable		4,670,171 112,238
	Total Assets		49,956,409
	10041 100000		
	LIABILITIES		
	Comprehensive management fees payable		6,162
	Distribution (12b-1) fees payable Accrued interest overdraft		1,540 123
	Income dividend payable		2,015
	Other liabilities		129
	Total Liabilities		9,969
	NET ASSETS	\$	49,946,440
	NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 49,946,440		
	SHARES OF BENEFICIAL INTEREST, \$.001 PAR VALUE OUTSTANDING	\$	1.00
		====	

				SEE NOTES TO FINANCIAL STATEMENTS.		
	36					
	RESERVE TAX-EXEMPT TRUST VIRGINIA TAX-EXEMPT FUND					
	SCHEDULE OF INVESTMENTS NOVEMBER 30, 2005 (UNAUDITED)					
- 11						
<Table> <Caption> PRINCIPAL VALUE AMOUNT (NOTE 1) <C> <S> <C> TAX-EXEMPT OBLIGATIONS -- 81.6% VIRGINIA -- 71.6% Alexandria County IDA for Goodwin House, 2.96%, 700.000 Ś 10/1/35(a) 700,000 700,000 Arlington County for Ballston Public Parking, 3.02%, 700,000 8/1/17(a) 500,000 Charlottesville IDA for Seminole, Series B, 3.08%, 500,000 600,000 Chesapeake Virginia Hospital, Series B, 3.00%, 600,000 7/1/31(a) 700,000 Clarke County IDR, 3.06%, 1/1/30(a) 700,000 700,000 Hampton MFH for Shoreline Apartments, 3.00%, 12/1/19(a) 700.000 530,000 Hanover County IDA for Covenent Woods, 3.07%, 7/1/29(a) 530,000 700,000 Henrico County EDA for Westminster Centerbury. Series B, 3.05%, 7/1/08(a) 700,000 700,000 Henrico County EDA (CITI-AMT) for White Oaks LTD Proj., 3.03%, 10/1/27(a) King George County VA Inc. Proj.,3.10%,9/01/21(a) Peninsula Port Authority for Dominion Terminal, 700,000 700,000 700,000 700,000 3.00%, 7/1/16(a) 700,000 555,000 Portsmouth Redev Marsh Landing PJ, Series A, 3.05%, 555,000 6/1/30(a) 1,200,000 Richmond IDA for Cogentrix of Richmond Proj A, 3.10%, 12/1/17(a) 1,200,000 University of Virginia Revenue, Series A, 3.03%, 1,100,000 1,100,000 6/1/34(a)(c) 10.085.000 PUERTO RICO -- 10.0% 700,000 Puerto Rico Government Bank, 2.85%,12/1/15(b) 700,000 Puerto Rico Highway & Transportation Authority, 700,000 Series A, 2.93%, 7/1/28(b) TOTAL INVESTMENTS (COST\* \$11,485,000) 81.6% 11,485,000 OTHER ASSETS, LESS LIABILITIES 18.4 2,592,438 NET ASSETS 100.0% \$ 14,077,438

</Table>

SEE NOTES TO FINANCIAL STATEMENTS.

<Page>

RESERVE TAX-EXEMPT TRUST -- VIRGINIA TAX-EXEMPT FUND

STATEMENT OF ASSETS AND LIABILITIES

NOVEMBER 30, 2005 (UNAUDITED)

<Table>

<C>

38

```
ASSETS
                    Investments in securities, at value (Cost $11,485,000)
  11,485,000
   2,565,640
                    Interest receivable
  29,805
                    Total Assets
  14,080,445
                    LIABILITIES
   1,854
                    Comprehensive management fees payable
                    Distribution (12b-1) fees payable
   464
                    Other liabilities
                    Interest payable
                    Total Liabilities
   3,007
                    NET ASSETS
   14,077,438
                    NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE, BASED ON 14,077,438
                    SHARES OF BENEFICIAL INTEREST, $.001 PAR VALUE OUTSTANDING
  1.00
   Ś
</Table>
                        SEE NOTES TO FINANCIAL STATEMENTS.
   38
<Page>
          RESERVE NEW YORK TAX-EXEMPT TRUST -- NEW YORK TAX-EXEMPT FUND
            STATEMENT OF NET ASSETS -- NOVEMBER 30, 2005 (UNAUDITED)
<Table>
<Caption>
    PRINCIPAL
   VALUE
    AMOUNT
  (NOTE 1)
                    TAX-EXEMPT OBLIGATIONS -- 99.2%
                    NEW JERSEY -- 2.9%
                    Port Authority of New York & New Jersey Versatile
       5,000,000
                    Structure, 2.97%, 8/1/24(a)
  5,000,000
                    NEW YORK -- 96.0%
       4,900,000
                    Babylon IDR for Ogden Martin, 2.94%, 1/1/19(a)
  4,900,000
         615,000
                    Bleecker HDC for Terrace Apt. Project S85, 3.07%,
  615,000
                    7/1/15(a)
       3,670,000
                    Cattaraugus County IDA for YMCA, 3.11\%, 9/1/28(a)
  3,670,000
       1,000,000
                    Dutchess IDA for Trinity Pawling School, 3.03%,
                    10/1/32(a)
  1.000.000
       2,550,000
                    Franklin County IDA Civic Facility for Trudeau Institute,
                    2.95%, 12/1/20(a)
  2,550,000
       2,400,000
                    Guilderland IDA for Eastern Industrial Park, Series 93-A.
                    2.95%, 12/1/08(a)
  2,400,000
       6,700,000
                    Jay Street Development Corp., Series A-1, 2.96%,
                    5/1/22(a)
  6,700,000
       6,600,000
                    Long Island Power Authority Electric System Revenue,
                    2.95%--2.97%, 5/1/33(a)
  6,600,000
       7,000,000
                    Metropolitan Transportation Authority, 3.03%,
                    11/1/35(a)
  7.000.000
       2,200,000
                    Monroe County for Margaret Woodbury Strong Museum,
                    3.10%, 4/1/35(a)
  2,200,000
       1,500,000
                    Monroe County for St. Ann's Home Project, 2.96%,
  1,500,000
                    7/1/30(a)
                    Nassau County, 2.92%, 11/15/22(a)
       4,860,000
  4,860,000
       4,100,000
                    New York City Cultural Resources for Asian Society,
                    3.02%. 4/1/30(a)
  4.100.000
       8,000,000
                    New York City DAR for Greenwich LLC, Series ,
                    2.99% 12/1/39(a)
  8,000,000
       5,300,000
                    New York City IDA for American Society for Technion.
                    2.94%, 10/1/33(a)
  5,300,000
       4,000,000
                    New York City IDA for Childrens Oncology Society,
                    2.97%, 5/1/21(a)
  4,000,000
                    New York City IDA for Korean Airlines, Series A,
       6,000,000
                    2.99%, 11/1/24(a)
  6,000,000
                    New York City IDA for Liberty, 3.03%, 12/1/39(a)
New York City WFA, Series G, 2.97%, 6/15/25(a)
New York City, GO Series A4, 2.97%, 8/1/23(a)
       5,000,000
  5,000,000
      13,000,000 2,600,000
   13,000,000
  2,600,000
       7,220,000
                    New York City, GO Series A4, 3.00%, 8/1/21(a)
  7,220,000
       7,000,000
1,500,000
                    New York City, TFA, Series H3, 2.98%, 11/1/22(a)
New York State Energy Resources and Development,
  7,000,000
                    3.02%, 12/1/27(a)
  1,500,000
</Table>
                        SEE NOTES TO FINANCIAL STATEMENTS.
  39
<Page>
<Table>
<Caption>
    PRINCIPAL
   VALUE
    AMOUNT
  (NOTE 1)
                    TAX-EXEMPT OBLIGATIONS -- (CONTINUED)
```

<S>

```
NEW YORK -- (CONTINUED)
       8.200.000
                    New York State HFA for 10 Liberty Street, 2.95%,
                     5/1/35(a)
   8,200,000
      12,000,000
                    New York State HFA, 2.98\% - 3.00\%, 11/1/34(a)
  12,000,000
                    New York State IDA for Rotterdam, 2.95%, 11/1/09(a)
New York State LGAC., Series D, 2.94%, 4/1/25(a)
       2,175,000
6,000,000
   2,175,000
   6,000,000
        6,000,000
                    New York State R&D Con Ed, Series C-2, 2.98%,
                     11/1/39(a)
   6,000,000
       3,665,000
                    Schenectady County IDA for Sunnyview Hospital &
                     Rehab., Series A, 3.06%, 8/1/33(a)
   3,665,000
                    Tompkins County IDA for Kendal Ithaca Community Care, Series B, 2.96%, 7/1/24(a)
       4,610,000
   4.610.000
                    Triborough Bridge & Tunnel Authority, Series F,
       7,100,000
                     3.03%, 11/1/32(a)
   7,100,000
                    Westchester IDA for Catherine Field Home, 3.01%,
       6,320,000
                     1/1/31(a)
   6,320,000
                    Yonkers IDA Civic Facility for Consumers Union,
       3,400,000
                     3.00%, 7/1/21(a)
   3,400,000
  167,185,000
                    PUERTO RICO -- 0.3%
                    Puerto Rico Government Development Bank, 2.85%,
          500,000
                     12/1/15(b)
   500,000
  99.2% $
                     TOTAL INVESTMENTS (COST* $172,685,000)
  172,685,000
                     COMPREHENSIVE MANAGEMENT FEES PAYABLE
  (0.0)^
   (3,815)
  (0.0)^
                    DISTRIBUTION (12b-1) FEES PAYABLE
  (954)
                    OTHER ASSETS, LESS LIABILITIES
   1,400,103
   0.8
                    NET ASSETS
   100.0% $ 174.080.334
   ==========
   =====
                    NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER
                     SHARE BASED ON 174,080,334 SHARES OF BENEFICIAL
                     INTEREST, $.001 PAR VALUE OUTSTANDING
  1.00
</Table>
                         SEE NOTES TO FINANCIAL STATEMENTS.
  40
<Page>
                             SECURITY TYPE ABBREVIATIONS
CDA -- Community Development Authority
HRB -- Hospital Revenue Bonds
COP
    -- Certificate of Participation
    -- Industrial Development Authority Revenue Bonds
     -- Development Authority Revenue Bonds
IDR -- Industrial Development Agency Revenue Bonds DFA -- Development Finance Agency
    -- Industrial Finance Authority
    -- Economic Development Authority Revenue Bonds
EDA
LGAC -- Local Government Assistance Corp.
    -- Economic Development Corporation
MFH -- Multifamily Housing Revenue Bonds
EFA -- Education Facilities Authority
MFHR -- Multifamily Facilities Housing Revenue Bonds
    -- General Obligation Bonds
MHR -- Multifamily Housing Revenue Bonds
HCF -- Health Care Facilities Revenue Bonds
    -- Pollution Control Revenue Bonds
    -- Hospital Development Authority
-- Public Finance Authority
HDA
PFA
     -- Housing Development Corporation Bonds
     -- Transitional Finance Authority
HDR
    -- Housing Development Revenue
     -- Water Development Authority
WDA
HEFA -- Health & Education Facilities Authority
WFA -- Water Finance Authority
HFA -- Housing Finance Authority Revenue Bonds
    -- Water Resource Authority
HFC
    -- Housing Finance Corporation
WSR -- Water & Sewer System Revenue Bonds
(a) Variable rate securities. The interest rates shown are as reported on
     November 30, 2005, are subject to change periodically. Securities payable
     on demand are collateralized by bank letters of credit or other credit
      agreements.
     Securities are collateralized by bank letters of credit or other credit
     agreements.
     Obligations of educational facilities.
     The cost of the investments for federal income tax purposes is the same as
     the cost for financial reporting purposes.
```

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<Page>

Amount is less than 0.05%.

THE RESERVE FUND

#### STATEMENTS OF OPERATIONS

FOR THE SIX MONTHS ENDED NOVEMBER 30, 2005 (UNAUDITED)

<Table> <Caption>

	PRIMARY FUND	U.S. GOVERNMENT FUND	FUND		
<\$>		<c></c>	<c></c>		
INTEREST INCOME (Note 1)	\$ 308,832,503	\$ 33,486,829			
EXPENSES (Note 2)					
COMPREHENSIVE MANAGEMENT FEES:					
Class R	25,055,393	3,915,185	1,311,610		
Class 95	45,976				
Class 75	214,242		6,802		
Class 70	45,994				
Class Treasurer's Trust	1,978,319	244,926	259,168		
Class 45	42,194	18,188	2,680		
Class 35	8,012				
Class 25	659,627	12,362	13		
Class 20	255,232				
Class 15	59,325	280			
Class 12	2,440,998	49,921	8		
Class 8	3,514,586	280,141	14,926		
DISTRIBUTION (12b-1) FEES:					
Class R	6,263,848	978,796	327,903		
Class 95	12,260				
Class 75	77,906		2,474		
Class 70	18,398				
INTEREST EXPENSE	47,931				
OTHER EXPENSE	43,592				
Total expenses before waiver		5,505,261			
Less: expenses waived (Note 2)					
Net Expenses		5,505,261	1,926,878		
NET INVESTMENT INCOME, representing Net Increase					
in Net Assets from Investment Operations		\$ 27,981,568			

 =========== | ========== | ========== |SEE NOTES TO FINANCIAL STATEMENTS.

RESERVE TAX-EXEMPT TRUST--INTERSTATE TAX-EXEMPT FUND

<table></table>	
<\$>	<c></c>
INTEREST INCOME (Note 1)	\$ 14,137,238
EXPENSES (Note 2)	
COMPREHENSIVE MANAGEMENT FEES:	
Class R	1,069,431
Class Treasurer's Trust	112,165
Class 75	28
Class 70	5,541
Class 45	661
Class 25	52,557
Class 15	78
Class 12	5
Class 8	319,932
DISTRIBUTION (12b-1) FEES:	
Class R	267,358
Class 75	10
Class 70	2,216
INTEREST EXPENSE	2,073
OTHER EXPENSE	3,175
Total expenses before waiver	1,835,230
Less: expenses waived (Note 2)	
Net Expenses	1,835,230
-	
NET INVESTMENT INCOME, representing Net Increase	
in Net Assets from Investment Operations	\$ 12,302,008

  ||  |  |
SEE NOTES TO FINANCIAL STATEMENTS.

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<Page> <Table> <Caption>

RESERVE TAX-EXEMPT TRUST

	C.	ALIFORNIA FUND	CONNECTICUT FUND		FLORIDA FUND			ACHUSETTS FUND
<\$>	<c></c>		<c></c>		<c></c>		<c></c>	
INTEREST INCOME (Note 1)	\$	1,259,786	\$	309,208	\$	562,384	\$	243,914
EXPENSES (Note 2)								
Comprehensive management fees		419,585		102,796		179,151		79,328
Distribution (12b-1) fees		104,729		25,699		44,788		19,909
Interest expense						433		
Other expense		313		77		124		56
Total expenses before waiver		524,627		128,572		224,496		99,293
Less: expenses waived (Note 2)								
				100 550				
Net Expenses		524,627		128,572		224,496		99,293
NET INVESTMENT INCOME, representing Net								
Increase in Net Assets from Investment Operations	\$	735,159	\$	180,636	\$	337,888	\$	144,621
	===	=======	====	=======	====	=======	====	=======
/Mahlas								

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<Page> <Table> <Caption>

RESERVE TAX-EXEMPT TRUST

		CHIGAN	NEV	V JERSEY FUND		DHIO
<\$>	<c></c>	<c></c>		<c></c>		
INTEREST INCOME (Note 1)	\$	202,827	\$	580,082	\$	250,307
EXPENSES (Note 2)						
Comprehensive management fees		65,972		191,097		80,014
Distribution (12b-1) fees		16,472		47,774		20,050
Interest expense						
Other expense		48		140		64
Total expenses before waiver		82,492		239,011		100,128
Less: expenses waived (Note 2)						
Net Expenses		82,492		239,011		100,128
NET INVESTMENT INCOME, representing Net Increase						
in Net Assets from Investment Operations	\$	120,335	\$	341,071	\$	150,179
			=====		=====	

</Table> <Table> <Caption>

Cagelon		SYLVANIA FUND	VIRGINIA FUND		
<\$>	<c></c>		<c></c>		
INTEREST INCOME (Note 1)		530,204		165,226	
EXPENSES (Note 2)					
Comprehensive management fees		168,233		54,756	
Distribution (12b-1) fees		42,058		13,689	
Interest expense		123			
Other expense		130		38	
Total expenses before waiver		210,544		68,483	
Less: expenses waived (Note 2)					
Net Expenses		210,544			
NET INVESTMENT INCOME, representing Net Increase					
in Net Assets from Investment Operations	\$	319,660	\$	96,743	
•	=====		=====		

  |  |  |  |SEE NOTES TO FINANCIAL STATEMENTS.

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<Page>

<Table> <Caption>

RESERVE NEW YORK TAX-EXEMPT TRUST

NEW YORK FUND

INTEREST INCOME (Note 1)

<C> 2,098,633 \$

```
EXPENSES (Note 2)
 Comprehensive management fees Distribution (12b-1) fees
  702.459
  175,615
  Interest expense
 Other expense
   513
   Total expenses
   Less: expenses waived (Note 2)
   Net Expenses
NET INVESTMENT INCOME, representing Net Increase
  1,220,046
in Net Assets from Investment Operations
</Table>
                     SEE NOTES TO FINANCIAL STATEMENTS.
<Page>
                (This page has been left blank intentionally)
<Page>
                              THE RESERVE FUND
                STATEMENTS OF CHANGES IN NET ASSETS (UNAUDITED)
<Table>
<Caption>
  PRIMARY FUND
   SIX MONTHS
   ENDED
  ENDED
  NOVEMBER 30,
  MAY 31.
  <C>
   <C>
<S>
INCREASE IN NET ASSETS:
FROM INVESTMENT OPERATIONS:
  $ 268,048,670 $
  Net investment income
  246.012.933
DISTRIBUTIONS TO SHAREHOLDERS FROM NET INVESTMENT INCOME (Note 1):
   Class R
   (81,314,732)
  (60,193,544)
   (162,324)
(798,945)
  Class 95
Class 75
  (160,259)
(1,129,352)
   Class 70
  (264,859)
  (292,321)
  (9,907,494)
(300,469)
   Class Treasurer's Trust
  (7,738,103)
  (241,762)
   Class 45
   (73,660)
   Class 35
   (78,301)
   Class 25
  (8,789,198)
  (12,495,241)
  (4,365,852)
   Class 20
  (4,328,901)
  (1,371,804)
   (2,191,068)
   Class 15
   Class 12
   Class 8
  (156,771,945)
  (148,980,782)
Total dividends to shareholders
FROM CAPITAL SHARE TRANSACTIONS
  (Note 4)
   (at net asset value of $1.00 per share):
   174,305,506,198
   250,951,076,104
   Proceeds from sale of shares
   Dividends reinvested
   265,932,079
  194,280,930
  (258,598,498,567)
  (166,113,769,871)
   Cost of shares redeemed
  8,457,668,406
   (7,453,141,533)
  Net increase (decrease) in net assets
  8,457,668,406
   (7,453,141,533)
NET ASSETS:
   Beginning of period
  12,204,192,462
   19,657,333,995
   End of period
  20,661,860,868 $ 12,204,192,462
</Table>
                        SEE NOTES TO FINANCIAL STATEMENTS.
<Page>
<Table>
<Caption>
   U.S. GOVERNMENT FUND
                                       -----
  SIX MONTHS
   SIX MONTHS
  YEAR
  YEAR
  ENDED
   ENDED
   ENDED
   ENDED
   MAY 31,
   MAY 31,
  MAY 31,
  MAY 31,
                                       2005
  2005
  2005
   2005
```

<C>

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<S>

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INCREASE IN NET ASSETS: FROM INVESTMENT OPERATIONS:				
Net investment income	\$ 27,981,568	\$ 19,471,674	\$ 5,393,682	\$ 4,673,327
DISTRIBUTIONS TO SHAREHOLDERS FROM				
NET INVESTMENT INCOME (Note 1):				
Class R	(12,572,398)	(9,219,775)	(3,627,182)	(2,829,445)
Class 95				
Class 75			(30,414)	(39,853)
Class 70				
Class Treasurer's Trust	(1,214,139)			
Class 45	(126,290)	(7,493)	(16,063)	(139)
Class 35				
Class 25	(170,560)	(667,016)	(153)	(408)
Class 20				
Class 15	(6,308)			
Class 12		(181,994)		
Class 8	(12,467,207)	(8,528,880)	(590,997)	(739,438)
Total dividends to shareholders	(27,981,568)	(19,471,674)		
<pre>FROM CAPITAL SHARE TRANSACTIONS (Note 4)   (at net asset value of \$1.00 per</pre>				
Proceeds from sale of shares	7,167,622,334	11,545,157,182	1,103,034,27	
Dividends reinvested	27,756,102	14,990,216	5,353,539	4,673,327
Cost of shares redeemed	(6,389,315,202)	(11,264,233,943)	(1,082,917,326)	(2,502,852,176)
	806,063,234	295,913,455	25,470,490	(220,186,926)
Net increase (decrease) in net assets		295,913,455		(220,186,926)
NET ASSETS:				
Beginning of period	1,519,250,532	1,223,337,077	454,701,294	674,888,220
End of period	\$ 2,325,313,766	\$ 1,519,250,532		

  |  |  |  |<Page>

RESERVE TAX-EXEMPT TRUST--INTERSTATE TAX-EXEMPT FUND

STATEMENT OF CHANGES IN NET ASSETS (UNAUDITED)

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<Table>

<caption></caption>						
•	SIX MONTHS ENDED NOVEMBER 30, 2005			YEAR ENDED MAY 31, 2005		
<\$>	<c></c>		<c></c>			
INCREASE IN NET ASSETS						
FROM INVESTMENT OPERATIONS:						
Net investment income		12,302,008		12,477,598		
DIVIDENDS PAID TO SHAREHOLDERS FROM NET INVESTMENT INCOME (NOTE 1):						
Class R				(1,904,802)		
Class Treasurer's Trust		(349,170)		(357,612)		
Class 75		(99)		(2)		
Class 70		(20,220)		(21,974)		
Class 45 Class 25		(3,121) (450,899)		(158) (387,135)		
Class 15		(1,203)		(1,570)		
Class 12		(120)		(71)		
Class 8		(9,492,856)		(9,804,274)		
Total dividends to shareholders		(12,302,008)		(12,477,598)		
FROM CAPITAL SHARE TRANSACTIONS (Note 6) (at net asset value of \$1.00 per share): Proceeds from sale of shares Dividends reinvested Cost of shares redeemed		6,383,413,578 12,219,597 (6,783,642,029)	(	12,477,598 6,518,644,846)		
		(388,008,854)		1,024,055,195		
Net increase (decrease) in net assets		(388,008,854)				
NET ASSETS: Beginning of year		1,412,321,751		388,266,556		
End of year	\$		\$	1,412,321,751		

 ===: | ========= | ==== |  |<Page>

<Table> <Caption>

<caption></caption>	RESERVE TAX-	EXEMPT TRUST
	CALIFOR	IIA FUND
	SIX MONTHS ENDED NOVEMBER 30, 2005	YEAR ENDED MAY 31, 2005
<s> INCREASE (DECREASE) IN NET ASSETS</s>	<c></c>	<c></c>
FROM INVESTMENT OPERATIONS: Net investment income	\$ 735,159 	\$ 718,269 
DIVIDENDS PAID TO SHAREHOLDERS FROM: Net Investment Income (Note 1)		(718,269)
FROM CAPITAL SHARE TRANSACTIONS (at net asset value of \$1.00 per share Proceeds from sale of shares Dividends reinvested Cost of shares redeemed	204,163,955 729,895 (208,327,374)	(447,611,652)
Net increase (decrease) in net asset		
NET ASSETS: Beginning of year		101,214,657
End of year	\$ 101,768,649	\$ 105,202,173
<caption></caption>	CONNECT SIX MONTHS ENDED NOVEMBER 30, 2005	YEAR ENDED MAY 31, 2005
<pre><s> INCREASE (DECREASE) IN NET ASSETS FROM INVESTMENT OPERATIONS:    Net investment income</s></pre>	<c> 180,636</c>	<c></c>
DIVIDENDS PAID TO SHAREHOLDERS FROM: Net Investment Income (Note 1)	(180,636)	(141,646)
FROM CAPITAL SHARE TRANSACTIONS (at net asset value of \$1.00 per share Proceeds from sale of shares Dividends reinvested Cost of shares redeemed	43,193,629 179,659 (40,785,032)	(62,338,249)  1,921,980
Net increase (decrease) in net asset		
NET ASSETS: Beginning of year	23,386,769	
End of year		\$ 23,386,769

  |  || SEE NOTES TO | FINANCIAL STATEMENTS. |  |
|  | 51 |  |
<Table> <Caption>

RESERVE TAX-EXEMPT TRUST

FLORIDA FUND FLORIDA FUND

SIX MONTHS
ENDED

NOVEMBER 30, YEAR ENDED

2005 MAY 31, 2005

<C>

INCREASE (DECREASE) IN NET ASSETS

FROM INVESTMENT OPERATIONS: Net investment income	\$	337,888	\$	326,913
DIVIDENDS PAID TO SHAREHOLDERS FROM: Net investment income (Note 1)		(337,888)		(326,913)
FROM CAPITAL SHARE TRANSACTIONS (at net asset value of \$1.00 per share): Proceeds from sale of shares Dividends reinvested Cost of shares redeemed		111,586,752 335,446		212,489,726 326,913
Cost of shares redeemed		(101,731,646)		(209,176,509)
		10,190,552		3,640,130
Net increase (decrease) in net assets		10,190,552		3,640,130
NET ASSETS: Beginning of year		43,093,519		39,453,389
End of year		53,284,071		

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<Table> <Caption>

RESERVE TAX-EXEMPT TRUST

		MASSACHUSE			MICHIGAN FUND			
			YEAR ENDED MAY 31, 2005					YEAR ENDED
<pre><s> INCREASE (DECREASE) IN NET ASSETS FROM INVESTMENT OPERATIONS:</s></pre>	<c></c>		<c></c>		<c></c>		<c></c>	
Net investment income	\$	144,621	\$	123,894	\$	120,335	\$	82,915
DIVIDENDS PAID TO SHAREHOLDERS FROM: Net investment income (Note 1)		(144,621)				(120,335)		
FROM CAPITAL SHARE TRANSACTIONS (at net asset value of \$1.00 per share):								
Proceeds from sale of shares Dividends reinvested Cost of shares redeemed		40,867,914 143,691		70,696,703 123,894		26,801,513 119,583		40,145,244 82,915
COST OF SHAFES Federaled		(44,331,105)						(35,670,278)
				4,333,343		(2,475,884)		, ,
Net increase (decrease) in net assets		(3,319,500)						
NET ASSETS: Beginning of year		22,152,581		17,819,238		16,632,250		12,074,369
End of year		18,833,081		, . ,		14,156,366		16,632,250

  |  |  |  |  |  | -==: |  |SEE NOTES TO FINANCIAL STATEMENTS.

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<Page>

<Table> <Caption>

RESERVE TAX-EXEMPT TRUST NEW JERSEY FUND
SIX MONTHS
ENDED YEAR ENDED NOVEMBER 30, MAY 31, 2005 2005 \$ 341,071 \$ 337,190

INCREASE (DECREASE) IN NET ASSETS FROM INVESTMENT OPERATIONS: Net investment income

DIVIDENDS PAID TO SHAREHOLDERS FROM: Net investment income (Note 1)

(341,071) (337,190)

FROM CAPITAL SHARE TRANSACTIONS (at net asset value of \$1.00 per share):		
Proceeds from sale of shares	123,423,527	282,434,698
Dividends reinvested	338,847	337,190
Cost of shares redeemed	(118,269,553)	(288,028,722
	5,492,821	(5,256,834
Net increase (decrease) in net assets	5,492,821	(5,256,834
NET ASSETS:		
Beginning of year	44,989,084	50,245,918
End of year	\$ 50,481,905	\$ 44.989.084
	============	==========

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Cape	SEE NOTES TO FI	NANCIAL STATEMENT	rs.						
Caption		ŀ							
Column									
Control   Cont			RESERVE TAX-	-EXEMPT TRUST					
SIX MONTHS									
### ENDED   VEAR E									
C		ENDED NOVEMBER 30,	MAY 31, 2005	ENDED NOVEMBER 30,	MAY 31,				
Not investment income   S	<\$>	<c></c>		<c></c>	<c></c>				
Introduction									
Net investment income (Note 1)	Net investment income								
Cat net asset value of \$1.00 per share):   Proceeds from sale of shares   35,091,329   80,335,415   90,190,049   163,192,232   Dividends reinvested   149,176   111,931   317,645   306,095   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)					(306,095)				
Cat net asset value of \$1.00 per share):   Proceeds from sale of shares   35,091,329   80,335,415   90,190,049   163,192,232   Dividends reinvested   149,176   111,931   317,645   306,095   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)   (164,865,088)	FROM CAPITAL SHARE TRANSACTIONS								
Net increase (decrease) in net assets	<pre>(at net asset value of \$1.00 per share):    Proceeds from sale of shares    Dividends reinvested</pre>	149,176	111,931	317,645	306,095				
Net increase (decrease) in net assets		1,354,335	8,112,176	5,253,075	(1,366,731)				
Beginning of year   19,023,986   10,911,810   44,693,365   46,060,096	Net increase (decrease) in net assets								
End of year \$ 20,378,321 \$ 19,023,986 \$ 49,946,440 \$ 44,693,365 \$  **Caption>  **RESERVE TAX-EXEMPT TRUST**  **VIRGINIA FUND**  **SIX MONTHS ENDED NOVEMBER 30, 2005	NET ASSETS:								
<pre>Caption&gt;  RESERVE TAX-EXEMPT TRUST  VIRGINIA FUND  SIX MONTHS ENDED NOVEMBER 30, MAY 31, 2005  CC&gt; CC&gt; CC&gt;  INCREASE (DECREASE) IN NET ASSETS FROM INVESTMENT OPERATIONS: Net investment income (Note 1)  INVESTMENT OPERATIONS (at net asset value of \$1.00 per share): Proceeds from sale of shares Dividends reinvested Cost of shares redeemed  37,466,868 72,769,957 Dividends reinvested 96,187 81,075  Cost of shares redeemed 37,466,868 72,769,957 Dividends reinvested 96,187 81,075  Cost of shares redeemed 371,840 2,656,530  Net increase (decrease) in net assets 371,840 2,656,530  Net increase (decrease) in net assets 371,840 2,656,530  Net increase (decrease) in net assets 371,840 3,705,598 11,049,068 End of year \$14,077,438 \$13,705,598</pre>	Beginning of year								
RESERVE TAX-EXEMPT TRUST	End of year								
VIRGINIA FUND   SIX MONTHS	<caption></caption>								
SIX MONTHS   ENDED   YEAR ENDED   NOVEMBER 30, MAY 31, 2005   2005									
ENDED NOVEMBER 30, MAY 31, 2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2005   2									
<pre></pre>		ENDED NOVEMBER 30, 2005	MAY 31, 2005						
Net investment income \$ 96,743 \$ 81,075  DIVIDENDS PAID TO SHAREHOLDERS FROM:     Net investment income (Note 1) (96,743) (81,075)  FROM CAPITAL SHARE TRANSACTIONS (at net asset value of \$1.00 per share):     Proceeds from sale of shares 37,466,868 72,769,957     Dividends reinvested 96,187 81,075     Cost of shares redeemed (37,191,215) (70,194,502)	INCREASE (DECREASE) IN NET ASSETS								
Net investment income (Note 1) (96,743) (81,075)  FROM CAPITAL SHARE TRANSACTIONS (at net asset value of \$1.00 per share):  Proceeds from sale of shares 37,466,868 72,769,957 Dividends reinvested 96,187 81,075 Cost of shares redeemed (37,191,215) (70,194,502)		\$ 96,743	\$ 81,075						
(at net asset value of \$1.00 per share): Proceeds from sale of shares 37,466,868 72,769,957 Dividends reinvested 96,187 81,075 Cost of shares redeemed (37,191,215) (70,194,502)			(81,075)						
Dividends reinvested 96,187 81,075 Cost of shares redeemed (37,191,215) (70,194,502)	(at net asset value of \$1.00 per share):	37 466 868	72 760 057						
371,840 2,656,530  Net increase (decrease) in net assets 371,840 2,656,530  NET ASSETS: Beginning of year 13,705,598 11,049,068  End of year \$ 14,077,438 \$ 13,705,598	Dividends reinvested	96,187	81,075						
Net increase (decrease) in net assets 371,840 2,656,530  NET ASSETS: Beginning of year 13,705,598 11,049,068 End of year \$ 14,077,438 \$ 13,705,598	COST OI SNATES redeemed								
NET ASSETS:  Beginning of year									
Beginning of year 13,705,598 11,049,068 End of year \$ 14,077,438 \$ 13,705,598		371,840	2,656,530						
End of year \$ 14,077,438 \$ 13,705,598									
	End of year	\$ 14,077,438	\$ 13,705,598						

</Table>

#### SEE NOTES TO FINANCIAL STATEMENTS.

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<Table>

RESERVE NEW YORK

	TAX-EXEMPT TRUST					
	NEW YORK FUND					
	SIX MONTHS ENDED NOVEMBER 30, 2005					
<s></s>	<c></c>		<c></c>			
INCREASE (DECREASE) IN NET ASSETS FROM INVESTMENT OPERATIONS:						
Net investment income	\$	1,220,046		1,155,796		
DIVIDENDS PAID TO SHAREHOLDERS FROM: Net investment income (Note 1)		(1,220,046)		(1,155,796)		
FROM CAPITAL SHARE TRANSACTIONS (at net asset value of \$1.00 per share):						
Proceeds from sale of shares		297,890,272		517,833,490		
Dividends reinvested		1,209,728		1,155,796		
Cost of shares redeemed		(289,442,636)		(527,148,018)		
		9,657,364		(8,158,732)		
Net increase (decrease) in net assets		9,657,364		(8,158,732)		
NET ASSETS:						
Beginning of year		164,422,970		172,581,702		
End of year	\$	174,080,334		164,422,970		

  |  |  |  |SEE NOTES TO FINANCIAL STATEMENTS.

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RESERVE NEW YORK TAX-EXEMPT TRUST RESERVE TAX-EXEMPT TRUST RESERVE MUNICIPAL MONEY-MARKET TRUST (COLLECTIVELY, THE "TRUSTS")

# NOTES TO FINANCIAL STATEMENTS

#### (1) SIGNIFICANT ACCOUNTING POLICIES:

The Trusts are registered under the Investment Company Act of 1940, as amended (the "Investment Company Act"), as an open-end management investment company. The policies summarized below are consistently followed in the preparation of its financial statements in conformity with generally accepted accounting principles.

A. The Trusts' authorized shares of beneficial interest are unlimited. As of November 30, 2005, there were six (6) series of The Reserve Fund authorized: Primary Fund, U.S. Government Fund, U.S. Treasury Fund, Primary II Fund, U.S. Government II Fund and U.S. Treasury II Fund; eleven (11) separate series of the Reserve Tax-Exempt Trust authorized: Interstate Tax-Exempt Fund, Interstate II Tax-Exempt Fund, which has not commenced operations), California Tax-Exempt Fund, Connecticut Tax-Exempt Fund, Florida Tax-Exempt Fund, Massachusetts Tax-Exempt Fund, Michigan Tax-Exempt Fund, New Jersey Tax-Exempt Fund, Ohio Tax-Exempt Fund, Pennsylvania Tax-Exempt Fund and Virginia Tax-Exempt Fund; and one (1) series of the Reserve New York Tax-Exempt Trust authorized: the New York Tax-Exempt Fund. These financial statements and notes apply to the Primary Fund, U.S. Government Fund and U.S. Treasury Fund of The Reserve Fund; the Interstate Tax-Exempt Fund, California Tax-Exempt Fund, Connecticut Tax-Exempt Fund, Florida Tax-Exempt Fund, Massachusetts Tax-Exempt Fund, Michigan Tax-Exempt Fund, New Jersey Tax-Exempt Fund, Ohio Tax-Exempt Fund, Pennsylvania Tax-Exempt Fund and Virginia Tax-Exempt Fund of Reserve Tax-Exempt Trust; the New York Tax-Exempt Fund of Reserve New York Tax-Exempt Trust; the New York Tax-Exempt Fund of Reserve New York Tax-Exempt Trust; the New York Tax-Exempt Fund of Reserve New York Tax-Exempt Trust; the New York Tax-Exempt Fund of Reserve New York Tax-Exempt Trust;

B. Securities are valued at amortized cost, which approximates market value. The amortized cost method values a security at cost plus accrued interest at the time of purchase, and thereafter assumes a constant amortization to maturity of any discount or premium, irrespective of intervening changes in interest rates or market values. For purposes of compliance with Rule 2a-7 of the Investment Company Act and for computing the portfolio average weighted life to maturity, the maturity of floating or variable rate instruments in which the Funds may invest are deemed to be: for floating rate instruments (1) the notice period required before the

Fund is entitled to receive payment of the principal amount of the instruments; and for variable rate instruments the longer of (1) above or (2) the period remaining until the instrument's next rate adjustment.

- C. It is the policy of each Fund to comply with Subchapter M of the Internal Revenue Code and to distribute all of its taxable income to its shareholders. Accordingly, no Federal income tax provision is required.
- D. Security transactions are recorded on a trade date basis. Interest income is accrued daily, and security premium or discount is amortized or accreted daily. Net investment income is distributed to shareholders daily and automatically reinvested in additional Fund shares, unless the shareholder has elected in writing to receive cash. The Primary Fund, U.S. Government Fund, U.S. Treasury Fund and Interstate Tax-Exempt Fund allocate investment income and fund level expenses (expenses other than the comprehensive management fee and distribution fee) are allocated daily based upon the relative proportion of net assets of each class.
- ${\tt E.}$  The Funds may enter into repurchase agreements with financial institutions and securities dealers that are deemed creditworthy pursuant to guidelines established by the

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Trust's Board of Trustees. Reserve Management Company, Inc. ("RMCI" or the "Investment Adviser"), the Funds' investment adviser, follows procedures intended to provide that all repurchase agreements are at least 100% collateralized as to principal and interest. The Funds' custodian holds the securities that are subject to repurchase agreements.

- F. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the dates of the financial statements and the reported amounts of income and expenses during the reporting periods. Actual results could differ from those estimates.
- G. During the fiscal year, the Funds incurred overdraft positions with their custodian bank. Any related interest charges are shown in each Fund's statement of operations.

## (2) MANAGEMENT FEE AND OTHER TRANSACTIONS WITH AFFILIATES:

Pursuant to an Investment Management Agreement (the "Agreement") between Reserve Management Company, Inc. ("RMCI") and each Trust on behalf of each of its series, RMCI serves as each Funds' Investment Adviser, subject to the policies adopted by the Boards of Trustees. Under the Agreement, RMCI is responsible for the supervision of the day-to-day operations, managing each Fund's investments, effecting purchases and sales thereof, and absorbing certain promotional expenses. Each Fund (with the exception of Primary Fund, U.S. Government Fund, U.S. Treasury Fund and Interstate Tax-Exempt Fund) pays RMCI a comprehensive management fee of 0.80% of such Fund's average daily net assets, which is accrued daily. For the Primary Fund, U.S. Government Fund, U.S. Treasury Fund and Interstate Tax-Exempt Fund, RMCI receives a comprehensive management fee accrued daily at an annual rate based on the average daily net assets of each class of each Fund according to the following schedule:

<Table> <Caption>

CLASS	8 CLASS 12	CLASS 15	CLASS 20	CLASS 25	CLASS 35	CLASS 45	TRUST	CLASS 70	CLASS 75	CLASS 95	CLASS R
<s></s>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>
0.08%	0.12%	0.15%	0.20%	0.25%	0.35%	0.45%	0.60%	0.50%	0.55%	0.75%	0.80%
/Tabl	0.5										

TREASIDER 'S

The comprehensive management fee includes the investment advisory fee, all administrative and customary operating expenses of each Fund, as well as shareholder liaison services (such as, responding to customer inquiries and providing information on their investments), recordkeeping charges, accounting expenses, transfer agent costs, and the expenses of preparing, printing and mailing shareholder reports and prospectuses. Excluded from the definition of customary operating expenses are: compensation for the Chief Compliance Officer, interest charges, taxes, brokerage fees and commissions, extraordinary legal and accounting fees and other extraordinary expenses, payments under each Fund's Distribution Plan and the fees of the Trustees who are not interested persons, as defined in the Investment Company Act (the "non-interested Trustees"), for which each Fund pays its direct or allocated share.

Included in "Other assets, less liabilities" in the Statement of Net Assets of Primary Fund at May 31, 2005 are amounts due Primary Fund from RMCI in the amount of \$16.7 million. Processing errors resulted in these amounts being held in the bank accounts unrelated to the Fund but under the supervision of an RMCI affiliate. This amount was returned to Primary Fund on September 23, 2005 with interest in the amount of approximately \$300,000 to be paid to Primary Fund as soon as practicable.

#### DISTRIBUTION ASSISTANCE:

The Funds have adopted Rule 12b-1 Distribution Plans (the "Distribution Plans") and have entered into a Distribution Agreement with Reserve Partners, Inc., an affiliate of RMCI.

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#### <Page>

which allows the Funds to pay distribution fees for certain shareholder services and for expenses related to the sale and distribution of its shares for the Funds that offer a single class of shares and of the Primary Fund, U.S. Government Fund, U.S. Treasury Fund and Interstate Tax-Exempt Fund's Class R, Class 95, Class 75 and Class 70 Shares. The rate of distribution expenses is 0.20% per year of each such Class' average daily net assets.

## (3) CONCENTRATION OF CREDIT RISK:

Total assets of each Fund in the Trusts include a concentration of cash that is held in accounts with the Funds' Custodian.

#### (4) INVESTMENT CONCENTRATION:

The Funds invest substantially all of their assets in portfolios of tax-exempt obligations issued by states, territories and possessions of the United States and their subdivisions. The issuers' ability to meet their obligations may be affected by economic, regional or political developments. In order to reduce the credit risks associated with such factors, the Funds invest substantially all of their portfolio assets in obligations backed by letters of credit, bond insurance of financial institutions, financial guaranty assurance agencies and/or other credit enhancement arrangements as shown below as a percentage of each Fund's net assets at November 30, 2005:

INTERSTATE TAX-EXEMPT FUND 99.8%

<table></table>	
<s></s>	<c></c>
LETTER OF CREDIT	
ABN-AMRO Bank NV	0.7%
Allied Irish Bank, PLC	0.5% 2.7%
Bank of America NA Bank of Montreal	2.7%
Bank of New York	3.2%
Bank of Nova Scotia	4.8%
Barclays Bank PLC	2.4%
Bayerische Landesbank Girozentrale	3.4%
BNP Paribas	2.0%
Citibank, NA	4.1%
Comerica Bank	2.5%
Credit Suisse First Boston	0.5%
Den Danske Bank	0.9%
DEPFA Bank, PLC	4.6%
FHLB Fifth Third Bank	0.5%
Fortis Bank	1.4%
FRMC	1.2%
Harris Trust & Savings Bank	0.1%
Harvard University	2.6%
HBOS PLC	0.6%
JPMorganChase Bank	2.7%
Keybank NA	1.4%
Kredietbank NV	1.0%
La Salle Bank, NA	4.6%
Landesbank Baden-Wurttemberg	0.4%
Landesbank Hessen-Thuerinigen Girozentrale	3.5%
Lloyds TSB Bank PLC M&T Bank	3.8%
MIT. Mass Inst Tech	3.4%
Natexis Banques Populaires	0.1%
Northern Trust Co.	1.0%
PNC Bank, NA	1.4%
Princeton University	0.5%
Rabobank Nederland	2.3%
Regions Bank	0.1%
Royal Bank of Canada, Montreal	1.0%
Royal Bank of Scotland	1.5%
Smith College	0.1%
Societe Generale State Street Bank & Trust Co.	1.1%
Suntrust Bank of Nashville NA	0.5%
Suntrust Bank of Atlanta	3.2%
University of Virginia	1.0%
US Bank, NA MPLS	3.1%
Wachovia Bank NA	2.6%
Wells Fargo Bank NA	1.0%
Westdeutsche Landesbank AG	0.4%
Yale	4.0%
* BOND INSURANCE	
AMBAC	2.7%
FGIC	3.4%
FSA	3.8%
MBIA	2.8%

  || 59 |  |
CALIFORNIA TAX-EXEMPT FUND 96.6%

<Table>

<Page>

<C>

LETTER OF CREDIT Allied Irish Bank, PLC Bank of America NA Bank of New York Bank of Nova Scotia BNP Paribas Calyon NY Citibank, NA Comerica Bank Den Danske Bank Fortis Babk Kredietbank NV, Brussels La Salle Bank, NA Landesbank Baden-Wurttemberg Landesbank Hessen-Thuerinigen Girozentrale Republic N.B. New York Royal Bank of Canada, Montreal Societe Generale State Street Bank & Trust Co. US Bank NA Wachovia Bank NA	2.2% 3.9% 4.9% 8.2% 4.2% 1.0% 1.3% 3.1% 3.9% 2.9% 6.5% 1.6% 6.3% 6.6% 3.7% 2.1% 3.7%
* BOND INSURANCE AMBAC FRMC MBIA	1.6% 3.9% 7.4%
CONNECTICUT TAX-EXEMPT FUND 81.2%	
LETTER OF CREDIT Allied Irish Bank, PLC Bank of America Bank of Montreal JPMorganChase Bank Kreditbank NV, Brussels La Salle Bank, NA Landesbank Hessen-Thueringen Girozentrale Northern Trust Co. Wachovia Bank NA Yale	6.9% 4.6% 4.6% 4.6% 4.6% 4.6% 4.6% 4.6%
* BOND INSURANCE AMBAC FGIC FSA MBIA	6.9% 8.1% 4.6% 7.7%
FLORIDA TAX-EXEMPT FUND 86.5%	
LETTER OF CREDIT Bank of America NA BNP Paribas Citibank, NA Fifth Third Bank Florida Power & Light HBOS PLC JPMorganChase Bank Keybank NA La Salle Bank NA Northern Trust Co. Republic National Bank Societe Generale State Street Bank & Trust Co. Suntrust Bank Wachovia Bank NA	4.5% 7.8% 3.8% 2.4% 3.9% 5.9% 6.3% 2.8% 3.6% 3.6% 3.6% 3.6%
AMBAC FGIC FRMC FSA	8.1% 3.9% 2.3% 3.4%

MASSACHUSETTS TAX-EXEMPT FUND 94.1%		
LETTER OF CREDIT Allied Irish Bank, PLC Bank of America Bank of Nova Scotia Comercia Bank, Detroit Depfa Bank, PLC Harvard University La Salle Bank, NA Landesbank Baden-Wurttemberg Landesbank Baden-Wurttemberg Landesbank Hossen- Thueringen Girozentrale Lloyds TSB Bank PLC MIT Mass Inst Tech PNC	3.8% 3.8% 3.5% 4.2% 4.5% 4.2% 1.1% 4.8% 3.7% 4.2%	

Royal Bank of Scotland Smith College State ST. Bank & Trust Co. Boston Sun Trust Bank of Atlanta Wachovia Bank NA Wellesley College	2.4% 4.2% 3.7% 3.2% 4.2% 4.2%
Williams College	3.7%
* BOND INSURANCE AMBAC FGIC FSA MBIA	3.3% 6.6% 8.8% 4.6%
MICHIGAN TAX-EXEMPT FUND 97.3%	
LETTER OF CREDIT	
Bank of America, NA	4.9%
Barclay Comerica Bank	4.9% 8.2%
Depfa Bank PLC FHLB	7.6% 4.9%
Fifth Third Bank	4.9%
JPMorganChase Bank Kredietbank NV	8.5% 4.9%
La Salle Bank, NA Landesbank Hessen-	4.2%
Thuerinigen Girozentrale	4.9%
National City Bank Standard Federal Bank, NA	7.8% 3.5%
Wachovia Bk & TR Co.	3.5%
* BOND INSURANCE	
AMBAC FGIC	4.9% 4.9%
FSA	9.9%
MBIA	4.9%
NEW JERSEY TAX-EXEMPT FUND 88.2%	
LETTER OF CREDIT	4.0%
Allied Irish Bank, PLC Bank of America	3.9%
Bank of New York Bank of Nova Scotia	6.4% 3.8%
Bayerische Landesbank Girozentrale	6.5%
Citibank, NA Dexia Credit Local	4.8% 3.8%
JPMorganChase Bank Kredietbank NV. Brussels	9.1% 2.3%
Lloyds TSB Bank PLC	3.9%
PNC Bank, NA Princeton University	6.8% 4.8%
Suntrust Bank Wachovia Bank NA	4.8% 7.3%
	,.50
* BOND INSURANCE AMBC	3.8%
FGIC FSA	2.0%
MBIA	7.8%

	61	
OHIO TAX-EXEMPT FUND 92.6%		
	3.9%	
~~LETTER OF CREDIT~~		
~~LETTER OF CREDIT ABN-AWRO Bank NV Allied Irish Bank, PLC~~	3.4%	
~~LETTER OF CREDIT ABN-AMRO Bank NV~~		
~~LETTER OF CREDIT ABN-AWRO Bank NV Allied Irish Bank, PLC Bank of America, NA Bank of Nova Scotia Barclays Bank PLC~~	3.4% 3.6% 2.5% 3.4%	
~~LETTER OF CREDIT ABN-AMRO Bank NV Allied Irish Bank, PLC Bank of America, NA Bank of Nova Scotia Barclays Bank PLC Bayerische Landesbank Girozentrale BNP Paribas~~	3.4% 3.6% 2.5% 3.4% 3.9% 3.4%	
~~LETTER OF CREDIT ABN-AMRO Bank NV Allied Irish Bank, PLC Bank of America, NA Bank of Nova Scotia Barclays Bank PLC Bayerische Landesbank Girozentrale~~	3.4% 3.6% 2.5% 3.4% 3.9%	
~~LETTER OF CREDIT  ABN-AMRO Bank NV  Allied Irish Bank, PLC  Bank of America, NA  Bank of Nova Scotia  Barclays Bank PLC  Bayerische Landesbank Girozentrale  BNP Paribas  Citibank, NA  Fifth Third Bank  HBOS PLC~~	3.4% 3.6% 2.5% 3.4% 3.9% 3.9% 4.6% 7.3%	
~~LETTER OF CREDIT ABN-AWRO Bank NV Allied Irish Bank, PLC Bank of America, NA Bank of Nova Scotia Barclays Bank PLC Bayerische Landesbank Girozentrale BNP Paribas Citibank, NA Fifth Third Bank HBOS PLC JPMorganChase Bank Keybank NA~~	3.4% 3.6% 2.5% 3.4% 3.9% 4.6% 7.3% 7.3% 6.9%	
~~LETTER OF CREDIT  ABN-AMRO Bank NV  Allied Irish Bank, PLC  Bank of America, NA  Bank of Nova Scotia  Barclays Bank PLC  Bayerische Landesbank Girozentrale  BNP Paribas  Citibank, NA  Fifth Third Bank  HBOS PLC  JPMorganChase Bank~~	3.4% 3.6% 2.5% 3.4% 3.9% 3.4% 3.9% 4.6% 7.3%	
~~LETTER OF CREDIT ABN-AWRO Bank NV Allied Irish Bank, PLC Bank of America, NA Bank of Nova Scotia Barclays Bank PLC Bayerische Landesbank Girozentrale BNP Paribas Citibank, NA Fifth Third Bank HBOS PLC JPMorganchase Bank Keybank NA La Salle Bank, NA Landesbank Hessen-Thurin National City Bank~~	3.4% 3.6% 2.5% 3.4% 3.9% 4.6% 7.3% 6.9% 3.4% 4.4% 2.5%	
LETTER OF CREDIT  ABN-AMRO Bank NV  Allied Irish Bank, PLC  Bank of America, NA  Bank of Nova Scotia  Barclays Bank PLC  Bayerische Landesbank Girozentrale  BNP Paribas  Citibank, NA  Fifth Third Bank  HBOS PLC  JPMorganChase Bank  Keybank NA  La Salle Bank, NA  Landesbank Hessen-Thurin  National City Bank  Ohio State University  Republic National Bank	3.4% 3.6% 2.5% 3.4% 3.9% 4.6% 7.3% 6.9% 3.4% 2.5% 2.4%	
~~LETTER OF CREDIT ABN-AMRO Bank NV Allied Irish Bank, PLC Bank of America, NA Bank of Nova Scotia Barclays Bank PLC Bayerische Landesbank Girozentrale BNP Paribas Citibank, NA Fifth Third Bank HBOS PLC JPMorganChase Bank Keybank NA La Salle Bank, NA La Salle Bank, NA Landesbank Hessen-Thurin National City Bank Ohio State University~~	3.4% 3.6% 2.5% 3.4% 3.9% 3.9% 4.6% 7.3% 7.4% 6.9% 3.4% 4.4% 2.5% 2.5%	
LETTER OF CREDIT  ABN-AMRO Bank NV  Allied Irish Bank, PLC  Bank of America, NA  Bank of Nova Scotia  Barclays Bank PLC  Bayerische Landesbank Girozentrale  BNP Paribas  Citibank, NA  Fifth Third Bank  HBOS PLC  JPMorganChase Bank  Keybank NA  La Salle Bank, NA  Landesbank Hessen-Thurin  National City Bank  Ohio State University  Republic National Bank  State Street Bank & Trust Co.  US Bank NA  Wachovia Bank NA	3.4% 3.6% 2.5% 3.4% 3.9% 3.4% 7.3% 7.4% 6.9% 3.4% 4.4% 2.5% 2.5% 3.9% 3.9% 3.9%	
LETTER OF CREDIT ABN-AMRO Bank NV Allied Irish Bank, PLC Bank of America, NA Bank of Nova Scotia Barclays Bank PLC Bayerische Landesbank Girozentrale BNP Paribas Citibank, NA Fifth Third Bank HBOS PLC JPMorganChase Bank Keybank NA La Salle Bank, NA Landesbank Hessen-Thurin National City Bank Ohio State University Republic National Bank State Street Bank & Trust Co. US Bank NA	3.4% 3.6% 2.5% 3.9% 3.9% 4.6% 7.3% 6.74% 2.5% 2.5% 2.9% 2.4% 3.9%	
LETTER OF CREDIT ABN-AMRO Bank NV Allied Irish Bank, PLC Bank of America, NA Bank of Nova Scotia Barclays Bank PLC Bayerische Landesbank Girozentrale BNP Paribas Citibank, NA Fifth Third Bank HBOS PLC JPMorganchase Bank Keybank NA La Salle Bank, NA Landesbank Hessen-Thurin National City Bank Ohio State University Republic National Bank State Street Bank & Trust Co. US Bank NA Wachovia Bank NA Wachovia Bank NA	3.4% 3.6% 2.5% 3.9% 3.4% 4.6% 7.4% 6.9% 3.4% 2.5% 2.9% 3.9% 3.9% 3.9% 3.9% 2.0%	

AMBAC MBIA	2.9% 4.2%
PENNSYLVANIA TAX-EXEMPT FUND 90.5%	
LETTER OF CREDIT ABN-AMRO Bank NV Allied Irish Bank, PLC Bank of America NA Bank of Nova Scotia Bay Landesbank Girozentrale Comerica Bank Depfa Bank, PLC Dexia Bank JPMorganChase Bank Kredietbank NV. Brussels Landesbank Hessen-Thuerinigen Girozentrale Northern Trust Co. PNC Bank, NA Rabobank Nederland University of Pennsylvania Wachovia Bank NA	7.6% 3.0% 4.0% 4.0% 3.6% 4.0% 5.2% 4.4% 3.2% 8.4% 3.9% 7.2% 4.0% 7.3%
* BOND INSURANCE AMBAC FSA MBIA	3.2% 4.0% 5.5%
VIRGINIA TAX-EXEMPT FUND 81.8%	
LETTER OF CREDIT Bank of America NA BNP Paribas BNET NA Citibank JP Morgan/ Chase Kredietbank NV. Brussels Suntrust Bank University of Virginia US Bank NA Wachovia Bank NA	5.0% 8.5% 7.3% 5.0% 5.0% 8.2% 7.8% 5.0%
* BOND INSURANCE AMBAC FRMC FSA MBIA	

 5.0% 5.0% 5.0% 5.0% || 62 |  |
NEW YORK TAX-EXEMPT FUND 99.6%	
	``` 4.1% 3.6% 4.1% 4.3% 3.7% 3.5% 3.6% 3.8% 4.0% 7.1% 4.0% 7.1% 4.0% 3.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 3.5% 4.0% 4.0% 4.0% 4.0% 4.0% 4.0% 4.0% 4.0 ```
MBIA	0.3%
\* Some securities may be backed by both a line of credit and ^ Amount is less than 0.05%.  (5) COMPOSITION OF NET ASSETS:	bond insurance.
At November 30, 2005, the composition of each Fund's net assets was as follows:

<Table> <Caption>

	PRIMARY FUND	U.S. GOVERNMENT FUND	U.S. TREASURY FUND
<s></s>	<c></c>	<c></c>	<c></c>
Par Value	\$ 20,661,861	\$ 2,325,314	\$ 480,170
Additional Paid-in-Capital	20,641,199,007	2,322,988,452	479,690,037
Net Assets	\$ 20,661,860,868	\$ 2,325,313,766	\$ 480,170,207

  |  |  |The tax basis of each Fund's net assets is the same as the basis for financial reporting at November 30, 2005. There was no undistributed net investment income for any of the Funds at November 30, 2005.

At November 30, 2005, the composition of each Fund's net assets was as follows:

<Table>

<caption></caption>		RSTATE	C.	ALIFORNIA FUND	(	CONNECTICUT FUND		FLORIDA FUND	MZ	ASSACHUSETTS FUND
<\$>	<c></c>		<c></c>		<c></c>		<c></c>		<c></c>	
Par Value Additional-Paid-in-Capital		1,024,313	\$	101,769 101,666,880	\$	25,975 25,949,050	\$	53,284 53,230,787	\$	18,833 18,814,248
Net Assets	\$ 1,02 ======	24,312,897	\$ ====	101,768,649	\$	25,975,025	\$	53,284,071	\$	18,833,081
<caption></caption>		CHIGAN CUND	1	NEW JERSEY FUND		OHIO FUND	PE	NNSYLVANIA FUND		VIRGINIA FUND
<s></s>	<c></c>		<c></c>		<c></c>		<c></c>		<c></c>	
Par Value Additional-Paid-in-Capital	\$	14,156 4,142,210	\$	50,482 50,431,423	\$	20,378 20,357,943	\$	49,946 49,896,494	\$	14,077 14,063,361
Net Assets	\$ 1 ======	4,156,366	\$	50,481,905	\$	20,378,32	\$	49,946,440	\$	14,077,438

  |  |  |  |  |  |  |  |  |  |NEW YORK

<Page>

<Caption>

</Table>

The tax basis of each Fund's assets is the same as the basis for financial reporting at November 30, 2005.

# (6) CAPITAL SHARE TRANSACTIONS:

For the six months ended November 30, 2005 and the year ended May 31, 2005, the capital share transactions of each Class of each Fund were as follows (at \$1 per share):

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<Table>

<caption></caption>		NOVEMBER	30, 2005	
	CLASS R	CLASS 95	CLASS 75	CLASS 70
<s> PRIMARY FUND</s>	<c></c>	<c></c>	<c></c>	<c></c>
Sold	12,606,462,276	6,315,939	250,270,745	11,067,804
Reinvested	80,745,059	159,230	1,120,533	263,123
Redeemed	(12,058,820,298)	(7,812,649)	(212,237,374)	(12,367,028)
Net Increase (Decrease)	628,387,037	(1,337,480)	39,153,904	(1,036,101)
<caption></caption>	TREASURER'S TRUST	CLASS 45	CLASS 35	CLASS 25
<s> PRIMARY FUND (CONTINUED)</s>	<c></c>	<c></c>	<c></c>	<c></c>
Sold	2,012,238,232	57,982,963	5,197,305	223,899,612
Reinvested	9,838,631	297,466	73,194	
Redeemed	(1,922,331,002)	(46,179,164)	(4,454,813)	(289,908,548)

Net Increase (Decrease)	99,745,861	12,101,265	815,686	
<caption></caption>	CLASS 20	CLASS 15	CLASS 12	CLASS 8
<pre><s> PRIMARY FUND (CONTINUED)</s></pre>	<c></c>	<c></c>	<c></c>	<c></c>
Sold Reinvested Redeemed	4,297,454 (496,442,691)		3,584,906 (1,141,358,897)	155,453,878 (149,775,979,763)
Net Increase (Decrease)			273,407,200	
<caption></caption>		MDEA GUDED I G		
	CLASS R	TREASURER'S TRUST	CLASS 45	CLASS 25
<s> U.S. GOVERNMENT FUND</s>	<c></c>	<c></c>	<c></c>	<c></c>
Sold Reinvested Redeemed	1,880,333,823 12,479,115 (1,727,802,874)	161,231,450 1,205,227 (150,144,825)	19,581,847 124,987 (15,815,423)	72,723,326 169,388 (66,300,043)
Net Increase	165,010,064		3,891,411	6,592,671

 ======================================= |  |  |  || 64 | 1 |  |  |  |
			CLASS 12	CLASS 8
<\$>				
U.S. GOVERNMENT FUND (CONTINUED) Sold Reinvested Redeemed		18,922,000 6,296 (18,926,528)		(4,336,229,093)
Net Increase		1,768	32,420,139	585,855,329
	CLASS R	TREASURER'S TRUST	CLASS 75	CLASS 45
U.S. TREASURY FUND Sold	846,195,617	127,599,052	52,203,886	4,344,297
Reinvested Redeemed	3,600,512 (817,868,789)	1,120,942 (126,429,016)	30,060 (52,291,374)	16,479 (3,078,228)
Net Increase (Decrease)	31,927,340		(57,428)	1,282,548
		CLASS 25	CLASS 12	CLASS 8
``` U.S. TREASURY FUND (CONTINUED) ```				
Sold Reinvested		0 389	50,000 483	72,641,425 584,674
Redeemed		(237)	(251)	
Net Increase (Decrease)		152	50,232	
-		FOR YEAR ENDED		
	CLASS R	CLASS 95	CLASS 75	CLASS 70
~~PRIMARY FUND~~				
Sold Reinvested Redeemed	20,317,040,980 60,193,544 (20,457,289,010)	162,324 (22,497,206)	250,458,815 798,945 (202,377,304)	292,321 (32,242,742)
Net Increase (Decrease)	(80,054,486)	(2,856,033)	48,880,456	(7,139,525)
	TREASURER'S			
<\$>	TRUST	CLASS 45	CLASS 35	CLASS 25
``` PRIMARY FUND (CONTINUED) ```		<(2	\(\c)	
Sold Reinvested Redeemed	2,779,477,93 7,738,103 (2,621,233,736)	88,088,407 241,762 (86,780,202)		350,322,888 12,495,241 (1,158,996,938)

Net Increase (Decrease)			(1,380,538)	

				69	5			
	GY 200 20	gr. 1. gr	gr. 100 10	GT NGG O				
10.	CLASS 20	CLASS 15	CLASS 12	CLASS 8				
~~PRIMARY FUND (CONTINUED)~~								
Sold Reinvested Redeemed	1,118,651,531 4,365,852 (856,507,971)	992,287,061 2,191,068 (1,069,271,200)	4,501,615,920 5,768,194 (4,645,431,393)	220,494,062,320 99,955,275 (227,429,631,524)				
Net Increase (Decrease)	266,509,412		(138,047,279)					
	CLASS R	TREASURER'S TRUST	CLASS 45					
~~U.S. GOVERNMENT FUND~~								
Sold Reinvested	3,093,006,825 9,219,775	249,939,182 864,601	9,850,904 7,493	143,765,170 667,016				
Redeemed		(188,939,449)	(668,578)					
Net Increase (Decrease)	86,517,076	61,864,334	9,189,819	(61,423,794)				
		CLASS 15		CLASS 8				
~~Sold~~			44,000,000	8,004,595,101 4,047,422				
Reinvested Redeemed		1,915		(7,853,060,412)				
Net Increasex (Decrease)		1,915		155,582,111				
			AUGUST 16, 2004\*					
	CLASS R	TREASURER'S	TO MAY 31, 2005	CLASS 45				
	CLASS R	TRUST	TO MAY 31, 2005 CLASS 75	CLASS 45				
U.S. TREASURY FUND		TRUST	TO MAY 31, 2005 CLASS 75					
	C> 1,627,208,683 2,829,445	TRUST	TO MAY 31, 2005 CLASS 75					
U.S. TREASURY FUND Sold Reinvested	C> 1,627,208,683 2,829,445 (1,693,659,193)	TRUST	TO MAY 31, 2005 CLASS 75	139 139				
U.S. TREASURY FUND Sold Reinvested Redeemed	C> 1,627,208,683 2,829,445 (1,693,659,193)	TRUST	TO MAY 31, 2005 CLASS 75	139 139				
U.S. TREASURY FUND Sold Reinvested Redeemed	C> 1,627,208,683 2,829,445 (1,693,659,193)	TRUST	TO MAY 31, 2005 CLASS 75	139 139				
U.S. TREASURY FUND Sold Reinvested Redeemed Net Increase (Decrease)	C> 1,627,208,683 2,829,445 (1,693,659,193)	TRUST	TO MAY 31, 2005 CLASS 75	CLASS 8				
U.S. TREASURY FUND Sold Reinvested Redeemed Net Increase (Decrease)	C> 1,627,208,683 2,829,445 (1,693,659,193)	TRUST	TO MAY 31, 2005 CLASS 75	CLASS 8				
U.S. TREASURY FUND Sold Reinvested Redeemed Net Increase (Decrease)  ~~U.S. TREASURY FUND (CONTINUED)~~	C> 1,627,208,683 2,829,445 (1,693,659,193)	TRUST	TO MAY 31, 2005 CLASS 75	CLASS 8				
U.S. TREASURY FUND Sold Reinvested Redeemed  Net Increase (Decrease)  ~~U.S. TREASURY FUND (CONTINUED) Sold Reinvested~~	C> 1,627,208,683 2,829,445 (1,693,659,193)	TRUST	TO MAY 31, 2005 CLASS 75	CLASS 8  CLASS 8  CC>  255,762,999 739,438 (257,148,717) (646,280)				
U.S. TREASURY FUND Sold Reinvested Redeemed  Net Increase (Decrease)  ~~U.S. TREASURY FUND (CONTINUED) Sold Reinvested Redeemed~~	C> 1,627,208,683 2,829,445 (1,693,659,193)	TRUST	TO MAY 31, 2005 CLASS 75	CLASS 8  CLASS 8  CC>  255,762,999 739,438 (257,148,717) (646,280)				
U.S. TREASURY FUND Sold Reinvested Redeemed  Net Increase (Decrease)  ~~U.S. TREASURY FUND (CONTINUED) Sold Reinvested Redeemed  Net Increase (Decrease)~~	C> 1,627,208,683 2,829,445 (1,693,659,193)	TRUST	TO MAY 31, 2005 CLASS 75	CLASS 8  CLASS 8  CC>  255,762,999 739,438 (257,148,717) (646,280)				
U.S. TREASURY FUND Sold Reinvested Redeemed  Net Increase (Decrease)  ~~U.S. TREASURY FUND (CONTINUED) Sold Reinvested Redeemed  Net Increase (Decrease)    \* Commencement of Class.~~		TRUST	TO MAY 31, 2005 CLASS 75	CLASS 8  CLASS 8  CC>  255,762,999 739,438 (257,148,717) (646,280)				
U.S. TREASURY FUND Sold Reinvested Redeemed  Net Increase (Decrease)  ~~U.S. TREASURY FUND (CONTINUED) Sold Reinvested Redeemed  Net Increase (Decrease)    \* Commencement of Class. ^^ Amount is less than \$0.50.~~	C> 1,627,208,683 2,829,445 (1,693,659,193) (63,621,065)	TRUST	TO MAY 31, 2005 CLASS 75	CLASS 8  CLASS 8  CC>  255,762,999 739,438 (257,148,717) (646,280)				
U.S. TREASURY FUND Sold Reinvested Redeemed  Net Increase (Decrease)  ~~U.S. TREASURY FUND (CONTINUED) Sold Reinvested Redeemed  Net Increase (Decrease)     \* Commencement of Class.  ^^ Amount is less than \$0.50.   60  For the six months ended November 30, 200 capital share transactions of each class at a net asset value of \$1 per share, were~~	C> 1,627,208,683 2,829,445 (1,693,659,193) (63,621,065)	TRUST	TO MAY 31, 2005 CLASS 75	CLASS 8  CLASS 8  CC>  255,762,999 739,438 (257,148,717) (646,280)				
U.S. TREASURY FUND Sold Reinvested Redeemed  Net Increase (Decrease)  ~~U.S. TREASURY FUND (CONTINUED) Sold Reinvested Redeemed  Net Increase (Decrease)    \* Commencement of Class. ^^ Amount is less than \$0.50.  For the six months ended November 30, 200 capital share transactions of each class at a net asset value of \$1 per share, were~~	C>  1,627,208,683 2,829,445 (1,693,659,193) (63,621,065)  Six months ended May of the Interstate Tax re as follows:	TRUST	TO MAY 31, 2005 CLASS 75	CLASS 8  CLASS 8  CC>  255,762,999 739,438 (257,148,717) (646,280)				
U.S. TREASURY FUND Sold Reinvested Redeemed  Net Increase (Decrease)  ~~U.S. TREASURY FUND (CONTINUED) Sold Reinvested Redeemed  Net Increase (Decrease)     \* Commencement of Class.  ^^ Amount is less than \$0.50.   60  For the six months ended November 30, 200 capital share transactions of each class at a net asset value of \$1 per share, were~~		TRUST	TO MAY 31, 2005 CLASS 75	CLASS 8  CLASS 8  CC>  255,762,999 739,438 (257,148,717) (646,280)				
<C> 188,136,544

<C> 61,000

<C> 540,368,722

<S>

Reinvested Redeemed	(520,229,326)	344,531 (200,947,304)	
Net Increase (Decrease)	22,101,355	(12,466,229)	9,926
<caption></caption>			
		CLASS 45	
<s></s>	<c></c>	<c></c>	<c></c>
Sold	147.712.807	811,439	53.947.501
Reinvested		3,086	
Redeemed		(400,712)	(95,848,659)
Net Increase (Decrease)	-	413,813	(41,446,588)
<caption></caption>			
Captions	CLASS 15	CLASS 12	CLASS 8
<s></s>		<c></c>	<c></c>
Sold	14		5,452,375,548
Reinvested	1,192	117	9,433,907
Redeemed	(13)	(1)	(5,818,816,446)
Net Increase (Decrease)	1,193	119	(357,006,991)
	==========	==========	

  |  |  |For the years ended May 31, 2005 and May 31, 2004, the capital share transactions of each class of the Interstate Tax-Exempt Fund, each at a net asset value of \$1 per share, were as follows:

<Table> <Caption>

YEAR ENDED MAY 31, 2005

		CLASS R	TRUST	OCTOBER 1, 2004* TO MAY 31, 2005 CLASS 75
<s> Sold Reinvested</s>		<c> 1,218,219,096 1,904,802</c>	<c> 257,552,413 357,612</c>	<c> 1,510 2</c>
Redeemed		(1,242,244,626)	(231,731,228)	(1,411)
Net Increase	(Decrease)	(22,120,728)	26,178,797	101
<caption></caption>		OCTOBER 1, 2004*		
		TO MAY 31, 2005 CLASS 70	CLASS 45	CLASS 25
<s> Sold Reinvested Redeemed</s>		<c> 75,609,267 21,974 (74,686,333)</c>	<c> 65,703 158 (6,055)</c>	<c> 106,352,469 387,135 (44,943,518)</c>
Net Increase	(Decrease)	944,908		61,796,086
<caption></caption>		CLASS 15	FEBRUARY 1, 2005* TO MAY 31, 2005 CLASS 12	CLASS 8
<s> Sold Reinvested Redeemed</s>		<c> 24 1,570 (15)</c>	9,999	<pre><c> 5,872,411,962 9,804,274 (4,925,031,660)</c></pre>
Net Increase	(Decrease)	1,579	10,070	

<sup>\*</sup> Commencement of Class operations.

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<Page>

## (7) COMMITMENTS AND CONTINGENCIES:

In the normal course of business, the Funds enter into contracts that contain a variety of representations and warranties and provide general indemnifications. The Funds' general exposure under these arrangements is unknown, as this would involve future claims that may be made against the Funds that have not yet occurred. However, based on experience, the Funds expect the risk of loss to be remote.

## (8) FINANCIAL HIGHLIGHTS:

Contained below is per share operating performance data for a share of beneficial interest outstanding of each Class of each Fund for each of the

periods as indicated:

<Table>

			CLASS F	R

		X MONTHS ENDED EMBER 30.	D YEARS ENDED MAY 31,											
	NOV	2005		2005		2004			2002			2001		
<s> PRIMARY FUND Net asset value at</s>	<c></c>			>		>		>	<c></c>		<c< th=""><th>&gt;</th></c<>	>		
beginning of year	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000		
Net investment income		0.0130		0.0100		0.0011		0.0065		0.0187		0.0511		
investment income		(0.0130)		(0.0100)		(0.0011)		(0.0065)		(0.0187)		(0.0511)		
Net asset value at end of year		1.0000		1.0000		1.0000		1.0000		1.0000	\$	1.0000		
Total Return		1.30%		1.01%		0.11%		0.65%		1.90%				
RATIOS/SUPPLEMENTAL DATA Net assets end of year (millions)	\$	6,615.5	\$	5,987.1	\$	6,067.2	\$	6,231.8	\$	6,462.0	\$	6,241.8		
Ratio of expenses to average net assets Ratios of expenses		1.00%(a)		1.00%		1.00%		1.00%		1.01%		1.00%		
to average net assets, net of fee waivers Ratio of net investment		1.00%(a)		1.00%		0.99%		(h	)	(h	)	(b		
income to average net assets		2.62%(a)		1.00%		0.10%		0.64%		1.86%		5.11%		

<Caption>

SIX MONTHS AUGUST 12,
ENDED YEAR ENDED 2003\* TO
NOVEMBER 30. MAY 31. MAY 31.

CLASS 95

	NOVE	EMBER 30, 2005	M	AY 31, 2005		MAY 31, 2004
<\$>	<c></c>		<c></c>		<c></c>	
PRIMARY FUND						
Net asset value at beginning of period	\$	1.0000	\$	1.0000	\$	1.0000
Net investment income		0.0132		0.0105		0.0009
Dividends from net investment income		(0.0132)		(0.0105)		(0.0009)
Net asset value at end of period	 \$	1.0000	 \$	1.0000	Š	1.0000
Net abbet value at the of period	===:	1.0000			===	=======
Total Return		1.33%		1.06%		0.09%
RATIOS/SUPPLEMENTAL DATA						
Net assets end of period (millions)	\$	11.8	\$	13.1	\$	16.0
Ratio of expenses to average net assets		0.95%(a)		0.95%		0.95%(a)
Ratio of net investment income to						
arrange mak agasta		2 (7%/-)		1 00%		0 149/-)

</Table>

<Page>
<Table>
<Caption>

2.67%(a) 1.00% 0.14%(a)

_						CLASS	75					
	1	MONTHS ENDED MBER 30.				MAY 29, 2001* TO MAY 31,						
		2005		2005		2004		2003		2002		2001
<s> PRIMARY FUND</s>	<c></c>					•	<c></c>		<c></c>		<c></c>	
Net asset value at beginning of period	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000
Net investment income Dividends from net		0.0142		0.0125		0.0035		0.0090		0.0213		0.0003
investment income		(0.0142)		(0.0125)		(0.0035)		(0.0090)		(0.0213)		(0.0003)
Net asset value at		1 0000	4	1 0000	<b>A</b>	1 0000		1 0000	4	1.0000		1.0000
end of period	\$ ===:	1.0000	\$ ===	1.0000	-	1.0000		1.0000	-	1.0000	\$ ===	======
Total Return		1.43%		1.27%		0.35%		0.90%		2.16%		0.03%
RATIOS/SUPPLEMENTAL DATA												
Net assets end of period (millions)	\$	0.4 0	ė	55.7	ė	6.8	ė	14.1	ė	23.5	ė	34.7
Ratio of expenses to	Ą	24.2	Ą	55.7	ņ	0.0	Ş	14.1	Ą	23.5	ş	34.7
average net assets Ratio of net investment		0.75%(a)		0.75%		0.75%		0.75%		0.76%		0.75%(a)
kalio oi nel investment												

income to average net assets	2.87%(a)		1.33%	C	).37%		0.95%		2.33%		3.97%(a)
<caption></caption>					~ ~ ~						
		SI	X MONTHS ENDED		YEAR	ENDED	AU 2	GUST 003*	12, TO		
			EMBER 30, 2005		MA 2	ENDED Y 31, 005		MAY 200	31, 4		
<s></s>							 <c></c>				
PRIMARY FUND						1 0000			0000		
Net asset value at beginning of pe Net investment income		\$	1.0000 0.0145			1.0000		0	.0000		
Dividends from net investment inco	ome		(0.014			(0.013			.0029)		
Net asset value at end of period			1.0000			1.0000					
Total Return			1.46	%		1.32	हे		0.29%		
RATIOS/SUPPLEMENTAL DATA	. \	\$	10 /		\$	19.4	\$		26.6		
Net assets end of period (millions Ratio of expenses to average net a	assets	Ş		%(a)			ş }		0.70%(a)		
Ratio of net investment income to average net assets			2.92	%(a)		1.26	è		0.39%(a)		

												69										
						S TRUST																
	SIX MONTHS ENDED			YEARS	ENDE	D MAY 3	1.				MAY 29, 2001\*											
	NOVEMBER 30, 2005								2002	TO	MAY 31,											
~~PRIMARY FUND~~			<	C>																		
Net asset value at beginning of period	\$ 1.0000	**š** 1	.0000 \$	1.0	0000	**\$** 1	.0000	Ś	1.0000	Ś	1.0000											
Net investment income	0.0150			0.0					0.0228		0.0003											
Dividends from net																						
investment income	(0.0150)	(0)							(0.0228)		(0.0003)											
Net asset value at end of period	\$ 1.0000	\$ 1	.0000 \$	1.0	0000	\$ 1	.0000	\$	1.0000	\$	1.0000											
Total Return	\$ 1.0000 ======= 1.51%	=====	===== = 1.42%		:=== 0.50%	=====	1.06%	===	2.32%	====	0.03%											
RATIOS/SUPPLEMENTAL DATA																						
Net assets end of	A 700 4		600 F A		12.77		407.4		F10 0		224.5											
period (millions) Ratio of expenses to	\$ 709.4		609.7 \$				197.4															
average net assets Ratio of net investment	0.60%(a)		0.60%	(	1.60%		0.60%		0.60%		0.60%(a)											
income to average net assets	3.02%(a)		1.49%	C	0.50%		1.04%		2.05%		4.12%(a)											
	2722(4,																					
					LASS																	
	SIX MONTHS									N	IAY 29,											
	ENDED NOVEMBER 30,					D MAY 3:					2001\* MAY 31,											
	2005		05			200			2002		2001											
PRIMARY FUND Net asset value at																						
beginning of period	\$ 1.0000	\$ 1		1.0					1.0000		1.0000											
Net investment income Dividends from net	0.0157	0	.0155	0.0	065	0	.0120		0.0243		0.0004											
investment income	(0.0157)	( 0	.0155)	(0.0		(0			(0.0243)		(0.0004)											
Net asset value at									1 0000		1 0000											
end of period	\$ 1.0000 ======	=====	===== =		===	=====		===	1.0000	====	======											
Total Return	1.58%		1.57%	C	0.65%		1.21%		2.48%		0.04%											
RATIOS/SUPPLEMENTAL DATA Net assets end of																						
	\$ 29.7	\$	17.6 \$	1	6.0	\$	13.5	\$	23.1	\$	7.4											
period (millions)																						
Ratio of expenses to average net assets	0.45%(a)		0.45%	C	.45%		0.45%		0.45%		0.45%(a)											
Ratio of expenses to	0.45%(a) 3.17%(a)		0.45%		).45% ).65%		0.45%				0.45%(a) 4.27%(a)											
</Table> <Page> <Table> <Caption> CLASS 35 ENDED YEARS ENDED MAY 31. 2002\* NOVEMBER 30, TO MAY 31. -----2003 2005 2005 <S> <C> <C> <C> <C> PRIMARY FUND Net asset value at beginning of \$ 1.0000 \$ 1.0000 \$ 1.0000 period 1.0000 Net investment income 0.0162 0.0165 0.0050 0.0075 Dividends from net investment (0.0162) (0.0165) (0.0050) (0.0075) income Net asset value at end of period 1.0000 1.0000 \$ 1.0000 \$ 1.0000 ======== ----------\_\_\_\_\_ 1.68% Total Return 1.64% 0.51% 0.76% RATIOS/SUPPLEMENTAL DATA Net assets end of period 3.7 (millions) 4.5 5.1 Ratio of expenses to average 0.35%(a)+ net assets 0.35%(a) 0.35% 0.35%(a)+ Ratio of net investment income to average net assets 3.27%(a) 1.49% 0.74%(a)+ <Caption> CLASS 25 SIX MONTHS MAY 29. YEARS ENDED MAY 31, ENDED 2004 2003 NOVEMBER 30, TO MAY 31, 2005 2005 2002 2001 -----<C> <C> <C> <C> <C> <C> PRIMARY FUND Net asset value at beginning of period 1.0000 1.0000 \$ 1.0000 1.0000 1.0000 Net investment income 0.0167 0.0175 0.0085 0.0140 0.0263 0.0004 Dividends from net investment (0.0167) (0.0175)(0.0085) (0.0140) (0.0263) (0.0004) 1.0000 1.0000 \$ 1.0000 1.0000 \$ 1.0000 1.0000 Net asset value at end of period Total Return 1.69% 1.78% 0.86% 1.42% 2.69% 0.04% RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) \$ 495.0 552.3 \$ 1,348.4 \$ 1,524.7 \$ 2,113.4 \$ 442.0 Ratio of expenses to average net assets 0.25%(a) 0.25% 0.25% 0.25% 0.25% 0.25%(a) Ratio of net investment income to 3.37%(a) 1.65% 0.84% 1.41% 2.31% 4.47%(a) average net assets </Table> 71 <Page> <Table> <Caption> CLASS 20 \_\_\_\_\_ FEBRUARY 12 SIX MONTHS YEAR ENDED ENDED MAY 31, 2005 NOVEMBER 30, MAY 31, 31 مسير. 2005 2004 <C> <C> PRIMARY FUND 1.0000 1.0000 Net asset value at beginning of period \$ 1.0000 Net investment income 0.0170 0.0180 0.0025 Dividends from net investment income (0.0170) (0.0180) (0.0025) Net asset value at end of period 1.0000 1.0000 Ś 1.0000 ========= ========= ========= Total Return 1.71% 1.83% 0.26%

291.1

0.20%(a)

3.42%(a)

\$

266.5

1.86%

\$

\$

0.0^

0.20%(a)

0.89%(a)

http://www.sec.gov/Archives/edgar/data/83335/000104746906003443/a2167601zn-csrs.txt

RATIOS/SUPPLEMENTAL DATA

net assets <Caption>

Net assets end of period (millions)

Ratio of expenses to average net assets

Ratio of net investment income to average

			C	LASS 15			
	SIX MONTHS ENDED NOVEMBER 30,		YEARS ENDE	D MAY 31,	J	TULY 30, 2001* TO	
	2005		2004	. 20	03	2002	
<s> PRIMARY FUND Net asset value at</s>	<c></c>			<c></c>			
beginning of period	\$ 1.0000			000 \$ 1			
Net investment income Dividends from net investment	0.0172			095 0			
income	(0.0172)	(0.0185	(0.0	(095)	.0150)	(0.0205)	
Net asset value at end of period	\$ 1.0000 ====== 1.74%	\$ 1.0000	\$ 1.0	000 \$ 1	.0000 \$	1.0000	
Total Return	1.74%	1.88	1% (	.96%	1.52%	2.08%	
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions)	\$ 87.8	\$ 61.9	\$ 13	6.7 \$	692.0 \$	34.1	
Ratio of expenses to average net assets	0.15%(a)	0.15	i% (	.15%	0.15%	0.15%(a	)
Ratio of net investment income to average net assets	3.47%(a)	1.55	'% C	.95%	1.30%	2.07%(a	)
<caption></caption>				CLASS 12			
		SIX MON ENDE NOVEMBER 2005	TTHS ED 2 30,	YEAR ENDED MAY 31, 2005	JUNE 2003 MAY 20	25, 8* TO 7 31,	
<s></s>		<c></c>			<c></c>		
PRIMARY FUND Net asset value at beginning of peri	od	\$ 1.	0000	\$ 1.0000	\$	1.0000	
Net investment income Dividends from net investment income		0.	0174 0174)	0.0188	) (	0.0090	
Net asset value at end of period		ė 1	0000	ė 1 0000		1 0000	
Total Return			1.75%	1.92	%	0.91%	
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to average net ass Ratio of net investment income to av							

 ets erage net assets | \$ 4 | 63.5 0.12%(a) 3.50%(a) | \$ 190.1 0.12 1.81 | \$ % % | 328.1 0.12%(a) 0.97%(a) |  ||  | 72 |  |  |  |  |  |  |
				CLASS 8			
	SIX MONTHS						
	ENDED NOVEMBER 3			ARS ENDED MA			JULY 27, 2001\* TO MAY 31,
	2005		2005	2004		2003	2002
~~PRIMARY FUND~~							
Net asset value at beginning of peri			1.0000	\$ 1.000			\$ 1.0000
Net investment income Dividends from net investment income		76)	0.0193 (0.0193)	0.010 (0.010	2)	0.0157 (0.0157)	0.0214 0.0214
Net asset value at end of period	\$ 1.00	00 \$	1.0000	\$ 1.000	0 \$	1.0000	\$ 1.0000 =======
Total Return		== === 77%	1.97%	1.0		1.59%	2.17%
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to average net ass Ratio of expenses to average net assets net of fee waivers		08%(a)	4,427.1 0.08% 0.07%	\$ 11,262. 0.0	8%	5,304.3 0.08%	\$ 2,818.3 0.08%(a)
assets net or ree walvers Ratio of net investment income to average net assets		08%(a) 54%(a)	1.72%	1.0		1.45%	0.08%(a) 2.25%(a)
				CLASS R			
	SIX MONTHS						
	ENDED NOVEMBER 30	,					
	2005		:005	2004		2002	
~~II S COVERNMENT FIND~~			<0	!>			
U.S.GOVERNMENT FUND

Net asset value at beginning of year		1.0000	\$ 	1.0000	\$	1.0000	\$	1.0000	\$ 	1.0000		\$ 1.0000
Net investment income Dividends from net investment income		0.0128 (0.0128)		0.0102 (0.0102)		0.0010 (0.0010)		0.0050 (0.0050)		0.0149 (0.0149	)	0.0493 (0.0493)
Net asset value at end of year	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000		\$ 1.0000
Total Return	=====	1.29%	===	1.03%	====	0.10%	==:	0.50%	==	1.50		5.12%
RATIOS/SUPPLEMENTAL DATA Net assets end of year (millions) Ratio of expenses to average net assets Ratio of expenses to average net	\$	1,105.0 1.00%(a)	\$	940.0 1.00%	\$	853.5 1.00%	\$	846.7 1.00%	\$	902.3		\$ 887.1 1.01%
assets net of fee waivers		1.00%(a)		1.00%		0.98%		(b	)		(b)	(
average net assets 												

2.59%(a)		1.04%		0.10%		0.50%		1.44	%	4.93%		7	73											
Table> Caption>					TREA	ASURER'S T	RIIST	r																
	SIX M	ONTHS																						
	EN	DED BER 30,				YEARS EN	DED					01\* TO AY 31.												
	20	05		2005				2003		2002		2001												
S> J.S.GOVERNMENT FUND			>		•	>																		
Met asset value at beginning of period		1.0000	\$	1.0000	\$	1.0000		1.00000		1.0000		1.0000												
Wet investment income Dividends from net investment income		0.0148 (0.0148)		0.0142 (0.0142)		0.0049 (0.0049)		0.0090 (0.0090)		0.0189 (0.0189)		0.0003 (0.0003)												
Met asset value at end of period	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000	\$	1.0000												
otal Return	=====	1.49%	==	1.44%	===	0.49%		0.91%		1.91%		0.03%												
ATIOS/SUPPLEMENTAL DATA  et assets end of period (millions) atio of expenses to average net assets atio of net investment income to	\$	93.4 0.60%(a)	\$	81.2 0.60%		19.3 0.60%		6.5 0.60%		4.0 0.60%		15.6 0.60%(a												
average net assets		2.99%(a)		1.64%		0.48%		0.83%		2.16%		3.47%(a												
Caption>						CLASS 4	5																	
	SIX M	ONTHS										AY 29,												
	NOVEM	DED BER 30,									M	01\* TO AY 31,												
		05		2005		2004				2002														
S> .S.GOVERNMENT FUND		1 0000		1 0000		1 0000				1 0000														
et asset value at beginning of period		1.0000	\$	1.0000	\$			1.0000		1.0000		1.0000												
et investment income ividends from net investment income		0.0156 (0.0156)		0.0157 (0.0157)		0.0064 (0.0064)		0.0105 (0.0105)		0.0203		0.0003												
et asset value at end of period	\$	1.0000	\$		\$	1.0000		1.0000	\$															
otal Return		1.57%	==	1.59%		0.64%		1.06%		2.06%		0.03%												
CATIOS/SUPPLEMENTAL DATA let assets end of period (millions) catio of expenses to average net assets catio of net investment income to	\$	13.1 0.45%(a)	\$	9.2 0.45%		0.0^ 0.44%		5.8 0.45%		0.4 0.45%		4.4 0.45%(a												
average net assets		3.14%(a)		2.36%		0.66%		0.86%		2.73%		3.62%(a												
7	74																							
Page>																								
Table> Caption>						CLASS 2																		
	SIX M	ONTHS DED				YEARS EN					M	AY 29, 01\* TO												
	NOVEM 20	BER 30, 05		2005		2004		2003		2002	M													
S> .s.government fund																								
		1.0000		1.0000																				
Met asset value at beginning of period						0.0084		0.0125		0.0224		0.0003												
Jet investment income		0.0166 (0.0166)		0.0177 (0.0177)		(0.0084)		(0.0125)		(0.0224)		(0.0003)												
Wet asset value at beginning of period  Wet investment income  Dividends from net investment income  Wet asset value at end of period	\$		\$		\$	(0.0084)  1.0000	\$	1.0000	\$	(0.0224)  1.0000	\$	1.0000												
3.8 0.25%(a) 3.82%(a)

RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to average net assets Ratio of net investment income to average net assets		11.2 0.25%(a) 3.34%(a)		0.25%		66.0 0.25% 0.83%		0.25%	90.7 \$ 0.25%
<caption></caption>				CLASS 15	=				
	SIX PER NOVER	MONTHS NDED MBER 30,			ED MAY	31,	NOVEMBI 2002* MAY 3	ER 18, TO 31,	
<s> U.S.GOVERNMENT FUND Net asset value at beginning of period</s>	<c></c>	1.0000	<c></c>		<c></c>	1.0000	<c> \$ 1</c>	.0000	
Net investment income Dividends from net investment income		0.0171 (0.0171)		0.0187 (0.0187)			(0)		
Net asset value at end of period		1.0000		1.0000					
Total Return		1.72%							
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to average net assets Ratio of net investment income to average net assets									

0.1 0.15%(a) 3.44%(a)		0.15%		0.15%		0.1 0.15%(a 1.17%(a				75								
								-										
	EI NOVI	MONTHS NDED EMBER 30, 2005	YEAR ENDED MAY 31, 2005			FEBRU. 2004\* MAY 20	TO 31, 04	\_										
~~U.S.GOVERNMENT FUND~~																		
Net asset value at beginning of period		1.0000		1.0		\$												
Net investment income Dividends from net investment income		0.0172 (0.0172)		(0.0	0190 0190)		0.0025	5)										
Net asset value at end of period	\$	1.0000	\$	1.0	0000	\$	1.0000	0										
Total Return	=====	1.74%		1			0.25											
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to average net assets Ratio of net investment income to average net assets		77.6 0.12%(a) 3.47%(a)			0.12%			0 3%(a) 5%(a)										
				CLASS 8														
	SIX I NOVI	MONTHS ENDED EMBER 30,		YEARS ENI	DED MA	Y 31,	JUNE 2002	7, \* TO 31,										
U.S.GOVERNMENT FUND Net asset value at beginning of period		1.0000		1.0000														
Net investment income Dividends from net investment income		0.0174 (0.0174)		0.0194			0 ( 0 .	.0142 .0142)										
Net asset value at end of period		1.0000		1 0000		1 0000		0000										
Total Return		1.76%		1.98%		1.01%	=	1.44%										
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to average net assets Ratio of net investment income to average net assets	\$	1,024.9 0.08%(a) 3.51%(a)		439.1 0.08% 1.98%		283.5 0.08% 1.00%	·	49.1 0.08%(a 1.20%(a										
	76																	
4 -===																		

			CLASS			
	SIX MONTH ENDED			ARS ENDED MAY 3		
	NOVEMBER 30, 2005	2005	2004	2003	2002	2001
<s>U.S. TREASURY FUND</s>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>
Net asset value at beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income	0.0111	0.0083	0.0009	0.0047	0.0166	0.0468
Dividends from net investment income	(0.0111)	(0.0083)	(0.0009)	(0.0047)	(0.0166)	(0.0468)
Net asset value at end of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Total Return	1.11%	0.83%	0.09%	0.47%	1.68%	4.82%
RATIOS/SUPPLEMENTAL DATA						
Net assets end of year (millions)	\$ 345.8	\$ 313.9	\$ 377.5	\$ 356.2	\$ 344.3	\$ 401.2
Ratio of expenses to average net assets	1.00%(a)	1.00%	1.00%	1.00%	1.00%	1.04%
Ratios of expenses to average net assets net	1 000 ( )	0.000	0.000	1 000	0.050	
of fee waivers Ratio of net investment income to average	1.00%(a)	0.99%	0.89%	1.00%	0.97%	0.99%
net assets	2.22%(a)	0.80%	0.09%	0.47%	1.64%	4.68%
<caption></caption>			TREASURER'S			
	SIX MONTHS					MAY 29,
	ENDED NOVEMBER 30, 2005	2005	YEARS ENDE	D MAY 31,  2003	2002	2001* TO MAY 31, 2001
<s> U.S. TREASURY FUND</s>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>
Net asset value at beginning of period	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income Dividends from net	0.0131	0.0121	0.0039	0.0086	0.0203	0.0003
investment income	(0.0131)	(0.0121)	(0.0039)	(0.0086)	(0.0203)	(0.0003)
Net asset value at end of period	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Total Return	1.32%	1.23%	0.39%	0.87%	2.06%	0.03%
RATIOS/SUPPLEMENTAL DATA						
Net assets end of period (millions)	\$ 96.3	\$ 94.0	\$ 251.4	\$ 281.9	\$ 257.9	\$ 28.4
Ratio of expenses to average net assets Ratio of net investment	0.60%(a)	0.60%	0.60%	0.60%	0.61%	0.60%(a)
income to average net assets	2.62%(a)	1.17%	0.39%	0.85%	1.44%	3.44%(a)

							77					
	CLAS			CLASS								
	SIX MONTHS	AUGUST 16,	SIX MONT		AUG	JST 7,						
	ENDED NOVEMBER 30,	2004\* TO MAY 31,	ENDED NOVEMBER	YEAR EI		003\* AY 31,						
	2005	2005	2005	200		004						
~~U.S TREASURY FUND~~												
Net asset value at beginning of period	\$ 1.0000	\$ 1.0000	\$ 1.0	·	.0000 \$	1.0000						
Net investment income from	0.0122	0.0100				0.0043						
investment operations Dividends from net investment income	0.0123	0.0100	0.0		.0137	0.0043						
Net asset value at end	(0.0123)	(0.0100)	(0.0			(0.0043)						
apper varue ut thu												
\$ 1.4 \$ 1.4 \$ 1.3 \$ 0.0^ \$ 0.0^

RATIOS/SUPPLEMENTAL DATA Net assets end of period

of period Total Return

(millions)

Ratio of expenses to	0.75%/5)		0.76	). ( <b></b> )		0.45%		0.45%		0.43%(a)
average net assets Ratio of net investment income to average	0.75%(a)		0.76	8(a)		0.45%		0.45%		0.43*(a)
net assets	2.47%(a)		1.39	k(a)		2.77%		1.38%		0.54%(a)
<caption></caption>			CLASS							
	SIX MONTHS				ΑU	JGUST 7,				
	ENDED NOVEMBER 30, 2005			31, 5	TO	2003* MAY 31, 2004				
<\$>	<c></c>		<c></c>		<c></c>	 >				
U.S TREASURY FUND Net asset value at										
beginning of period	\$ 1.0000		\$ 1			1.0000				
Net investment income from investment operations	0.0148		0	.0156		0.0058				
Dividends from net investment income	(0.0148)			.0156)		(0.0058)				
Net asset value at end of period	\$ 1.0000 ======		\$ 1	.0000	\$	1.0000				
Total Return	1.49%	È		1.59%		0.58%				
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to average net assets Ratio of net investment income to average net assets										

 0.25% |  | \$ | 0.0<sup>^</sup> 0.25% 1.66% |  | 0.0^ 0.26% 0.71% | (a) |  |  |  || 78 |  |  |  |  |  |  |  |  |  |  |
Captions						CLASS				
			SIX	MONTHS				FEBRUARY 2004	24,	
			NOVEM 2	BER 30,		YEAR ENI MAY 33 2005	1,	TO MAY 2004	31,	
					-					
U.S TREASURY FUND Net asset value at beginning of period				1.0000				\$ 1.		
Net investment income from investment ope Dividends from net investment income	rations			0.0155 (0.0155	5)	(0.0	0170 0170)	(0.	0022 0022)	
Net asset value at end of period			¢	1.0000	)	\$ 1.0	0000	\$ 1.	0000	
Total Return			=====	1.56		=======		======		
RATIOS/SUPPLEMENTAL DATA										
Net assets end of period (millions) Ratio of expenses to average net assets Ratio of net investment income to average	net assets		\$	0.12	) 2%(a) )%(a)		0.0^ 0.12% 1.78%		0.0^ 0.12%(a) 0.83%(a)	
						C	LASS 8			
		SI	X MONTH	3		YEARS ENI				JUNE 7, 2002\*
			ZEMBER 3	),		2005				MAY 31, 2003
U.S TREASURY FUND Net asset value at beginning of period			1.00			1.0000		1.0000		1.0000
Net investment income from investment ope Dividends from net investment income	rations		0.01	58 58)		0.0173 (0.0173)		0.0091 (0.0091)		0.0143
Net asset value at end of period		\$	1.00	00	\$	1.0000	\$		\$	
Total Return		===	1.	== 59%	====	1.77%		0.91%		1.44%
RATIOS/SUPPLEMENTAL DATA Net assets end of period (millions) Ratio of expenses to average net assets Ratio of net investment income to average	net assets	\$	0.	.2 )8%(a) 14%(a)	\$	45.3 0.08% 1.69%		45.9 0.08% 0.90%		10.4 0.08%(a) 1.12%(a)
<sup>\*</sup> Inception of Class Operations.

+ The Fund did not have assets as shown outstanding during the entire period indicated. Therefore, ratios were annualized based on the period that the class held assets and therefore was allocated income and expenses.

^ Amount is less than \$500,000.

(a) Annualized.

<sup>(</sup>b) As there were no fee waivers during the period, this is not applicable.

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<table></table>														
<caption></caption>								C	LASS F	2				
					DED					ENDED M				
					30, 05		2005		4					
<s> INTERSTATE TAX-EXEMPT FUN</s>	D			<c></c>		<(	C>	<c></c>	<	:C>	<(	C>	<0	!>
Net asset value at beginn	ing of year				0000		1.0000				_			
Net investment income Dividends from net invest	ment income			(0.	0074		0.0070		010)		)	(0.0108	)	(0.0289)
Net asset value at end of	year						1.0000							
Total Return							0.70%							
RATIOS/SUPPLEMENTAL DATA Net assets end of year (m Ratio of expenses to aver. Ratio of expenses to aver. Ratio of net investment is	age net asset: age net asset:	net of fee wa	ivers	\$ 2	283.5 1.00%(a) 1.00%(a) 1.46%(a)	\$	261.4 1.00% 1.00% 0.69%	\$ 28 1 0	3.5 \$ .00% .90%	280.4 1.00 0.99 0.33	\$ \$00 000 000	295.7 1.01 1.01 1.08	\$ % % %	296.2 1.01% 1.01% 2.89%
<caption></caption>							TREASURER	'S TRU	ST					
			SIX MONT									APRIL		
			ENDED NOV. 30 2005	Ο,			YEARS END:  2004				-		31,	
<s></s>			<c> \$ 1.00</c>			-								
Net asset value at beginn	ing of period					_	\$ 1.0000							
Net investment income Dividends from net invest	ment income		0.00	094 094)	0.010	9 9)	0.0040	) (0	.0074	0.01	49 49)	0. (0.	0002	! ! )
Net asset value at end of	period		\$ 1.00	000	\$ 1.000	0	\$ 1.0000	\$ 1	.0000	\$ 1.00	00	\$ 1.	0000	)
Total Return					1.1					1.				
RATIOS/SUPPLEMENTAL DATA Net assets end of period Ratio of expenses to aver Ratio of net investment is 														

 age net assets |  |  | .60%(a) | 0.6 | 0% | \$ 22.5 0.60 0.37 | 8 | 0.60% |  | 61% |  |  | ! |%(a) |%(a) ||  |  | 80 |  |  |  |  |  |  |  |  |  |  |  |  |
	GT N	20. 75		GT 7	00.70				ar r	100 45				
		SS 75		CLA  IX				IX		ASS 45				
	MONTHS ENDED NOV. 30, 2005	SEPTEMBER 23, 2004\* TO MAY 31, 2005	MON ENI NOV	NTHS DED . 30,	200	5	5, MO: D EN: , NOV 2	NTHS DED . 30,		2005		2004		
~~Net asset value at~~									<0	2>	>			
beginning of period	\$ 1.0000	\$ 1.0000		.0000	\$ 1.			.0000		1.0000	\$	1.0000		
Net investment income Dividends from	0.0086	0.0083	0 .	.0089	0.	009	92 0	.0102		0.0123		0.0044		
net investment income	(0.0086)	(0.0083		.0089)	(0.			.0102)		0.0123)		(0.0044)		
Net asset value at end of		\$ 1.0000			\$ 1.			.0000		1.0000				
period Total Return	\$ 1.0000 ====== 0.87%	0.83	=====	.0000 ==== 0.89%	=====	==:	=====		===	1.0000	==:	0.45%		
RATIOS/SUPPLEMENTAL DATA														
Net assets end of period (millions) Ratio of expenses to	\$ 0.0	\$	^ \$	1.3	\$	0	.9 \$	0.5	\$	0.10	\$	^		
average net assets Ratio of net investment income to	0.75%(a	0.75	%(a)	0.70%(	a)	0.	71%(a)	0.45%	(a)	0.46%		0.44%	(a)	
average 1.60%(a) 1.76%(a) 1.10%(a) 2.01%(a) 1.37% 0.55%(a) 1.71%(a) net assets <Caption> CLASS 25 SIX MONTHS ENDED YEARS ENDED MAY 31, 2001\* 2005 2004 2003 TO MAY 31, NOV. 30. 2005 <C> <S> 1.0000 \$ 1.0000 \$ 1.0000 \$ 1.0000 \$ 1.0000 \$ 1.0000 Net asset value at beginning of period 0.0144 0.0075 0.0109 (0.0144) (0.0075) (0.0109) 0.0109 0.0184 (0.0109) (0.0184) 0.0112 Net investment income 0.0002 Dividends from net investment income (0.0112)(0.0002) Net asset value at end of period \$ 1.0000 \$ 1.0000 \$ 1.0000 \$ 1.0000 \$ 1.0000 1.46% 0.75% 1.09% 1.86% 0.02% Total Return RATIOS/SUPPLEMENTAL DATA \$ 77.7 \$
a) 0.25%
a) 1.76% Net assets end of period (millions) 15.9 \$ 17.8 \$ 16.3 \$ 36.2 Ratio of expenses to average net assets 0.25%(a) 0.25% 0.25% 0.26% 0.25%(a) Ratio of net investment income to average net assets 2.21%(a) 2.91%(a) </Table> 81 <Page> <Table> <Caption> CLASS 15 STX MONTHS JANUARY 13. ENDED YEARS ENDED MAY 31, NOV. 30, MAY 31, 2005 2005 2004 2003 <C> \$ 1.0000 Net asset value at beginning of period 1.0000 0.0117 Net investment income (0.0039) Dividends from net investment income (0.0117)Net asset value at end of period \$ 1.0000 \$ 1.0000 \$ 1.0000 \$ 1.0000 Total Return 1.17% 1.56% 0.86% 0.39% RATIOS/SUPPLEMENTAL DATA \$ 0.10 \$ 0.1 \$ ) 0.16% 0.15% Net assets end of period (millions)
Ratio of expenses to average net assets 0.1 0.1 0.1 0.15%(a) 0.15%(a) Ratio of net investment income to average net assets 2.31%(a) <Caption> STX STX MONTHS YEARS ENDED FEBRUARY 1, MONTHS ENDED NOV. 30, 2005 MAY 31, ENDED 2005\* TO 2003\* TO MAY 31, NOV. 30, 2005 MAY 31, 2005 2004 2005 2003 <S> <C> <C> <C> <C> <^>> <C> Net asset value at beginning of period \$ 1.0000 \$ 1.0000 \$ 1.0000 \$ 1.0000 \$ 1.0000 \$ 1.0000 \_\_\_\_\_ Net investment 0.0118 0.0069 0.0120 0.0161 0.0092 income 0.0042 Dividends from net investment income (0.0118) (0.0069) (0.0120) (0.0161) (0.0092) Net asset value at end of period \$ 1.0000 \$ 1.0000 \$ 1.0000 \$ 1.0000 \$ 1.0000 Total Return 1.19% 0.70% 1.21% 1.64% 0.93% 0.42% RATIOS/SUPPLEMENTAL DATA Net assets end of period \$--^ 0.0 \$ 666.4 \$ 1,023.4 \$ (millions) 66.2 Ratio of expenses to average net assets 0.12%(a) 0.12%(a) 0.08%(a) 0.08% 0.08% 0.08%(a) Ratio of net investment income to average net assets 2.36%(a) 2.12%(a) 2.38%(a) 1.80% 0.92% 1.10%(a) </Table>

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<page></page>						
<table></table>						
<caption></caption>	SIX MONTH					
	ENDED NOV. 30,			ARS ENDED MAY 3		
	2005	2005	2004	2003	2002	2001
<s></s>	<c></c>	<c></c>			<c></c>	<c></c>
CALIFORNIA TAX-EXEMPT FUND Net asset value at						
beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income Dividends from net	0.0071	0.0068	0.0006	0.0033	0.0098	0.0236
investment income	(0.0071)	(0.0068)	(0.0006)		(0.0098)	(0.0236)
Net asset value at end of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Total Return	======== 0.71%	0.69%			0.98%	
RATIOS/SUPPLEMENTAL DATA	0.710	0.030	0.000	0.330	0.300	2.120
Net assets end of year (millions)	\$ 101.8	\$ 105.2	\$ 101.2	\$ 109.0	\$ 109.3	\$ 136.2
Ratio of expenses to average net assets	1.00%(a)	1.00%	1.00%	1.00%	1.01%	1.00%
Ratio of expenses to average net assets net of fee waivers	1.00%(a)	1.00%	0.89%	0.99%	1.01%	1.00%
Ratio of net investment income to				0.32%		
average net assets	1.40%(a)	0.69%	0.06%	0.32%	1.00%	2.36%
<caption></caption>	SIX MONTH					
	ENDED NOV. 30,			ARS ENDED MAY 3		
	2005		2004		2002	
<s></s>	<c></c>	<c></c>		<c></c>		<c></c>
CONNECTICUT TAX-EXEMPT FUND Net asset value at						
beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income Dividends from net	0.0071	0.0068	0.0006	0.0025	0.0092	0.0273
investment income	(0.0071)			(0.0025)		
Net asset value at end of year	\$ 1.0000		\$ 1.0000		\$ 1.0000	
Total Return	======== 0.71%	0.68%	0.06%		0.92%	
RATIOS/SUPPLEMENTAL DATA						
Net assets end of year (millions)	\$ 26.0	\$ 23.4	\$ 21.5	\$ 36.4	\$ 41.2	\$ 40.2
Ratio of expenses to average net assets	1.00%(a)	1.00%	1.00%	1.00%	1.01%	1.01%
Ratio of expenses to average net assets net of fee waivers	1.00%(a)	1.00%	0.86%	0.98%	1.01%	1.01%
Ratio of net investment income to average net assets	1.41%(a)	0.68%	0.06%	0.25%	0.92%	2.73%

 \_,, |  |  |  |  |  ||  | 83 |  |  |  |  |  |
	SIX MONTH ENDED		VE	ARS ENDED MAY 3	21	
	NOV. 30,					
	2005			2003		
``` FLORIDA TAX-EXEMPT FUND ```						
Net asset value at beginning of year	\$ 1.0000	\$ 1,0000	\$ 1,0000	\$ 1.0000	\$ 1,0000	\$ 1,0000
Net investment income Dividends from net	0.0075	0.0072			0.0105	0.0294
investment income	(0.0075)					
Net asset value at end of year	\$ 1.0000 ======			\$ 1.0000		
Total Return	0.76%			0.36%		
RATIOS/SUPPLEMENTAL DATA						
Net assets end of year (millions) Ratio of expenses to				\$ 45.9		
average net assets Ratio of expenses to average	1.00%(a)	1.00%	1.00%	1.00%	1.00%	1.01%
net assets net of fee waivers Ratio of net investment income to	1.00%(a)	1.00%	0.91%	0.99%	1.00%	1.01%
average net assets	1.51%(a)	0.74%	0.06%	0.35%	0.99%	2.94%
	SIX MONTH ENDED		YE	ARS ENDED MAY 3	31,	

	NOV. 30, 2005		2004			
<\$>		<c></c>		<c></c>		
MASSACHUSETTS TAX-EXEMPT FUND				107		
Net asset value at beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	
Net investment income	0.0073	0.0068	0.0006	0.0030	0.0099	0.0279
Dividends from net investment income	(0.0073)	(0.0068)		(0.0030)		
Net asset value at end of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Total Return	0.74%	0.68%		0.30%		2.85%
RATIOS/SUPPLEMENTAL DATA Net assets end of year (millions) Ratio of expenses to	\$ 18.8	\$ 22.2	\$ 17.8	\$ 20.8	\$ 21.0	\$ 18.8
average net assets	1.00%(a)	1.01%	1.01%	1.00%	1.00%	1.00%
Ratio of expenses to average net assets net of fee waivers	1.00%(a)	1.00%	0.88%	0.98%	1.00%	1.00%
Ratio of net investment income to average net assets						

 1.45%(a) | 0.69% | 0.06% | 0.30% | 0.99% | 2.79% ||  | 84 |  |  |  |  |  |
Caption	SIX MONTH ENDED		VEA	RS ENDED MAY 3	R1 .	
	NOV. 30, 2005		2004			
· O						
~~MICHIGAN TAX-EXEMPT FUND Net asset value at~~						
beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income Dividends from net	0.0074	0.0069	0.0006	0.0029	0.0080	0.0276
investment income	(0.0074)	(0.0069)		(0.0029)		
Net asset value at end of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Total Return	0.74%	0.70%			0.81%	
RATIOS/SUPPLEMENTAL DATA Net assets end of year (millions) Ratio of expenses to	\$ 14.2	\$ 16.6	\$ 12.1	\$ 7.9	\$ 8.5	\$ 4.8
average net assets	1.00%(a)	1.01%	1.00%	1.00%	1.01%	1.00%
Ratio of expenses to average net assets net of fee waivers	1.00%(a)	1.00%	0.91%	0.98%	1.00%	1.00%
Ratio of net investment income to average net assets	1.46%(a)	0.77%	0.06%	0.29%	0.64%	2.76%
-	SIX MONTH ENDED		YEA	RS ENDED MAY 3	31,	
	NOV. 30, 2005	2005	2004	2003	2002	2001
<\$>						
NEW JERSEY TAX-EXEMPT FUND Net asset value at						
beginning of year	\$ 1.0000	\$ 1.0000		\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income	0.0072	0.0068	0.0006	0.0029	0.0101	0.0277
Dividends from net investment income	(0.0072)	(0.0068)		(0.0029)		
Net asset value at end of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	
Total Return	0.72%	0.68%		0.29%		2.83%
RATIOS/SUPPLEMENTAL DATA						
Net assets end of year (millions) Ratio of expenses to	\$ 50.5	\$ 45.0	\$ 50.2	\$ 56.0	\$ 57.5	\$ 52.9
average net assets Ratio of expenses to average	1.00%(a)	1.00%	1.00%	1.00%	1.01%	1.01%
net assets net of fee waivers Ratio of net investment income to	1.00%(a)	0.99%	0.87%	0.97%	1.01%	1.01%
average net assets	1.43%(a)	0.66%	0.06%	0.28%	0.94%	2.77%
	85					
	SIX MONTH ENDED		VEN	RS ENDED MAY 3	21	
	NOV. 30,		YEA			

	2005	2005	2004	2003	2002	2001
<s> OHIO TAX-EXEMPT FUND</s>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>
Net asset value at beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income	0.0075	0.0071	0.0006	0.0030	0.0082	0.0281
Dividends from net investment income	(0.0075)	(0.0071)	(0.0006)		(0.0082)	(0.0281)
Net asset value at end of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Total Return	0.75%	0.71%	========		========	
RATIOS/SUPPLEMENTAL DATA	0.750	0.710	0.000	0.300	0.030	2.000
Net assets end of year (millions) Ratio of expenses to	\$ 20.4	\$ 19.0	\$ 10.9	\$ 10.4	\$ 5.7	\$ 8.1
average net assets Ratio of expenses to average	1.00%(a)	1.00%	1.01%	1.00%	1.01%	1.00%
net assets net of fee waivers Ratio of net investment	1.00%(a)	1.00%	0.92%	0.99%	1.01%	1.00%
income to average net assets	1.50%(a)	0.79%	0.06%	0.29%	0.81%	2.81%
<caption></caption>	SIX MONTH					
	ENDED NOV. 30,			ARS ENDED MAY		
	2005		2004	2003	2002	2001
<pre><s> PENNSYLVANIA TAX-EXEMPT FUND Net asset value at</s></pre>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>	<c></c>
beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income Dividends from net	0.0076	0.0070	0.0007	0.0036	0.0097	0.0287
investment income	(0.0076)	(0.0070)	(0.0007)	(0.0036)	(0.0097)	(0.0287)
Net asset value at end of year	\$ 1.0000 ======	\$ 1.0000				
Total Return	0.76%	0.70%	0.07%	0.36%	0.97%	2.97%
RATIOS/SUPPLEMENTAL DATA Net assets end of year (millions) Ratio of expenses to	\$ 49.9	\$ 44.7	\$ 46.1	\$ 40.6	\$ 51.5	\$ 34.1
average net assets Ratio of expenses to average	1.00%(a)	1.00%	1.00%	1.00%	1.01%	1.00%
net assets net of fee waivers Ratio of net investment	1.00%(a)	1.00%	0.93%	1.00%	1.01%	1.00%
<pre>income to average net assets </pre>						

 1.52%(a) | 0.70% | 0.07% | 0.34% | 0.89% | 2.87% ||  | 86 |  |  |  |  |  |
	SIX MONTH					
	ENDED NOV. 30,			ARS ENDED MAY		
	2005	2005	2004	2003	2002	2001
``` VIRGINIA TAX-EXEMPT FUND ```						
Net asset value at beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income	0.0070					
Dividends from net investment income	(0.0070)	(0.0067)	(0.0006)	(0.0025)	(0.0069)	(0.0253)
Net asset value at end of year	\$ 1.0000 ======					
Total Return	======= 0.71%	0.67%	0.06%	0.25%	0.69%	2.77%
RATIOS/SUPPLEMENTAL DATA Net assets end of year						
(millions) Ratio of expenses to		\$ 13.7		\$ 11.3		
average net assets Ratio of expenses to average		1.00%			1.01%	
net assets net of fee waivers Ratio of net investment income	1.00%(a)					
to average net assets	1.41%(a)	0.70%	0.06%	0.24%	U.6U%	2.53%
	SIX MONTH ENDED		3770	ARS ENDED MAY 1	21	
	NOV. 30, 2005			2003		
<\$>	2005			2003		
	307	107	107	100	102	102

NEW YORK TAX-EXEMPT FUND Net asset value at beginning of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Net investment income Dividends from net	 0.0070	 0.0067	 0.0006	 0.0034	 0.0095	 0.0281
investment income	(0.0070)	(0.0067)	(0.0006)	(0.0034)	(0.0095)	(0.0281)
Net asset value at end of year	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000	\$ 1.0000
Total Return	0.70%	0.67%	0.06%	0.34%	0.95%	2.87%
RATIOS/SUPPLEMENTAL DATA Net assets end of year						
(millions)	\$ 174.1	\$ 164.4	\$ 172.6	\$ 228.4	\$ 234.4	\$ 281.6
Ratio of expenses to average net assets	1.00%(a)	1.02%	1.02%	1.00%	1.01%	1.01%
Ratio of expenses to average net assets net of fee waivers	1.00%(a)	1.01%	0.89%	0.99%	1.01%	1.01%
Ratio of net investment income to average net assets						

 1.39%(a) | 0.66% | 0.06% | 0.34% | 0.94% | 2.81% |-----

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#### (9) OTHER MATTERS

Management has determined that certain of the Funds' service contracts and distribution plans have lapsed due to an administrative error. RMCI is taking all necessary steps to remedy this, including obtaining Board and shareholder approval of the retention of fees paid and the approval of new service contracts and distribution plans.

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## EXPENSE EXAMPLE

As a shareholder of a Fund, you incur two types of costs: (1) transaction/redemption fees; and (2) ongoing costs, including management fees; distribution and/or service (12b-1) fees; and other Fund expenses. This Example is intended to help you understand your ongoing costs (in dollars) of investing in a Fund and to compare these costs with the ongoing costs of investing in other mutual funds.

The Example is based on an investment of \$1,000 invested at June 1, 2005 and held for the entire period ending November 30, 2005.

## ACTUAL EXPENSES

The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

## HYPOTHETICAL EXAMPLE FOR COMPARISON PURPOSES

The second line of the table below provides information about hypothetical account values and hypothetical expenses based on each Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the actual return for any of the Funds. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in each Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as sales charges (loads), redemption fees, or exchange fees. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

<Table>

-	BEGINNING ACCOUNT VALUE JUNE 1, 2005	ENDING ACCOUNT VALUE NOVEMBER 30, 2005	EXPENSES PAID DURING PERIOD*
<s></s>	<c></c>	<c></c>	<c></c>
PRIMARY FUND CLASS R			
Actual	\$ 1,000.00	\$ 1,006.52	\$ 5.01
Hypothetical	\$ 1,000.00	\$ 1,019.81	\$ 5.26

<sup>\*</sup> Expenses are equal to the Fund's expense ratio of 1.00%, multiplied by the

<sup>\*</sup> Inception of Class Operations.

<sup>(</sup>a) Annualized.

<sup>^</sup> Amount is less than \$50,000.

average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

### PRIMARY FUND CLASS 95

<Table>

 <S>
 <C>
 <C>
 <C>

 Actual
 \$ 1,000.00
 \$ 1,006.67
 \$ 4.76

 Hypothetical
 \$ 1,000.00
 \$ 1,020.07
 \$ 5.00

</Table>

Expenses are equal to the Fund's expense ratio of 0.95%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

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<Table>

-	BEGINNING ACCOUNT VALUE JUNE 1, 2005	ENDING ACCOUNT VALUE NOVEMBER 30, 2005	EXPENSES PAID DURING PERIOD*
<s> PRIMARY FUND CLASS 75</s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,007.17	\$ 3.76
Hypothetical	\$ 1,000.00	\$ 1,021.12	\$ 3.95

 $^\star$  Expenses are equal to the Fund's expense ratio of 0.75%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

### PRIMARY FUND CLASS 70

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,007.32	\$ 3.51
Hypothetical	\$ 1,000.00	\$ 1,021.38	\$ 3.69

  |  |  | $^\star$  Expenses are equal to the Fund's expense ratio of 0.70%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## PRIMARY FUND CLASS TREASURER'S TRUST

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,007.57	\$ 3.01
Hypothetical	\$ 1,000.00	\$ 1,021.91	\$ 3.16

\* Expenses are equal to the Fund's expense ratio of 0.60%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## PRIMARY FUND CLASS 45

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,007.92	\$ 2.26
Hypothetical	\$ 1,000.00	\$ 1,022.70	\$ 2.37

  |  |  | $^{\star}$  Expenses are equal to the Fund's expense ratio of 0.45%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

# PRIMARY FUND CLASS 35

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,008.22	\$ 1.75
Hypothetical	\$ 1,000.00	\$ 1,023.23	\$ 1.84

  |  |  |\* Expenses are equal to the Fund's expense ratio of 0.35%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## PRIMARY FUND CLASS 25

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,008.47	\$ 1.25
Hypothetical	\$ 1,000.00	\$ 1,023.75	\$ 1.32
. /m - 1- 1			

\* Expenses are equal to the Fund's expense ratio of 0.25%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

PRIMARY FUND CLASS 20

<table></table>			
<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,008.57	\$ 1.00
Hypothetical	\$ 1,000.00	\$ 1,024.02	\$ 1.05

  |  |  | $^\star$  Expenses are equal to the Fund's expense ratio of 0.20%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

PRIMARY FUND CLASS 15

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,008.72	\$ 0.75
Hypothetical	\$ 1,000.00	\$ 1,024.28	\$ 0.79

\* Expenses are equal to the Fund's expense ratio of 0.15%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

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<Page>

<Table> <Caption>

	BEGINNING ACCOUNT VALUE JUNE 1, 2005	ENDING ACCOUNT VALUE NOVEMBER 30, 2005	EXPENSES PAID DURING PERIOD*
<\$>	<c></c>	<c></c>	<c></c>
PRIMARY FUND CLASS 12			
Actual	\$ 1,000.00	\$ 1,008.77	\$ 0.60
Hypothetical			

 \$ 1,000.00 | \$ 1,024.44 | \$ 0.63 |\* Expenses are equal to the Fund's expense ratio of 0.12%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

PRIMARY FUND CLASS 8

<Table>

<\$>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,008.87	\$ 0.40
Hypothetical 			

 \$ 1,000.00 | \$ 1,024.65 | \$ 0.42 |\* Expenses are equal to the Fund's expense ratio of 0.08%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## U.S. GOVERNMENT FUND CLASS R

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,006.47	\$ 5.01
Hypothetical	\$ 1,000.00	\$ 1,019.81	\$ 5.26

  |  |  |\* Expenses are equal to the Fund's expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## U.S. GOVERNMENT FUND CLASS TREASURER'S TRUST

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,007.47	\$ 3.01
Hypothetical	\$ 1,000.00	\$ 1,021.91	\$ 3.16

  |  |  |\* Expenses are equal to the Fund's expense ratio of 0.60%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

# U.S. GOVERNMENT FUND CLASS 45

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,007.87	\$ 2.26
Hypothetical	\$ 1,000.00	\$ 1,022.70	\$ 2.37

  |  |  |\* Expenses are equal to the Fund's expense ratio of 0.45%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## U.S. GOVERNMENT FUND CLASS 25

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,008.37	\$ 1.25
Hypothetical	\$ 1,000.00	\$ 1,023.75	\$ 1.32

  |  |  | $^\star$  Expenses are equal to the Fund's expense ratio of 0.25%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

### U.S. GOVERNMENT FUND CLASS 15

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,008.62	\$ 0.75
Hypothetical	\$ 1,000.00	\$ 1,024.28	\$ 0.79

  |  |  |\* Expenses are equal to the Fund's expense ratio of 0.15%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

### U.S. GOVERNMENT FUND CLASS 12

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,008.72	\$ 0.60
Hypothetical	\$ 1,000.00	\$ 1,024.44	\$ 0.63

  |  |  |\* Expenses are equal to the Fund's expense ratio of 0.12%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

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<Page>

<Table> <Caption>

	JUNE 1, 2005	NOVEMBER 30, 2005	EXPENSES PAID DURING PERIOD*
<s></s>	<c></c>	<c></c>	<c></c>
U.S. GOVERNMENT FUND CLASS 8 Actual	\$ 1,000.00	\$ 1.008.82	\$ 0.40
Hypothetical	\$ 1,000.00	\$ 1,000.02	\$ 0.42

 $^\star$  Expenses are equal to the Fund's expense ratio of 0.08%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## $\hbox{\tt U.S. TREASURY FUND CLASS R}$

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,005.57	\$ 5.01
Hypothetical	\$ 1,000.00	\$ 1,019.81	\$ 5.26
/malalas			

\* Expenses are equal to the Fund's expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## U.S. TREASURY FUND CLASS 75

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,006.22	\$ 3.76
Hypothetical	\$ 1,000.00	\$ 1,021.12	\$ 3.95

  |  |  |\* Expenses are equal to the Fund's expense ratio of 0.75%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## U.S. TREASURY FUND CLASS TREASURER'S TRUST

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,006.62	\$ 3.01
Hypothetical	\$ 1,000.00	\$ 1,021.91	\$ 3.16
(m 1 1			

 $^\star$  Expenses are equal to the Fund's expense ratio of 0.60%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## U.S. TREASURY FUND CLASS 45

<Table>

/IdDIC/			
<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,006.97	\$ 2.26
Hypothetical	\$ 1,000.00	\$ 1,022.70	\$ 2.37

  |  |  |\* Expenses are equal to the Fund's expense ratio of 0.45%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

### U.S. TREASURY FUND CLASS 25

<Table> <S>

<C> \$ 1,007.47 \$ 1,023.75 <C> \$ 1.25 \$ 1.32 \$ 1,000.00 Actual \$ 1,000.00 Hypothetical </Table>

Expenses are equal to the Fund's d expense ratio of 0.25%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## U.S. TREASURY FUND CLASS 12

<Table>

<S> Actual \$ 1,000.00 \$ 1,007.82 \$ 0.60 Hypothetical \$ 1,000.00 \$ 1,024.44 \$ 0.63 </Table>

Expenses are equal to the Fund's expense ratio of 0.12%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

### U.S. TREASURY FUND CLASS 8

<Table>

<S> <C> \$ 1,000.00 <C> \$ 1,007.93 Actual \$ 0.40 \$ 1,000.00 \$ 1,024.65 Hypothetical

Expenses are equal to the Fund's expense ratio of 0.08%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

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<Page>

<Caption>

	BEGINNING ACCOUNT VALUE MAY 1, 2005	ENDING ACCOUNT VALUE NOVEMBER 30, 2005	EXPENSES PAID DURING PERIOD*
<s></s>	<c></c>	<c></c>	<c></c>
INTERSTATE TAX-EXEMPT CLASS R			
Actual	\$ 1,000.00	\$ 1,003.71	\$ 5.01
Hypothetical	\$ 1,000.00	\$ 1,019.81	\$ 5.26

  |  |  |Expenses are equal to the Fund's annualized expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## INTERSTATE TAX-EXEMPT TREASURER'S TRUST

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,004.76	\$ 3.01
Hypothetical	\$ 1,000.00	\$ 1,021.91	\$ 3.16

  |  |  |Expenses are equal to the Fund's annualized expense ratio of 0.60%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## INTERSTATE TAX-EXEMPT CLASS 75

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,004.36	\$ 3.76
Hypothetical	\$ 1,000.00	\$ 1,021.12	\$ 3.95

  |  |  |Expenses are equal to the Fund's annualized expense ratio of 0.75%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## INTERSTATE TAX- EXEMPT CLASS 70

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,004.46	\$ 3.51
Hypothetical	\$ 1,000.00	\$ 1,021.38	\$ 3.69
/mahlas			

Expenses are equal to the Fund's annualized expense ratio of 0.70%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

# INTERSTATE TAX- EXEMPT CLASS 45

<Table>

Actual \$ 1,000.00 \$ 1,005.11 \$ 2.26 Hypothetical \$ 1,000.00 \$ 1,022.70 \$ 2.37 </Table>

\* Expenses are equal to the Fund's annualized expense ratio of 0.45%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

INTERSTATE TAX- EXEMPT CLASS 25

 $^\star$  Expenses are equal to the Fund's annualized expense ratio of 0.25%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

INTERSTATE TAX- EXEMPT CLASS 15

\* Expenses are equal to the Fund's annualized expense ratio of 0.15%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

INTERSTATE TAX- EXEMPT CLASS 12

<Table>

\* Expenses are equal to the Fund's annualized expense ratio of 0.12%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

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<Table> <Caption>

	BEGINNING ACCOUNT VALUE MAY 1, 2005	ENDING ACCOUNT VALUE NOVEMBER 30, 2005	EXPENSES PAID DURING PERIOD*
<pre><s> INTERSTATE TAX- EXEMPT CLASS 8</s></pre>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,006.07	\$ 0.40
Hypothetical 			

 \$ 1,000.00 | \$ 1,024.65 | \$ 0.42 |\* Expenses are equal to the Fund's annualized expense ratio of 0.08%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

CALIFORNIA TAX-EXEMPT

\* Expenses are equal to the Fund's annualized expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

CONNECTICUT TAX-EXEMPT

\* Expenses are equal to the Fund's annualized expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

FLORIDA TAX-EXEMPT

<Table>

\* Expenses are equal to the Fund's annualized expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by

183/365 (to reflect the one-half year period).

## MASSACHUSETTS TAX-EXEMPT

<Table>

\* Expenses are equal to the Fund's annualized expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

### MICHIGAN TAX-EXEMPT

<Table>

\* Expenses are equal to the Fund's annualized expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

### NEW JERSEY TAX-EXEMPT

<Table>

\* Expenses are equal to the Fund's annualized expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

### OHIO TAX-EXEMPT

<Table>

\* Expenses are equal to the Fund's annualized expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

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<Table>

Captions	BEGINNING ACCOUNT VALUE MAY 1, 2005	ENDING ACCOUNT VALUE NOVEMBER 30, 2005	EXPENSES PAID DURING PERIOD*
<s> PENNSYLVANIA TAX-EXEMPT</s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,003.81	\$ 5.01
Hypothetical 			

 \$ 1,000.00 | \$ 1,019.81 | \$ 5.26 |\* Expenses are equal to the Fund's annualized expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## VIRGINIA TAX-EXEMPT

<Table>

<s></s>	<c></c>	<c></c>	<c></c>
Actual	\$ 1,000.00	\$ 1,003.56	\$ 5.01
Hypothetical	\$ 1,000.00	\$ 1,019.81	\$ 5.26

\* Expenses are equal to the Fund's annualized expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

## NEW YORK TAX-EXEMPT

<Table>

\* Expenses are equal to the Fund's annualized expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 183/365 (to reflect the one-half year period).

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#### AVAILABILITY OF PROXY VOTING INFORMATION

The day-to-day investment management decisions of each Fund are the responsibility of that Fund's investment adviser, Reserve Management Company, Inc. ("RMCI"). RMCI shall be primarily responsible for determining how to vote proxies with respect to companies in which the respective Fund invests and for the ongoing review and evaluation of its own proxy voting policies and corresponding compliance with applicable law.

RMCI's proxy voting policies and procedures, as well as information about how a particular proxy was voted, may be obtained without charge by calling 888-823-2867 to request a copy or by visiting the SEC's website at www.sec.gov. Information regarding how each Fund voted proxies relating to portfolio securities during the 12-month period ended June 30, 2005 is available on the SEC's website or by calling the toll-free number listed above.

### AVAILABILITY OF QUARTERLY PORTFOLIO SCHEDULE

The Funds file a complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Forms N-Q are available on the SEC's website at www.sec.gov and may be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

### APPROVAL OF "COMPREHENSIVE FEE" INVESTMENT MANAGEMENT AGREEMENTS

The Investment Management Agreements are renewed annually if approved by the Trustees and by a separate vote of a majority of the non-interested Trustees. Each Investment Management Agreement may be terminated without penalty, upon sixty (60) days' written notice by RMCI or by a vote of the Trustees or of a majority of the outstanding voting shares of a Fund. The Board met on June 30, 2005, to consider the approval of the Investment Management Agreements with RMCI. At that meeting, the Board had the opportunity to meet with the representatives of RMCI to determine whether each agreement is in the best interests of the respective Fund and its shareholders. The Board, including a majority of the Independent Trustees, so concluded and voted to recommend each Investment Management Agreement to the respective Fund's shareholders for their approval (where applicable).

### NATURE, EXTENT AND QUALITY OF SERVICE

The Board received and considered information regarding the nature, extent and quality of the advisory and other services provided to each Fund by RMCI. The Board considered the background and experience of RMCI's management and the expertise of personnel of RMCI with regard to investing in the type of securities in which the Funds invest. The Trustees concluded that the nature and extent of the services provided by RMCI under each Investment Management Agreement were necessary and appropriate for the conduct and the business and investment activities of each Fund. The Trustees also concluded that the quality of the advisory and administrative services was satisfactory.

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## COMPARATIVE FEE AND EXPENSES

The comprehensive management fee charged under each Investment Management Agreement encompasses all of the services necessary for the operation of the relevant Fund. Therefore, in evaluating the fee relative to other funds the Trustees thought the most appropriate comparison was to the respective expense ratios of the Funds. The Trustees compared each Fund's expense ratio to (i) the average expense ratio of all money market funds with similar investment objectives and policies; and (ii) the expense ratios of money market funds which are believed to be direct competitors of the Funds ("peer funds"), i.e., money market funds which are distributed through third-party broker/dealers and other financial institutions which do not have their own proprietary money market funds. The Trustees noted that the expense ratio of the institutional classes of shares of each Fund was comparable to or lower than the average expense ratio of other money market funds as well as those of peer funds. They also noted that the expense ratios of the retail classes of shares were higher than the average of other money market funds but comparable to the expense ratios of peer funds. Based upon their review, the Trustees concluded that the fee payable under each Investment Management Agreement is competitive.

## COMPARATIVE PERFORMANCE

The Trustees noted that each of the Funds slightly underperformed relative to other money market funds with similar objectives and policies. In this regard, the Trustees noted that the Funds generally invest in a more conservative and risk averse manner than their peers. For example, the Funds do not invest in commercial paper and typically have a shorter average maturity than many other money market funds. The Trustees concluded that, under the circumstances, the performance of the Funds was satisfactory.

## PROFITABILITY

The Trustees received, analyzed and considered a profitability analysis of RMCI based on the fees paid and payable under each Investment Management Agreement, including any fee waivers or fee caps, and the costs incurred to provide required services, as well as other relationships between the Funds on the one hand and RMCI affiliates on the other. The Trustees concluded, with respect to each Fund, that RMCI's profitability was not excessive in light of the nature, extent and quality of the services provided and expected to be provided under Investment Management Agreements.

#### BREAKPOINTS AND ECONOMIES OF SCALE

As the comprehensive management fee is currently structured, fee levels do not reflect economies of scale that potentially could be realized as the Funds grow. The Trustees noted the potential benefits to shareholders of a comprehensive fee which would tend to limit increases in the Funds' expense ratios even if the costs of providing services increase and the related entrepreneurial risk assumed by RMCI through such an approach. Based on the foregoing, the Trustees concluded that the absence of breakpoints was reasonable.

OTHER BENEFITS

The Trustees concluded that RMCI does not realize any other quantifiable material benefits from its relationship with the Funds.

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No single factor reviewed by the Board was identified by the Board as the principal factor in determining whether to approve the Investment Management Agreements with respect to each Fund.

### SUBSEQUENT EVENTS

The Independent Trustees met on September 22, 2005 to reconsider their previous determinations regarding the Investment Management Agreements in light of certain deficiencies in internal controls identified by RMCI related to reconciling bank statements, monitoring compliance with certain Internal Revenue Code requirements and identifying and collecting amounts due certain of funds in the Reserve/Hallmark complex. The Independent Trustees were advised that these matters had previously been discussed with the Audit Committee and the Funds' independent auditors and that RMCI has instituted additional procedures to enhance its internal controls for the Funds and committed to continue to strengthen the Funds' overall control environment. The Independent Trustees were further advised that the identified deficiencies had no material impact to shareholders, fund net asset value or Fund performance.

The Independent Trustees expressed concern about the quality of certain non-advisory services provided by RMCI but were satisfied with steps RMCI had taken and had committed to take. Based on consideration of all factors they deemed relevant, including the steps taken by RMCI and RMCI's commitment to continue to strengthen the overall control environment, the Independent Trustees reaffirmed their previous determinations to approve the Investment Management Agreements

## CHANGES IN ACCOUNTANTS

On September 29, 2005, PricewaterhouseCoopers LLP informed management that it was resigning as independent accountants for the Funds. PricewaterhouseCoopers LLP was previously engaged as the independent registered public accounting firm to audit the Funds' financial statements.

PricewaterhouseCoopers LLP issued reports on the Fund's financial statements as of May 31, 2004 and May 31, 2005. Such reports did not contain an adverse opinion or a disclaimer of opinion, nor were they qualified or modified as to uncertainty, audit scope, or accounting principles.

PricewaterhouseCoopers LLP's resignation was accepted by the Funds' Audit Committee and the Board of Trustees.

During the fiscal year ended May 31, 2004, the fiscal year ended May 31, 2005 and through September 29, 2005 there were no disagreements with PricewaterhouseCoopers LLP on any matter of accounting principles or practices, financial statement disclosure, or auditing scope or procedure, which disagreements, if not resolved to the satisfaction of PricewaterhouseCoopers LLP, would have caused it to make reference to the subject matter of the disagreements in connection with its report. During the fiscal year ended May 31, 2004, the fiscal year ended May 31, 2005 and through September 29, 2005, none of the events enumerated in paragraphs (1)(v)(B) through (D) of Item 304(a) of Regulation S-K occurred.

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As part of its report dated September 26, 2005 filed as an exhibit to The Reserve Fund's Form N-SAR filed on September 28, 2005, PricewaterhouseCoopers, LLP advised management The Reserve Fund had failed to protect its assets by failing to identify and collect amounts due to The Reserve Fund. In addition, PricewaterhouseCoopers, LLP noted that bank accounts were not reconciled adequately and that procedures were not adequate to ensure compliance with Internal Revenue Code requirements necessary to eliminate tax at the fund level. These conditions have been corrected.

Additionally, as part of its report dated September 26, 2005 filed as an exhibit to the Form N-SAR filed on September 28, 2005 for Reserve Tax-Exempt Trust and Reserve New York Tax-Exempt Trust, PricewaterhouseCoopers, LLP advised management that certain bank accounts were not reconciled adequately and the procedures were not adequate to ensure compliance with Internal Revenue Code requirements necessary to eliminate tax at the Fund level. These conditions have been corrected.

The Funds have selected KPMG, LLP as their new auditors as of December 28, 2005.

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[THE RESERVE LOGO]

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ITEM 2. CODE OF ETHICS.

Not applicable.

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

Not applicable.

ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES.

Not applicable.

ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANTS.

Not applicable.

ITEM 6. SCHEDULE OF INVESTMENTS.

Not applicable, as the schedule of investments in securities of unaffiliated issuers as of the close of the reporting period is included as part of the report to shareholders filed under Item 1 of this Form.

ITEM 7. DISCLOSURE OF PROXY VOTING POLICIES AND PROCEDURES FOR CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

Not applicable

ITEM 8. PORTFOLIO MANAGERS OF CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

Not applicable.

ITEM 9. PURCHASES OF EQUITY SECURITIES BY CLOSED-END MANAGEMENT INVESTMENT COMPANY AND AFFILIATES.

Not applicable.

ITEM 10. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS.

TTEM 11. CONTROLS AND PROCEDURES.

- The Chief Executive and Financial Officers concluded that the Registrant's Disclosure Controls and Procedures are effective based on the evaluation of the Disclosure Controls and Procedures as of a date within 90 days of the filing date of this report.
- (b) There has been no change in the Registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Act) that occurred during the second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the Registrant's internal control over financial reporting.

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ITEM 12. EXHIBITS.

- (a)(1) Any code of ethics, or amendment thereto, that is the subject of the disclosure required by Item 2 requirements through filing of an exhibit: Not
- (a)(2) Certification of chief executive officer and chief financial officer pursuant to Section 302 of the Sarbanes-Oxley Act of 2002: Filed herewith
- Certification of chief executive officer and chief financial officer pursuant to Section 906 of the Sarbanes-Oxley Act of 2002: Furnished herewith

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## SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, as amended and the Investment Company Act of 1940, as amended, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

The Reserve Fund

/s/ Bruce R. Bent II Name: Bruce R. Bent II
Title: Co-Chief Executive Officer

Date: March 15, 2006

By: /s/ Arthur T. Bent III

Name: Arthur T. Bent III
Title: Co-Chief Executive Officer

March 15, 2006 Date:

Pursuant to the requirements of the Securities Exchange Act of 1934, as amended and the Investment Company Act of 1940, as amended this report has been signed by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

/s/ Bruce R. Bent II Name: Bruce R. Bent II

Title: Co-Chief Executive Officer

March 15, 2006 Date:

/s/ Arthur T. Bent III By: Name: Arthur T. Bent III Title: Co-Chief Executive Officer

Date: March 15, 2006

/s/ Patrick J. Farrell By: Name: Patrick J. Farrell Title: Chief Financial Officer

March 15, 2006

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