

The Depository Trust Company

IMPORTANT

B#: 3324

DATE: May 15, 2002

TO: Participants

CATEGORY: Dividends

FROM: Nilesh Desai, Supervisor, Dividend Department

ATTENTION: Dividend Managers, Cashiers and Reorganization Managers

SUBJECT: Opt-Out of Automatic Reinvestment: Progressive Return
Fund Inc. New. CUSIP: 743376204
R/D: 05/15/02 P/D: 5/31/02

The Dividend on Progressive Return Fund will be **Automatically Reinvested**, unless, you elect to Opt-Out by informing DTC as to the portion of your record date holdings on which the dividend is to be paid in cash.

In order to process the Opt-Out of dividend reinvestment for cash feature, participants must utilize the Elective Dividend System, PTS Function, under the Dividend Reinvestment Program.

Upon entering EDS, the dividend reinvestment function, participants will see two matrix boxes: one representing cash elections "CASH (USD) ELECTION QTY", and the second representing automatic reinvestment. All shares will automatically appear in the "DIV-REINVEST ELECTION QTY FIELD". Participants must OPT-OUT for cash by decreasing the quantity amount reflected in the Div-Reinvest matrix box. This will automatically move your election to the Cash matrix box upon hitting the enter key. To complete your transaction, hit the PF 3/15 key. This will take you to the EDS Preparer's Information screen and after updating your information hit PF 1/13 to confirm.

Participants not responding to the above opt-out feature by 5/17/02 will have their Dividend Automatically Reinvested.

If there are any questions regarding the processing of related instructions via EDS, DTC participants should contact Ms. Lilia Au or Ms. Regenia Norman-Weathersby of DTC's Stock Dividend Department at (212) 855-4481/4538.