

September 24, 2008

In light of recent market developments, many of our clients and shareholders have requested special information regarding MainStay Funds' specific holdings in securities issued by certain financial services companies.

As of the close of business on September 19, 2008, the following MainStay Funds had holdings greater than 1.0% of their total net assets in: Merrill Lynch, Bank of America, Wachovia, and/or Goldman Sachs.

NOTE: None of the MainStay Funds had exposure greater than 1.0% of their total net assets in American International Group (AIG), Lehman Brothers, Morgan Stanley, and/or Washington Mutual.

Merrill Lynch

Fund Name	Security Category	% of Total Net Assets
MainStay Convertible Fund	Equity	0.00%
	Debt	1.18%
		Total: 1.18%

Bank of America

Fund Name	Security Category	% of Total Net Assets
MainStay ICAP Equity Fund	Equity	1.31%
	Debt	0.00%
		Total: 1.31%

Fund Name	Security Category	% of Total Net Assets
MainStay ICAP Select Equity Fund	Equity	1.28%
	Debt	0.00%
		Total: 1.28%

Securities distributed by NYLIFE Distributors LLC, 169 Lackawanna Avenue, Parsippany, New Jersey 07054.

Bank of America (continued)

Fund Name	Security Category	% of Total Net Assets
MainStay Convertible Fund	Equity	4.73%
	Debt	0.00%
		Total: 4.73%

Fund Name	Security Category	% of Total Net Assets
MainStay Equity Index Fund	Equity	1.53%
	Debt	0.00%
		Total: 1.53%

Fund Name	Security Category	% of Total Net Assets
MainStay Income Manager Fund	Equity	1.59%
	Debt	0.00%
		Total: 1.59%

Fund Name	Security Category	% of Total Net Assets
MainStay Large Cap Opportunity Fund	Equity	1.94%
	Debt	0.00%
		Total: 1.94%

Fund Name	Security Category	% of Total Net Assets
MainStay Money Market Fund	Equity	0.00%
	Debt	1.16%
		Total: 1.16%

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Bank of America *(continued)*

Fund Name	Security Category	% of Total Net Assets
MainStay S&P 500 Index Fund	Equity	1.53%
	Debt	0.00%
		Total: 1.53%

Fund Name	Security Category	% of Total Net Assets
MainStay Total Return Fund	Equity	1.48%
	Debt	0.49%
		Total: 1.97%

Fund Name	Security Category	% of Total Net Assets
MainStay Value Fund	Equity	5.03%
	Debt	0.00%
		Total: 5.03%

Wachovia

Fund Name	Security Category	% of Total Net Assets
MainStay Cash Reserves Fund	Equity	0.00%
	Debt	1.02%
		Total: 1.02%

Fund Name	Security Category	% of Total Net Assets
MainStay Convertible Fund	Equity	2.16%
	Debt	0.00%
		Total: 2.16%

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Wachovia (continued)

Fund Name	Security Category	% of Total Net Assets
MainStay Floating Rate Fund	Equity	0.00%
	Debt	0.00%
	Cash Equivalents	1.05%
		Total: 1.05%

Fund Name	Security Category	% of Total Net Assets
MainStay Money Market Fund	Equity	0.00%
	Debt	1.96%
		Total: 1.96%

Goldman Sachs

Fund Name	Security Category	% of Total Net Assets
MainStay ICAP Equity Fund	Equity	1.72%
	Debt	0.00%
		Total: 1.72%

Fund Name	Security Category	% of Total Net Assets
MainStay ICAP Select Equity Fund	Equity	2.30%
	Debt	0.00%
		Total: 2.30%

Fund Name	Security Category	% of Total Net Assets
MainStay Balanced Fund	Equity	0.61%
	Debt	0.82%
		Total: 1.43%

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Goldman Sachs *(continued)*

Fund Name	Security Category	% of Total Net Assets
MainStay Capital Appreciation Fund	Equity	1.02%
	Debt	0.00%
		Total: 1.02%

Fund Name	Security Category	% of Total Net Assets
MainStay Value Fund	Equity	1.93%
	Debt	0.00%
		Total: 1.93%

Portfolio holdings are subject to change without notice and may not represent current or future portfolio composition. The portfolio data is "as of" the date indicated and we disclaim any responsibility to update the information. The portfolio data is for information only. It does not constitute a recommendation or an offer for a particular security or fund, nor should it be taken as a solicitation or a recommendation to buy or sell securities or other investments.

Please keep in mind that mutual funds are subject to market risk. An investment in MainStay Money Market Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although the Fund seeks to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in the Fund.

For more information about the MainStay Funds, call 800-MAINSTAY (624-6782) for a prospectus. Investors are asked to consider the investment objectives, risks, and charges and expenses of the investment carefully before investing. The prospectus contains this and other information about the investment company. Please read the prospectus carefully before investing.

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