

Thrift Savings Plan P.O. Box 385021 Birmingham, AL 35238

Dear Participant:

The Thrift Savings Plan (TSP) recently sent you a letter regarding a payment from your account. The letter stated that you would receive a payment from your TSP account for any remaining amount of your required minimum distribution for 2010. Please be aware that you received both the letter and the payment in error. The TSP has determined that, at this time, you are not subject to the Internal Revenue Service (IRS) rules for required minimum distributions.

To correct the error, you may return your payment as soon as possible within 60 days of the date of this notice to the TSP at the following address:

TSP Processing Center P.O. Box 385200 Birmingham, AL 35238-5200

Please return the original check if possible. Write "VOID" on the check and make sure that the identifying information is still visible so that we can match the check to your account. If you have already cashed your check, you can send a personal check for the same amount to the TSP instead. **Note:** All personal checks must be written for the **exact** amount of the original check and should be made payable to the "Thrift Savings Plan." Please also write your daytime telephone number and TSP account number on the check so that we can identify your account. The entire transaction will be reversed upon the receipt and processing of your check. Additionally, we will adjust your account to reflect investment earnings or losses as appropriate.

Unfortunately, we are unable to stop the initial tax reporting, so you will be sent an IRS Form 1099-R in late January 2011 reporting the amount of your check as taxable income to you for the 2010 tax year. Your 2010 annual and 4th quarter 2010 statements will also report the amount of the check as a required minimum distribution from your account. When you return the money, we will send you another Form 1099-R that corrects the error and notifies the IRS that we reversed the payment. **Note:** You may want to wait until you receive the corrected Form 1099-R to file your 2010 taxes. The reversed payment will also be reflected in your account information and 2011 statements.

If you do not return the money, keep in mind that the amount of the payment is taxable income. You must report this income on your 2010 tax return and pay any associated taxes.

We regret any inconvenience this may have caused you and apologize for the error.

Fax Number: 1-866-817-5023

> Notice: MC9061 150378649225620110103MC9061

If you have any questions, call the toll-free ThriftLine at 1-877-968-3778. Callers outside the United States and Canada should call 404-233-4400 (not a toll-free number). The TSP's hours are Monday through Friday, 7 a.m. to 9 p.m., Eastern time. You can also write to the TSP. Please include your daytime telephone number and TSP account number on all correspondence so that we can identify your account.