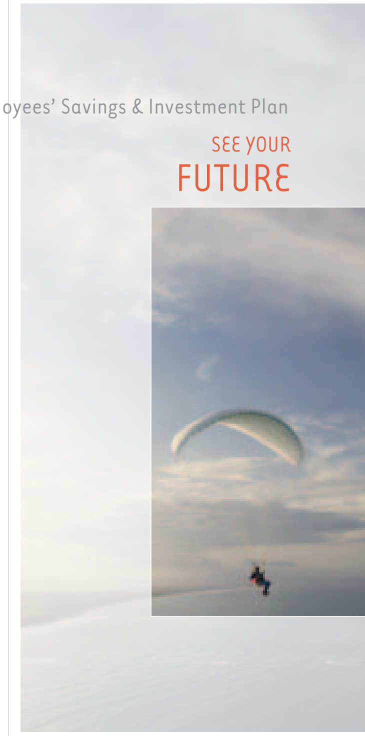
Eastman Kodak Employees' Savings & Investment Plan



Important Changes Coming to SIP Fixed Income Fund

Effective February 1, 2012, the Fixed Income Fund under the Eastman Kodak Employees' Savings and Investment Plan (SIP) will be changing its structure to a short-term bond fund.

The Fixed Income Fund was designed to provide a relatively stable level of interest income with low risk of losing capital. Currently, the fund invests in a diversified portfolio of investment-grade bonds in which highly rated financial institutions help protect participants' principal and accrued interest through a "wrap agreement". Wrap agreements help insulate participants from changes in interest rates and other market factors and allow the fund to offer participants a steady rate of return with less volatility than other funds. This structure has operated well since its implementation, but changes in market conditions and the wrap marketplace have caused these wrap agreements to become substantially more expensive and more difficult to obtain. In addition, some firms that currently provide wrap agreement services to the Fixed Income Fund have notified SIP that they will no longer offer this service. As a result, SIP has to make a change to the structure of the fund.

What's Changing?

Fixed Income Fund converting to Short-Term Bond Fund. Beginning on February 1, the Fixed Income Fund will become the Short-Term Bond Fund. This fund will be invested in a portfolio similar to that of the Fixed Income Fund, consisting of short-term U.S. Government bonds and high-quality investment-grade corporate bonds and asset-backed securities, but it will not have wrap agreements that protect principal and accrued interest. **In other words, the value of your investment will fluctuate up and down with the market value of the underlying securities.**

New Money Market Fund added to the SIP lineup. SIP will also add a new money market fund at the time of the change. The money market fund will be invested in fixed income instruments with a weighted average maturity generally limited to 120 days or less.

What Happens to Your Account Balance?

If you have money in the Fixed Income Fund, your account balance will be converted automatically to the Short-Term Bond Fund as of February 1, 2012, unless you take action by 4:00 pm (ET) (or close of market if sooner) on January 31, 2012.

QUESTIONS & ANSWERS

Following are answers to some questions you may have about this change. If you have additional questions, call the SIP-Line Service Center at 1-800-747-4968.

1. **How is the Fixed Income Fund changing?**
   The table below shows how the fund is changing its name, structure and investment holdings:

Fixed Income Fund	Short-Term Bond Fund
1 - 5 yr. U.S. Government Bonds	1 - 5 yr. U.S. Government Bonds
1 - 30 yr. U.S. Investment Grade Corporate Bonds	1 - 5 yr. U.S. Investment-Grade Corporate Bonds
AAA-rated U.S. Asset-Backed Securities	AAA-rated U.S. Asset-Backed Securities
Cash	Cash
Wrap agreements	No wrap agreements

2. **Why can't we just continue with the Fixed Income Fund?**
   Over the years, the environment for financial instruments has changed significantly. When the Fixed Income Fund was created, it was invested primarily in Guaranteed Investment Contracts (GICs) with insurance companies. Eventually, those vehicles became less attractive and the current structure of bond portfolios with firms providing fixed income wrap agreements were established. Now, due to market changes, a new structure is necessary.

3. **What are the differences in the two funds?**
   The Short-Term Bond Fund will be invested in U.S. Government and U.S. investment-grade corporate bonds and asset-backed securities with an average maturity of approximately 3 years, and the price of your investment can go up or down each day with the price of the underlying bonds held by the fund. The objective of the Short-Term Bond Fund will be to provide current income with low volatility of principal. It is worth noting that the long term returns of a bond portfolio with no wrap agreement should be comparable to those of an identical portfolio that has a wrap agreement, however the portfolio with no wrap agreement will experience more short term volatility.

   The objective of the Money Market Fund will be to provide current income while maintaining liquidity and a stable share price.

   Refer to the enclosed fact sheets for more information about the funds.

4. **What happens to my balance in the Fixed Income Fund and what do I need to do?**
   If you want the balance in your Fixed Income Fund to be converted to the Short-Term Bond Fund, you don't need to take any action. Your account balance will be converted automatically to the Short-Term Bond Fund as of February 1, 2012.

   If you do not want to invest in the Short-Term Bond Fund, you must transfer your balance in the Fixed Income Fund to another investment option in SIP prior to February 1. If you want to invest in the Money Market Fund, you may do so beginning on February 1, 2012.

   You may initiate a funds transfer via the SIP Website (rps.troweprice.com) or by calling 1-800-SIP-4-YOU.

5. **If the balance in my account is automatically transferred to the Short-Term Bond Fund, can I transfer money out of the fund on or after February 1st?**
   Yes. The same rules apply to this fund as any other options in SIP.

6. **I am deferring a portion of my pay into the Fixed Income Fund. Will my deferral election automatically change to the Short-Term Bond Fund?**
   Yes.

7. **How do I decide which fund is better for me?**
   The answer depends on your own financial circumstances. You are responsible for any decisions regarding the investment of the funds in your SIP account. Each SIP participant will have different investing objectives and risk tolerance. In order to determine if the new funds are appropriate for you, you may wish to consult with your financial advisor.

Help is available

If you need help at any point, call the SIP-Line at 1-800-SIP-4YOU (1-800-747-4968) and ask to speak with a T. Rowe Price representative (available business days between 7 a.m. and 10 p.m. eastern time). You an also visit the website for SIP at **rps.troweprice.com**.

Enclosures

Fund Fact Sheet: Short-Term Bond Fund
Fund Fact Sheet: Money Market Fund

All information provided in this document is subject to the terms of the applicable plan documents, which will govern if there are any differences. The Company reserves the right to amend or terminate any of its benefit plans at any time for any reason.

Short-Term Bond Fund

Fund #562

Investment objective/approach:

The fund employs a management strategy designed to track the performance of a blend of fixed income indices consisting of 50% Barclays Capital U.S. Government Bond 1-5 Year Index, 40% Barclays Capital U.S. Credit 1-5 Year Index, and 10% Barclays Capital Asset Backed Securites Aaa Index. Collectively, these indices are composed of U.S. securities in Treasury, Government-Related, Corporate, and Securitized sectors. The fund holds a broadly diversified collection of securities that, in the aggregate, approximates the blend of indices in terms of key characteristics. This fund is designed for investors who seek a low-cost way to invest in the short-term government bond and investment-grade credit markets and can accept the risk of price fluctuation. This is not a money market fund and its price and yield will fluctuate.

2011 recap*:

The fund returned approximately 0.44% for the fourth quarter and 3.35% for 2011, nearly matching its blended benchmark (50% Barclays Capital U.S. Government Bond 1-5 Year Index, 40% Barclays Capital U.S. Credit 1-5 Year Index, and 10% Barclays Capital Asset Backed Securites Aaa Index) as expected. The returns of the fund and index were led by returns in the investment grade and treasury sectors. Returns in both sectors were driven by continued lower yields, as the Federal Reserve kept interest rates at historic lows and investors fled to the perceived safety of US debt as Eurozone debt contagion fears continued to grow.

Fund manager:

The Savings and Investment Plan Committee (SIPCO), a committee of Kodak managers that helps to administer SIP, Rochester, New York; NISA Investment Advisors, L.L.C., St. Louis, Missouri; BlackRock Capital Management, Inc., Wilmington, Delaware; Merganser Capital Management JP, Boston, Massachusetts; BNY Mellon Cash Investment Strategies, Pittsburgh, PA.

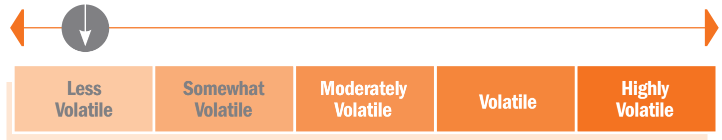
Where to find the fund:

This is a proprietary fund managed solely for SIP. Daily price information is available by calling the SIP-Line at 1-800-SIP-4YOU.

Estimated annual expenses:

Estimated fund expense ratio: 0.12%

Volatility:



The volatility graph above and the returns shown on this page are based on the historical 8-year standard deviation of monthly returns annualized as of 12/31/11, and annual returns, respectively.

Fund performance*:

Please note that the numerical data reflected is a projection of what the fund may have returned if invested historically in accordance with the benchmarks stated and their weights.

	Fund
2011	3.35%
2010	4.52
2009	7.80
2008	2.79
2007	6.55
2006	4.35
2005	1.48
2004	2.02
2003	3.63
2002	8.25

Best Year: 2001 9.20% Worst Year: 2005 1.48%

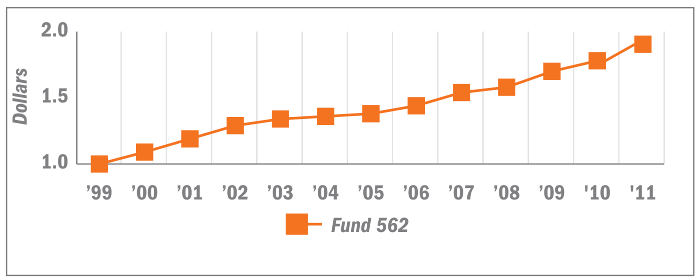
Periods Ending 12/31/11—Average Annual

One Year	3.35%
Three Years	5.21
Five Years	4.98
10 Years	4.45

Please remember: Past performance is no guarantee of future results.

Growth of a dollar through 12/31/11:

Indicates what one dollar invested in the fund at 1/1/99 would have been worth at the end of each year through 12/31/11.



** This is a new proprietary fund with no past performance, but had a fund with these investments existed the above 2011 Recap and Fund Performance sections reflect how it could have performed.*

Money Market Fund

Fund #314

Investment objective/approach:

The Money Market Fund consists of an investment in the Vanguard Prime Money Market Fund. This fund is designed for investors who seek a stable share price, interest income and liquidity. This is an actively managed fund that seeks to provide current income to investors while also maintaining liquidity and a stable share price of $1. The fund will invest in high-quality, short-term money market instruments, including certificates of deposit, banker's acceptances, commercial paper, and other money market securities. The fund may invest more than 25% of assets in securities that are issued by companies in the financial services industry. Investment in a money market fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency.

2011 recap:

The fund returned approximately 0.0% for the fourth quarter and 0.1% for 2011, nearly matching its benchmark, the U.S. 90 Day Treasury Bill Index. The returns of the fund and index were led by the Federal Reserve's interest rate policy, which over the past year has consistently been to maintain historically-low interest rates in order to encourage borrowing and provide a boost to the stagnant U.S. economy.

Fund manager:

The Vanguard Group, founded in 1975 is well known as a broad-based low-cost provider of investment solutions. The current portfolio manager of the Fund is David R. Glocke, Principal. David has been managing the Fund since 2003 and has been working in the investment management industry since 1991.

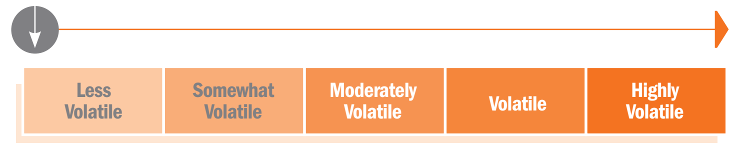
Where to find the fund:

Daily price information is available at vanguard.com.

Estimated annual expenses:

Fund expense ratio: 0.09%

Volatility:



The volatility graph above and the returns shown on this page are based on the historical 8-year standard deviation of monthly returns annualized as of 12/31/10, and annual returns, respectively.

Fund performance:

	Fund
2011	0.13%
2010	0.20
2009	0.68
2008	2.93
2007	5.29
2006	5.08
2005	3.21
2004	1.33
2003	1.11
2002	1.88

Best Year: 1990 8.43% Worst Year: 2011 0.13%

Periods Ending 12/31/11—Average Annual

One Year	0.13%
Three Years	0.34
Five Years	1.83
10 Years	2.17

Please remember: Past performance is no guarantee of future results.

Growth of a dollar through 12/31/11:

Indicates what one dollar invested in the fund at 1/1/99 would have been worth at the end of each year through 12/31/11.