

**IMPORTANT INFORMATION REGARDING DREYFUS STRATEGIC MUNICIPALS, INC. AND DREYFUS STRATEGIC MUNICIPAL BOND FUND, INC.  
RELATING TO THEIR AUCTION RATE PREFERRED SHARES  
As of November 9, 2009**

Dreyfus Strategic Municipals, Inc. (LEO) and Dreyfus Strategic Municipal Bond Fund, Inc. (DSM), each is organized as a closed-end fund and is subject to the requirements of the Securities and Exchange Commission Regulation FD, which prohibits the selective disclosure of material non-public information to (1) market professionals, and (2) shareholders where it is reasonably foreseeable that the shareholder will purchase or sell the funds' securities on the basis of the information. In keeping with Regulation FD, absolutely no information beyond what is currently posted on this public website can be discussed or provided. Each Fund complies with the requirements of Regulation FD and, as such, cannot disclose information unless it is made available to the public at large or is otherwise provided in accordance with the provisions of Regulation FD. Individual investors seeking additional information about ARPS holdings are encouraged to speak with their financial advisor.

**Can you tell me about any recent action by the Boards of Dreyfus Strategic Municipals, Inc. and Dreyfus Strategic Municipal Bond Fund, Inc. with respect to their Auction Rate Preferred Stocks?**

In the press release dated November 9, 2009, the Board of Directors of each Fund announced that it has authorized the Fund to redeem up to 25% of its auction rate preferred stock (ARPS), subject to market, regulatory and other conditions and factors. It is currently anticipated that, upon redemption, the leverage provided by the ARPS would be replaced through the creation of tender option bonds (TOBs). The timing and amount for such redemptions and refinancing of the ARPS could occur within approximately a 12-month period, but will be determined by the availability of acceptable terms on the TOBs, market, regulatory and other factors, and Fund management is not certain when, or if, such amount will be redeemed or refinanced. *The November 9, 2009 press release contains important additional information regarding the announcement and can be accessed at <http://www.dreyfus.com/ars>.*

**Who should I contact about my ARPS holdings in either Dreyfus Strategic Municipals, Inc. or Dreyfus Strategic Municipal Bond Fund, Inc.?**

You should contact your financial advisor for information about your ARPS holdings in either Fund and any developments with respect to those holdings. For your convenience, we note that Dreyfus Strategic Municipals, Inc. has five series of ARPS:

<b>Series</b>	<b>CUSIP Number</b>
M	261932206
T	261932305
W	261932404
TH	261932503
F	261932602

Dreyfus Strategic Municipal Bond Fund, Inc. has three series of ARPS:

<b>Series</b>	<b>CUSIP Number</b>
A	26202F206
B	26202F305
C	26202F404

Shares of each Fund's ARPS are held in "street name" by CEDE & Co., the nominee for The Depository Trust Company (DTC), which is the record holder for the ARPS; accordingly, *Dreyfus does not have account or portfolio holding information with respect to any particular beneficial owner or investor.*

**Will there be an announcement before any redemption is made by Dreyfus Strategic Municipals, Inc. or Dreyfus Strategic Municipal Bond Fund, Inc.?**

Yes, each Fund would issue a notice containing specific details regarding any specific redemption, which would include a press release that also would be placed on the Dreyfus website, and a notice that would be published in The Wall Street Journal. Specific details would include the ARPS series, CUSIP number, redemption date, and number of ARPS shares and aggregate dollar amount to be redeemed. As with your account and ARPS holdings in that instance, you should contact your financial advisor with respect to how any redemption would be processed by your financial advisor. Allocation procedures among different advisors may vary and neither the Funds nor Dreyfus has any control over the allocation process of DTC or financial advisors.

**How do TOB programs work?**

Any refinancing for redeemed ARPS would be provided through the creation by each Fund of TOBs. In creating a TOB, each Fund would transfer an eligible bond from its portfolio to a special purpose trust that would issue two classes of securities: floating rate certificates, which would pay an interest rate that generally would be reset weekly, and residual interest bonds, which would pay an interest rate based on the difference between the interest rate earned on the underlying bonds and the interest rate paid on the floating rate certificates, after TOB program expenses. Each Fund would hold the residual interest bonds and use the proceeds from the sale of the floating rate certificates to redeem a portion of its ARPS.

**Does Dreyfus have experience with TOB programs?**

Yes, from time to time, Dreyfus has used TOB programs in these Funds and other Dreyfus funds. The TOB structure is less permanent than ARPS since TOBs may be unwound upon the occurrence of certain events, such as a failed remarketing of the TOB securities, and there is no certainty that TOB financing will be available in the future.

**Does Dreyfus plan any other actions related to each Fund's ARPS?**

Dreyfus continues to assess the current state of auction rate preferred shares including the ability to refinance using TOBs. It is not certain when, or if, each Fund's remaining ARPS may be

redeemed. In reviewing the situation, Dreyfus is seeking to protect each Fund's interest, taking into account all shareholders.

### **What information can Dreyfus provide to each Fund's shareholders?**

Any comments by Dreyfus or its employees are limited to those publicly available either by being posted on its website or issued in a press release. Each of Dreyfus Strategic Municipals, Inc. and Dreyfus Strategic Municipal Bond Fund, Inc. is organized as a closed-end fund and is subject to the requirements of Regulation FD, which prohibits the selective disclosure of material non-public information to (1) market professionals, and (2) shareholders where it is reasonably foreseeable that the shareholder will purchase or sell the fund's securities on the basis of the information. In keeping with Regulation FD, absolutely no information beyond what is currently posted on this public website can be discussed or provided. Each of Dreyfus Strategic Municipals Inc. and Dreyfus Strategic Municipal Bond Fund, Inc. complies with the requirements of Regulation FD and, as such, can not disclose information unless it is made available to the public at large or is otherwise provided in accordance with the provisions of Regulation FD. Individual investors seeking additional information about ARPS holdings are encouraged to speak with their financial advisor.

*This Q & A is published solely for informational purposes and is not to be construed as specific tax, legal or investment advice. Nor is this document intended as a solicitation or an offer to buy or sell securities or related financial instruments. The Q & A should not be regarded by recipients as a substitute for exercise of their own judgment. The comments are based on current market conditions. Different market conditions and assumptions could have materially different results. Neither Dreyfus, Dreyfus Strategic Municipals, Inc. or Dreyfus Strategic Municipal Bond Fund, Inc. nor any of their affiliates, directors, employees or agents accept any liability for any loss or damage arising out of the use of all or any part of the Q & A. Certain statements contained in this document may be forward-looking in nature. Such statements represent Dreyfus's current beliefs, based upon information available at the time the statements are made, with regard to the matters addressed. Actual future occurrences may differ significantly from those anticipated in any forward-looking statements due to numerous factors. These include but are not limited to the ability of Dreyfus and Dreyfus Strategic Municipals, Inc. or Dreyfus Strategic Municipal Bond Fund, Inc. to develop and finalize proposals to restructure each Fund's existing leverage; the need for each Fund to obtain formal Board approval of specific financing proposals; legal and regulatory developments; and other additional risks and uncertainties. Dreyfus undertakes no responsibility to update publicly or revise any forward-looking statements.*