

Longleaf Partners Funds — TAX INFORMATION

2010 SOURCES OF DISTRIBUTIONS

CAPITAL GAIN DISTRIBUTION — NONE

NET INCOME DISTRIBUTION

Record date: December 28, 2010

Paid: December 29, 2010

Ordinary Income

Reinvest price

Partners #133	Small-Cap #134	International #136
\$ 0.14	\$ 0.11	\$ 0.19
\$28.34	\$26.70	\$15.38

Percentage of Net Income Distribution Ordinary Income from:

Qualified Dividends

Amount qualifying for calculation of the Dividends
Received Deduction (corporate shareholders only)

Interest on Repurchase Agreements

Interest on Exempt Federal Obligations

Interest on State/Municipal Obligations

100.00%	100.00%	100.00%
100.00	100.00	8.035
None	None	None
None	None	None
None	None	None

COST BASIS INFORMATION

The Internal Revenue Service allows several methods to calculate capital gains and losses. With any method, you will need a record of all the activity in your account and the historical tax treatment of all distributions. If you have saved your year-end statements and tax forms, you should have the information you need to calculate your gain or loss.

You may request copies of your account history or prior year tax forms by calling extension 100 at the toll free number on the bottom of this statement. The tax treatment history of Longleaf distributions is also available on our website www.longleafpartners.com. Please allow ten business days to process your request.

If you receive tax reporting from Longleaf's transfer agent, BNY Mellon, they will provide a cost basis statement using the average cost basis, single-category method. **You are not required to use the amount provided.** The Internal Revenue Service allows other methods to calculate cost basis that may be more beneficial to you.

Arriving at the proper cost basis of your shares can be complex. We strongly recommend that you speak with a professional tax advisor if you have any questions regarding your cost basis. Longleaf representatives are not able to offer tax advice.

FOREIGN TAX CREDITS

See reverse.

PLEASE SAVE THIS INFORMATION WITH YOUR TAX RECORDS

NOTE: Longleaf representatives are not able to offer tax advice. Please consult your tax advisor for further guidance. For questions about your account, call (800) 445-9469, option 0.

FOREIGN TAX CREDITS

The Longleaf Partners International Fund is passing through a foreign tax credit for taxes withheld by foreign countries on dividends paid by portfolio companies. If your account is taxable, you may either deduct or take a tax credit for the foreign taxes paid. Claiming a tax credit is generally more advantageous because a deduction only reduces your income subject to tax, while a tax credit actually reduces the tax you owe on a dollar-for-dollar basis.

Tax rules impose a holding period requirement at the shareholder level. You must take the deduction instead of the tax credit if this requirement is not met. **Please consult your tax advisor for a full analysis of your personal situation.**

If you take the tax credit, you may need to file Form 1116 (Form 1118 for corporations). In most cases, the Internal Revenue Service allows taking a tax credit for up to \$300 (\$600 filing jointly) without completing this form. If you must complete Form 1116, you will need the following information:

Number of shares of the Longleaf Partners International Fund owned at December 28, 2010	
Multiplied by ordinary income per share	X \$0.19
Ordinary income distribution	\$

To calculate Gross Income, Foreign Source Income and Foreign Taxes Paid:

Gross Income & Foreign Source Income	
Ordinary income distribution	
	(per box above)
Multiplied by	X 1.138284
Gross Income	
Multiplied by	X .602591
Foreign Source Income	

Foreign Taxes Paid	
Ordinary income distribution	
	(per box above)
Multiplied by	X .138284
Foreign taxes paid	

Per each share held on record date:

Gross Income	\$ 0.216274
Foreign Source Income	0.130325
Foreign Taxes Paid	(0.026274)

If you receive tax reporting from Longleaf’s transfer agent, BNY Mellon, these amounts will be properly reflected on your form 1099-DIV.

PLEASE SEE REVERSE SIDE FOR ADDITIONAL INFORMATION