

Longleaf Partners Funds

Tax Information — 2012 Sources of Distributions

Capital Gain Distribution

Record Date: November 7, 2012 Paid: November 8, 2012	Partners #133	Small-Cap #134	International #136
Long-Term Capital Gain	\$3.940	\$ 1.875	\$ 0.13337
Short-Term Capital Gain (Ordinary Income)	0.305	0.144	—
Total Distribution	4.245	2.019	0.13337
Reinvest Price	25.77	27.62	13.24

Net Income Distribution

Record Date: December 27, 2012 Paid: December 28, 2012	Partners #133	Small-Cap #134	International #136
Ordinary Income	\$ 0.27	\$ 0.03	\$ 0.293375185
Foreign Taxes Paid*	—	—	(0.053375185)
Total Distribution	0.27	0.03	0.24
Reinvest Price	26.07	28.54	13.90

* See reverse for additional information.

Ordinary Income Components

	Partners #133	Small-Cap #134	International #136
Qualified Dividends	80.36%	100.00%	100.00%
Amount Qualifying for Calculation of the Dividends			
Received Deduction (corporate shareholders only)	50.33	100.00	na
Interest on Repurchase Agreements	na	na	na
Interest on Exempt Federal Obligations	na	na	na
Interest on State/Municipal Obligations	na	na	na

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 the toll free number on the reverse of this statement. The tax treatment history of Longleaf distributions is also available on our website longleafpartners.com. Please allow ten business days to process your request.

NEW FOR 2012: IRS regulations require us to report cost basis and holding period information on gross proceeds from sales of Fund shares acquired after January 1, 2012. You may choose the method by which we calculate your lot depletion. If you do not designate a cost basis method, the Funds' default method of FIFO (First In, First Out) will be applied to your redemptions.

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 Taxes Paid

As a shareholder of the Longleaf Partners International Fund who received dividends, you have a choice to either use the foreign taxes paid as a foreign tax credit or an itemized deduction. Your portion of foreign taxes paid by the Fund is reported in Box 6 of Form 1099-DIV. To take an itemized deduction, include the amount from Box 6 on Schedule A, Line 8 on your Form 1040.

To compute the allowable credit, individual shareholders may be required to complete IRS Form 1116 and attach it to their Forms 1040. Corporate shareholders should complete Form 1118. The worksheet should be used to prepare either of these forms.

Although it will generally be more advantageous to claim a credit for the foreign taxes paid, the ability to claim a credit depends on your individual tax situation. We suggest that you consult your tax advisor to determine your best course of action.

Foreign Taxes Paid	Foreign Source Income
	Form 1099-DIV, Box 1a =
	<input style="width: 100%;" type="text"/>
	X 0.97868252
Form 1099-DIV, Box 6 =	<input style="width: 100%;" type="text"/>
<input style="width: 100%;" type="text"/>	

Multiply the box immediately above by the percentages below to calculate amounts by country.

Allocated by Country	%	\$	%	\$
Canada	8.19		6.15	
France	10.94		8.21	
Hong Kong	—		6.13	
Ireland	—		7.33	
Japan	0.89		1.44	
Malaysia	—		0.47	
Mexico	—		5.30	
Netherlands	19.88		16.34	
Spain	60.10		45.12	
United Kingdom	—		3.51	
Total	100.0		100.00	

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.