

FOREIGN TAX CREDIT FOREIGN INCOME AND TAXES PAID

You are entitled to claim a foreign tax *credit* or take an itemized *deduction* on your federal income tax return for your share of foreign taxes paid by the fund. To *deduct* foreign taxes, enter the total amount from Box 6 of your Form 1099-DIV as “Other taxes” (line 8) on Schedule A. To claim a *credit* for foreign taxes paid, subject to the conditions described below, enter the total amount from Box 6 as “Foreign tax credit” on your Form 1040.

A credit is generally more advantageous than a deduction. Most taxpayers can take a foreign tax credit on line 47 of the 1040 without filing Form 1116.

Eligibility to Claim Credit Without Filing Form 1116

Most shareholders who are individuals may be eligible to claim a foreign tax credit on Form 1040 without filling out Form 1116. To qualify for this provision, you must meet all of the following conditions:

- >> All of your foreign source income was from dividends and interest.
- >> All of the income and foreign taxes paid on the income was reported to you on a qualified payee statement such as Form 1099-DIV.
- >> Your total creditable foreign taxes are not more than \$300 (\$600 if married filing jointly).
- >> Additional criteria as described in the instructions to your 1040

Additionally, you may not claim the foreign tax credit relating to dividends on The Oakmark Funds if you had not held your fund shares for at least 16 days within the 30-day period that began 15 days before the ex-dividend date, which was December 17, 2009. See the instructions to the Form 1116 for more details.

Shareholders Who Must File Form 1116

If you do not qualify for the election outlined in the previous paragraph, you must fill out Form 1116 to claim your credit. Check box “a” marked “Passive Income” on the top of the Form.

You no longer need to report income passed through from a mutual fund on a country-by-country basis. Total all income passed through from the fund and enter this in a single column in Part I. Enter “RIC” on line g. Total all foreign taxes passed through and enter on a single line in Part II. For more details, see the Specific Instructions to Part I of Form 1116.

Go online and visit the Mutual Fund Tax Center to view more information about your tax forms. You may also download 2009 Oakmark tax information directly into TurboTax® via the Web. It's easy to use if you prepare your taxes online through TurboTax, or if you use TurboTax software.

Have you made your 2009 IRA Contribution?

The deadline to contribute is April 15, 2010, and the annual contribution limit is \$5,000. (\$6,000 if age 50 or older).

Go to oakmark.com or call 1-800-OAKMARK (1-800-625-6275) for more information.

For a prospectus and more complete information, including management fees and expenses and the special risks of investing, please call 1-800-OAKMARK or visit oakmark.com. Read it carefully before investing. An investor should consider a fund's investment objectives, risks, and charges and expenses carefully before investing. This and other information about the Funds are contained in the prospectus. **Investing in value stocks presents the risk that value stocks may fall out of favor with investors and underperform growth stocks during given periods.** OAKMARK, OAKMARK FUNDS, OAKMARK INTERNATIONAL, and OAKMARK and tree design are trademarks owned or registered by Harris Associates L.P. in the U.S. and/or other countries.



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