All dividends paid by the Fund during 2016 were “exempt-interest dividends,” and therefore, 100% free of any regular Federal income tax. Federal Form 1099-DIV will be issued to you and Federal tax rules require the reporting of tax exempt income as a memo item on your individual income tax return.

If you redeemed any shares of the Fund acquired through the Dividend Reinvestment Plan during 2016, Federal tax rules require us to report the gross proceeds from such redemption to the Internal Revenue Service. Shareholders will receive notification of their respective proceeds early in 2017.

State and local taxes differ from state to state. It is suggested that you consult with your own tax advisor with respect to these taxes.

The table below shows the monthly percentage breakdown, by state and U.S. possession, of the interest exempt from regular Federal income taxes, earned by the Fund for those states and possessions in which the Fund had investments during the periods shown and for the entire year 2016. The percentage of the interest earned by the Fund for the year 2016 from its investment in certain specified private activity bonds which is to be treated as a preference item for purposes of the Federal alternative minimum tax calculation was 5.75%, if applicable.

Attention Minnesota residents: Minnesota legislation provides that all of the Fund’s federally “exempt-interest dividends” are subject to Minnesota individual income tax.

The above information regarding Federal Tax Exempt income and distribution subject to alternative minimum tax (AMT) will be provided to both you and the Internal Revenue Service on Form 1099-DIV.