



TAX INFORMATION — 2010 CALENDAR YEAR

We are providing tax information about investments in the Scout Funds as a service for your 2010 income tax preparation. You may wish to provide these tables to your tax advisor. Please contact the Scout Funds at 800-996-2862 if you have any questions about this information.

Certain states allow mutual fund shareholders to exclude from their taxable income the dividends from mutual funds related to income earned from U.S. Federal and Agency securities. The amount of the ordinary income they may be able to exclude on their state income tax return is determined by the percentage of the ordinary dividends that they received from their mutual fund that is derived from federal and agency securities. The following schedule indicates the percentage of income that is earned by the Fund from federal and agency obligations generally treated as exempt from state and local taxes. Please consult your tax advisor to determine what is appropriate for your situation.

SCOUT FUNDS							
<i>U.S. Federal and Agency obligation income earned (as a percentage)</i>							
FUND	FEDERAL FARM CREDIT BANKS	FEDERAL HOME LOAN BANKS	U.S. TREASURY DEPARTMENT	FUND	FEDERAL FARM CREDIT BANKS	FEDERAL HOME LOAN BANKS	U.S. TREASURY DEPARTMENT
Stock Fund	0.00%	0.15%	0.00%	International Discovery Fund	0.00%	0.18%	0.00%
Mid Cap Fund	0.00	0.24	0.00	Bond Fund	2.33	4.83	8.72
Small Cap Fund	0.00	0.00	0.00	Money Market Fund – Federal	21.21	28.85	1.28
TrendStar Small Cap Fund	0.00	0.00	0.00	Money Market Fund – Prime	4.13	6.57	8.70
International Fund	0.03	0.12	0.00				

TAX-EXEMPT INTEREST DIVIDENDS REPORTED ON FORM 1099-INT

The Tax Increase Prevention and Reconciliation Act signed into law in May 2006 amended the Internal Revenue Code to require the information reporting of tax-exempt interest dividends paid to shareholders of mutual funds. Tax-exempt interest dividends paid during a calendar year are reported on Form 1099-INT. Box 8 of Form 1099-INT reports the amount of tax-exempt interest dividends paid. Box 9 of Form 1099-INT reports the amount of specified private activity bond interest, if any, included in the tax-exempt interest dividends paid amount. The amount of tax-exempt interest derived from specified private activity bonds is a tax preference item for alternative minimum tax (“AMT”) purposes and includible in the AMT calculation. Please consult your tax advisor in order to determine how to report any tax-exempt interest dividends and any specified private activity bond interest reported to you on Form 1099-INT.

SCOUT TAX-FREE MONEY MARKET FUND							
<i>Tax-exempt income by state</i>							
STATE	PERCENTAGE	STATE	PERCENTAGE	STATE	PERCENTAGE	STATE	PERCENTAGE
Alabama	0.00	Indiana	0.25	Nevada	0.00	South Dakota	3.74
Alaska	2.44	Iowa	0.00	New Hampshire	2.10	Tennessee	1.98
Arizona	0.00	Kansas	4.55	New Jersey	0.01	Texas	10.73
Arkansas	0.00	Kentucky	0.00	New Mexico	0.33	Utah	0.92
California	0.00	Louisiana	0.00	New York	4.02	Vermont	0.00
Colorado	9.42	Maine	0.22	North Carolina	13.98	Virginia	2.40
Connecticut	2.40	Maryland	2.69	North Dakota	0.00	Washington	0.00
Delaware	0.00	Massachusetts	4.26	Ohio	0.39	West Virginia	0.00
District of Columbia	1.16	Michigan	0.12	Oklahoma	0.29	Wisconsin	0.73
Florida	7.30	Minnesota	3.61	Oregon	0.00	Wyoming	0.95
Georgia	0.81	Mississippi	0.49	Pennsylvania	1.69		
Hawaii	0.00	Missouri	9.56	Puerto Rico	0.00		
Idaho	0.13	Montana	0.00	Rhode Island	1.44		
Illinois	0.74	Nebraska	3.32	South Carolina	0.83		

Table shows percentage of tax-exempt income attributable to states as shown, which may be eligible for exclusion from state and local income tax. Contact your tax advisor for additional details.

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