

# Kayne Anderson Energy Development Company - (CUSIP: 48660Q102)

## 2013 Form 1099-DIV Dividends & Distributions Information

- Stockholders holding shares as of any of the record dates below should receive a 2013 Form 1099-DIV.
- The information on dividends and distributions paid during the calendar year 2013 is set forth below.
- Example 1: Stockholder X owned one share during the entire calendar year of 2013 and received \$1.76 of distributions during the calendar year. Stockholder X should receive a 2013 Form 1099-DIV including \$1.76 of Total Ordinary Dividends (Box 1a), of which \$1.76 will be treated as Qualified Dividends (Box 1b) .
- Example 2: Stockholder X purchased one share on October 10, 2013 (i.e., held the share as of the October 11 record date) and received \$0.4550 of distributions during October 2013. Stockholder X should receive a 2013 Form 1099-DIV including \$0.4550 of Total Ordinary Dividends (Box 1a), of which \$0.4550 will be treated as Qualified Dividends (Box 1b).

Record Date	Ex-Dividend Date	Payable Date	Total Distribution Per Share	Year Included in Shareholders' Income			Box 1a Total Ordinary Dividends	Box 1b Total Qualified Dividends
				2012	2014	2013		
1/28/2013	1/24/2013	2/1/2013	\$ 0.4300			\$ 0.4300	\$ 0.4300	\$ 0.4300
4/19/2013	4/17/2013	4/26/2013	\$ 0.4350			\$ 0.4350	\$ 0.4350	\$ 0.4350
7/12/2013	7/10/2013	7/19/2013	\$ 0.4400			\$ 0.4400	\$ 0.4400	\$ 0.4400
10/11/2013	10/9/2013	10/18/2013	\$ 0.4550			\$ 0.4550	\$ 0.4550	\$ 0.4550
			\$ 1.7600			\$ 1.7600	\$ 1.7600	\$ 1.7600

Record Date	Box 2a Total Capital Gain Distr.	Box 2b Unrecap Sec. 1250 Gain	Box 2c Section 1202 Gain	Box 2d Collectibles (28%) Gain	Box 3 Nondividend Distributions	Box 6 Foreign Tax Paid	Box 8 Cash Liquidation Distr	Box 9 Noncash Liquidation Distr	Exempt Interest Dividends
1/28/2013									
4/19/2013									
7/12/2013									
10/11/2013									

- Total Ordinary Dividends (Box 1a) are either Qualified Dividends or non-Qualified Dividends. To the extent that Total Ordinary Dividends (Box 1a) exceeds Qualified Dividends (Box 1b), the difference will be taxed at the applicable ordinary income tax rate.
- In addition to other requirements which designate dividends as Qualified Dividends, a stockholder must meet the holding period requirements. Generally, a stockholder must hold the stock for more than 60 days during the 121-day period that begins 60 days before the ex-dividend date.
- Nondividend Distributions (Box 3) are treated as a return of capital for tax purposes (i.e., not as taxable income) and reduce the cost basis of the investment owned.

*This notice is not intended to constitute tax, legal, investment, or other professional advice. This is general information and should not be relied upon without consulting your tax advisor.*