

Kayne Anderson Energy Total Return Fund, Inc. - (CUSIP: 48660P104)

2010 Form 1099-DIV Dividends & Distributions Information

- Stockholders as of any of the record dates below should receive a 2010 Form 1099-DIV.
- Although stockholders as of December 31, 2009, received the distribution of \$0.48 per share during January 2010, the distribution should not be included in 2010 Form 1099-DIV and should have been included in the 2009 Form 1099-DIV.
- Although stockholders as of December 31, 2010, received the distribution of \$0.48 per share during January 2011, the distribution should be included in the 2010 Form 1099-DIV.
- Example 1: Stockholder X owns one share during the entire calendar year of 2010. Stockholder X received \$1.44 of distributions during calendar year 2010 and \$0.48 of distributions in January 2011. Stockholder X should receive a 2010 Form 1099-DIV including \$1.92 of Ordinary Income (Box 1a), \$0.2896 of Qualified Dividends (Box 1b), and \$0.00 of Non-dividend Distributions (Box 3).
- Example 2: Stockholder X purchased one share on December 1, 2010 (held the share as of the December 31 record date) and received \$0.48 in January 2011. Stockholder X should receive a 2010 Form 1099-DIV including \$0.48 of Ordinary Income (Box 1a), \$0.0724 of Qualified Dividends (Box 1b), and \$0.00 of Non-dividend Distributions (Box 3).

Record Date	Ex-Dividend Date	Payable Date	Total Distribution Per Share	Year Included in Shareholders' Income			Box 1a Total	Box 1b Total
				2009	2011	2010	Ordinary Dividends	Qualified Dividends
04/06/10	04/01/10	04/16/10	\$ 0.4800			\$ 0.4800	\$ 0.4800	\$ 0.0724
07/07/10	07/02/10	07/09/10	\$ 0.4800			\$ 0.4800	\$ 0.4800	\$ 0.0724
10/05/10	10/01/10	10/15/10	\$ 0.4800			\$ 0.4800	\$ 0.4800	\$ 0.0724
12/31/10	12/29/10	01/14/11	\$ 0.4800			\$ 0.4800	\$ 0.4800	\$ 0.0724
			\$ 1.9200			\$ 1.9200	\$ 1.9200	\$ 0.2896

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
04/06/10									
07/07/10									
10/05/10									
12/31/10									

- Dividends (Box 1a) are either Qualified Dividends or non-Qualified Dividends. To the extent that Ordinary Dividends (Box 1a) exceeds Qualified Dividends (Box 1b), the difference will be taxed at ordinary income tax rates.
- 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.
- Non-dividend 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 shares owned.