

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

### 2005 Form 1099- DIV Dividends & Distributions Information

- Stockholders as of any of the record dates below should receive a 2005 Form 1099 – DIV.
- Although stockholders as of December 30, 2005, received the \$.40625 per share dividend during January 2006, the dividend should be included in 2005 Form 1099 – DIV.
- Example 1: Stockholder X purchased 100 shares during the initial public offering and held the shares through the calendar year 2005. Stockholder X received \$27.00 (\$.27 per share x 100 shares) of dividends during the calendar year 2005 and received \$40.625 (\$.40625 per share x 100 shares) of dividends during January 2006. Stockholder X should receive a 2005 Form 1099 – DIV including \$67.625 (\$.67625 per share x 100 shares) of Ordinary Income (Box 1a) and \$19.67 (\$.196654 per share x 100 shares) of Qualified Dividends (Box 1b).
- Example 2: Stockholder X purchased 100 shares on December 1, 2005 (held shares as of the December 30 record date) and \$40.625 (\$.40625 per share x 100 shares) during January 2006. Stockholder X should receive a 2005 Form 1099 – DIV including \$40.625 (\$.40625 per share x 100 shares) of Ordinary Income (Box 1a) and \$11.81 (\$.118138 per share x 100 shares) of Qualified Dividends (Box 1b).

All information in the table below is based on ownership of 1 share of Kayne Anderson Energy Total Return Fund, Inc.

Record	Ex-Div	Payable	Total	Year Included in			Box 1a Total	Box 1b Total
				Shareholders' Income			Ordinary	Qualified
				2004	2005	2006		
Date	Date	Date	Per Share					
10/5/2005	10/3/2005	10/14/2005	\$ 0.270000		\$ 0.270000		\$ 0.270000	\$ 0.078516
12/30/2005	12/28/2005	1/12/2006	\$ 0.406250		\$ 0.406250		\$ 0.406250	\$ 0.118138
Total			\$ 0.676250		\$ 0.676250		\$ 0.676250	\$ 0.196654

Record	Box 2a	Box 2b	Box 2c	Box 2d	Box 3	Box 6	Box 8	Box 9	Exempt
	Total Capital	Unrecap	Section 1202	Collectibles	Nondividend	Foreign	Cash	Noncash	
	Gain Distr.	Sec. 1250	Gain	(28%) Gain	Distributions	Tax	Liquidation	Liquidation	
Date									Dividends
10/5/2005									
12/30/2005									

- Dividends (Boxes 1a and 1b) 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 before the ex-dividend date.