



THE FAIRHOLME FUND

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FAIRHOLME DISTRIBUTORS, INC
MEMBER FINRA

FAIRHOLMEFUNDS.COM

FOR IMMEDIATE RELEASE

FAIRHOLME FUNDS, INC.

Miami, FL
December 16, 2011

THE FAIRHOLME FUND ANNOUNCES DIVIDEND

On December 16, 2011, the Fairholme Fund (FAIRX) distributed an Ordinary Income dividend of \$0.908364 per share to shareholders of record as of December 15, 2011. **The Fairholme Fund's Net Asset Value ("NAV") was reduced by the amount of the distribution.**

The Record, Ex-Dividend, Payable Dates, and Dollars-Per-Share are as follows:

THE FAIRHOLME FUND

Distribution Type	Record Date	Ex-Dividend Date	Payable Date	Dollars-Per-Share
Ordinary Income	December 15, 2011	December 16, 2011	December 16, 2011	\$0.908364

Past performance is not a guarantee of future results.

The Fund's investment objectives, risks, charges, and expenses should be considered carefully before investing. The [prospectus](#) contains this and other important information about the Fund, and it may be obtained by calling Shareholder Services at 1-866-202-2263 or visiting our website www.fairholmefunds.com. Read it carefully before investing.

Investing in the Fairholme Fund involves risk including loss of principal. The Fairholme Fund is non-diversified, which means that the Fairholme Fund invests in a smaller number of securities when compared to more diversified funds. Therefore, the Fairholme Fund is exposed to greater individual stock volatility than a diversified fund. The Fairholme Fund also invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods. The Fairholme Fund may also invest in "special situations" to achieve its objectives. These strategies may involve greater risks than other fund strategies.

Fairholme Distributors, Inc. (12/11)