



THE FAIRHOLME FOCUSED INCOME FUND

SHARES DISTRIBUTED BY  
FAIRHOLME DISTRIBUTORS, INC  
MEMBER FINRA

FAIRHOLMEFUNDS.COM

**FOR IMMEDIATE RELEASE**

**FAIRHOLME FUNDS, INC.**

Miami, FL  
December 30, 2011

**THE FAIRHOLME FOCUSED INCOME FUND ANNOUNCES DIVIDEND**

On December 30, 2011, the Fairholme Focused Income Fund (FOCIX) distributed an Ordinary Income dividend of \$0.24543 per share to shareholders of record as of December 29, 2011. **The Fairholme Focused Income Fund's Net Asset Value ("NAV") was reduced by the amount of the distributions.**

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

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Distribution Type	Record Date	Ex-Dividend Date	Payable Date	Dollars-Per-Share
Ordinary Income	December 29, 2011	December 30, 2011	December 30, 2011	\$0.24543

***Past performance is not a guarantee of future results.***

*The Fairholme Focused Income 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](http://www.fairholmefunds.com). Read it carefully before investing.*

Investing in the Fairholme Focused Income Fund (the "Income Fund") involves risk including loss of principal. The Income Fund is a non-diversified mutual fund, which means that the Income Fund invests in a smaller number of securities when compared to more diversified funds. This strategy exposes the Income Fund and its shareholders to greater risk of loss from adverse developments affecting portfolio companies. The Income Fund's investments are also subject to interest rate risk, which is the risk that the value of a security will decline because of a change in general interest rates. Investments subject to interest rate risk will usually decrease in value when interest rates rise and rise in value when interest rates decline. Also, securities with long maturities typically experience a more pronounced change in value when interest rates change. Debt securities are subject to credit risk (potential default by the issuer). The Income Fund may invest without limit in lower-rated securities. Compared to higher-rated fixed income securities, lower-rated debt may entail greater risk of default and market volatility.

Fairholme Distributors, Inc. (12/11)