



THE FAIRHOLME FOCUSED INCOME FUND

SHARES DISTRIBUTED BY
FAIRHOLME DISTRIBUTORS, INC
MEMBER FINRA

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FOR IMMEDIATE RELEASE

FAIRHOLME FUNDS, INC.

Miami, FL
June 30, 2011

THE FAIRHOLME FOCUSED INCOME FUND ANNOUNCES DIVIDEND

On June 30, 2011, the Fairholme Focused Income Fund (FOCIX) distributed an Ordinary Income dividend of \$0.16753 per share to shareholders of record as of June 29, 2011. The Fairholme Focused Income Fund's NAV was reduced by the amount of the distribution.

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

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Distribution Type	Record Date	Ex-Dividend Date	Payable Date	Dollars-Per-Share
Ordinary Income	June 29, 2011	June 30, 2011	June 30, 2011	\$0.16753

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 Fund involves risk including loss of principal. The Fairholme Focused Income Fund is a non-diversified mutual fund, which means that the Fund invests in a smaller number of securities when compared to more diversified funds. This strategy exposes the Fund and its shareholders to greater risk of loss from adverse developments affecting portfolio companies. The 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.

Fairholme Distributors, Inc. (06/11)