



FPA Funds Memorandum

To: Dividend Distribution
From: FPA Funds – Mutual Fund Operations
(310) 996-5425
Date: October 3, 2016
Re: FPA New Income, Inc. (FPNIX, #78) Dividend

The dividend rate for FPA New Income, Inc. has been declared as the following:

FPA New Income, Inc. (FPNIX) \$0.06 income per share Reinvest NAV: \$10.01

Record Date 09/30/2016
Ex-Date 10/03/2016 (Reinvestment date)
Pay Date 10/04/2016

No dividend income for FPA Capital Fund, Inc., FPA Crescent Fund, FPA International Value Fund, FPA Paramount Fund, Inc., and FPA U.S. Value Fund, Inc.

Please contact your tax advisor to review the impact of these capital gains on your situations and discuss possible tax strategies.

Investing in a mutual fund involves risks, including the possible loss of principal. The Prospectus details the Fund's objective and policies, and other matters of interest to the prospective investor. Please read this Prospectus carefully before investing. The Prospectus may be obtained by visiting the website at www.fpafunds.com, by email at crm@fpafunds.com, toll-free by calling 1-800-982-4372, or by contacting the Fund in writing.

FPA Funds are distributed by UMB Distribution Services, LLC