

Alpine Funds

Enclosed is the 2011 tax form for your account with the Alpine Funds. The form provides information on any applicable 2011 distributions and proceeds from redemptions. Please note that all information contained on the tax form has been provided to the Internal Revenue Service. In addition to the tax information provided on your enclosed tax form, below is supplemental information to assist you with the preparation of your 2011 income tax returns. Please consult your tax advisor for the specific application of any items below relating to the preparation of your tax returns.

Income from U.S. Government Obligations

Some states do not tax their residents on income from a mutual fund that is earned from U.S. Government Obligations. The following table shows the percentage of total ordinary income dividends shown in Box 1a of your 2011 Form 1099-DIV that were attributable to interest earned from direct U.S. Government Obligations:

Fund Name	% of Ordinary Income Attributable to Direct U.S. Govt. Obligation (see Box 1a)
Alpine Dynamic Balance Fund	29.27%
Alpine Accelerating Dividend Fund	0.00%
Alpine Global Infrastructure Fund	0.00%
Alpine Dynamic Dividend Fund	0.00%
Alpine International Real Estate Equity Fund	0.00%
Alpine Municipal Money Market Fund	0.00%
Alpine Realty Income & Growth Fund	0.00%
Alpine Ultra Short Tax Optimized Income Fund	0.00%
Alpine Cyclical Advantage Property Fund	0.00%
Alpine Dynamic Financial Services Fund	0.00%
Alpine Global Consumer Growth Fund	0.00%
Alpine Emerging Markets Real Estate Fund	N/A
Alpine Dynamic Innovators Fund	N/A
Alpine Dynamic Transformations Fund	N/A

Depending on your state's personal income tax laws, you may be entitled to declare the above portion of your 2011 ordinary income dividends (Box 1a) as tax-exempt income on your state personal income tax return. However, some states do not allow the "pass through" of this exempt-interest income unless the percentage earned from U.S. Government Obligations exceeds certain thresholds or unless other requirements are met. Please consult your tax advisor or state authorities if you have any questions regarding the percentage of income you can exclude when calculating your state income tax.

Please note: If you are a resident of California, Connecticut, or New York, you are subject to state tax on all ordinary dividends reported on your federal Form 1099-DIV, including the portion of income derived from direct or indirect U.S. Government Obligations from the funds listed above.

Performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the fund may be lower or higher than performance quoted. Please click on [Performance](#) for standardized returns.



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Important Tax Information Regarding Alpine Funds Income by State or U.S. Territory:

A portion of your federal exempt interest dividends reported on Form 1099-INT may also be exempt from state or local taxation. Detailed below is a summary of the source of your federal exempt interest dividends by state. If the tax laws of your state of residence provide for the exemption, multiply the total federal exempt interest dividends by the appropriate percentage(s) below.

State	Ultra Short Tax Optimized Income Fund	Municipal Money Market Fund
Alabama	4.30%	0.18%
Alaska	0.00%	0.12%
Arizona	2.47%	0.26%
Arkansas	1.44%	0.00%
California	9.44%	6.11%
Colorado	1.26%	4.41%
Connecticut	0.59%	0.00%
Delaware	0.00%	0.17%
Dist of Columbia	0.02%	0.08%
Florida	5.30%	5.67%
Georgia	2.05%	2.28%
Guam	0.00%	0.00%
Hawaii	0.00%	0.00%
Idaho	0.00%	0.00%
Illinois	8.60%	9.99%
Indiana	1.71%	3.51%
Iowa	0.14%	0.00%
Kansas	0.09%	0.19%
Kentucky	3.11%	0.82%
Louisiana	3.40%	0.47%
Maine	0.02%	0.00%
Maryland	1.21%	0.48%
Massachusetts	1.02%	0.55%
Michigan	6.84%	5.48%
Minnesota	0.04%	0.30%
Mississippi	1.11%	0.24%
Missouri	1.20%	1.14%

State	Ultra Short Tax Optimized Income Fund	Municipal Money Market Fund
Montana	0.00%	0.04%
Nebraska	0.01%	0.00%
Nevada	1.00%	0.00%
New Hampshire	0.76%	0.07%
New Jersey	3.87%	3.56%
New Mexico	0.01%	0.29%
New York	2.78%	7.83%
North Carolina	0.51%	2.15%
North Dakota	0.00%	0.00%
Ohio	1.28%	2.70%
Oklahoma	0.21%	0.45%
Oregon	0.54%	1.73%
Pennsylvania	5.94%	3.20%
Puerto Rico	5.79%	0.00%
Rhode Island	0.13%	0.32%
South Carolina	0.28%	1.55%
South Dakota	0.00%	0.00%
Tennessee	1.98%	1.54%
Texas	3.62%	17.65%
Utah	0.00%	0.81%
Vermont	0.00%	0.96%
Virginia	7.39%	1.10%
Washington	0.90%	9.20%
West Virginia	3.12%	0.00%
Wisconsin	2.94%	1.16%
Wyoming	0.35%	0.00%
US Virgin Islands	0.01%	0.00%



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Important Tax Information Regarding Alpine Funds Alternate Minimum Tax (AMT):

Tax-exempt dividends derived from private activity bonds are not taxable for most investors. While fully exempt from regular federal income tax, if you are subject to the Alternate Minimum Tax (AMT), dividends received from these bonds must be included in taxable income for purposes of computing the AMT. The following is the percentage of income derived from private activity bonds that was paid to shareholders in their income distributions during calendar year 2011. The actual dollar amount paid to you is reflected in Form 1099-INT, box 9.

<u>Fund Name</u>	<u>AMT %</u>
Alpine Municipal Money Market Fund	37.81%
Alpine Ultra Short Tax Optimized Income Fund	14.57%



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