



# The Arbitrage Funds

ADVISED BY WATER ISLAND CAPITAL

## NON-IRA REDEMPTION FORM

This form may be used to request a redemption from your Arbitrage Funds non-retirement account. Please refer to the Arbitrage Funds Prospectus for additional information regarding redemptions.

Please complete all sections and mail form to the address at the end of this form.

### SECTION 1: Account Information: (Please print)

Owner's Name \_\_\_\_\_

Joint Owner's Name (if applicable) \_\_\_\_\_

Residential Address \_\_\_\_\_

Daytime Phone Number \_\_\_\_\_

### SECTION 2: Redemption Amount

Name of Fund/Class \_\_\_\_\_ Fund Number \_\_\_\_\_

(Please select the following.)

Partial redemption \$ \_\_\_\_\_ or \_\_\_\_\_ shares.

Full redemption

Name of Fund/Class \_\_\_\_\_ Fund Number \_\_\_\_\_

(Please select the following.)

Partial redemption \$ \_\_\_\_\_ or \_\_\_\_\_ shares.

Full redemption

### SECTION 3: Cost Basis Accounting Method

On October 3, 2008 the Emergency Economic Stabilization Act, HR 1424, was signed into law, which included provisions from the Energy Improvement and Extension Act of 2008, requiring mutual funds to provide cost basis reporting to their customers and the IRS.

Arbitrage Funds will provide cost basis information to you and the IRS for shares purchased on and after January 1, 2012 (covered shares). The cost basis accounting method on your account will be used to deplete the shares for this transaction unless you provide specific share lots or an alternate election method.

(Please select one of the following.)

- First-In First-Out
- Last-In First-Out
- High Cost
- Low Cost
- Loss/Gain Utilization

### SECTION 3: Cost Basis Accounting Method (continued)

Specific Lot Depletion

Date of Purchase \_\_\_\_/\_\_\_\_/\_\_\_\_ Number of Shares \_\_\_\_\_

Date of Purchase \_\_\_\_/\_\_\_\_/\_\_\_\_ Number of Shares \_\_\_\_\_

Date of Purchase \_\_\_\_/\_\_\_\_/\_\_\_\_ Number of Shares \_\_\_\_\_

This information will be provided to you on your 1099-B. This information will not be provided to the IRS.

Yes, please provide average cost information on my non-covered shares when available. I understand that non-covered shares will be redeemed first and that covered shares will be redeemed using the method elected above; after all non-covered shares have been depleted. I understand that if I chose Specific Lot I will not be eligible to receive average cost on my non-covered shares.

### SECTION 4: Method of Payment

(Please select one of the following.)

Send my redemption check to my address of record.\*

Send my redemption check to an address other than my address of record.\*

Payee Name \_\_\_\_\_

Street Address or P.O. Box \_\_\_\_\_

City, State, Zip \_\_\_\_\_

Send my redemption proceeds to my bank. (In order for us to send the proceeds to your bank please select one of the following methods. If bank instructions are not already on file, please attach a pre-printed, voided check and provide a Medallion Signature Guarantee in Section 5.)

ACH (requires up to three business days, at no charge)

Fed Wire (next day, may be subject to an additional charge of \$10, deducted directly from the redemption proceeds)

**Please attach a voided check or savings deposit slip from the specified bank account.**

Bank's Name \_\_\_\_\_

Bank Routing Number \_\_\_\_\_ Checking or Savings \_\_\_\_\_

Account Registration \_\_\_\_\_ Account Number \_\_\_\_\_

\* A Medallion Signature Guarantee is required in Section 5 if you request a redemption to be sent to an address other than the address of record, the check is not made payable to the registered owner, the address of record has been changed within the last 30 days, or the above bank instructions are different than the bank of record.

**SECTION 5: Authorization**

In order to complete your request, the required number of authorized signers must sign below exactly as it appears on your account (if signing on behalf of the account owner, please include your designated title), A Medallion Signature Guarantee will be required.

A **Medallion Signature Guarantee** assures that a signature is genuine and protects investors from unauthorized requests. A Medallion Signature Guarantee may be obtained from an officer of a commercial bank or trust company, savings and loan or savings bank, or a member firm of a domestic stock exchange. Notarization by a notary public is not acceptable.

**By signing below, the owner(s) of the above referenced account(s) hereby authorizes the redemption request specified in this form.**

\_\_\_\_\_  
Account Owner's Signature and Date

\_\_\_\_\_  
Title (if acting on behalf of the Account Owner)

\_\_\_\_\_  
Joint Account Owner's Signature and Date

\_\_\_\_\_  
Title (if acting on behalf of the Account Owner)

**Please mail completed form to:**

**Mailing Address**

The Arbitrage Funds  
PO. Box 219842  
Kansas City, MO 64121-9842

**Overnight Address**

The Arbitrage Funds  
C/O DST Systems, Inc.  
430 West 7th Street  
Kansas City, MO 64105

If you have any questions, please contact an Investor Services Representative at 1-800-295-4485 or visit [www.arbitragefunds.com](http://www.arbitragefunds.com).

**Affix Medallion Signature Guarantee Stamp**