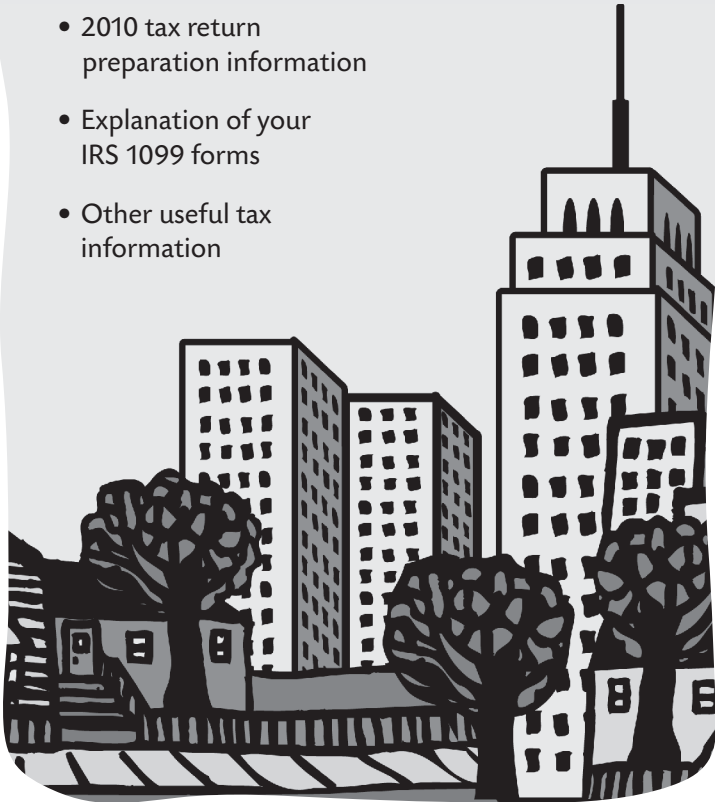


IMPORTANT TAX INFORMATION FOR SHAREHOLDERS OF THE DOMINI FUNDS

- 2010 tax return preparation information
- Explanation of your IRS 1099 forms
- Other useful tax information



Important Tax Information for Shareholders of the Domini Funds

Important Information for Your 2010 Tax Preparation

The following information and the tax forms you will be receiving by mail are required by the IRS and have been provided to assist you in preparing your 2010 tax returns. For help completing your tax returns, you may want to seek the advice of a tax professional.

Form 1099-DIV

If your Domini Fund dividend or capital gains earnings for 2010 were \$10 or more, we are required to mail you a Form 1099-DIV by February 15, 2011. Your taxable dividends and short-term capital gains are shown in Box 1a, labeled Total Ordinary Dividends. The portion of the dividends in Box 1a that qualify for reduced capital gains rates is shown in Box 1b on the form, labeled Qualified Dividends. Long-term capital gains earnings are in Box 2a on the form, labeled Total Capital Gain Distributions. Dividend and capital gains earnings on your Domini Funds are taxable, and you are required to report both on your tax return.

This brochure also contains information for shareholders in the Domini International Social Equity Fund who may be able to receive a tax benefit due to foreign taxes paid by the Funds. These are noted in Box 6 of your 1099-DIV form. See the “Foreign Tax Credits” section of this brochure for more details.

Forms 1099-R, 1099-Q, 1099-INT, and 1099-B

Your Form 1099-DIV may also be accompanied by Forms 1099-R, 1099-Q, 1099-INT, and 1099-B if applicable to your account.

- Form 1099-R reports distributions and the removal of excess contributions from retirement accounts such as IRAs, 401(k) plans, and annuities.
- Form 1099-Q reports distributions and the removal of excess contributions from Coverdell Education Savings Accounts (formerly known as Education IRAs).

- The 1099-INT statement is provided by institutions that pay interest income, such as banks and other savings institutions, and summarizes your interest income for the year. Interest earned in your Domini Deposit Account will appear on Form 1099-INT.
- Form 1099-B is used to report any sale of shares from a Fund with a fluctuating share price (i.e., the Domini Funds, but not the Domini Deposit Account) and will be issued for each regular (non-retirement) mutual fund account in which you sold shares.

Please note that the information below applies only to the 1099-DIV forms. You will find instructions for all other applicable forms on the reverse side of each form.

Income Derived from U.S. Government Agency Securities

A portion of the dividends paid by the Domini Social Bond Fund during 2010 was earned from investments in securities issued by agencies of the U.S. government. For a complete list of the Fund's holdings as of July 31, 2010, please consult the Domini Funds' Annual Report, which is available on our website at www.domini.com.

Depending on your state's income tax laws, some of this income may be exempt from state income tax. The following table lists the percentages of income earned from these obligations.

U.S. Government Agency	% of Income
Fannie Mae	18.12%
FHLMC	21.58%
Government National Mortgage Association (GNMA)	12.17%

Foreign Taxes

You are allowed to claim a tax credit or an itemized deduction on your federal income tax return for your share of foreign taxes paid by a mutual fund during 2010. In most cases, you will receive more benefit by claiming a tax credit.

The amount reported in Box 6 of Form 1099-DIV represents the amount of creditable foreign taxes paid by the mutual fund. The information

below will assist you in calculating the information necessary to claim either a credit or itemized deduction.

To calculate your total foreign source income passed through from the mutual fund, multiply your ordinary dividends (Box 1a of Form 1099-DIV) by the foreign source income factor shown in the Total Foreign Source Income Factor column below for the appropriate fund(s).

Fund	Total Foreign Source Income Factor
Domini International Social Equity Fund	99.99%

In order to claim a foreign tax credit, shareholders must also satisfy certain holding period requirements with respect to their mutual fund shares. If the holding period requirements are not satisfied, the foreign taxes will qualify as itemized deductions. Please consult your tax advisor to determine whether the foreign taxes passed through to you by the fund are either creditable or qualify as an itemized deduction, and whether to make the election to exempt you from the foreign tax credit limitation and the filing requirement of Form 1116.

Note: If claiming a tax credit on your tax return for the foreign taxes paid by the fund, the credit may be limited due to changes for the Job and Growth Tax Relief Reconciliation Act of 2003. Please review the instructions to Form 1116 and consult with your tax advisor.

Corporate Dividend Received Deduction

The following percentages of the ordinary dividends received during 2010 qualify for the 70% corporate dividend received deduction. To determine the amount of dividends that qualify, corporate shareholders should multiply the total ordinary dividends received during 2010 by the percentages noted below for each fund in which you are invested.

Fund	Percentage
Domini Social Equity Fund	100.00%

Nontaxable Distributions

The amount included in Box 3 of Form 1099-DIV represents amounts distributed as return of capital, which for tax purposes are nontaxable. The amount included in Box 3 as nondividend distributions should reduce the cost basis of your shares. Once you have received return of capital distributions equivalent to your cost basis, any additional return of capital distributions received will be taxable to you as capital gain even though they will be reported as nontaxable distributions on Form 1099-DIV.

Please consult your tax preparation professional or financial advisor for more specific information related to your personal tax situation. Please also refer to IRS Publication 564 “Mutual Fund Distributions” and IRS Publication 590 “Individual Retirement Arrangements (IRAs)” available at www.irs.gov or by calling the IRS at 1-800-TAX-FORM (1-800-829-3676). If you have any questions about the enclosed information, please call Shareholder Services at 1-800-582-6757.

This material must be preceded or accompanied by a current prospectus.
DSIL Investment Services LLC, Distributor. 02/11



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