

Meeder Funds

Important Tax Information for 2018

Dear Meeder Funds Shareholder:

Enclosed with this letter is your 2018 Form 1099-DIV from the Meeder Funds. This is an important document you will need in order to complete your income tax returns for 2018.

Reporting Ordinary & Qualified Dividends*

All dividends paid by the **Prime Money Market Fund and the Institutional Prime Money Market Fund** are derived from interest received from the Funds' holdings in 2018, not from dividends. Therefore, these distributions do not qualify for the reduced income tax rate on qualified dividend income. The entire amount shown in Box 1a on your Form 1099-DIV should be reported on Line 3b of your IRS Form 1040. No amount should appear in Box 1b on your Form 1099-DIV for these Funds.

Dividends paid by the **Quantex Fund, Balanced Fund, Aggressive Allocation Fund, Dynamic Allocation Fund, Muirfield Fund, Global Allocation Fund, Conservative Allocation Fund, Moderate Allocation Fund, Spectrum Fund and Total Return Bond Fund** in 2018 may qualify for the reduced dividend income tax rate. Qualified dividends (reported in Box 1b on Form 1099-DIV) include dividends paid by most domestic corporations and assumes that underlying stock in the Fund has been held for at least 60 days. Depending on your income tax bracket, qualified dividends may qualify for a reduced income tax rate of 0%, 15% or 20%.

You should not assume that you will be able to apply the reduced income tax rate on the entire amount of qualified dividends paid to you by these Funds in 2018. You may only apply the reduced income tax rate on the portion of qualified dividends you received from the Funds on shares you held for at least 60 days. You cannot apply the reduced income tax rate on the qualified dividends you received from shares you owned for less than 60 days (including shares purchased by reinvestment of Fund distributions).

Because of the rules regarding the 60-day holding period, it is advisable to consult a tax professional or a tax reference guide for instructions on reporting qualified dividends on your IRS Form 1040.

Long-Term Capital Gains*

The Balanced Fund, Conservative Allocation Fund, Dynamic Allocation Fund, Muirfield Fund, Global Allocation Fund, Moderate Allocation Fund and Spectrum Fund distributed long-term capital gains to shareholders in 2018. If you were a shareholder of record when these capital gains were distributed, you may be required to complete Schedule D of your 2018 IRS Form 1040. Capital gains paid to you by the Meeder Funds are shown on Form 1099-DIV in Box 2a. If your only capital gains for 2018 are from mutual fund capital gains distributions, then this amount should be included on Schedule 1, line 13. If you have other capital gains for 2018, the amount in Box 2a on Form 1099-DIV from the Meeder Funds should be included on Schedule D, line 13, column h.

If you sold shares in the Meeder Funds in 2018, you will need to report any short- or long-term capital gains or losses you realized from these transactions on Schedule D of your IRS Form 1040. Please consult a tax guide or a tax professional for instructions on reporting capital gains or losses from fund transactions.

Interest from U.S. Government Securities*

As you prepare your taxes for 2018, you should also be aware that interest earned from U.S. Government securities may be exempt from income tax in certain states. The percentages of total income dividends you received as a Meeder Funds shareholder (Form 1099-DIV, Box 1a - Ordinary Dividends) during 2018 that were derived from U.S. Government securities are as follows:

Fund Name	Percentage of distribution derived from U.S. Government Securities
Institutional Prime Money Market Fund	2.90%
Prime Money Market Fund	2.63%
Spectrum Fund	0.00%
Muirfield Fund	0.06%
Aggressive Allocation Fund	0.00%
Dynamic Allocation Fund	0.04%
Global Allocation Fund	1.32%
Balanced Fund	3.22%
Moderate Allocation Fund	2.63%
Total Return Bond Fund	11.45%
Conservative Allocation Fund	8.44%
Quantex Fund	0.05%

For Corporate Clients*

The following percentages of the income dividends paid by the Meeder Funds during 2018 and reported on Box 1 on Form 1099-DIV qualify for the dividends received deduction available to corporations:

Fund Name	Percentage of distribution qualifying for the dividends received deduction
Spectrum Fund	97.58%
Quantex Fund	96.84%
Muirfield Fund	90.22%
Moderate Allocation Fund	56.01%
Dynamic Allocation Fund	67.46%
Aggressive Allocation Fund	58.61%
Conservative Allocation Fund	6.59%
Global Allocation Fund	40.84%
Balanced Fund	41.28%

This document is for informational use only. You should seek competent tax and legal advice concerning your specific situation and confirm all references to IRS forms are current.

*This information applies to all share classes of a Fund.