

Dividends paid by Jabil Circuit, Inc. to U.S. investors in 2014 are anticipated to be reported as taxable. However, dividends paid by Jabil Circuit, Inc. to U.S. investors during 2010 through 2013 were reported to those shareholders on form 1099 - DIV as a Return of Capital. See IRS Form 8937, Report of Organizational Actions affecting Basis of Securities for further information. Copies of this form are on the Jabil website under Investor Relations FAQ. The US Internal Revenue Code requires U.S. based companies to determine annual U.S. earnings and profits from which dividends are then paid. Jabil's current and accumulated U.S. Earnings and Profits are in a deficit balance for the year ending December 2013. U.S. Earnings and Profits are based on a company's specific circumstances related to its U.S. operations and are not the same as the reported Global Retained Earnings reported in the audited financial statements.

Commonly asked questions:

1. What does "return of capital mean"? It means the dividend received is a return of your tax basis in Jabil stock. That means when you ultimately sell your stock you will report a higher taxable gain, but that difference will be taxed at the capital gains rate in effect at that time.

2. Does this mean that the Jabil dividends are "tax free"? No, reporting a dividend as a "return of capital" defers the US personal tax until such time as the related stock is sold.

3. How do I keep track of such adjustments? If your stock is held by a major investment firm, that firm will generally adjust your basis in the stock automatically, but you should check to be sure. If you hold your investment directly you are required to keep track of this basis adjustment.

4. How many more years will the Jabil dividend be reported as a return of capital?

For 2014 the Company does anticipate that any dividends paid during the year will be reported as taxable. However, future years cannot be predicted as each year must be determined by the taxable results for that year.

Personal tax advice and any other tax questions should be directed to your tax advisor.