

KKR Income Opportunities Fund (Ticker: KIO)

Statement Pursuant to Section 19(a) of the Investment Company Act of 1940

On October 27, 2014, the Fund paid a distribution on its common stock of \$0.125 per share to shareholders of record at the close of business on October 8, 2014. In accordance with generally accepted accounting principles (“GAAP”), the Fund estimates that 85% of that distribution is attributable to current fiscal year net investment income and the remaining amount is attributable to current fiscal year realized short-term capital gains.

The timing and character of distributions for federal income tax purposes are determined in accordance with income tax regulations which may differ from GAAP. As such, all or a portion of this distribution may be reportable as taxable income on your 2014 federal income tax return. The final tax character of any distribution declared in 2014 will be determined in January 2015 and reported to you on IRS Form 1099-DIV.

Please retain this document for your records.