



**American Beacon Funds 2007 Year-End Dividend and Capital Gain Distributions**

We are pleased to provide the following information which summarizes the 2007 year-end dividends and capital gain distributions for the American Beacon Funds. The Funds declared income dividends and capital gains on December 21, 2007 to shareholders of record on December 20, 2007. The ex-dividend and reinvestment date was December 21, 2007. The payment date was December 24, 2007. We strongly urge shareholders to consult with their tax advisors regarding tax consequences of these distributions.

American Beacon Fund	Cusip	Net Investment Income (Ordinary Income) Per Share	Short-Term Capital Gains Per Share	Long-Term Capital Gains Per Share	Total Distribution Per Share	Qualified Dividend Income
Balanced Fund - Institutional Class	02368A109	\$ 0.4419	\$ 0.1770	\$ 0.6171	\$ 1.2360	25.2918%
Balanced Fund - PlanAhead Class	02368A828	\$ 0.4142	\$ 0.1770	\$ 0.6171	\$ 1.2083	25.2918%
Balanced Fund - AMR Class	02368A596	\$ 0.4827	\$ 0.1770	\$ 0.6171	\$ 1.2768	25.2918%
Balanced Fund - Service Class	02368A364	\$ 0.4192	\$ 0.1770	\$ 0.6171	\$ 1.2133	25.2918%
Large Cap Value Fund - Institutional Class	02368A208	\$ 0.4129	\$ 0.2425	\$ 0.4724	\$ 1.1278	63.2284%
Large Cap Value Fund - PlanAhead Class	02368A810	\$ 0.3574	\$ 0.2425	\$ 0.4724	\$ 1.0723	63.2284%
Large Cap Value Fund - AMR Class	02368A851	\$ 0.4630	\$ 0.2425	\$ 0.4724	\$ 1.1779	63.2284%
Large Cap Value Fund - Service Class	02368A356	\$ 0.3335	\$ 0.2425	\$ 0.4724	\$ 1.0484	63.2284%
Large Cap Growth Fund - Institutional Class	02368A554	\$ 0.0405	\$ -	\$ 0.2176	\$ 0.2581	100.0000%
Large Cap Growth Fund - AMR Class	02368A513	\$ 0.0626	\$ -	\$ 0.2176	\$ 0.2802	100.0000%
Mid-Cap Value Fund - Institutional Class	02368A315	\$ 0.1575	\$ 0.1015	\$ 0.6553	\$ 0.9143	46.0260%
Mid-Cap Value Fund - PlanAhead Class	02368A299	\$ 0.1131	\$ 0.1015	\$ 0.6553	\$ 0.8699	46.0260%
Mid-Cap Value Fund - AMR Class	02368A380	\$ 0.1731	\$ 0.1015	\$ 0.6553	\$ 0.9299	46.0260%
Mid-Cap Value Fund - Service Class	02368A273	\$ 0.1362	\$ 0.1015	\$ 0.6553	\$ 0.8930	46.0260%
Small Cap Value Fund - Institutional Class	02368A638	\$ 0.2152	\$ 0.3970	\$ 2.0756	\$ 2.6878	30.1104%
Small Cap Value Fund - PlanAhead Class	02368A620	\$ 0.1581	\$ 0.3970	\$ 2.0756	\$ 2.6307	30.1104%
Small Cap Value Fund - AMR Class	02368A588	\$ 0.2780	\$ 0.3970	\$ 2.0756	\$ 2.7506	30.1104%
Small Cap Value Fund - Service Class	02368A430	\$ 0.0949	\$ 0.3970	\$ 2.0756	\$ 2.5675	30.1104%
Small Cap Value Opportunity Fund - Institutional Class	02368A349	\$ 0.1233	\$ -	\$ -	\$ 0.1233	99.3008%
Small Cap Value Opportunity Fund - PlanAhead Class	02368A331	\$ 0.1029	\$ -	\$ -	\$ 0.1029	99.3008%
International Equity Fund - Institutional Class	02368A406	\$ 0.6988	\$ 0.4830	\$ 2.1738	\$ 3.3556	40.0590%
International Equity Fund - PlanAhead Class	02368A794	\$ 0.6324	\$ 0.4830	\$ 2.1738	\$ 3.2892	40.0590%
International Equity Fund - AMR Class	02368A844	\$ 0.7699	\$ 0.4830	\$ 2.1738	\$ 3.4267	40.0590%
International Equity Fund - Service Class	02368A422	\$ 0.5789	\$ 0.4830	\$ 2.1738	\$ 3.2357	40.0590%
Emerging Markets Fund - Institutional Class	02368A547	\$ 0.1020	\$ 0.8621	\$ 2.6844	\$ 3.6485	18.9528%
Emerging Markets Fund - PlanAhead Class	02368A448	\$ 0.0814	\$ 0.8621	\$ 2.6844	\$ 3.6279	18.9528%
Emerging Markets Fund - AMR Class	02368A497	\$ 0.1798	\$ 0.8621	\$ 2.6844	\$ 3.7263	18.9528%
S & P 500 Index Fund - Institutional Class	02368A711	\$ 0.0756	\$ -	\$ -	\$ 0.0756	100.0000%
S & P 500 Index Fund - PlanAhead Class	02368A679	\$ 0.0492	\$ -	\$ -	\$ 0.0492	100.0000%
Small Cap Index Fund - Institutional Class	02368A539	\$ 0.3052	\$ 0.1136	\$ 0.7474	\$ 1.1662	39.1963%
International Equity Index Fund - Institutional Class	02368A521	\$ 0.5287	\$ 0.0959	\$ 0.1204	\$ 0.7450	81.2684%
Enhanced Income Fund - PlanAhead Class	02368A398	\$ 0.1255	\$ 0.0698	\$ 0.1605	\$ 0.3558	2.1112%
Treasury Inflation Protected Securities Fund - Institutional Class	02368A372	\$ 0.0636	\$ -	\$ -	\$ 0.0636	n/a

Please note that this information does not constitute tax advice and, as such, shareholders should consult their tax advisors regarding the tax consequences of their investment activities. In addition, these distribution amounts represent past portfolio results and do not indicate future performance.