

Tweedy, Browne Worldwide High Dividend Yield Value Fund

The Tweedy, Browne Worldwide High Dividend Yield Value Fund (“Worldwide High Dividend Yield Value Fund”) is a diversified, no-load mutual fund which focuses on investment in companies around the globe with above average dividend yields and that the Adviser believes are reasonably valued. The efficacy of the approach has been reinforced by numerous academic studies, and empirically by Tweedy, Browne’s experience managing these kinds of portfolios since 1979.

TWEEDY, BROWNE FUND INC.

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July 2011



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BACKGROUND

In early 1979, we were asked by a client to manage a trust account where current income together with capital appreciation was the investment objective. While our traditional value approach had no particular emphasis on income generation or yield, we decided to accept the challenge and accommodate him. We set up an account and focused on identifying companies that we believed were reasonably valued and which also provided above-average dividend yields. As an accommodation, we took on an additional yield-oriented assignment in 1991 and another in 2004. The investment strategy initially was focused on dividend-paying U.S. equities up until sometime in 2003, when the approach became global. In 2003, the Jobs and Growth Tax Relief Reconciliation Act effectively lowered the federal tax on qualified dividends for most individual taxpayers to the same attractive low rates afforded capital gains. In light of our favorable experience managing dividend-yield portfolios and the current tax advantaged status of dividends, we felt it made sense to make this approach more broadly available to current and prospective clients by forming Tweedy, Browne Worldwide High Dividend Yield Value Fund.

WHY WE BELIEVE DIVIDENDS ARE IMPORTANT

➤ Over the long term, the return from dividends has been a significant contributor to the total returns produced by equity securities. According to Standard & Poor's, dividends comprised an

average of approximately 35% of the monthly total return of the Standard and Poor's 500 Stock Index (the "S&P 500") from 1926 to 2009.

➤ Stocks with apparent high and sustainable dividend yields may be more resistant to a decline in price than lower yielding stocks because the stock is in effect "yield supported."

➤ The reinvestment of high dividends in additional shares of high dividend yielding stocks during stock market declines can help lessen the time necessary to recoup portfolio losses.

➤ The ability to pay cash dividends is a positive factor in assessing the underlying health of a company and the quality of its income stream. This is particularly pertinent in light of the complexity of corporate accounting and numerous recent examples of "earnings management", including occasionally fraudulent earnings manipulation.

➤ Since the enactment of the 2003 Jobs and Growth Tax Relief Reconciliation Act, dividends received by most individual taxpayers are taxed at the same favorable rates as long-term capital gains (maximum 15% federal tax rate). *Note: Tax rates on dividends will change back to ordinary income tax rates in 2013 unless extended or made permanent by the U.S. Congress.*

➤ Most importantly, there is an abundance of empirical evidence, which suggests that portfolios consisting of high dividend yielding securities may produce attractive total returns over long measurement periods (see studies that follow).

EMPIRICAL EVIDENCE

In addition to our own practical experience with high dividend yield equity portfolios, there have been a number of studies which illustrate a link between high dividend yields and attractive total returns over long measurement periods. Included below are several of these studies which appear in our booklet, *The High Dividend Yield Return Advantage*.

High Dividend Yield in the United Kingdom

Mario Levis, Professor at The School of Management, University of Bath, United Kingdom, examined a number of irregularities in the stock price behavior of firms on the London Stock Exchange, including the correlation between dividend yield and investment returns, in a paper entitled *Stock Market Anomalies: A Reassessment based on the U.K. Evidence*, **Journal of Banking and Finance**, December 1989. In a subsequent paper entitled, *Market Anomalies: A Mirage or a Bona Fide*

Way to Enhance Portfolio Returns?, Michael Lenhoff of CapelCure Myers Capital Management used data largely derived from Professor Levis' study to illustrate a strong positive relationship between dividend yield and attractive rates of return. Using a sample of 4,413 companies, which were listed on the London Stock Exchange during January 1955 through December 1988, Lenhoff ranked all listed companies each year according to dividend yield and sorted the companies into deciles. The annual investment returns and the cumulative value of £1 million invested throughout the 34-year period in each of the ten groups is shown in the following table, along with descriptive information concerning each group's average dividend yield and market capitalization. In his study, there was almost a perfect correlation in the decile returns between higher dividend yields and higher annualized returns. The top decile, in terms of high yield, produced an average annualized return over 34 years of 19.3% versus 13.0% for the Financial Times Actuaries All Share Index.

Source:

Market Anomalies: A Mirage Or a Bona Fide Way to Enhance Portfolio Returns?
 Michael Lenhoff, Capel-Cure Myers Capital Management, Revised Print, March 1991

Please note that the information in this chart reflects past performance and is not intended to predict or project future investment results.

Investment Results of U.K. Companies According to Dividend Yields, January 1955 through December 1988

Dividend Yield Group	Yield	Annual Investment Return	Cumulative Value of £1 Million in Jan 1955 at Dec 1988	Average Market Cap (£ million)
1	13.6%	19.3%	£403.4	£283.4
2	10.9	17.7	254.9	278.5
3	8.7	16.8	196.4	337.2
4	7.4	16.0	155.4	266.4
5	6.4	15.4	130.3	223.1
6	5.5	14.1	88.7	206.5
7	4.7	12.4	53.2	112.1
8	4.0	11.9	45.7	95.4
9	3.1	11.5	40.5	94.4
10	1.4	13.8	81.1	74.6
Financial Times-Actuaries All Share Index	5.3%	13.0%	£63.8	£503.5

Mr. Lenhoff further noted that, "... there is a near perfect inverse correlation between the ratio of price to net asset value [i.e., book value] for the U.K. equity market and yield. When price stands significantly at a discount [premium] to the net asset value, the yield available from U.K. plc is significantly above [below] the long run range." Mr. Lenhoff also went on to observe that the price/earnings ratios of high dividend yield companies are usually low in relation to the price/earnings ratio of the entire stock market and that the high yield companies are often takeover candidates.

While it is not the case in all instances, in Tweedy, Browne's experience, high dividend yields are often associated with stocks selling at low prices in relation to earnings, book value and specific appraisals of the value that shareholders would receive in a sale of the entire company based upon valuations of similar businesses in corporate transactions.

Companies Throughout the World: High Dividend Yield

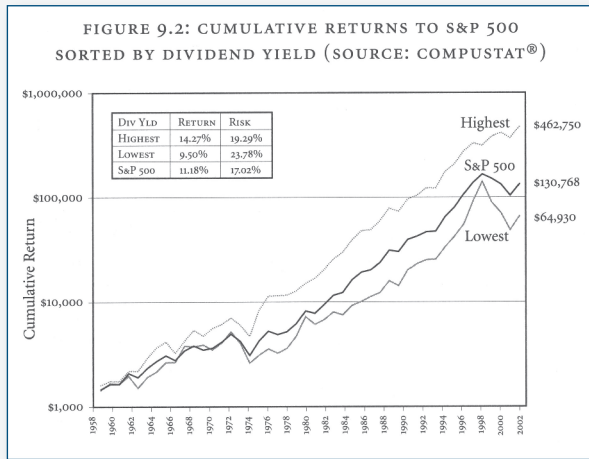
In *The Importance of Dividend Yields in Country Selection*, **Journal of Portfolio Management**, Winter 1991, A. Michael Keppler examined the relationship between dividend yield and investment returns for companies throughout the world. Mr. Keppler's study assumed an equal-weighted investment each quarter in each of the following eighteen Morgan Stanley Capital International equity indexes over the 20-year period, December 31, 1969 through December 31, 1989: Australia, Austria, Belgium, Canada, Denmark, France, Germany, Hong Kong, Italy, Japan, the Netherlands, Norway, Singapore/Malaysia, Spain, Sweden, Switzerland, the United Kingdom, and the United States. Each quarter, the country indexes were ranked according to

dividend yield and sorted into four quartiles. The total investment return was measured for each of the four quartile groups over the subsequent three months.

The study indicated that the most profitable strategy was investment in the highest yield quartile. The compound annual investment return for the countries with the highest yielding stocks was 18.49% in local currencies (and 19.08% in U.S. dollars) over the 20-year period, December 31, 1969 through December 31, 1989. The least profitable strategy was investment in the lowest yield quartile, which produced a 5.74% compound annual return in local currency (and 10.31% in U.S. dollars). The Morgan Stanley Capital International World Index return over the same period was 12.14% in local currency (and 13.26% in U.S. dollars).

Performance of High Dividend Yielding Stocks in the S&P 500, 1957-2002

In a more recent study contained in his book, *The Future for Investors*, Professor Jeremy Siegel, the noted finance professor at the University of Pennsylvania, examined the performance of S&P 500 component stocks ranked by dividend yield from 1957 to 2002. In his study, on December 31 of each year, the S&P 500 stocks were sorted into five quintiles ranked by dividend yield. He then calculated the returns of the stocks and quintiles over the next year, re-sorting at year-end. He found that better results were directly correlated with higher dividend yields. The highest yielding quintile (top 20% of the S&P 500 based on yield) produced an annualized return of 14.27% versus an annualized return of 11.18% for the S&P 500 which resulted in three times the wealth accumulation of the index.



Source:
The Future for Investors
 Jeremy J. Siegel, 2005

Please note that the information in this chart reflects past performance and is not intended to predict or project future investment results.

OUR APPROACH

Our focus is on companies with above-average yields selling at reasonable valuations; i.e., some level of discount from our estimate of intrinsic value defined as book value, earnings value or private market value. While this approach generally produces a portfolio with overall characteristics that would be considered value oriented, it is not the same deep value discipline that the Firm practices in its three other mutual funds, Tweedy, Browne Global Value Fund, Tweedy, Browne Global Value Fund II - Currency Unhedged and Tweedy, Browne Value Fund.

In general, we target two types of companies for further study:

- *Companies with growing dividends:* These are successful companies with improving fundamentals that have a history of increasing dividends with few, if any, cuts and payout ratios that are stable.
- *Companies with above-average dividends where expectations have been low but are improving:*

These are generally companies with stable or improving fundamentals that have been through a difficult period but are on the mend. The dividend yields for these companies are often higher than those of companies that have grown dividends over time.

We generally avoid companies with high dividend yields that are highly cyclical or have secular problems where fundamentals are not improving. Although these companies often have some of the highest dividend yields available in the equity markets, they may also be at significant risk for dividend cuts. While we may participate in special situations from time to time, we generally have minimal exposure to fixed income securities, convertible bonds/preferreds, and certain utilities where we believe the potential for capital appreciation may be constrained.

Historically, stocks with the highest dividend yields were often concentrated in just a few sectors such as financials, energy and tobacco stocks, and our high dividend yield portfolios have not been immune from such concentration risks. In seeking to lessen the potential risks

associated with sector concentration, we strive to diversify the Worldwide High Dividend Yield Value Fund by country, issue, and to the extent we can, by sector, with no one issue at cost generally accounting for more than 5% of portfolio value and no more than 25% of the Fund's portfolio in any one industry. Cash is residual to the Fund's ability to find equities meeting its criteria, and the average holding period for an equity security is expected to be three to five years or longer. While the geographic focus is primarily on developed markets, there may be at times some modest exposure to companies in emerging markets.

INVESTMENT PROCESS

Similar to our traditional investment approach, the investment process for our Worldwide High Dividend Yield Value Fund is a bottoms-up, stock-by-stock discipline, which includes database screening and fundamental analysis by our analytical team, with ultimate decision making authority resting with our Investment Committee, which consists of the Firm's four Managing Directors.

First, we use financial databases to screen for companies around the globe that have dividend yields greater than the yield of a relevant index such as the S&P 500 or the MSCI World Index. We generally exclude from this screen fixed income-type securities and utilities. We then go through the remaining securities, issue by issue, looking for good companies with a history of increasing earnings and dividends, or companies with stable to improving fundamentals. We finally eliminate those that appear to be overvalued, and those with poor balance sheets.

The remaining issues are then subjected to a more intensive fundamental review by one or

more of our analysts. This generally includes a thorough analysis of financial statements including the company's annual report and other relevant filings, and may also include direct communication with the company and competitors, and a review of available third party research. Purchase and sale decisions are then made by our Investment Committee.

Aside from an emphasis on yield, this bottoms-up process is quite similar to the one used in the management of our traditional mutual fund portfolios and, from time to time, stocks held in our traditional mutual fund portfolios also qualify for inclusion in the Worldwide High Dividend Yield Value Fund.

SELL DISCIPLINE

While the average holding period for a security can generally be quite long, stocks may be sold at any time for a variety of reasons:

- The stock price has reached or exceeded our estimate of intrinsic value and the company's future prospects are uncertain.
- A more attractive security (cheaper and higher yielding) is uncovered, which forces the sale of a less attractive security.
- A deterioration in a security's fundamentals that may or may not have led to a reduction or elimination of the dividend.
- The receipt of new information that alters the valuation picture so that the stock no longer has an attractive price to value relationship.
- To meet redemption requests.

We are also sensitive to holding period requirements in an effort to achieve more advantageous tax treatment on security sales.

CURRENCY RISK

At Tweedy, Browne, we pick stocks, and we do not pretend to be able to value currencies or predict the future direction of currencies. There is an abundance of empirical data, which suggests that over long measurement periods, at least from a U.S. investor's perspective, gains or losses from a broad basket of currencies tend to be minimal, although shorter-term fluctuations versus particular securities may be even more dramatic than swings in the stock market. In contrast to the Tweedy, Browne Global Value Fund and Tweedy, Browne Value Fund where the Funds' foreign currency exposure is hedged, where practicable, back into the U.S. dollar, the Tweedy, Browne Worldwide High Dividend Yield Value Fund is generally managed on an unhedged basis, in part because a substantial portion of the Fund's holdings are in U.S. domiciled companies and in non-U.S. multinational companies that have meaningful exposure to the U.S. dollar. For this reason, attempting to reduce currency risk through hedging appears to be of little apparent benefit. In addition, we wanted to provide investors interested in Tweedy, Browne's investment approach with a vehicle that does not seek to hedge away non-U.S. currency exposure. Our newest Fund, the Tweedy, Browne Global Value Fund II - Currency Unhedged, launched in October, 2009, is also managed on an unhedged basis.

TAX EFFICIENCY

For most individual taxpayers, qualified dividends are no longer taxed at higher ordinary income tax rates. Under the Jobs and Growth Tax Relief Reconciliation Act of 2003, qualified dividends received by an individual shareholder from domestic and qualified foreign corporations generally are taxed at the federal level at the same rates that apply to capital gains (maximum 15%). Furthermore, the level of annual turnover in the Worldwide High Dividend Yield Value Fund is generally low (below 20%). Investors should bear one caveat in mind. The lower tax rate applied to qualified dividend income is set to expire at the end of 2012 unless it is extended or made permanent by the U.S. Congress. If the tax rate does expire, it will not dim our hopes for this Fund much, as we have been successfully managing private accounts with this strategy since 1991, long before the tax rate for dividends was lowered in 2003.

FEES

Tweedy, Browne Company LLC, the Adviser, has contractually agreed to waive its investment advisory fee and/or to reimburse expenses of the Worldwide High Dividend Yield Value Fund to the extent necessary to maintain the total annual fund operating expenses (excluding fees and expenses from investments in other investment companies, brokerage, interest, taxes and extraordinary expenses) at no more than 1.37%. This arrangement will continue at least through December 31, 2012, and from year to year thereafter subject to the approval of the Board of Directors.

PORTFOLIO MANAGEMENT TEAM

The management team for the Worldwide High Dividend Yield Value Fund consists of the Firm's Investment Committee, supported by nine equity analysts.

*Investment Committee**

WILLIAM H. BROWNE

1978 to present: Tweedy, Browne Company LLC
1973 to 1977: Drexel Burnham Lambert
B.A. Colgate University (1967)
M.B.A. Trinity College, Dublin (1970)
Affiliations: Chairman of the Board of Directors and
Vice President, Tweedy, Browne Fund Inc.;
Trustee Emeritus, Colgate University.

THOMAS H. SHRAGER

1989 to present: Tweedy, Browne Company LLC
1987 to 1989: Bear, Stearns & Co.
1985 to 1986: Arthur D. Little
B.A. Columbia University (1983)
M.A. School of International & Public Affairs,
Columbia University (1985)
Affiliations: President and Director, Tweedy,
Browne Fund Inc.

JOHN D. SPEARS

1974 to present: Tweedy, Browne Company LLC
1968 to 1973: Berger, Kent Associates
University of Pennsylvania, Wharton School
Babson Institute of Business Administration
Drexel Institute of Technology
Affiliations: Vice President, Tweedy, Browne
Fund Inc.

ROBERT Q. WYCKOFF, JR.

1991 to present: Tweedy, Browne Company LLC
1989 to 1990: Stillrock Management
1987 to 1988: J & W Seligman & Co.
1986 to 1987: C. J. Lawrence
1980 to 1985: Bessemer Trust Co.
B.A. Washington & Lee University (1975)
J.D. University of Florida School of Law (1978)
Affiliations: Treasurer, Tweedy, Browne Fund
Inc.; Member of Florida Bar; Board of Advisors,
Williams School of Commerce, Economics and
Politics, Washington & Lee University.

** Members of the Investment Committee are also the four Managing Directors of the Firm and comprise the Firm's Management Committee, which oversees operations and business matters of Tweedy, Browne Company LLC.*

Analysts

OLIVIER BERLAGE

2002 to present: Tweedy, Browne Company LLC
1998 to 2002: McKinsey & Co., Brussels/
Amsterdam
1995 to 1997: NEC Corporation, Tokyo
ULB Solvay Business School, Brussels (1991)
M.E.E. The University of Tokyo (1995)

DAVID BROWNE, CFA

2005 to present: Tweedy, Browne Company LLC
5/2003 to 8/2003: Tweedy, Browne Company LLC
Tuck Business Bridge Program, Tuck School of
Business at Dartmouth (2004)
B.A. Colgate University (2005)

ROGER R. de BREE

2000 to present: Tweedy, Browne Company LLC
1997 to 2000: MeesPierson Securities
1988 to 1997: ABN AMRO Bank
1986 to 1988: Royal Dutch Navy
B.B.A. Nijenrode Business University,
The Netherlands (1984)
M.B.A. Instituto de Estudios Superiores de la
Empresa (IESE), Spain (1986)

FRANK H. HAWRYLAK, CFA

1986 to present: Tweedy, Browne Company LLC
1982 to 1986: Royal Insurance
B.S. University of Arizona (1977)
M.B.A. University of Edinburgh, Scotland (1980)

J. JAY HILL, CFA

2003 to present: Tweedy, Browne Company LLC
2001 to 2003: Providence Capital, Inc.
1999 to 2001: Credit Lyonnais Securities (USA) Inc.
1998 to 1999: Banc of America Securities LLC
B.B.A. Texas Tech University (1997)

LAURA JERESKI

1998 to present: Tweedy, Browne Company LLC
1993 to 1998: Wall Street Journal
1990 to 1993: Forbes Magazine
1989 to 1990: Business Week
1985 to 1989: Forbes Magazine
1983 to 1985: Marketing & Media Decisions
B.A. Harvard University (1983)

DAVE KRASNE, CFA

2009 to present: Tweedy, Browne Company LLC
1999 to 2007: Capital Group Companies
B.A. Cornell University (1998)
M.B.A. Columbia Business School (2009)

ELLIOT H. LARNER

1986 to present: Tweedy, Browne Company LLC
1984 to 1986: Donaldson, Lufkin & Jenrette
1979 to 1984: Mickelberry Corporation
1978 to 1978: T. Rowe Price Associates
1975 to 1978: Mutual of New York
B.A. George Washington University (1973)
M.B.A. University of Michigan (1975)

SEAN McDONALD, CFA

2009 to present: Tweedy, Browne Company LLC
2004 to 2007: The Capital Group Companies, Inc.
2002 to 2004: Stonefield Josephson, Inc.
2001 to 2002: Sanli Pastore & Hill, Inc.
1995 to 1997: US Army, 101st Airborne Division
B.A. University of California, Los Angeles (2001)
M.B.A. Columbia Business School (2009)

Client Services

JASON J. MINARD

Executive Vice President

1999 to present: Tweedy, Browne Company LLC
1994 to 1998: Warburg Pincus Asset Management
1992 to 1994: Zweig/Avatar Capital Management
B.A. State University of New York at Albany (1992)
M.B.A. Fordham University (1998)

FREQUENTLY ASKED QUESTIONS

1. Tweedy, Browne has a long history of investing in stocks priced at large discounts to the firm's estimates of intrinsic value.

Given this, why did Tweedy, Browne decide to manage portfolios on a yield-oriented basis?

By accident, really. In the late 1970s, we were approached by an accountant/client who asked whether we would be willing to manage a trust account that paid deference to income as well as capital appreciation. We accepted the assignment. The investment goal was to achieve an attractive rate of capital appreciation for the remaindermen, while providing current income for the income beneficiary. Looking back, we were quite pleased to discover that this yield-oriented strategy produced attractive compound rates of total return.

As an accommodation, we took on an additional yield-oriented assignment in 1991 and another in 2004; however, we never formally decided to make this strategy available to prospective clients until 2006 and the Fund was launched in September of 2007. The catalyst, in part, was the change in the taxation of dividends afforded by the 2003 Jobs and Growth Tax Relief Reconciliation Act. In light of the excellent historical results and the relative tax advantaged status of dividends, we felt it made sense to bring this strategy to the attention of our friends and clients.

2. If the lower tax rate from the 2003 Jobs and Reconciliation Act expires at the end of 2012 as scheduled, how will that affect the Fund?

We have been successfully managing private accounts using this strategy since 1991, long before the tax rate for dividends was lowered in 2003. While our preference is certainly for the Act to be extended, we have high expectations for this Fund,

with or without the lower tax rates on dividends. A company's ability to pay cash dividends is a positive factor in assessing the underlying health of a company and the quality of its income stream. We believe our focus on companies with above-average dividend yields that trade at reasonable valuations should continue to serve our investors well, even in a higher tax environment.

3. How does this Fund differ from the firm's more traditional "deep value" strategy employed in the Tweedy, Browne Value Fund, the Tweedy, Browne Global Value Fund and the Tweedy, Browne Global Value Fund II – Currency Unhedged?

The Tweedy, Browne Worldwide High Dividend Yield Value Fund focuses on companies with above average dividend yields that are trading at what we believe are reasonable valuations in the stock market. In our more traditional "deep value" approach, the determining factor for investment is valuation; i.e. stocks trading at significant discounts from our estimate of the underlying intrinsic value. It is not unusual for "deep value" stocks to have below average dividend yields. This segment of the "deep value" world would not be considered appropriate for the Worldwide High Dividend Yield Value Fund. That said, there is generally some overlap between the two strategies.

Many of the qualitative skills that we apply to our traditional strategy such as studying competitive dynamics, analyzing business risk, judging the potential for product obsolescence, evaluating the trustworthiness of management, etc. are also brought to bear in vetting high-yield stock candidates. The difference is that we balance the emphasis on value investing with an emphasis on seeking above-average dividend yields in the Fund.

While valuation is not the determining factor for us in high-yield stock selection, it is fair to say that the approach produces a portfolio with overall characteristics that would be considered value-oriented.

4. Why are dividends important?

Aside from our own experience in managing a limited number of high dividend portfolios, there are a number of other reasons this strategy is compelling. It turns out that dividends have constituted a significant portion of the total returns produced by the S&P 500 Index over the long term (roughly an average of approximately 35% of monthly total returns for the S&P 500 from 1926-2009). We believe that an above average dividend yield also has risk reducing and return enhancing attributes. For instance, if a stock's dividend yield appears to be sustainable, and it is competitive with the yield available on high quality bonds, the stock may be more resistant to a significant decline in price because the stock is in effect "yield supported."

From a portfolio management standpoint, the reinvestment of high dividends in additional shares of high dividend stocks during stock market declines can help lessen the time necessary to recoup portfolio losses. For instance, if stock prices decline by 10%, a portfolio with a 3-5% dividend yield may recover more quickly than a portfolio with a lower dividend yield. The ability to pay cash dividends is a positive factor in assessing the underlying health of a company and the quality of its income stream. This is particularly pertinent in light of the increasing complexity of corporate accounting, and numerous recent examples of "earnings management," including occasionally fraudulent

earnings manipulation. One proof of "real earnings" is a cash dividend. Increases in dividend payments are often indicative management's confidence in the company's future prospects.

Since the enactment of the 2003 Jobs and Growth Tax Relief Reconciliation Act, dividends are tax advantaged as are capital gains for most investors.

Finally, the high dividend strategy has proven efficacy. Not only has it worked for us but there is an abundance of empirical evidence which suggests that high dividend equities have produced attractive returns over long measurement periods.

5. For what type of client is this Fund suitable?

We think the Fund has broad appeal. We are hopeful that the Fund will have an attractive pre-tax rate of return over time, and we believe it is suitable for both taxable and tax-deferred accounts.

6. Does management invest alongside shareholders in this Fund?

Of course. The Managing Directors of Tweedy, Browne have always invested right alongside the Firm's clients. As of June 30, 2011, the current Managing Directors and retired principals and their families, as well as employees of Tweedy, Browne had more than \$656 million in portfolios combined with or similar to client portfolios, including approximately \$97 million in the Global Value Fund, \$56 million in the Value Fund, \$5 million in the Worldwide High Dividend Yield Value Fund and \$3 million in the Global Value Fund II - Currency Unhedged. We have always owned what our clients own.

7. Will the Fund's shareholders receive regular income distributions?

The name of the Fund, the Tweedy, Browne Worldwide High Dividend Yield Value Fund, reflects the type of stocks that the Fund targets. It does not mean that shareholders of the Fund can rely on regular high dividend distributions. The objective of the Fund is capital appreciation, of which income is a component. We believe that the ability to pay cash dividends is a positive factor in assessing the underlying health of a company and the quality of its income stream. Dividends are not viewed as an end unto themselves, merely as an indicator of potential undervaluation. While we do expect the Fund to continue to pay income to its shareholders, owning a portfolio of stocks that pay above average dividends does not necessarily translate into high dividend distributions to shareholders of the Fund. The dividend income paid by the securities is captured in the return of the Fund and is reflected in the Fund's NAV. However, fund expenses are charged against income which reduces the per share distributed amount. Also keep in mind that an expanding number of outstanding shares will generally reduce distributions (actual dividends from the stocks are divided by a larger number of shares at the time of the distribution to shareholders). Investors should also look at the Fund's 30-day SEC Yield (available on the Fund Fact Sheet at www.tweedy.com) which could give a better estimate of net dividend income earned.

8. What sort of expenses do shareholders incur in this Fund?

Tweedy, Browne Company LLC, the Adviser, has contractually agreed to waive its investment advisory fee and/or to reimburse expenses of the

Worldwide High Dividend Yield Value Fund to the extent necessary to maintain the total annual fund operating expenses (excluding fees and expenses from investments in other investment companies, brokerage, interest, taxes and extraordinary expenses) at no more than 1.37% of average daily net assets. This arrangement will continue at least through December 31, 2012, and from year to year thereafter subject to the approval of the Board of Directors.

9. Who manages this Fund?

The Fund is managed by the same management team that oversees the three other Tweedy, Browne Funds. Our management team consists of the firm's four Managing Directors, supported by nine equity analysts.

10. Does the Worldwide High Dividend Yield Value Fund have overlap in stocks that are held in the other Tweedy, Browne Funds?

Yes. The Fund generally has some investments in stocks that also qualify for our other three Funds. These are stocks that are trading at a significant discount from our estimates of intrinsic value and also pay a high dividend yield. The Fund also owns above average dividend paying stocks that did not make the "cut" for our traditional value Funds. These are stocks that pay above-average dividend yields that are still trading at a reasonable but more modest discount to our estimate of intrinsic value. The difference is that a component of the Worldwide High Dividend Yield Value Fund is purchased at less of a discount from our estimate of intrinsic value when compared to the stocks of our traditional value funds.

Also, many of the stocks that are held in the Tweedy, Browne Value Fund, Tweedy, Browne

Global Value Fund and Tweedy, Browne Global Value Fund II – Currency Unhedged are not candidates for the Worldwide High Dividend Value Fund. These are deep discount stocks that do not have above average dividend yields and may be cyclical in nature.

Endnotes

Current and future portfolio holdings are subject to risk. Investing in foreign securities involves additional risks beyond the risks of investing in U.S. securities markets. These risks include currency fluctuations; political uncertainty; different accounting and financial standards; different regulatory environments; and different market and economic factors in various non-U.S. countries. In addition, the securities of small, less well-known companies may be more volatile than those of larger companies. Value investing involves the risk that the market will not recognize a security's intrinsic value for a long time, or that a security thought to be undervalued may actually be appropriately priced when purchased. Please refer to the Funds' prospectus for a description of risk factors associated with investments in securities which may be held by the Funds.

Although hedging against currency exchange rate changes reduces the risk of loss from exchange rate movements, it also reduces the ability of a fund to gain from favorable exchange rate movements when the U.S. dollar declines against the currencies in which the fund's investments are denominated and in some interest rate environments may impose out-of-pocket costs on the fund.

The Tweedy, Browne Global Value Fund, Tweedy, Browne Global Value Fund II – Currency Unhedged, Tweedy, Browne Value Fund and Tweedy, Browne Worldwide High Dividend Yield Value Fund are distributed by Tweedy, Browne Company LLC.

This material must be preceded or accompanied by a current prospectus for Tweedy, Browne Fund Inc.

TWEEDY, BROWNE FUND INC.

TWEEDY, BROWNE FUND INC.

350 Park Avenue, New York, NY 10022

800-432-4789

www.tweedy.com
