

**2016 IMPORTANT TAX REPORTING INFORMATION**

This letter contains important tax information specific to your SEI Tax Exempt Trust Funds. Please consult your tax advisor and refer to this newsletter when preparing your 2016 tax return. We believe we have provided the detail necessary to complete your 2016 tax returns. However, if you require further information, please call our Investor Services Representatives at 1-800-DIAL-SEI.

**Qualified Dividend Income**

Qualified dividend income ("QDI") is taxed at the lower long-term capital gain rates. STET Tax-Advantaged Income Fund (the Fund) may pass through any QDI it receives from stocks in the funds' portfolios. QDI is reported to you on Form 1099-DIV, Box 1b. The QDI amount in Box 1b will only apply to you if you have held a fund for more than 60 days during the 121-day period beginning 60 days before the ex-dividend date. To assist you in determining whether you have met this holding period requirement, the ex-dividend dates for the Fund are listed in the chart below.

FUND NAME	DATES FOR ORDINARY INCOME AND SHORT TERM CAPITAL GAIN DISTRIBUTIONS
STET Tax-Advantaged Income Fund	February 1, March 1, April 1, May 2, June 1, July 1, August 1, September 1, October 3, November 1, December 1, 2016 and January 3, 2017

**Important State Tax Information**

The following information is provided to assist you when preparing your 2016 state tax return.

**United States Government Interest**

Please check with your state or local tax office or your tax advisor to determine whether your state allows you to exclude some or all of the income you earn from mutual funds that invest in direct U.S. government obligations. If so, multiply the income percentage listed in the chart below by the amount in Box 1a of your Form 1099-DIV to determine the amount of exempt interest.

FUND NAME	U.S. GOVERNMENT INTEREST
STET Tax Free Fund	0.00%
STET Institutional Tax Free Fund	0.00%
STET Intermediate-Term Municipal Fund	0.00%
STET Short Duration Municipal Fund	0.00%
STET Pennsylvania Municipal Bond Fund	0.00%
STET Massachusetts Municipal Bond Fund	0.00%
STET New Jersey Municipal Bond Fund	0.00%
STET New York Municipal Bond Fund	0.00%
STET Tax-Advantaged Income Fund	1.10%
STET California Municipal Bond Fund	0.00%

Due to certain statutory limitations, shareholders of these funds that are residents of California, Connecticut or New York are not permitted to exclude the portion of ordinary income that represents direct U.S. government obligations from their state income taxes. Please consult your tax advisor.

## 2016 Important Tax Exempt Fund Information

**Federal Tax Treatment** – Federal tax law allows dividends from mutual funds investing in municipal obligations to be considered tax exempt income. Any income distribution that qualifies as a tax exempt interest is reported on your Form 1099-DIV, Box 10. You must report this amount on Line 8b of your 2016 Form 1040. The amount reported in box 11 of Form 1099-DIV must be used in preparing Form 6251 to determine if you are subject to Alternative Minimum Tax. Any income distribution that is taxable income is reported on your Form 1099-DIV, Box 1a. This amount must be reported on Line 9a of Form 1040.

**State and Local Tax Treatment** – Some of the Federal tax exempt dividends may also be exempt from state and local taxes, depending upon where you file your return. Listed below is the tax exempt percentage of income by state. As state and local tax regulations vary from state to state, not all permit such exclusion. For example, Illinois does not allow a taxpayer to exempt interest paid on Illinois state and local government obligations, if the obligations are held by a shareholder in a mutual fund. Please consult your tax advisor. If the tax law of your state provides for the exemption, multiply the amount in Box 10 of Form 1099-DIV by the appropriate percentage below. This amount can be excluded and the remaining balance should be reported on your state tax return.

SEI Tax Exempt Trust	Massachusetts Municipal Fund	New Jersey Municipal Fund	New York Municipal Fund (1)	California Municipal Fund	Tax Free Fund (1)	Institutional Tax Free Fund (1)	Intermediate Term Municipal Fund (1)	Pennsylvania Municipal Fund	Short Duration Municipal Fund (1)	Tax- Advantaged Income Fund (1)
ALABAMA	0.00%	0.00%	0.00%	0.00%	0.23%	1.40%	0.58%	0.00%	1.39%	2.84%
ALASKA	0.00%	0.00%	0.00%	0.00%	0.07%	0.15%	0.31%	0.00%	0.04%	0.26%
ARIZONA	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	2.88%	0.00%	1.00%	1.11%
ARKANSAS	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.54%	0.00%	0.00%	0.00%
CALIFORNIA	0.01%	0.03%	0.35%	99.67%	6.10%	5.05%	14.04%	0.05%	1.90%	11.03%
COLORADO	0.00%	0.00%	0.00%	0.00%	0.70%	0.55%	1.51%	0.00%	0.73%	1.39%
CONNECTICUT	0.00%	0.00%	0.00%	0.01%	2.37%	1.84%	0.56%	0.00%	1.57%	0.56%
DELAWARE	0.00%	1.06%	0.00%	0.00%	0.00%	0.72%	0.10%	0.00%	0.48%	0.24%
DISTRICT OF COLUMBIA	0.00%	0.00%	0.00%	0.00%	0.22%	1.12%	0.39%	0.00%	0.96%	0.39%
FLORIDA	0.00%	0.00%	0.00%	0.00%	4.59%	2.93%	6.29%	0.00%	5.31%	2.81%
GEORGIA	0.02%	0.05%	0.02%	0.01%	1.19%	1.01%	2.78%	0.05%	2.44%	2.08%
HAWAII	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.40%	0.00%	0.00%	0.07%
IDAHO	0.00%	0.00%	0.00%	0.00%	0.83%	1.24%	0.13%	0.00%	0.07%	0.04%
ILLINOIS	0.00%	0.00%	0.00%	0.00%	3.09%	1.91%	0.82%	0.00%	4.13%	6.61%
INDIANA	0.00%	0.00%	0.00%	0.00%	1.97%	1.02%	1.01%	0.00%	1.92%	1.28%
IOWA	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.09%	0.00%	0.77%	1.78%
KANSAS	0.00%	0.00%	0.00%	0.00%	2.24%	2.75%	0.90%	0.00%	0.74%	0.34%
KENTUCKY	0.00%	0.00%	0.00%	0.00%	0.60%	0.37%	0.18%	0.00%	4.97%	0.63%
LOUISIANA	0.00%	0.00%	0.00%	0.00%	0.70%	1.83%	2.09%	0.00%	0.75%	0.71%
MAINE	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.37%
MARYLAND	0.00%	0.00%	0.00%	0.00%	4.60%	1.31%	1.80%	0.00%	0.31%	2.94%
MASSACHUSETTS	98.74%	0.00%	0.04%	0.01%	1.96%	2.86%	3.07%	0.02%	1.15%	0.43%
MICHIGAN	0.00%	0.00%	0.00%	0.00%	2.97%	3.62%	2.76%	0.00%	4.17%	2.12%
MINNESOTA	0.00%	0.00%	0.00%	0.00%	1.24%	1.09%	2.04%	0.00%	1.36%	0.52%
MISSISSIPPI	0.00%	0.00%	0.00%	0.00%	3.34%	2.41%	0.03%	0.00%	0.65%	0.00%
MISSOURI	0.01%	0.00%	0.00%	0.00%	1.72%	2.11%	2.89%	0.02%	0.33%	0.09%
MONTANA	0.00%	0.00%	0.00%	0.00%	0.07%	0.04%	0.00%	0.00%	0.53%	0.00%
NEBRASKA	0.00%	0.00%	0.00%	0.00%	0.49%	0.73%	0.87%	0.00%	0.09%	1.35%
NEVADA	0.00%	0.00%	0.00%	0.00%	6.86%	7.43%	0.51%	0.00%	0.15%	0.03%
NEW HAMPSHIRE	0.00%	0.00%	0.00%	0.00%	1.49%	1.90%	0.11%	0.00%	0.03%	0.00%
NEW JERSEY	0.00%	84.98%	0.00%	0.00%	1.84%	2.24%	4.21%	0.00%	11.40%	5.12%
NEW MEXICO	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.13%	0.00%	0.39%	0.24%
NEW YORK	0.00%	11.27%	93.85%	0.01%	18.07%	17.49%	10.23%	0.00%	13.79%	7.59%
NORTH CAROLINA	0.00%	0.00%	0.00%	0.00%	1.66%	3.67%	1.11%	0.00%	0.39%	0.47%
NORTH DAKOTA	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.35%	0.00%
OHIO	0.00%	0.00%	0.00%	0.00%	4.33%	3.47%	2.13%	0.00%	4.46%	12.76%
OKLAHOMA	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.77%	0.51%
OREGON	0.00%	0.00%	0.00%	0.00%	0.27%	0.70%	0.78%	0.00%	0.00%	0.02%
PENNSYLVANIA	0.00%	2.24%	0.60%	0.00%	1.34%	2.65%	5.24%	97.34%	4.57%	1.61%
RHODE ISLAND	0.00%	0.00%	0.00%	0.00%	2.91%	0.36%	0.55%	0.00%	1.17%	1.93%
SOUTH CAROLINA	0.00%	0.00%	0.00%	0.00%	0.79%	1.43%	0.95%	0.00%	0.37%	3.80%
SOUTH DAKOTA	0.00%	0.00%	0.00%	0.00%	0.61%	0.96%	0.12%	0.00%	0.40%	0.28%
TENNESSEE	0.00%	0.00%	0.00%	0.00%	1.96%	1.17%	0.74%	0.00%	0.23%	1.06%
TEXAS	0.00%	0.00%	0.00%	0.00%	9.73%	7.50%	10.70%	0.00%	9.12%	16.91%
UTAH	0.00%	0.00%	0.00%	0.00%	0.11%	0.60%	0.00%	0.00%	0.00%	0.09%
VERMONT	0.00%	0.00%	0.00%	0.00%	0.42%	0.35%	0.00%	0.00%	0.28%	0.09%
VIRGINIA	0.00%	0.00%	0.00%	0.00%	0.00%	0.29%	0.82%	0.00%	0.91%	0.26%
WASHINGTON	0.00%	0.00%	0.00%	0.00%	0.15%	1.18%	2.83%	0.00%	0.46%	1.93%
WEST VIRGINIA	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.03%
WISCONSIN	0.00%	0.00%	0.00%	0.00%	0.00%	0.63%	0.53%	0.00%	0.27%	1.15%
WYOMING	0.00%	0.00%	0.00%	0.00%	0.00%	0.37%	0.00%	0.00%	0.01%	0.00%
US TERRITORIES & OTHER	1.22%	0.37%	5.14%	0.29%	6.17%	7.55%	9.25%	2.52%	12.72%	2.13%
ALTERNATIVE MINIMUM TAX	7.21%	9.37%	9.35%	5.82%	0.00%	0.00%	8.91%	2.29%	3.79%	6.48%

(1) For shareholders of these funds that are residents of California and Minnesota all of the income distribution by these funds is subject to state income tax.