

**CENTRAL SECURITIES CORPORATION**  
**630 Fifth Avenue, New York, NY 10111**

**IMPORTANT**

**SAVE THIS NOTICE FOR PREPARING YOUR 2006 FEDERAL INCOME TAX RETURN**

The following is a record of distributions paid on stock of Central Securities Corporation during the year 2006:

	Amount paid per share	Taxable as ordinary income (a)		Taxable as long-term capital gains	
		Amt.	%	Amt.	%
June 23 .....	\$ .20	\$ .160724	80.362%	\$ .039276	19.638%
December 27 .....	2.02(b)	.422775(c)(d)	20.929%	1.597225	79.071%
	<u>\$2.22</u>	<u>\$ .583499(e)</u>		<u>\$1.636501</u>	

(a) 69.44% of dividends taxable as ordinary income are considered "Qualified Dividends". 69.23% of dividends taxable as ordinary income qualify for the dividends received deduction available to certain corporate shareholders. 9.79% of dividends from ordinary income were derived from U.S. Treasury obligations.

(b) Optional at rate of 1 share of Common Stock for every 12 shares owned, or cash of \$2.02 per share, based upon a value of \$24.24 per share of Common Stock.

(c) Includes \$.222775 per share of short-term capital gains.

Information for Non-U.S. Resident Stockholders Only

(d) The short-term capital gain amount disclosed in footnote (c) is eligible for treatment as qualified short-term capital gains.

(e) The full year's ordinary income amount includes \$.0681 per share of interest-related dividends.

CHARLES N. EDGERTON  
*Treasurer*