



The Korea Fund, Inc. (NYSE: KF)

IMPORTANT NOTICE REGARDING CASH ELECTION FOR CAPITAL GAIN DISTRIBUTION PAYABLE NOVEMBER 28, 2007

The Korea Fund, Inc. (the "Fund")
(CUSIP: 500634100)

**No action is required to receive your
\$15.94 per share distribution in shares.**

November 2, 2007

Dear Stockholder:

On October 16, 2007, the Board of Directors of the Fund declared a capital gain distribution of \$15.94 per share. **If you would like to receive your distribution in shares, no further action is required.**

The distribution will be payable on November 28, 2007 to stockholders of record on October 26, 2007 with an ex-dividend date of November 29, 2007, **provided you hold your shares until the payable date.** If you sell your shares on or before November 28, 2007, the shares will be sold with a due bill, which is the right to receive the distribution, and the owner of the shares on the payable date (November 28, 2007) will receive the distribution. The distribution is inclusive of realized capital gains for the fiscal year ended June 30, 2007 and an estimate of net capital gains realized through October 12, 2007. Any further capital gains realized through October 31, 2007 in excess of the estimate will be part of another obligatory dividend to be paid in January 2008.

The distribution will be made in newly issued Fund shares unless you elect to receive the distribution in cash in the manner described below. If you do not elect to receive this distribution in cash, you will receive your \$15.94 per share in newly issued full and fractional shares of the Fund's common stock (unless you do not participate in the Fund's dividend reinvestment plan, in which case you will receive cash in lieu of a fraction of a share).

To receive your entire distribution in cash, sign the attached card and mail it in the enclosed envelope so that it will be received by PFPC Inc. not later than 4:00 p.m. (Eastern Standard Time) on November 20, 2007.

If your option card is not received by PFPC Inc. by 4:00 p.m. (Eastern Standard Time) on November 20, 2007, you will receive this distribution in newly issued shares of common stock of the Fund as described above.

How Distribution in Shares will be Calculated

Unless you elect to receive your distribution in cash, the number of shares to be issued to you will be based on the market price per share of the Fund's common stock on November 28, 2007, or by the net asset value per share on that date, whichever is lower (but not at a discount of more than 5% from the market price).

The market price of the Fund's common stock for this purpose will be the last sales price on the New York Stock Exchange on November 28, 2007. This market price will be adjusted to reflect the distribution and will be quoted ex-distribution on November 29, 2007.

The shares of the Fund are currently trading at a discount from their net asset value. If the November 28, 2007 market price is less than the net asset value, the issuance of shares at the lower market price will result in a decrease in the per share net asset value of the remaining shares of the Fund. Stockholders electing to receive the distribution in cash will not realize the offsetting benefit of acquiring shares at a discount.

You should also be aware that by electing to receive cash rather than shares, your percentage ownership of the Fund will be reduced.

Tax Information

Whether you receive this distribution in newly issued Fund shares or in cash, this distribution may be reportable on your 2007 federal income tax return. The Fund will, in January 2008, send notices to stockholders regarding the federal income tax status of all distributions made for the 2007 calendar year. The Fund's distributions may also be subject to state and local taxes, and you should consult your tax advisor regarding your tax situation.

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Additional information regarding the cash election dividend can be found in the Fund's proxy statement dated March 2, 2007, which is available on the Fund's website, www.thekoreafund.com. Further information about the Fund including its audited financial statements for the fiscal year ended June 30, 2007 is contained in the Annual Report, which is available on the Fund's website, or can be obtained, without charge, by calling the Fund at (800) 331-1710.

THE KOREA FUND, INC.

DISTRIBUTION PAYABLE NOVEMBER 28, 2007

**No action is required to receive your
\$15.94 per share distribution in shares.**

You may, however, elect to receive your entire distribution in cash. To receive cash, please sign this card and return it to PFPC Inc., in the enclosed postage paid envelope, so that it will be received by PFPC Inc. not later than 4:00 p.m. (Eastern Standard Time) on November 20, 2007.

If you sell your shares on or before the payable date, the shares will be sold with a due bill representing the distribution and the owner of the shares on November 28, 2007 will receive the distribution.

(PLEASE SIGN AND DATE ON REVERSE SIDE)

**DISTRIBUTION PAYABLE NOVEMBER 28, 2007
THE ATTACHED LETTER FROM THE FUND SHOULD BE READ WITH CARE**

No action is required on your part to receive your distribution in shares. A cash election will reduce your percentage ownership of the Fund.

**Option Card must be received by PFPC Inc. by
4:00 p.m. on November 20, 2007.**

**This election is made in accordance with the attached letter from
The Korea Fund, Inc. dated November 2, 2007.**

I (We) elect to receive this distribution in cash.	Date	IMPORTANT: Please sign this card exactly as your name(s) appear(s) hereon. When shares are held by joint tenants, both should sign. When signing as attorney, executor, administrator, trustee or guardian, please give full title as such. Return this card promptly in the enclosed envelope only if you want to receive cash.
Shareholder sign here	Co-owner sign here	