



KRONOS WORLDWIDE, INC.

**THREE LINCOLN CENTRE
5430 LBJ FREEWAY
SUITE 1700
DALLAS, TEXAS 75240-2697**

December 31, 2016

Dear Stockholder:

During 2016, Kronos Worldwide, Inc. (NYSE: KRO; CUSIP: 50105F 10 5) declared and paid quarterly dividends on its common stock of \$0.15 per share in cash on each of March 17, June 16, September 15 and December 15, 2016.

Based on a 2016 forecast and preliminary calculation, for stockholders who received any or all of these 2016 quarterly cash distributions, Kronos Worldwide has made a determination that for federal income tax purposes you should treat these distributions as a non-taxable *return of capital* to the extent of your tax basis in your Kronos Worldwide shares, and to the extent these distributions exceed your tax basis in your Kronos Worldwide shares, you should generally treat such excess as capital gain income.

This preliminary determination as to the treatment of these 2016 cash distributions is subject to change. You should receive a Form 1099-DIV reporting the appropriate tax treatment for these distributions.

YOU ARE URGED TO CONSULT WITH YOUR TAX ADVISOR AS TO YOUR SPECIFIC TAX TREATMENT OF THE 2016 NON DIVIDEND DISTRIBUTIONS.

Sincerely

KRONOS WORLDWIDE, INC.