

## Emerging Markets Small Cap Portfolio

### DFA Investment Dimensions Group Inc.

January 2008

#### NOTICE PURSUANT TO TREASURY REGULATIONS SECTION 1.853-3

Because virtually all of the fund's portfolio investments are foreign securities, the fund pays a variety of foreign taxes throughout the year. Included on your Form 1099-DIV is your proportionate amount of these foreign taxes (box #6). You may claim this amount either as an itemized deduction or as a foreign tax credit, subject to applicable limitations, on your federal tax return. We suggest that you consult a tax advisor to determine which method is more appropriate for you. To claim a foreign tax credit, you may need to file IRS Form 1116. The breakdown by country of foreign taxes paid by the fund is attached.

During 2007, the fund made the following distributions (Per Share) which you may have received depending on your ownership at the time of the distribution:

Record	Payment	Net Investment	Foreign	Short-Term	Total	Long-Term
<u>Date</u>	<u>Date</u>	Income	Tax	Capital	Reportable	Capital
		<u>Paid<sup>1,2</sup></u>	<u>Credit</u>	<u>Gains<sup>1,2</sup></u>	<u>Income</u>	<u>Gains</u>
06/07/07	06/13/07	\$0.1200	\$0.0131	\$0.0000	\$0.1331	\$0.0000
09/07/07	09/13/07	0.0730	0.0197	0.0000	0.0927	0.0000
12/18/07	12/24/07	0.0780	0.0064	0.1160	0.2004	1.3700
	Total	<u>\$0.2710</u>	<u>\$0.0392</u>	<u>\$0.1160</u>	<u>\$0.4262</u>	<u>\$1.3700</u>

Distributions of net investment income and short-term capital gains, whether paid to you in cash or reinvested in your account during 2007 are taxable as ordinary income for Federal income tax purposes.

Distributions of long-term capital gains are taxable as such, whether paid to you in cash or reinvested in your account during 2007, regardless of the length of time shares were held by you.

None of the dividends qualify for the dividends received deduction available to corporate shareholders.

The Emerging Markets Small Cap Portfolio (the "Fund"), unlike many other open-end management investment companies, achieves its investment objective by investing substantially all of its investable assets in The Emerging Markets Small Cap Series (the "Series") of The DFA Investment Trust Company which is a diversified investment company with the same objectives, policies and limitations of the Fund. The Fund is treated as a corporation for Federal tax purposes while the Series has obtained a ruling from the Internal Revenue Service that it is taxable as a partnership.

The Fund is deemed to own a proportionate share of the Series for purposes of satisfying the requirements of Section 853 of the Internal Revenue Code, which permits flow through treatment for foreign tax credits. In addition, any interest, dividends and gains or losses earned by the Series are deemed to have been "passed through" to the Fund.

If you are investing through an IRA or other tax-deferred account, special rules apply.

Please consult your tax advisor for more detailed information about a fund's tax consequences for you. Past distributions and performance are no guarantee of future distributions or results.

<sup>1</sup> Percentage of dividends paid from Net Investment Income and Short-Term Capital Gains that is Qualified Dividend Income ("QDI") is 53.34%.

<sup>2</sup> The American Jobs Creation Act of 2004 provides that the qualified portion of a regulated investment company dividend that is either an interest related dividend or short-term capital gain dividend will not be subject to U.S. tax withholding for non-resident aliens and foreign corporations. This provision is in effect for dividends related to tax years beginning after December 31, 2004, and before January 1, 2008. Accordingly, 0.83% of income dividends paid during the year represent qualified interest-related dividends and 100% represents qualified short term capital gain.

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The fund intends to treat the distribution after the close of its fiscal year ended November 30, 2007, as having been paid out of the fund's undistributed net investment income and capital gains for such fiscal year ("Spillover Distributions") and has allocated the respective amount of foreign taxes paid during such fiscal year to Spillover Distributions. Shareholders are required (in determining the deduction or credit allowable to them under Section 853 of the Internal Revenue Code for foreign taxes paid by the fund) to consider the foreign income received and the foreign tax paid, that is allocated to the Spillover Distributions as received and paid, respectively, in their taxable years in which the Spillover Distributions are paid. Consequently, individual shareholders will generally be required to include such income and foreign taxes in their calendar year 2007 returns.

#### Income Source Schedule

As required by Treasury Regulation Section 1.853-3, the attached schedules are furnished to each shareholder with respect to the election under Section 853 of the Internal Revenue Code. For the distributions from net investment income made by the fund, the schedules show (on a per share basis) the portion of the amount actually distributed which represents net investment income derived from each country or possession and (also on a per share basis) the foreign taxes paid to each such foreign country or possession that are allocable to that distribution.

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**DFA Investment Dimensions Group Inc.**

Income Dividend Source Schedule  
Record Date 06/07/07

Country or Possession	Total Reportable Net Investment Income	Foreign Tax Credit	Net Investment Income Paid
Argentina	\$0.0004	-	\$0.0004
Brazil	0.0302	0.0011	0.0291
Chile	0.0055	0.0012	0.0043
Hungary	0.0001	-	0.0001
India	0.0090	-	0.0090
Indonesia	0.0022	0.0003	0.0019
Israel	0.0088	0.0017	0.0071
Malaysia	0.0277	-	0.0277
Mexico	0.0125	-	0.0125
Philippines	0.0033	0.0008	0.0025
Poland	0.0005	0.0001	0.0004
South Africa	0.0329	-	0.0329
South Korea	0.0343	0.0058	0.0285
Taiwan	0.0005	0.0001	0.0004
Thailand	0.0212	0.0020	0.0192
Turkey	0.0242	-	0.0242
Total Foreign Source	0.2133	0.0131	0.2002
U.S. and Other Source	(0.0802)	-	(0.0802)
Total	<u>\$0.1331</u>	<u>\$0.0131</u>	<u>\$0.1200</u>

## Emerging Markets Small Cap Portfolio

### DFA Investment Dimensions Group Inc.

Income Dividend Source Schedule  
Record Date 09/07/07

<u>Country or Possession</u>	<u>Total Reportable Net Investment Income</u>	<u>Foreign Tax Credit</u>	<u>Net Investment Income Paid</u>
Brazil	\$0.0163	\$0.0006	\$0.0157
Chile	0.0002	0.0002	-
China	0.0002	-	0.0002
Hungary	0.0001	-	0.0001
India	0.0141	-	0.0141
Indonesia	0.0042	0.0006	0.0036
Israel	0.0062	0.0014	0.0048
Malaysia	0.0027	-	0.0027
Mexico	0.0018	-	0.0018
Philippines	0.0007	0.0002	0.0005
Poland	0.0066	0.0010	0.0056
South Africa	0.0168	-	0.0168
South Korea	0.0006	0.0001	0.0005
Taiwan	0.0643	0.0148	0.0495
Thailand	0.0043	0.0004	0.0039
Turkey	0.0039	0.0004	0.0035
Total Foreign Source	0.1430	0.0197	0.1233
U.S. and Other Source	(0.0503)	-	(0.0503)
Total	<u>\$0.0927</u>	<u>\$0.0197</u>	<u>\$0.0730</u>

## Emerging Markets Small Cap Portfolio

### DFA Investment Dimensions Group Inc.

#### Income Dividend Source Schedule

Record Date 12/18/07

Country or Possession	Total Reportable Net Investment Income	Foreign Tax Credit	Net Investment Income Paid
Argentina	\$0.0003	-	\$0.0003
Brazil	0.0127	0.0012	0.0115
Chile	0.0008	0.0002	0.0006
China	0.0033	-	0.0033
India	0.0064	-	0.0064
Indonesia	0.0015	0.0002	0.0013
Israel	0.0105	0.0019	0.0086
Malaysia	0.0195	-	0.0195
Mexico	0.0045	-	0.0045
Philippines	0.0014	0.0004	0.0010
Poland	0.0007	0.0003	0.0004
South Africa	0.0306	-	0.0306
South Korea	0.0002	-	0.0002
Taiwan	0.0063	0.0019	0.0044
Thailand	0.0034	0.0003	0.0031
Turkey	0.0012	-	0.0012
Total Foreign Source	0.1033	0.0064	0.0969
U.S. and Other Source	(0.0189)	-	(0.0189)
Total	<u>\$0.0844</u>	<u>\$0.0064</u>	<u>\$0.0780</u>