Form **990-PF**

Department of the Treasury
Internal Revenue Service

Return of Private Foundation
or Section 4947(a)(1) Nonexempt Charitable Trust Treated as a Private Foundation

Note. The foundation may be able to use a copy of this return to satisfy state reporting requirements

OMB No 1545-0052

2009

For calendar year 2009, or tax year beginning , **and ending**

G Check all that apply: ☐ Initial return ☐ Initial return of a former public charity ☐ Final return ☐ Amended return ☐ Address change ☐ Name change

Use the IRS label. Otherwise, print or type. See Specific Instructions.

Name of foundation
THE PETER AND ELIZABETH C TOWER FOUNDATION

Number and street (or P O box number if mail is not delivered to street address): 2351 NORTH FOREST ROAD — Room/suite: 106

City or town, state, and ZIP code: GETZVILLE, NY 14068-1225

A Employer identification number: 16-6350753

B Telephone number: (716)689-0370

C If exemption application is pending, check here ▶ ☐

D 1. Foreign organizations, check here ▶ ☐
2. Foreign organizations meeting the 85% test, check here and attach computation ▶ ☐

E If private foundation status was terminated under section 507(b)(1)(A), check here ▶ ☐

F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶ ☐

H Check type of organization: [X] Section 501(c)(3) exempt private foundation ☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation

I Fair market value of all assets at end of year (from Part II, col. (c), line 16) ▶$ 67,845,712.

J Accounting method: [X] Cash ☐ Accrual ☐ Other (specify) (Part I, column (d) must be on cash basis.)

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a))

		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc, received	1,657.		N/A	
	2 Check ▶ [X] if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	2,807.	2,807.		STATEMENT 2
	4 Dividends and interest from securities	1,989,415.	1,989,415.		STATEMENT 3
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	<2,349,705.>			STATEMENT 1
	b Gross sales price for all assets on line 6a 38,048,997.				
	7 Capital gain net income (from Part IV, line 2)				
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit or (loss)				
	11 Other income	11,676.	0.		STATEMENT 4
	12 **Total.** Add lines 1 through 11	<344,150.>	1,992,222.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	195,679.	0.		195,679.
	14 Other employee salaries and wages	274,800.	0.		274,800.
	15 Pension plans, employee benefits	76,078.	0.		76,078.
	16a Legal fees STMT 5	19,625.	6,542.		13,083.
	b Accounting fees STMT 6	35,455.	17,727.		17,728.
	c Other professional fees STMT 7	209,285.	209,285.		0.
	17 Interest				
	18 Taxes STMT 8	50,003.	17,705.		32,298.
	19 Depreciation and depletion	33,247.	0.		
	20 Occupancy	85,596.	0.		85,596.
	21 Travel, conferences, and meetings	19,168.	0.		19,168.
	22 Printing and publications	992.	0.		992.
	23 Other expenses STMT 9	121,065.	0.		121,065.
	24 **Total operating and administrative expenses.** Add lines 13 through 23	1,120,993.	251,259.		836,487.
	25 Contributions, gifts, grants paid	2,194,791.			2,194,791.
	26 **Total expenses and disbursements.** Add lines 24 and 25	3,315,784.	251,259.		3,031,278.
	27 Subtract line 26 from line 12				
	a Excess of revenue over expenses and disbursements	<3,659,934.>			
	b **Net investment income** (if negative, enter -0-)		1,740,963.		
	c **Adjusted net income** (if negative, enter -0-)			N/A	

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923501 02-02-10 LHA **For Privacy Act and Paperwork Reduction Act Notice, see the instructions.** Form **990-PF** (2009)

12420504 783816 E0-8157-01F 2009.03050 THE PETER AND ELIZABETH C T E0-815Q1

Part II Balance Sheets Attached schedules and amounts in the description column should be for end-of-year amounts only

		Beginning of year (a) Book Value	End of year (b) Book Value	End of year (c) Fair Market Value
Assets	1 Cash - non-interest-bearing	111,959.	206,625.	206,625.
	2 Savings and temporary cash investments	4,080,453.	4,267,285.	4,267,285.
	3 Accounts receivable ▶			
	Less allowance for doubtful accounts ▶			
	4 Pledges receivable ▶			
	Less allowance for doubtful accounts ▶			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons			
	7 Other notes and loans receivable ▶			
	Less allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments - U.S and state government obligations STMT 10	0.	501,938.	507,252.
	b Investments - corporate stock STMT 11	3,066,287.	3,740,076.	3,478,805.
	c Investments - corporate bonds STMT 12	11,077,350.	9,787,667.	10,694,235.
	11 Investments - land, buildings, and equipment basis ▶			
	Less accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other STMT 13	44,385,607.	40,694,211.	44,553,472.
	14 Land, buildings, and equipment basis ▶ 187,285.			
	Less accumulated depreciation STMT 14 ▶ 139,276.	56,428.	48,009.	48,009.
	15 Other assets (describe ▶ STATEMENT 15)	4,763,621.	4,635,960.	4,090,029.
	16 Total assets (to be completed by all filers)	67,541,705.	63,881,771.	67,845,712.
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable			
	22 Other liabilities (describe ▶)			
	23 Total liabilities (add lines 17 through 22)	0.	0.	
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ [X] and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	0.	0.	
	28 Paid-in or capital surplus, or land, bldg, and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	67,541,705.	63,881,771.	
	30 Total net assets or fund balances	67,541,705.	63,881,771.	
	31 Total liabilities and net assets/fund balances	67,541,705.	63,881,771.	

Part III Analysis of Changes in Net Assets or Fund Balances

1 Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	67,541,705.
2 Enter amount from Part I, line 27a	2	<3,659,934.>
3 Other increases not included in line 2 (itemize) ▶	3	0.
4 Add lines 1, 2, and 3	4	63,881,771.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	63,881,771.

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co)	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo , day, yr)	(d) Date sold (mo , day, yr)
1a				
b	SEE ATTACHED STATEMENTS			
c				
d				
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a				
b				
c				
d				
e	38,048,997.		40,377,676.	<2,328,679.>

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69

	(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col (j), if any	(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
a				
b				
c				
d				
e				<2,328,679.>

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 / If (loss), enter -0- in Part I, line 7 }	2	<2,328,679.>
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) If (loss), enter -0- in Part I, line 8	3	N/A

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income)

If section 4940(d)(2) applies, leave this part blank.

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☒ No

If "Yes," the foundation does not qualify under section 4940(e) Do not complete this part

1 Enter the appropriate amount in each column for each year; see instructions before making any entries

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2008	2,964,504.	55,659,692.	.053261
2007	3,024,145.	62,683,494.	.048245
2006	2,611,593.	58,653,577.	.044526
2005	2,571,227.	53,137,243.	.048388
2004	2,290,456.	52,282,790.	.043809

2 Total of line 1, column (d)	2	.238229
3 Average distribution ratio for the 5-year base period - divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	.047646
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	59,481,416.
5 Multiply line 4 by line 3	5	2,834,052.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	17,410.
7 Add lines 5 and 6	7	2,851,462.
8 Enter qualifying distributions from Part XII, line 4	8	3,056,106.

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate See the Part VI instructions

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see instructions)

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ [ ] and enter "N/A" on line 1. Date of ruling or determination letter ________ (attach copy of letter if necessary-see instructions)				
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ [X] and enter 1% of Part I, line 27b			1	17,410.
c	All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)				
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)			2	0.
3	Add lines 1 and 2			3	17,410.
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)			4	0.
5	**Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0-			5	17,410.
6	Credits/Payments				
a	2009 estimated tax payments and 2008 overpayment credited to 2009	6a	28,857.		
b	Exempt foreign organizations - tax withheld at source	6b			
c	Tax paid with application for extension of time to file (Form 8868)	6c			
d	Backup withholding erroneously withheld	6d	3.		
7	Total credits and payments Add lines 6a through 6d			7	28,860.
8	Enter any **penalty** for underpayment of estimated tax Check here [X] if Form 2220 is attached			8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶			9	
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶			10	11,450.
11	Enter the amount of line 10 to be **Credited to 2010 estimated tax** ▶ 11,450. **Refunded** ▶			11	0.

Part VII-A Statements Regarding Activities

			Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see instructions for definition)?	1b		X
	If the answer is "Yes" to **1a** *or* **1b**, *attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.*			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the foundation ▶ $ 0. (2) On foundation managers ▶ $ 0.			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ 0.			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities.*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year? N/A	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T.*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col. (c), and Part XV.*	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ NY			
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by *General Instruction G? If "No," attach explanation*	8b	X	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2009 or the taxable year beginning in 2009 (see instructions for Part XIV)? *If "Yes," complete Part XIV*	9		X
10	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses	10		X

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Part VII-A Statements Regarding Activities *(continued)*

			Yes	No
11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)	11		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	X	

Website address ▶ WWW.THETOWERFOUNDATION.ORG

14 The books are in care of ▶ LUMSDEN & MC CORMICK, LLP Telephone no ▶(716)856-3300

Located at ▶403 MAIN STREET, SUITE 430, BUFFALO, NY ZIP+4 ▶14203

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here ▶ ☐

and enter the amount of tax-exempt interest received or accrued during the year ▶ 15 N/A

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.

				Yes	No
1a	During the year did the foundation (either directly or indirectly)				
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	☒ Yes ☐ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	☐ Yes ☒ No			
	(6) Agree to pay money or property to a government official? (**Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days)	☐ Yes ☒ No			
b	If any answer is "Yes" to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see page 20 of the instructions)?		1b		X
	Organizations relying on a current notice regarding disaster assistance check here	▶ ☐			
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2009?		1c		X
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))				
a	At the end of tax year 2009, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2009?	☐ Yes ☒ No			
	If "Yes," list the years ▶ _____, _____, _____, _____				
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement - see instructions)	N/A	2b		
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here ▶ _____, _____, _____, _____				
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	☐ Yes ☒ No			
b	If "Yes," did it have excess business holdings in 2009 as a result of (1) any purchase by the foundation or disqualified persons after May 26, 1969, (2) the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or (3) the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2009.)*	N/A	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2009?		4b		X

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required *(continued)*

5a During the year did the foundation pay or incur any amount to:

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No

(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No

(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No

(4) Provide a grant to an organization other than a charitable, etc, organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? ☐ Yes ☒ No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No

b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)? N/A **5b**

Organizations relying on a current notice regarding disaster assistance check here ▶ ☐

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? N/A ☐ Yes ☐ No

If "Yes," attach the statement required by Regulations section 53.4945-5(d).

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? **6b** No: X

If "Yes" to 6b, file Form 8870.

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No

b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction? N/A **7b**

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1 List all officers, directors, trustees, foundation managers and their compensation.

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
SEE STATEMENT 16		195,019.	11,805.	2,260.

2 Compensation of five highest-paid employees (other than those included on line 1). If none, enter "NONE."

(a) Name and address of each employee paid more than $50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
DONALD W MATTESON - 2351 NORTH FOREST ROAD, SUITE 106, GETZVILLE,	SR. PROGRAM OFF. 40.00	75,170.	13,309.	733.
NICHOLAS G RANDELL - 2351 NORTH FOREST ROAD, SUITE 106, GETZVILLE,	PROGRAM OFF. 40.00	58,750.	11,825.	1,302.
CHARLES E COLSTON JR - 2351 NORTH FOREST ROAD, SUITE 106, GETZVILLE,	PROGRAM OFF. 40.00	52,423.	12,392.	1,051.
KATHLEEN E LEONARD - 2351 NORTH FOREST ROAD, SUITE 106, GETZVILLE,	ADMIN MGR. 40.00	49,215.	5,811.	1,155.
DAWN M PYTLIK - 2351 NORTH FOREST ROAD, SUITE 106, GETZVILLE, NY	OFFICE STAFF 40.00	39,243.	12,231.	1,600.

Total number of other employees paid over $50,000 ▶ 0

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Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors *(continued)*

3 Five highest-paid independent contractors for professional services. If none, enter "NONE."

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
MORGANSTANLEY SMITHBARNEY - 50 FOUNTAIN PLAZA, KEY CENTER, SUITE 800, BUFFALO, NY	INVESTMENT ADVISORY	170,790.
Total number of others receiving over $50,000 for professional services ▶		0

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1 N/A	
2	
3	
4	

Part IX-B Summary of Program-Related Investments

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 N/A	
2	
All other program-related investments See instructions 3	
Total. Add lines 1 through 3 ▶	0.

Part X **Minimum Investment Return** (All domestic foundations must complete this part. Foreign foundations, see instructions.)

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc , purposes			
a	Average monthly fair market value of securities		1a	52,658,131.
b	Average of monthly cash balances		1b	3,710,142.
c	Fair market value of all other assets		1c	4,018,951.
d	**Total** (add lines 1a, b, and c)		1d	60,387,224.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e 0.		
2	Acquisition indebtedness applicable to line 1 assets		2	0.
3	Subtract line 2 from line 1d		3	60,387,224.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)		4	905,808.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4		5	59,481,416.
6	**Minimum investment return.** Enter 5% of line 5		6	2,974,071.

Part XI **Distributable Amount** (see instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ▶ ☐ and do not complete this part)

1	Minimum investment return from Part X, line 6		1	2,974,071.
2a	Tax on investment income for 2009 from Part VI, line 5	2a 17,410.		
b	Income tax for 2009. (This does not include the tax from Part VI)	2b		
c	Add lines 2a and 2b		2c	17,410.
3	Distributable amount before adjustments Subtract line 2c from line 1		3	2,956,661.
4	Recoveries of amounts treated as qualifying distributions		4	11,676.
5	Add lines 3 and 4		5	2,968,337.
6	Deduction from distributable amount (see instructions)		6	0.
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1		7	2,968,337.

Part XII **Qualifying Distributions** (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc , purposes		
a	Expenses, contributions, gifts, etc - total from Part I, column (d), line 26	1a	3,031,278.
b	Program-related investments - total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes	2	24,828.
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	3,056,106.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	17,410.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	3,038,696.

Note. The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1 Distributable amount for 2009 from Part XI, line 7				2,968,337.
2 Undistributed income, if any, as of the end of 2009				
a Enter amount for 2008 only			2,772,500.	
b Total for prior years ____ , ____ , ____		0.		
3 Excess distributions carryover, if any, to 2009				
a From 2004				
b From 2005				
c From 2006				
d From 2007				
e From 2008				
f **Total** of lines 3a through e	0.			
4 Qualifying distributions for 2009 from Part XII, line 4 ▶ $ 3,056,106.				
a Applied to 2008, but not more than line 2a			2,772,500.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2009 distributable amount				283,606.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a))	0.			0.
6 **Enter the net total of each column as indicated below:**				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	0.			
b Prior years' undistributed income Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b Taxable amount - see instructions		0.		
e Undistributed income for 2008 Subtract line 4a from line 2a Taxable amount - see instr			0.	
f Undistributed income for 2009 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2010				2,684,731.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7	0.			
9 **Excess distributions carryover to 2010.** Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9				
a Excess from 2005				
b Excess from 2006				
c Excess from 2007				
d Excess from 2008				
e Excess from 2009				

Part XIV Private Operating Foundations (see instructions and Part VII-A, question 9) N/A

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2009, enter the date of the ruling ▶

b Check box to indicate whether the foundation is a private operating foundation described in section ☐ 4942(j)(3) or ☐ 4942(j)(5)

	Tax year	Prior 3 years			
	(a) 2009	(b) 2008	(c) 2007	(d) 2006	(e) Total
2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon a "Assets" alternative test - enter (1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test - enter (1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

Part XV Supplementary Information (Complete this part only if the foundation had $5,000 or more in assets at any time during the year-see the instructions.)

1 **Information Regarding Foundation Managers:**

a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than $5,000) (See section 507(d)(2))

SEE STATEMENT 17

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest

NONE

2 **Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:**

Check here ▶ ☐ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds If the foundation makes gifts, grants, etc (see instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

a The name, address, and telephone number of the person to whom applications should be addressed

SEE STATEMENT 18

b The form in which applications should be submitted and information and materials they should include

c Any submission deadlines

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors

Part XV Supplementary Information (continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a Paid during the year				
SEE ATTACHMENT D				2,194,791.
Total			▶ 3a	2,194,791.
b Approved for future payment				
SEE ATTACHMENT E				3,912,714.
Total			▶ 3b	3,912,714.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income (a) Business code	Unrelated business income (b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	Excluded by section 512, 513, or 514 (d) Amount	(e) Related or exempt function income
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	2,807.	
4 Dividends and interest from securities			14	1,989,415.	
5 Net rental income or (loss) from real estate					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory			18	<2,349,705.>	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue					
a REFUND OF PRIOR YEAR					
b CONTRIBUTIONS					11,676.
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e)		0.		<357,483.>	11,676.

13 Total. Add line 12, columns (b), (d), and (e) 13 <345,807.>

(See worksheet in line 13 instructions to verify calculations)

Part XVI-B Relationship of Activities to the Accomplishment of Exempt Purposes

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes)
	N/A

Part XVII **Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations**

			Yes	No
1	Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?			
a	Transfers from the reporting foundation to a noncharitable exempt organization of			
	(1) Cash	1a(1)		X
	(2) Other assets	1a(2)		X
b	Other transactions			
	(1) Sales of assets to a noncharitable exempt organization	1b(1)		X
	(2) Purchases of assets from a noncharitable exempt organization	1b(2)		X
	(3) Rental of facilities, equipment, or other assets	1b(3)		X
	(4) Reimbursement arrangements	1b(4)		X
	(5) Loans or loan guarantees	1b(5)		X
	(6) Performance of services or membership or fundraising solicitations	1b(6)		X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		X

d If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements
		N/A	

2a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? [X] Yes [ ] No

b If "Yes," complete the following schedule.

(a) Name of organization	(b) Type of organization	(c) Description of relationship
	N/A	

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete Declaration of preparer (other than taxpayer or fiduciary) is based on all information of which preparer has any knowledge

John N. Blair, Atty. Trustee 5/5/10 ATTORNEY TRUSTEE

Signature of officer or trustee — Date — Title

Paid Preparer's Use Only

Preparer's signature — Date 5/4/10 — Check if self-employed ☐ — Preparer's identifying number

Firm's name (or yours if self-employed), address, and ZIP code: LUMSDEN & MCCORMICK, LLP 403 MAIN ST. SUITE 430 BUFFALO, NY 14203

EIN

Phone no (716)856-3300

MorganStanley SmithBarney

Ref 00010546 00093141

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. **Account number 356-73568-15 640**

Money fund

An investment in a money market fund is neither insured nor guaranteed by the FDIC or any other government agency. Although money market funds seek to preserve the value of your investment at $1.00 per share, there can be no assurance that will occur and it is possible to lose money should the fund value per share fall. Moreover, in some circumstances money market funds may be forced to cease operations when the value of a fund drops below $1.00 per share. In that event, the fund's holdings would be liquidated and distributed to the fund's shareholders. This liquidation process could take up to one month or more. During that time, these funds would not be available to you to support purchases, withdrawals, and if applicable, check writing or ATM debits from your account.

Number of shares	Description	Current value	Accrued dividends	Annualized % dividend yield	Anticipated Income (annualized)
567,642 25	WESTERN ASSET MONEY MARKET FUND CLASS A	$ 567,642.25		.07%	$ 397.34
		$ 567,642 25	$ 0 00	.07%	$ 397 34

Common stocks & options

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
267	ASHLAND INC (NEW)	ASH	11/17/08	$ 4,701 87	$ 17 61	$ 39 62	$ 10,578 54	$ 5,876 67 LT	757%	$ 80 10
1,225	BRISTOL MYERS SQUIBB CO	BMY	11/28/05	27,117 09	22 129	25 25	30,931 25	3,814 16* LT		
725			11/28/05	16,038.23	22 129	25 25	18,306 25	2,268 02* LT		
300			11/28/05	6,635 28	22 129	25 25	7,575 00	939 72* LT		
2,250				49,790 60	22 129		56,812 50	7,021 90	5 069	2,880 00
1,500	FEDERAL HOME LN MTG CORP	FRE	11/20/07	39,701.55	26 467	1 47	2,205.00	(37,496.55) LT		
475	KB HOME	KBH	04/13/06	30,566.45	64 35	13.68	6,498 00	(24,068 45) LT	1 827	118.75
1,750	MERCK & CO INC NEW	MRK	11/02/05	49,150.68	28 086	36 54	63,945.00	14,794 32* LT	4.159	2,660.00
237 1875	OWENS ILLINOIS INC NEW	OI	11/16/04	9,231 94	38 936	32.87	7,796.35	(1,435 59)* LT		
237 1875			05/05/05	9,869 21	41 624	32.87	7,796 35	(2,072 86)* LT		
450 6563			05/15/06	15,997 52	35 511	32 87	14,813 07	(1,184 45)* LT		
23 7188			05/15/06	838 48	35 363	32.87	779.64	(58 84)* LT		
23 7188			05/16/06	838 48	35 363	32.87	779 64	(58 84)* LT		
23 7188			05/18/06	835 73	35 247	32.87	779 64	(56 09)* LT		
23 7188			05/19/06	833 23	35 142	32.87	779 64	(53 59)* LT		
23 7188			05/24/06	831 98	35 089	32.87	779 64	(52 34)* LT		
23 7188			06/09/06	834 46	35 194	32.87	779 64	(54 82)* LT		
426 9375			06/26/06	14,953 11	35 037	32.87	14,033 44	(919 67)* LT		
23 7184			06/26/06	837.23	35 311	32.87	779 62	(57 61)* LT		
1,518				55,901 37	36 826		49,898 67	(6,004 70)		
1,070 9505	VERTEX PHARMACEUTICALS INC	VRTX	07/28/04	15,360 00	14 342	42.85	45,890 23	30,530 23* LT		
1,004 016			08/03/04	14,343 75	14 28	42.85	43,022 09	28,678 34* LT		

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

MorganStanley SmithBarney

Ref: 00010546 00093142

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Common stocks & options *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
1,673 0335	VERTEX PHARMACEUTICALS INC	VRTX	09/15/04	$ 24,932 63	$ 14 304	$ 42 85	$ 71,689 49	$ 46,756 86' LT		
3,748				54,636.38	14.577		160,601.81	105,965.43		
				$ 284,448.90 (1)			$ 350,537.52 (2)	$ 0.00 ST	1.63	
								$ 66,088.62 LT		$ 5,738.85

sum (1) = $1,509,442.54 Part II, Line 10b(b)

Preferred stocks sum (2) = $1,496,861.62 Part II, Line 10b(c)

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Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
100	AES TRUST III 6 75% CONV	AESPRC	12/10/04	$ 5,470 00	$ 54 70	$ 46 25	$ 4,625 00	($ 845 00)* LT		
500	Rated B		01/20/05	27,024 00	54 048	46.25	23,125 00	(3,899 00)* LT		
200	Next call on 01/05/10		05/03/05	10,060 00	50 30	46 25	9,250 00	(810 00)* LT		
600			06/06/05	30 255 00	50 425	46 25	27,750 00	(2,505 00)* LT		
1,400	$81,235 28 = 8,426 25 OID INT +			72,809 00	52.006		84,750.00	(8,059.00)	7.297	4,725.00
1,500	CMS ENERGY TR I 7.75% QUARTERLY INCOME PFD SECS Rated BB		01/15/04	67,875 00	45 25		Unpriced	N/A'		5,812 50
500	EL PASO ENERGY CAP TR I 4 75%	EPPRC	01/19/06	17,400 00	34.80	36.55	18,275 00	875 00' LT		
400	PFD CONV TR SECS		05/19/06	14,320 00	35 80	36 55	14,620 00	300 00* LT		
215	Rated B		01/17/08	7,879 75	36 65	36 55	7,858 25	(21 50)* LT		
3	Next call on 01/05/10		01/22/08	105 90	35 30	36 55	109 65	3.75' LT		
104			01/23/08	3,723 20	35 80	36 55	3,801 20	78 00* LT		
233			01/24/08	8,514 82	36 544	36 55	8,516 15	1 33* LT		
1,465	$52,800 37 = 856 70 OID INT +			51,943.67	35.70		53,180.25	1,236.58	6.497	3,455.63
125	FREDDIE MAC 8 375%	FREPRZ	07/07/08	2,750 00	22.00	1 07	133 75	(2,616 25) LT		
50	FIXED TO FLOATING NON CUM PFD		07/07/08	1,100 00	22.00	1 07	53 50	(1,046 50) LT		
400	Rated C		07/10/08	8,452 00	21 13	1 07	428 00	(8,024 00) LT		
50	Next call on 12/31/12		07/10/08	937 50	18 75	1 07	53 50	(884 00) LT		
50			07/11/08	800 00	16.00	1 07	53 50	(746 50) LT		

The Peter and Elizabeth C. Tower Foundation
EIN: 16-6350753, December 31, 2009
Attachment A

MorganStanley SmithBarney

Ref 00010546 00093143

Reserved Client Statement
December 1 - December 31, 2009

THE PETER AND ELIZABETH C. *Account number 356-73568-15 640*

Preferred stocks *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
50	FREDDIE MAC 8 375%	FREPRZ	07/15/08	$ 625 00	$ 12 50	$ 1 07	$ 53 50	($ 571 50) LT		
50	FIXED TO FLOATING NON CUM PFD		07/22/08	812 50	16 25	1.07	53 50	(759 00) LT		
50	Rated C		07/22/08	815 00	16 30	1.07	53 50	(761 50) LT		
50	Next call on 12/31/12		07/22/08	820 00	16 40	1 07	53 50	(766 50) LT		
50			07/25/08	837 50	16 75	1 07	53 50	(784 00) LT		
100			07/28/08	1,678 13	16 781	1 07	107 00	(1,571 13) LT		
50			07/29/08	846 88	16 937	1 07	53 50	(793 38) LT		
50			07/30/08	850 00	17 00	1 07	53 50	(796 50) LT		
50			07/31/08	850 00	17 00	1 07	53 50	(796 50) LT		
50			08/07/08	850 00	17 00	1 07	53 50	(796 50) LT		
50			08/19/08	575 00	11 50	1 07	53 50	(521 50) LT		
100			08/21/08	1,090 00	10 90	1 07	107 00	(983 00) LT		
300			09/08/08	825 00	2.75	1 07	321 00	(504 00) LT		
100			09/08/08	400 00	4 00	1 07	107 00	(293 00) LT		
1,775				**25,914 51**	**14 60**		**1,899 25**	**(24,015 26)**		
200	FEDERAL HOME LOAN MTG CORP	FREPRY	07/07/08	3,730 00	18 65	1 01	202 00	(3,528 00) LT		
200	6 55% PFD		07/10/08	3,642 40	18 212	1 01	202 00	(3,440 40) LT		
100	Rated C		07/29/08	1,300 00	13 00	1 01	101 00	(1,199 00) LT		
500	Next call on 09/30/17			**8,672 40**	**17.345**		**505 00**	**(8,167.40)**	**162 079**	**818.50**
100	FEDERAL HOME LN MTG CORP	FREPRW	07/11/08	1,100 00	11 00	95	95 00	(1,005 00) LT		
300	NON CUM PERPETUAL PFD		07/14/08	3,945 00	13.15	.95	285 00	(3,660 00) LT		
200	Rated C		07/17/08	2,230 00	11 15	95	190 00	(2,040 00) LT		
600				**7,275.00**	**12.125**		**570.00**	**(6,705.00)**	**148.947**	**849.00**
150	FEDERAL HOME LOAN MTG CORP PFD	FREPRV	07/08/08	2,322 00	15 48	1 00	150 00	(2,172 00) LT		
50	5 57% PERP		07/14/08	543 75	10 875	1 00	50 00	(493.75) LT		
1,100	Rated C		07/15/08	10,021 00	9 11	1 00	1,100 00	(8,921 00) LT		
100	Next call on 12/31/11		07/16/08	965 00	9 65	1 00	100 00	(865 00) LT		
250			07/29/08	2,750 00	11 00	1 00	250 00	(2,500 00) LT		
50			08/07/08	572 00	11 44	1 00	50 00	(522 00) LT		
1,700				**17,173.75**	**10 102**		**1,700 00**	**(15,473.75)**	**139 25**	**2,367.25**
200	FEDERAL HOME LN MTG CORP	FREPRU	07/10/08	2,704 60	13 523	.90	180 00	(2,524 60) LT		
100	PERPETUAL PFD 5 90%		07/11/08	1,175 00	11 75	90	90 00	(1,085 00) LT		
300	Rated C Next call on 09/30/11			**3,879 60**	**12.932**		**270 00**	**(3,609.60)**	**163.888**	**442.50**

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

MorganStanley SmithBarney

Ref. 00010546 00093144

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. *Account number 356-73568-15 640*

Preferred stocks *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
50	FEDERAL HOME LN MTG CORP 6 42%	FREPRT	07/15/08	$ 1,050 00	$ 21 00	$ 1 79	$ 89 50	($ 960 50) LT		
100	PFD-PERP		07/18/08	2,300 00	23 00	1 79	179 00	(2,121 00) LT		
150	Rated C Next call on 07/17/11			**3,350.00**	**22.333**		**268 50**	**(3,081.50)**	**179.329**	**481.50**
200	FED HOME LN MTG CORP 5 7% PFD Rated C Next call on 01/05/10	FREPRR	07/09/08	**6,350.00**	31 75	1 55	**310.00**	**(6,040.00) LT**	**183.87**	**570 00**
100	FEDERAL HOME LOAN MTG CORP PFD 6 0% Rated C Next call on 01/05/10	FREPRP	08/21/08	**1,400.00**	14 00	1 68	**168.00**	**(1,232.00) LT**	**178.571**	**300.00**
100	FEDERAL HOME LN MTG CORP 5 81% PFD NON-CUM VAR RATE Rated C Next call on 03/31/11	FREPRO	07/08/08	**3,231 00**	32.31	1 60	**160 00**	**(3,071 00) LT**	**181 875**	**291.00**
400	FEDERAL HOME LOAN MTG CORP 5 79% PFD Rated C	FREPRK	07/11/08	**7,328 00**	18 32	1 69	**676 00**	**(6,652 00) LT**		
50	FEDERAL HOME LOAN MTG CORP PFD 5 0% SER F Rated C Next call on 02/03/10	FREPRF	07/30/08	**1,025.00**	20 50	1 76	**88.00**	**(937.00) LT**	**142.045**	**125.00**
400	FANNIE MAE FIXED/FLOAT 8 25%	FNMPRS	07/10/08	8,328 00	20.82	1 10	440 00	(7,888 00) LT		
100	SER S NON CUM PFD		07/10/08	1,887 50	18 875	1 10	110 00	(1,777 50) LT		
50	Rated C		07/10/08	950 00	19 00	1 10	55 00	(895 00) LT		
100	Next call on 12/31/10		07/11/08	1,525 00	15 25	1 10	110 00	(1,415.00) LT		
50			07/11/08	762 50	15 25	1 10	55 00	(707.50) LT		
50			07/11/08	825 00	16 50	1 10	55 00	(770 00) LT		
50			07/15/08	625 00	12.50	1 10	55 00	(570 00) LT		
50			07/22/08	827 50	16 55	1 10	55 00	(772 50) LT		
50			07/25/08	825 00	16 50	1 10	55 00	(770 00) LT		
50			07/28/08	850 00	17 00	1 10	55 00	(795 00) LT		
100			07/29/08	1,715 63	17 156	1 10	110 00	(1,605 63) LT		
100			07/30/08	1,712 50	17 125	1 10	110 00	(1,602 50) LT		
50			07/31/08	856 25	17 125	1 10	55 00	(801 25) LT		
50			08/01/08	850 00	17 00	1 10	55 00	(795 00) LT		
50			08/04/08	862 50	17 25	1 10	55 00	(807.50) LT		
200			08/05/08	3,475 00	17 375	1 10	220 00	(3,255 00) LT		

The Peter and Elizabeth C. Tower Foundation
EIN: 16-6350753, December 31, 2009
Attachment A

MorganStanley SmithBarney

Ref. 00010546 00093145

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. **Account number 356-73568-15 640**

Preferred stocks *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
50	FANNIE MAE FIXED/FLOAT 8 25% SER S NON CUM PFD Rated C Next call on 12/31/10	FNMPRS	08/06/08	$ 856 25	$ 17 125	$ 1 10	$ 55 00	($ 801 25) LT		
150			08/07/08	2,558 70	17 058	1.10	165 00	(2,393 70) LT		
50			08/08/08	806 25	16 125	1 10	55 00	(751 25) LT		
100			08/11/08	1,575 00	15 75	1 10	110 00	(1,465 00) LT		
100			08/15/08	1,512 50	15 125	1 10	110 00	(1,402 50) LT		
50			08/19/08	600 00	12 00	1 10	55 00	(545 00) LT		
300			09/08/08	870 00	2 90	1 10	330 00	(540 00) LT		
2,300				35,656.08	15.503		2,530 00	(33,126 08)		
100	FEDERAL NATIONAL MTG ASSN 6 75% NON CUM PREF Rated C	FNMPRQ	07/17/08	1,310 00	13 10	.96	96 00	(1,214 00) LT	175.833	168 80
250	FEDERAL NATL MTG ASSN PFD 4 75% PERPETUAL Rated C Next call on 02/03/10	FNMPRM	07/15/08	4,000 00	16 00	1 45	362 50	(3,637 50) LT	163 793	593 75
50	FANNIE MAE 5 125% NON-CUM PFD STK SR L Rated C Next call on 01/05/10	FNMPRL	07/30/08	1,062 50	21 25	1 48	74 00	(988.50) LT	173 141	128 13
100	FEDERAL NATIONAL MORTGAGE ASSN PFD 5 375% Rated C Next call on 01/05/10	FNMPRI	07/30/08	2,220 00	22 20	1 669	166 90	(2,053 10) LT	161 024	268 75
100	FEDERAL NATL MTG ASSN PFD SER -H 5 81% Rated C Next call on 02/03/10	FNMPRH	07/11/08	2,050 00	20 50	1 58	158.00	(1,892.00) LT	183.88	290.50
140	FORD MOTOR COMPANY CAPITAL TR II 6 50% CUM CONV TR PFD Rated C Next call on 02/03/10	FPRS	01/18/07	5,142 48	36.732	39 92	5,588 80	446 32* LT		
45			01/19/07	1,666 35	37 03	39 92	1,796 40	130 05* LT		
75			01/22/07	2,789 55	37.194	39.92	2,994 00	204 45* LT		
50			01/23/07	1,888 34	37 766	39 92	1,996 00	107 66* LT		
50			01/24/07	1,862 00	37 24	39 92	1,996 00	134 00* LT		
40			01/25/07	1,502 16	37 554	39 92	1,596 80	94.64* LT		
50			01/29/07	1,904 15	38.083	39 92	1,996 00	91 85* LT		
25			01/30/07	945 65	37 826	39 92	998 00	52.35* LT		
125			01/31/07	4,629 50	37 036	39 92	4,990 00	360 50* LT		
50			02/01/07	1,862.32	37 246	39 92	1,996 00	133 68* LT		
50			02/02/07	1,865 46	37 30	39 92	1,996 00	130 54* LT		

Preferred stocks *continued*

3,388.83

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
25	FORD MOTOR COMPANY CAPITAL TR	FPRS	02/05/07	$ 944 25	$ 37 77	$ 39 92	$ 998.00	$ 53 75* LT		
25	II 6 50% CUM CONV TR PFD		02/14/07	967 75	38 71	39 92	998 00	30 25* LT		
25	Rated C		02/27/07	930 28	37 211	39 92	998 00	67.72* LT		
775	Next call on 02/03/10 $31,358 79 = 2,458 55 OID INT +			28,900.24	37.291		30,938.00	2,037.76		
25	LUCENT TECH CAP CONV 7 75%	LUTHP	09/30/03	28,575 00	1,143 00	770 00	19,250 00	(9,325 00)* LT		
40	TR PFD SECS DTD 8/16/02		01/16/08	32,800 00	820 00	770 00	30,800 00	(2,000 00)* LT		
65	Rated CCC Next call on 02/03/10 $70,358 54 = 8,983 54 OID INT +			61,375 00	944.231		50,050.00	(11,325.00)	10.064	5,037.50
515	NEWELL FINL TR I GTD CV	NEFIO	03/04/09	8,819 38	17 125	35 00	18,025 00	9,205 62# ST		
275	QTLY INC PFD SECS 5 250%		03/19/09	4,675 00	17 00	35 00	9,625 00	4,950 00 ST		
50	Rated BB		10/19/09	1,762 50	35.25	35 00	1,750 00	(12.50)# ST		
125	Next call on 02/03/10		11/05/09	4,312 50	34 50	35 00	4,375.00	62.50# ST		
75			11/05/09	2,634 38	35 125	35 00	2,625 00	(9 38)# ST		
1,040	$23,949.31 = 1,745 55 OID INT +			22,203.76	21.35		36,400.00	14,196 24	7.50	2,730.00
163	SOVEREIGN CAP IV CV PFD	SNCTO	01/24/08	5,015 35	30.769	30.938	5,042.89	27.54* LT		
114	0 5482		01/25/08	3,655 30	32.064	30 938	3,526 93	(128 37)* LT		
277	Rated BBB + $10,842 82 = 2,154 17 OID INT +			8,670.65	31.302		8,569.82	(100.83)	7.022	601.78
				$470,299 92	(1)		$ 263,890 22	$ 14,196 24 ST	11 83	
							(2)	($ 138,106 18) LT		$ 30,057 09

Mortgage and asset backed securities

Current Value is calculated as follows Original Principal Amount x Factor x Price = Current Value

Original principal amount	Description	Date acquired/ CUSIP #	Cost	Share cost	Current share price/accrued interest	Current value	Unrealized gain/(loss)	Current % yield	Anticipated Income (annualized)
60,000	CITIGROUP MTG LN TR SER 2006-WFHE2 CL A-2A INT 00 415% MATY 08/30/2010 FACTOR .67660208 Curr face $ 40,596 12 Int paid monthly Rated BA2/B	08/11/09 17309MAB9	$ 25,560 70	$ 66 50	$ 72 111 $ 3.28	$ 29,274 27	$ 3,713 57 ST	576%	$ 168 72

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

MorganStanley SmithBarney

Ref: 00010546 00093147

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. *Account number 356-73568-15 640*

Mortgage and asset backed securities *continued*

Original principal amount	Description	Date acquired/ CUSIP #	Cost	Share cost	Current share price/accrued interest	Current value	Unrealized gain/(loss)	Current % yield	Anticipated Income (annualized)
50,000	COMM 2007-C9 MTG TR MTG PASS THRU CTF CL A-4 INT 06 010% MATY 07/10/2017 FACTOR 1 0000000 Curr face $ 50,000 00 Int paid monthly Rated AAA/A	05/06/09 20047RAE3	$ 40,421.88	$ 80 843	$ 90 687 $ 175 30	$ 45,343.50	$ 4,921.62 ST	6.627%	$ 3,005.11
100,000	CREDIT SUISSE MTG CAPITAL CERT REMIC SER 2007-C4 CLASS A4 FLTR DTD 09/01/2007 MTY 07/15/2017 INT 06 003% MATY 07/15/2017 FACTOR 1 0000000 Curr face $ 100,000 00 Int paid monthly Rated AA2/BBB	02/12/09 20173TAE5	53,894.53	53.894	80 656 266 83	80,656.00	26,761.47 ST	7.443	6,003.62
50,000	FREMONT HOME LOAN TR DTD 11/23/2004 1MLT + 60BPS INT 02 750% MATY 11/25/2034 FACTOR 1 0000000 Curr face $ 50,000 00 Int paid monthly Rated AA2/BB	11/06/09 35729PGD6	28,000 00	56.00	56.59 22.92	28,295 00	295 00 ST	4 859	1,375 00
75,000	MASTR ADJUSTABLE RATE MORTGAGE SER 2005-2 CLASS V-A-1 FLTR DTD 02/01/2005 MTY 03/25/2035 INT 04 499% MATY 03/25/2035 FACTOR 33574183 Curr face $ 25,180 64 Int paid monthly Rated BAA2/AA	11/23/09 576433XY7	20,635.90	83 00	80 755 18.88	20,334.62	(301.28) ST	5 572	1,133.09
100,000	IMPAC CMB TRUST INT 00 486% MATY 08/25/2035	10/13/09 45254NNP8	15,120 56	63.75	61.793	14,884 78	(235 78) ST		
50,000	FACTOR 24088126 Curr face $ 36,132 19	10/14/09	7,498 43	63 25	61 793	7,442.39	(56 04) ST		
150,000	Int paid monthly Rated A1/A+		22,618 99	15 10	2.93	22,327 17	(291 82)	.786	175 69

The Peter and Elizabeth C. Tower Foundation

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MorganStanley SmithBarney

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December 1 - December 31, 2009

THE PETER AND ELIZABETH C. *Account number 356-73568-15 640*

Mortgage and asset backed securities *continued*

Original principal amount	Description	Date acquired/ CUSIP #	Cost	Share cost	Current share price/accrued interest	Current value	Unrealized gain/(loss)	Current % yield	Anticipated Income (annualized)
125,000	CSFB MORTGAGE SECURITIES REMIC SER 2005-AR10 CLASS V-A- FLTR DTD 09/30/2005 INT 00 525% MATY 01/25/2036 FACTOR 27581877 Curr face $ 34,477 35 Int paid monthly Rated BA1/AA-	11/02/09 007036TM8	$ 20,983.75	$ 62 375	$ 56 982 $ 3.02	$ 19,645.88	($ 1,337.87) ST	.922%	$ 181.22
100,000	LEHMAN MTG TRUST INT 00 746% MATY 01/25/2036 FACTOR 59191020 Curr face $ 59,191 02 Int paid monthly Rated CAA1/AAA	10/13/09 52520MDS9	34,738 39	59 00	59.798 1.23	35,395 05	656 66 ST	1 247	441 71
55,000	LONG BEACH MTG LOAN DTD 01/30/2006 1MO LIB + 208PS BPS INT 00 465% MATY 01/25/2036 FACTOR 62606361 Curr face $ 34,433 50 Int paid monthly Rated BAA3/BB +	06/22/09 542514SC9	21,178.87	66 375	72 18 1.78	24,854.10	3,675.23 ST	645	160.33
50,000	RESIDENTIAL FUNDING MTGE DTD 12/01/2005 5 9162% INT 05 815% MATY 01/25/2036 FACTOR 55067768 Curr face $ 27,533 88 Int paid monthly Rated CAA2/D	06/23/09 761118PE2	10,600.42	42.00	41 78 26.69	11,503 66	903.24 ST	13.918	1,601.10
25,000	CITIGROUP MORTGAGE LOAN TRUST REMIC SER 2006-NC1 CLASS A2B FLTR DTD 06/29/2006 INT 00 375% MATY 08/25/2036 FACTOR 40596873 Curr face $ 10,149 22 Int paid monthly Rated BA3/B-	05/14/09 172983AC2	5,888 18	71 50	80 589 .64	8,179 15	2,290.97 ST	.466	38.12

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THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Mortgage and asset backed securities *continued*

Original principal amount	Description	Date acquired/ CUSIP #	Cost	Share cost	Current share price/accrued interest	Current value	Unrealized gain/(loss)	Current % yield	Anticipated Income (annualized)
50,000	GSAMP TRUST DTD 08/25/2006 INT 00 415% MATY 08/25/2036 FACTOR 1 0000000 Curr face $ 50,000 00 Int paid monthly Rated BA3/BBB +	12/15/09 362437AD7	$ 19,187.50	$ 38 375	$ 38 941 $ 3.46	$ 19,470.50	$ 283.00 ST	1.067%	$ 207.81
25,000	WASHINGTON MUTUAL SER 2006-AR10 CL 1A1	08/11/09 93363EAA3	9,723 27	69 75	75 85	10,762 21	1,038.94 ST		
35,000	INT 05 923% MATY 09/25/2036 FACTOR 56755248	08/12/09	13,612.55	69 75	75 85	15,067 10	1,454 55 ST		
60,000	Curr face $ 34,053 15 Int paid monthly Rated S&P CCC		23,335 82	38 90	33.62	25,829 31	2,493 49	7.809	2,017 20
150,000	RESIDENTIAL ACCREDIT LOANS SER 2006-QA9 CLASS A-1 FLTR DTD 10/30/2006 INT 00 445% MATY 11/25/2036 FACTOR 49225904 Curr face $ 73,838 86 Int paid monthly Rated CAA1/CCC	07/08/09 75115VAA3	26,180.03	41 75	47 292 5 48	34,919 87	8,739 84 ST	.942	329.04
100,000	LEHMAN MORTGAGE TRUST SER 2006-6 CLASS V-A1 FLTR DTD 09/25/2006 MTY 12/25/2036 INT 00 765% MATY 12/25/2036 FACTOR 45140780 Curr face $ 45,140 78 Int paid monthly Rated BAA3/A	09/23/09 52520NBP5	32,696.01	73.00	72 153 5.76	32,570.43	(125.58) ST	1.061	345.61
50,000	ASSET BACKED FDG CERTS SER 2006-HE1 CL A2B INT 05 430% MATY 01/25/2037 FACTOR 1 0000000 Curr face $ 50,000 00 Int paid monthly Rated BA3/B-	11/06/09 00075WAP4	19,500 00	39 00	46 712 37.71	23,356 00	3,856 00 ST	11.624	2,715 00

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Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. *Account number 356-73568-15 640*

Mortgage and asset backed securities *continued*

Original principal amount	Description	Date acquired/ CUSIP #	Cost	Share cost	Current share price/accrued interest	Current value	Unrealized gain/(loss)	Current % yield	Anticipated Income (annualized)
125,000	STRUCTURED ADJUSTABLE RATE MORTGAGE LOAN TRUST 2006-12 INT 00 425% MATY 01/25/2037 FACTOR 59855996 Curr face $ 74,820 00 Int paid monthly Rated CAA2/CCC	07/16/09 86362RAA9	$ 32,428.04	$ 48 50	$ 53 541 $ 5.31	$ 40,059 37	$ 7,631 33 ST	.794%	$ 318 45
100,000	STRUCTURED ASSET SECURITIES CO DTD 04/25/2007 INT 00 355% MATY 03/25/2037 FACTOR 41545706 Curr face $ 41,545 71 Int paid monthly Rated B2/CCC	11/12/09 86363HAB8	24,226.59	61 00	59 626 2 46	24,772.04	545 45 ST	.596	147.74
25,000	STRUCTURED ADJUSTABLE RATE SER 2007-7 CL 1A1 INT 00 565% MATY 08/25/2037 FACTOR 77248337 Curr face $ 19,312 08 Int paid monthly Rated CAA1/BB	06/25/09 86364DAA8	8,326.90	47 00	57 258 2.12	11,057.71	2,730.81 ST	.987	109.23
25,000	GREENWICH CAPITAL COMM FDG CO REMIC SER 2006-GG7 CLASS A4	06/05/09 20173MAE0	19,092.77	76.371	91 174	22,793 50	3,700 73 ST		
25,000	INT 06 116% MATY 07/10/2038 FACTOR. 1 0000000	06/08/09	18,700 20	74 80	91 174	22,793 50	4,093 30 ST		
25,000	Curr face $ 100,000 00 Int paid monthly	06/08/09	18,650 39	74 601	91 174	22,793 50	4,143.11 ST		
25,000	Rated AAA/A+	06/09/09	18,588 87	74 355	91 174	22,793 50	4,204 63 ST		
100,000			75,032.23	75 00	356 77	91,174.00	16,141 77	6.708	6,116 01
50,000	BEAR STEARNS COML MTG SECS SER 2007-PW16 CL A4 INT 05 908% MATY 06/11/2040 FACTOR 1 0000000 Curr face $ 50,000 00 Int paid monthly Rated Moody AAA	04/22/09 07388YAE2	39,166.02	78 332	90 897 164.13	45,448.50	6,282 48 ST	6 50	2,954.35

The Peter and Elizabeth C. Tower Foundation

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MorganStanley SmithBarney

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Reserved Client Statement

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THE PETER AND ELIZABETH C. **Account number 356-73568-15 640**

Mortgage and asset backed securities *continued*

Original principal amount	Description	Date acquired/ CUSIP #	Cost	Share cost	Current share price/accrued interest	Current value	Unrealized gain/(loss)	Current % yield	Anticipated Income (annualized)
50,000	WBCMT REMIC SER 2006-C29 CLASS A4	04/27/09 92978PAE9	$ 37,919 92	$ 75 839	$ 93 835	$ 46,917 50	$ 8,997.58 ST		
25,000	5 308% DTD 12/01/2006 MTY 11/15/2048	06/10/09	18,541 02	74 164	93 835	23,458 75	4,917 73 ST		
75,000	INT 05 308% MATY 11/15/2048 FACTOR 1 0000000 Curr.face $ 75,000 00 Int paid monthly Rated AAA/AAA		56,460 94	75.30	176.93	70,376.25	13,915 31	5 656	3,981.00
50,000	BANK OF AMERICA COMM MTG INT 05 866% MATY· 04/10/2049 FACTOR· 1 0000000 Curr face $ 50,000.00 Int paid monthly Rated S&P A+	04/14/09 059511AE5	36,007.81	72.015	86 179 171.12	43,089.50	7,081.69 ST	6 807	2,933.46
100,000	JP MORGAN CHASE COML MTG SEC SER 2007-LD11 CL A4	02/11/09 46631BAE5	63,476 56	63.476	87 085	87,085 00	23,608.44 ST		
20,000	INT 06 006% MATY 06/15/2049 FACTOR 1 0000000	06/12/09	14,147 66	70 738	87 085	17,417 00	3,269 34 ST		
120,000	Curr face $ 120,000.00 Int paid monthly Rated AAA/A-		77,624.22	64 70	320.35	104,502 00	26,877 78	6 897	7,207 77
			$ 754,693.72 (1)		$ 1,808.72	$ 892,433.88	$ 137,740.16 ST	4.89	
1,895,000						(2)	$ 0.00 LT		$ 43,666.38

Other investments

If structured products are included in this section please note: they are complex products and may be subject to special risks, which may include, but are not limited to, loss of initial investment; issuer credit risk; limited or no appreciation; risks associated with the underlying reference asset(s); no periodic payments: call prior to maturity, early redemption fees or other fees may apply, price volatility resulting from issuer's and/or guarantor's credit quality· lower interest rates and/or yield compared to conventional debt with comparable maturity, unique tax implications; concentration risk of owning the related security; limited or no secondary market, restrictions on transferability· conflicts of interest, and limits on participation in appreciation of underlying asset(s) To review a complete list of risks, please refer to the offering documents for the structured product For more information about the risks specific to your structured products, you should contact your Financial Advisor.

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
3,599.34	SGD SINGAPORE DOLLAR			Please provide		$ 713	$ 2,568.02			
				$ 0 00			$ 2,568 02	$ 0 00 ST		
				$2,358.00				$ 0 00 LT		

Statement 13

MorganStanley SmithBarney

Ref. 00010546 00093152

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. — Account number 356-73568-15 640

Bonds

Unrealized gains & losses have been adjusted to account for the accretion of OID (original issue discount), the amortization of premium, and/or the accretion of market discount

Call features shown indicate the next regularly scheduled call date and price Your holdings may be subject to other redemption features including sinking funds or extraordinary calls.

The research rating for Moody's Investors Service and Standard & Poor's may be shown for certain fixed income securities All research ratings represent the "opinions" of the research provider and are not representations or guarantees of performance Your Financial Advisor will be pleased to provide you with further information or assistance in interpreting research ratings

International bonds

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
7,000,000	INTL BK RECON & DEVELOP	05/19/08	$ 94,353 71	$ 1 347	507	$ 35,490 00	($ 58,863 71)* LT	9 386	$ 0 00
	BOOK/ENTRY	U4594TTP2	$ 94,353 71	$ 1 347	$ 1,980.29		($ 58,863.71)* LT	$ 3,331 32	($ 58,863 71)
	DTD 05/27/08								
	INT 09 500% MATY 05/27/2010								
	EXCHANGE RATE 0050095								
	Face value in US dollars								
	$ 35,066 57								
	Int paid annually								
	Rating AAA/AAA								
35,000	NEW SOUTH WALES TREA	10/06/08	25,595 44	73 129	91 299	31,954 65	6,359 21 LT		0 00
	DTD 04/14/00	Q6732JBB7	25,595 44	73 129			6,359 21 LT		6,359 21
30,000	/99 SERIES 10RG	10/07/08	22,137 74	73 792	91 299	27,389 70	5,251 96 LT		0 00
	INT 07 000% MATY 12/01/2010		22,137 74	73 792			5,251 96 LT		5,251 96
65,000	EXCHANGE RATE 8998000		47,733 18	73 40		59,344 35	11,611 17	6 898	0 00
	Amount denominated in Australian dollars		47,733.18	73 40	341.17		11,611.17	4,094.09	11,611 17
	Face value in US dollars								
	$ 58,487 00								
	Rating AAA/AAA								
15,000	GENERAL MOTORS ACCEP	04/18/08	17,620 74	117 471	138 033	20,704 95	3,084 21 LT		0 00
	DTD 03/04/2004	U37042EV3	17,620 74	117 471			3,084 21 LT		3,084 21
5,000	EMTN	04/30/08	5,851 06	117 021	138 033	6,901 65	1,050 59 LT		0 00
	INT 05 375% MATY 08/06/2011		5,851 06	117 021			1,050 59 LT		1,050 59
20,000	EXCHANGE RATE 1 4406000		23,471 80	117 40		27,606 60	4,134 80	5 609	0 00
	Shares traded in		23,471.80	117 40	886.76		4,134.80	1,548.64	4,134 80
	EURO Monetary Unit								
	Face value in US dollars								
	$ 28,812.00								
	Int paid annually								
	Rating. CA/CCC								

MorganStanley SmithBarney

Ref 00010546 00093153

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THE PETER AND ELIZABETH C. Account number 356-73568-15 640

International bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	SEAGATE TECHNOLOGY H	03/04/09	$ 3,387 50	$ 67 75	101 75	$ 5,087 50	$ 1,700 00	ST		$ 412 30
	DTD 09/20/2006	81180RAD4	$ 3,387 50	$ 67 75			$ 1,700 00	ST		$ 1,287 70
5,000	011	03/05/09	3,350 00	67 00	101 75	5,087 50	1,737 50	ST		418 85
	INT 06 375% MATY 10/01/2011		3,350 00	67 00			1,737 50	ST		1,318 65
	EXCHANGE RATE 1 0000000									
10,000	Amount denominated in		6,737 50	67 40		**10,175.00**	3,437 50		**6.265**	**831.15**
	U S dollars		**6,737 50**	67 40	**159 38**		**3,437 50**		**637 50**	**2,606 35**
	Rating BA3/B +									
115,000	CANADA GOVT	04/25/07	108,515 87	94 361	102 695	**118,099.25**	9,583 38*	LT	**4.867**	**0.00**
	DTD 10/29/01	135087XH2	**108,515.87**	94 361	**489.60**		**9,583.38***	LT	**5,748.90**	**9,583 38**
	INT 05 250% MATY 06/01/2012									
	EXCHANGE RATE 9521995									
	Amount denominated in									
	Canadian dollars									
	Face value in US dollars									
	$ 109,502 95									
	Rating AAA/AAA									
30,000	ROYAL CARIBBEAN CRUI	07/09/09	25,725 00	85 75	99 75	**29,925 00**	4,200 00	ST	**7 017**	**414 00**
	DTD 6/12/2006	780153AQ5	**25,725 00**	85 75	**93.33**		**4,200.00**	ST	**2,100.00**	**3,786.00**
	3									
	INT 07 000% MATY 06/15/2013									
	EXCHANGE RATE 1 0000000									
	Amount denominated in									
	U S dollars									
	Rating BA3/BB-									
5,000	ELAN FIN PLC - ELAN	12/09/08	2,462 50	49 25	99 50	4,975 00	2,512 50	LT		295 75
	DTD 05/08/2007	284138AG9	2,462 50	49 25			2,512 50	LT		2,216 75
75,000	13	06/26/09	67,687 50	90 25	99 50	74,625 00	6,937 50	ST		653 25
	INT 08 875% MATY 12/01/2013		67,687 50	90 25			6,937 50	ST		6,284 25
	EXCHANGE RATE 1 0000000									
80,000	Amount denominated in		70,150 00	87 70		**79,600 00**	9,450 00		**8.919**	**949.00**
	U S dollars		**70,150.00**	87 70	**591.67**		**9,450.00**		**7,100.00**	**8,501.00**
	Rating B2/B									
	Next call on 12/01/10 @ 104 440									
15,000	ROYAL CARIBBEAN CRUISES LT	07/07/09	12,750 00	85 00	98 25	14,737 50	1,987 50	ST		194 55
	DTD 11/21/2003	780153AP7	12,750 00	85 00			1,987 50	ST		1,792 95
5,000	INT 06 875% MATY 12/01/2013	07/07/09	4,275 00	85 50	98 25	4,912 50	637 50	ST		62 90
	EXCHANGE RATE 1 0000000		4,275 00	85 50			637 50	ST		574 60
20,000	Amount denominated in	07/08/09	17,050 00	85 25	98 25	19,650 00	2,600 00	ST		251 60
	U S dollars		17,050 00	85 25			2,600 00	ST		2,348 40
	Rating BA3/BB-									

The Peter and Elizabeth C. Tower Foundation
EIN: 16-6350753, December 31, 2009
Attachment A

MorganStanley SmithBarney

Ref. 00010546 00093154

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

International bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip' Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	ROYAL CARIBBEAN CRUISES LT	07/13/09	$ 4,200 00	$ 84.00	98 25	$ 4,912.50	$ 712.50	ST		$ 66 60
	DTD 11/21/2003	780153AP7	$ 4,200 00	$ 84 00			$ 712 50	ST		$ 645 90
5,000	INT 06.875% MATY 12/01/2013	07/14/09	4,200 00	84 00	98 25	4,912 50	712 50	ST		66 25
	EXCHANGE RATE 1 0000000		4,200 00	84 00			712 50	ST		646 25
50,000	Amount denominated in	07/16/09	42,187.50	84 375	98.25	49,125 00	6,937 50	ST		635.00
	U S dollars		42,187 50	84 375			6,937 50	ST		6,302 50
	Rating BA3/BB-									
100,000			84,662 50	84 70		98,250.00	13,587 50		8.997	1,276.90
			84,662.50	84.70	572.92		13,587.50		8,875.00	12,310.60
70,000	CANADA GOVT	06/25/09	66,148.37	94 497	102 589	71,812.30	5,663 93	ST	4 176	0 00
	CDN$ DTD 10/18/2004	135087XX7	66,148.37	94 497	249.95		5,663.93	ST	2,999.42	5,663.93
	4 50% MTY 06/01/2015									
	INT 04 500% MATY. 06/01/2015									
	EXCHANGE RATE 9521995									
	Amount denominated in:									
	Canadian dollars									
	Face value in US dollars									
	$ 66,653 97									
	Rating AAA/AAA									
42,000,000	COLOMBIA REPUBLIC OF	04/21/06	22,015.14	05	06	25,200 00	3,184 86¹	LT		0.00
	DTD 02/24/2005	P3772NAU6	22,015 14	05			3,184 86¹	LT		3,184 86
61,000,000	INT 12 000% MATY 10/22/2015	04/25/06	31,873 76	05	06	36,600 00	4,726 24¹	LT		0 00
	EXCHANGE RATE 0004895		31,873 76	05			4,726 24¹	LT		4,726 24
103,000,000	Shares traded in		53,888 90	10		61,800.00	7,911 10		9.791	0.00
	Columbian pesos		53,888.90	10	1,159.78		7,911 10		6,051 33	7,911.10
	Face value in US dollars									
	$ 50,427 77									
	Int paid annually									
	Rating BA1/BB +									
100,000	VIRGIN MEDIA FINANCE PLC	07/16/09	98,662.00	98 662	107 375	107,375.00	8,713 00	ST	8.847	0.00
	DTD 06/03/2009	92769VAA7	98,662.00	98 662	5,488.89		8,713.00	ST	9,500.00	8,713.00
	INT 09 500% MATY 08/15/2016	OID Interest $193 63								
	EXCHANGE RATE 1 0000000	Total cost $98,855 63								
	Amount denominated in									
	U S dollars									
	Rating B2/B									
	Next call on 08/15/13 @ 104 750									

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

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Ref 00010546 00093155

MorganStanley SmithBarney

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

International bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
30,000	AECELORMITTAL DTD 05/20/2009 INT 09 850% MATY 06/01/2019 EXCHANGE RATE 1 0000000 Amount denominated in U S dollars Rating BAA3/BBB	05/13/09 03938LAM6	$ 29,256 60 $ 29,256 60	$ 97 522 $ 97 522	129 34 $ 248 25	$ 38,802.00	$ 9,545 40 $ 9,545.40	ST ST	7.615 $ 2,955.00	$ 0.00 $ 9,545.40
4,500	MEXICAN FIXED RATE B DTD 10/30/2003	09/24/09 P9767GWU1	32,791 21 32,791 21	7 286 7 286	7 489	33,700 50	909 29 909 29	ST ST		0 00 909 29
3,000	INT 08 000% MATY 12/07/2023 EXCHANGE RATE 0765351	09/24/09	21,974 02 21,974.02	7 324 7 324	7 489	22,467 00	492 98 492 98	ST ST		0 00 492 98
1,500	Amount denominated in Mexican pesos	09/24/09	10,916 87 10,916 87	7 277 7 277	7 489	11,233 50	316 63 316 63	ST ST		0 00 316 63
1,500	Rating BAA1/A	09/24/09	10,893 45 10,893 45	7 262 7 262	7 489	11,233 50	340 05 340 05	ST ST		0 00 340 05
1,500		09/24/09	10,886 60 10,886 60	7 257 7 257	7 489	11,233 50	346 90 346 90	ST ST		0 00 346.90
1,500		09/24/09	10,952 38 10,952 38	7 301 7 301	7 489	11,233 50	281 12 281 12	ST ST		0 00 281 12
1,000		09/24/09	7,309 75 7,309 75	7 309 7 309	7 489	7,489 00	179 25 179 25	ST ST		0 00 179 25
3,500		09/25/09	25,357 64 25,357 64	7 245 7 245	7 489	26,211 50	853 86 853 86	ST ST		0 00 853 86
1,500		09/25/09	10,929 58 10,929 58	7 286 7 286	7 489	11,233 50	303 92 303 92	ST ST		0 00 303 92
1,000		09/25/09	7,229 68 7,229 68	7 229 7 229	7 489	7,489 00	259 32 259 32	ST ST		0 00 259 32
1,000		09/25/09	7,232 56 7,232 56	7 232 7 232	7 489	7,489 00	256 44 256 44	ST ST		0 00 256 44
2,500		09/28/09	18,183 19 18,183 19	7 273 7 273	7 489	18,722 50	539 31 539 31	ST ST		0 00 539 31
4,000		09/29/09	29,091.22 29,091 22	7 272 7 272	7 489	29,956 00	864 78 864 78	ST ST		0 00 864 78
1,000		09/29/09	7,265 62 7,265 62	7 265 7 265	7 489	7,489 00	223 38 223 38	ST ST		0 00 223 38
1,000		10/06/09	7,366 14 7,366 14	7 366 7 366	7 489	7,489 00	122 86 122 86	ST ST		0 00 122.86
2,000		10/20/09	15,176 06 15,176 06	7 588 7 588	7 489	14,978 00	(198 06) (198 06)	ST ST		0 00 (198 06)

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

MorganStanley SmithBarney

Ref 00010546 00093156

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

International bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
1,000	MEXICAN FIXED RATE B	10/20/09	$ 7,626 01	$ 7 626	7 489	$ 7,489 00	($ 137 01)	ST		$ 0 00
	DTD 10/30/2003	P9767GWU1	$ 7,626 01	$ 7 626			($ 137 01)	ST		($ 137 01)
1,000	INT 08 000% MATY 12/07/2023	10/20/09	7,629 54	7 629	7 489	7,489 00	(140 54)	ST		0 00
	EXCHANGE RATE 0765351		7,629 54	7 629			(140 54)	ST		(140 54)
500	Amount denominated in Mexican pesos	10/20/09	3,791 73	7 583	7 489	3,744 50	(47 23)	ST		0 00
	Rating BAA1/A		3,791 73	7 583			(47 23)	ST		(47 23)
34,500			252,603 25	732 20		258,370.50	5,767 25		8.175	0.00
			252,603 25	732 20	1,323.16		5,767.25		21,123.68	5,767 25
15,000	NORTHERN TELECOM CAP	06/15/04	13,725 00	91 50	67 00	10,050 00	(3,675 00)*	LT		0 00
	DTD 06/17/1996	665810AB3	13,725 00	91 50			(3,675 00)*	LT		(3,675 00)
30,000	INT. 07 875% MATY 06/15/2026	03/09/06	28,350 00	94 50	67 00	20,100 00	(8,250 00)*	LT		0 00
	EXCHANGE RATE 1 0000000		28,350 00	94 50			(8,250 00)*	LT		(8,250 00)
45,000	Amount denominated in U S dollars		42,075 00	93 50		30,150.00	(11,925 00)		11.753	0.00
	Rating WR/D		42,075.00	93 50	157.50		(11,925.00)		3,543 75	(11,925.00)
1,990,000	REPUBLICA ORIENTAL D	03/29/07	81,994 23	4 12	5 702	113,469.80	31,475 57*	LT	3.812	0.00
	DTD 04/03/2007	760942AU6	81,994.23	4.12	1,033 45		31,475 57*	LT	4,326 08	31,475 57
	027 LINKED TO URUI(INDEX)									
	INT 04 250% MATY 04/05/2027									
	EXCHANGE RATE 0511508									
	Face value in US dollars $ 101,790 27									
	Rating BA3/BB-									
25,000,000	REPUBLIC OF COLOMBIA	06/12/07	12,990 12	05	057	14,250.00	1,259 88*	LT	8.48	0.00
	DTD 06/28/2007	P3772NBA9	12,990 12	05	612 85		1,259 88*	LT	1,205 61	1,259 88
	INT 09 850% MATY 06/28/2027									
	EXCHANGE RATE 0004895									
	Shares traded in Columbian pesos									
	Face value in US dollars $ 12,239 75									
	Int paid annually									
	Rating BA1/BB+									

The Peter and Elizabeth C. Tower Foundation
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Attachment A

Ref: 00010546 00093157

MorganStanley SmithBarney

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

International bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
50,000	BELL CDA MEDIUM TERM NTS	04/18/07	$ 39,205 94	$ 79.33	88 236	$ 44,118 00	$ 4,912.06*	LT		$ 0 00
	CDS--CAD	07813ZAT1	$ 39,205 94	$ 79 33			$ 4,912.06*	LT		$ 4,912 06
10,000	INT 06 100% MATY: 03/16/2035	04/19/07	7,798 46	79 33	88 236	8,823 60	1,025 14*	LT		0 00
	EXCHANGE RATE 9521995		7,798 46	79 33			1,025 14*	LT		1,025 14
5,000	Amount denominated in·	04/23/07	3,915 30	79.33	88 236	4,411 80	496.50*	LT		0 00
	Canadian dollars		3,915 30	79 33			496.50*	LT		496.50
	Face value in US dollars.									
5,000	$ 90,458 96	05/18/07	4,034 76	79 33	88 236	4,411 80	377 04*	LT		0 00
	Rating BAA1/BBB +		4,034.76	79.33			377 04*	LT		377 04
10,000		05/23/07	8,000 09	79 33	88 236	8,823 60	823 51*	LT		0 00
			8,000 09	79 33			823 51*	LT		823.51
5,000		06/14/07	4,048.11	79 33	88 236	4,411.80	363 69*	LT		0 00
			4,048.11	79 33			363 69*	LT		363 69
5,000		06/21/07	4,156.24	79 33	88 236	4,411 80	255 56*	LT		0 00
			4,156 24	79 33			255 56*	LT		255.56
5,000		06/25/07	4,201 52	79 33	88.236	4,411 80	210 28*	LT		0 00
			4,201.52	79 33			210 28*	LT		210.28
95,000			75,360.42	79 30		**83,824.20**	8,463 78		**6 582**	**0.00**
			75,360 42	79 30	**1,609.42**		**8,463 78**		**5,517.99**	**8,463 78**
40,000	TECK COMINCO LIMITED	05/18/09	25,200 00	63 00	89 50	**35,800.00**	10,600 00	ST	**6.843**	**71.20**
	DTD 09/28/2005	878742AE5	**25,200.00**	63 00	**812.50**		**10,600.00**	ST	**2,450.00**	**10,528 80**
	035									
	INT 06 125% MATY 10/01/2035									
	EXCHANGE RATE 1.0000000									
	Amount denominated in·									
	U S dollars									
	Rating BA2/BB +									
			$1,199,722 08		**$ 17,808.87**	**$ 1,274,144.00**	**$ 68,452.08**	**ST**	**7.15**	**$ 3,542.25**
137,824,500	Part II, Line 15, Statement 12						**$ 6,183 47**	**LT**	**$ 91,108.31**	**$ 71,073.30**

Please note. **Amounts** *are denominated in the currency of the issue.* **Price** *is a function of* **exchange rate** *and market price.*
Market value *is denominated in U S dollars Changes in* **exchange rate** *will affect the "face value in U.S dollars" and* **market value.**

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

Ref 00010546 00093158

MorganStanley SmithBarney

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
95,000	SLM CORP	04/16/07	$ 65,799 56	$ 69 262	70 064	$ 66,560 80	$ 761 24*	LT		$ 761 24
	BOOK/ENTRY	78442FDN5	$ 65,799 56	$ 69 262			$ 761 24*	LT		$ 0 00
50,000	DTD 06/23/2005	04/17/07	34,631 35	69 262	70 064	35,032 00	400 65*	LT		400 65
	INT 06 500% MATY 06/15/2010		34,631 35	69 262			400.65*	LT		0 00
50,000	Rating BA1/BBB-	04/17/07	34,631 35	69 262	70 064	35,032 00	400 65*	LT		400 65
			34,631 35	69 262			400 65*	LT		0 00
195,000			135,062 26	69 30		**136,624 80**	1,562.54		**9 277**	**1,562 54**
			135,062.26	69 30	**563.33**		**1,562.54**		**12,675.00**	**0.00**
5,000	KULICKE & SOFFA INDS INC CV	06/27/06	4,278 90	85 578	96 50	4,825 00	546 10*	LT		487 10
	SUB DEB REG	501242AP6	4,337 90	86 758 ##			487 10*	LT		0 00
5 000	INT 01 000% MATY. 06/30/2010	06/28/06	4,212 80	84 258	96 50	4,825 00	612 20*	LT		553 15
	Rating Moody WR		4,271.85	85 437 ##			553 15*	LT		0 00
10,000		07/06/06	8,525 00	85 25	96 50	9,650 00	1,125 00*	LT		1,007 10
			8,642 90	86 429 ##			1,007 10*	LT		0 00
15,000		12/11/07	13,262 70	88 418	96 50	14,475 00	1,212 30*	LT		1,106 70
			13,368 30	89 122 ##			1,106 70*	LT		0 00
10,000		04/22/09	8,600 00	86 00	96 50	9,650 00	1,050 00	ST		756 50
			8,623 30	86 233 ##			1,026 70	ST		270 20
10,000		05/19/09	8,625 00	86 25	96 50	9,650 00	1,025 00	ST		708 60
			8,645 90	86 459 ##			1,004 10	ST		295 50
55,000			47,504 40	86 40		**53,075 00**	5,570 60		**1.036**	**4,619.15**
			47,890 15	87 10	**1.53**		**5,184.85**		**550.00**	**565 70**
5,000	LEVEL 3 COMMUNICATIONS INC	11/16/05	3,602 11	72 042	97 625	4,881 25	1,279 14*	LT		1,199 68
	CASH PAY CV SR NOTES-BK/ENTRY	52729NBA7	3,602 11	72 042			1,279 14*	LT		79 46
15,000	DTD 07/08/2003	11/17/05	10,806 33	72 042	97 625	14,643 75	3,837 42*	LT		3,598 76
	INT 02 875% MATY 07/15/2010		10,806 33	72 042			3,837 42*	LT		238 66
15,000	Rating CAA3/CCC	11/17/05	10,806 33	72 042	97 625	14,643 75	3,837 42*	LT		3,598 76
			10,806 33	72 042			3,837 42*	LT		238 66
10,000		11/28/05	7,204 22	72 042	97 625	9,762 50	2,558 28*	LT		2,396 77
			7,204 22	72 042			2,558 28*	LT		161 51
10,000		11/28/05	7,204 22	72 042	97 625	9,762 50	2,558.28*	LT		2,396 77
			7,204 22	72 042			2,558 28*	LT		161 51
10 000		12/05/05	7,204 22	72 042	97 625	9,762 50	2,558 28*	LT		2,395 27
			7,204 22	72 042			2,558 28*	LT		163 01
10,000		12/05/05	7,204 20	72 042	97 625	9,762 50	2,558 30*	LT		2,395 27
			7,204 20	72 042			2,558 30*	LT		163 03
15,000		12/07/05	10,806 33	72 042	97 625	14,643 75	3,837 42*	LT		3,592 16
			10,806 33	72 042			3,837 42*	LT		245 26

The Peter and Elizabeth C. Tower Foundation
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MorganStanley SmithBarney

Ref. 00010546 00093159

Reserved Client Statement

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THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
15,000	LEVEL 3 COMMUNICATIONS INC	12/07/05	$ 10,806 33	$ 72 042	97 625	$ 14,643 75	$ 3,837 42*	LT		$ 3,592 16
	CASH PAY CV SR NOTES-BK/ENTRY	52729NBA7	$ 10,806 33	$ 72 042			$ 3,837 42*	LT		$ 245 26
30 000	DTD 07/08/2003	01/06/06	21,612.67	72 042	97 625	29,287 50	7,674 83*	LT		7,164 83
	INT 02 875% MATY 07/15/2010		21,612 67	72 042			7,674 83*	LT		510 00
5,000	Rating CAA3/CCC	01/19/06	3,602 11	72 042	97 625	4,881 25	1,279 14*	LT		1,192 63
			3,602 11	72 042			1,279 14*	LT		86 51
5,000		01/19/06	3,602 11	72 042	97 625	4,881 25	1,279 14*	LT		1,192 63
			3,602 11	72 042			1,279 14*	LT		86 51
15,000		02/13/06	10,806 33	72 042	97 625	14,643 75	3,837.42*	LT		3,569 51
			10,806 33	72 042			3,837 42*	LT		267 91
160,000			115,267 51	72 00		**156,200.00**	40,932 49		**2.944**	**38,285.20**
			115,267 51	72 00	**2,121 11**		**40,932 49**		**4,600 00**	**2,647 29**
20,000	FLEXIXTRONICS INTL CONV	11/20/08	15,725 00	78 625	98 25	**19,650.00**	3,925 00	LT	**1.017**	**2,651.20**
	DTD 11/26/03	33938EAL1	**15,725.00**	78 625	**83.33**		**3,925 00**	LT	**200.00**	**1,273 80**
	INT 01 000% MATY 08/01/2010									
	Rating NA/BB-									
5,000	INCYTE CORP CV	11/16/05	3,689 50	73 79	100 375	5,018 75	1,329 25*	LT		970 75
	BOOK/ENTRY DD 7/15/2004	45337CAE2	3,689 50	73 79			1,329 25*	LT		358 50
20,000	INT 03 500% MATY 02/15/2011	04/07/06	15,025 00	75 125	100 375	20,075 00	5,050 00*	LT		3,604 00
			15,025 00	75 125			5,050 00*	LT		1,446 00
15,000		05/04/06	11,381 25	75 875	100 375	15,056 25	3,675 00*	LT		2,611 65
			11,381 25	75 875			3,675 00*	LT		1,063 35
10,000		05/04/06	7,575 00	75 75	100 375	10,037 50	2,462 50*	LT		1,749 70
			7,575 00	75 75			2,462 50*	LT		712 80
5,000		05/10/07	4,532 77	90 655	100 375	5,018 75	485 98*	LT		316 13
			4,532 77	90 655			485 98*	LT		169 85
5,000		06/07/07	4,467.30	89 346	100 375	5,018 75	551 45*	LT		356 30
			4,467 30	89 346			551 45*	LT		195 15
10,000		06/22/07	8,800 00	88 00	100 375	10,037 50	1,237 50*	LT		796 40
			8,800 00	88 00			1,237 50*	LT		441 10
5,000		06/25/07	4,381 25	87 625	100 375	5,018 75	637 50*	LT		409 90
			4,381 25	87 625			637 50*	LT		227 60
75,000			59,852 07	79 80		**75,281 25**	15,429 18		**3 486**	**10,814 83**
			59,852.07	79 80	**991 87**		**15,429.18**		**2,625 00**	**4,814.35**
5,000	GEORGIA PAC CORP	12/04/08	4,225 00	84 50	105 00	5,250 00	1,025 00	LT		301 55
	DTD 05/08/2001	373298BV9	4,225 00	84 50			1,025 00	LT		723 45
5,000	INT 08 125% MATY 05/15/2011	12/04/08	4,162 50	83 25	105 00	5,250 00	1,087 50	LT		324 30
	Rating B2/BB		4,162 50	83 25			1,087 50	LT		763 20

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	GEORGIA PAC CORP	12/09/08	$ 4,162 50	$ 83 25	105 00	$ 5,250 00	$ 1,087 50 LT		$ 322.85
	DTD 05/08/2001	373298BV9	$ 4,162.50	$ 83 25			$ 1,087 50 LT		$ 764 65
15,000	INT. 08 125% MATY 05/15/2011		12,550.00	83 70		**15,750 00**	3,200.00	**7 738**	**948 70**
	Rating B2/BB		**12,550.00**	83 70	**155.73**		**3,200 00**	**1,218.75**	**2,251.30**
10,000	HUMAN GENOME SCIENCES CV	01/23/09	3,675 00	36 75	203 125	20,312 50	16,637 50 ST		1,437 50
	BOOK/ENTRY DD 02/15/05	444903AK4	3,675 00	36 75			16,637 50 ST		15,200 00
5,000	INT 02 250% MATY 10/15/2011	02/19/09	2,437 50	48 75	203 125	10,156 25	7,718 75 ST		615 95
			2,437 50	48 75			7,718 75 ST		7,102 80
5,000		03/04/09	2,337 50	46 75	203 125	10,156 25	7,818 75 ST		605 10
			2,337 50	46 75			7,818 75 ST		7,213 65
20,000			8,450 00	42 30		**40,625.00**	32,175 00	**1 107**	**2,658.55**
			8,450 00	42 30	**95 00**		**32,175 00**	**450 00**	**29,516 45**
20,000	FORD MOTOR CREDIT CO	08/18/09	18,650 00	93 25	100 989	**20,197.80**	1,547 80 ST	**7.178**	**202.20**
	DTD 10/25/01	345397TY9	**18,650 00**	93 25	**265.83**		**1,547.80** ST	**1,450 00**	**1,345.80**
	INT 07.250% MATY 10/25/2011								
	Rating B3/B-								
5,000	NORTH AMER ENERGY PARTNERS SR	02/09/09	3,962 50	79 25	100 00	5,000 00	1,037.50 ST		274 50
	NT INC BOOK/ENTRY	656844AB3	3,962 50	79 25			1,037 50 ST		763 00
45,000	DTD 10/05/2004	02/24/09	35,212 50	78 25	100 00	45,000 00	9,787 50 ST		2,489 85
	INT 08 750% MATY 12/01/2011		35,212 50	78 25			9,787 50 ST		7,297 65
10,000	Rating B3/B +	03/16/09	7,325 00	73 25	100 00	10,000 00	2,675 00 ST		626 00
			7,325 00	73 25			2,675 00 ST		2,049 00
15,000		05/01/09	11,662 50	77 75	100 00	15,000 00	3,337 50 ST		696 60
			11,662 50	77 75			3,337 50 ST		2,640 90
3,000		09/22/09	2,940 00	98 00	100 00	3,000 00	60 00 ST		6 87
			2,940 00	98 00			60 00 ST		53 13
78,000			61,102 50	78 30		**78,000 00**	16,897 50	**8 75**	**4,083 82**
			61,102.50	78 30	**568 75**		**16,897 50**	**6,825 00**	**12,803.68**
166,000	MAXTOR CORP CV S/D -REG	02/13/95	87,855 50	52 925	96 50	**160,190 00**	72,334 50* LT	**5.958**	**57,487.54**
	DTD 3/5/1987	577729AA4	**87,855.50**	52 925	**3,181.67**		**72,334.50*** LT	**9,545 00**	**14,886.98**
	INT 05 750% MATY 03/01/2012								
	Rating Moody B1								
15,000	GMAC LLC GLOBAL SR NOTES	09/21/07	13,875 00	92 50	97 878	14,681 70	806 70* LT		495 45
	BOOK/ENTRY	36186CAH6	13,875 00	92 50			806 70* LT		311 25
10,000	DD 5/15/2007	11/20/07	7,950 00	79 50	97 878	9,787 80	1,837 80* LT		824 00
	INT 06 625% MATY 05/15/2012		7,950 00	79 50			1,837 80* LT		1,013 80
	Rating CA/CCC								

The Peter and Elizabeth C. Tower Foundation
EIN: 16-6350753, December 31, 2009
Attachment A

MorganStanley SmithBarney

Ref 00010546 00093161

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
10,000	GMAC LLC GLOBAL SR NOTES	11/21/07	$ 7,900 00	$ 79 00	97.878	$ 9,787 80	$ 1,887 80* LT		$ 841 70
	BOOK/ENTRY	36186CAH6	$ 7,900 00	$ 79 00			$ 1,887 80* LT		$ 1,046 10
35,000	DD 5/15/2007		29,725.00	84 90		**34,257 30**	4,532 30	**6 768**	**2,161 15**
	INT: 06.625% MATY 05/15/2012		**29,725.00**	84.90	**296.28**		**4,532.30**	**2,318.75**	**2,371.15**
	Rating CA/CCC								
25.000	ARAMARK CORP NOTES-BK/ENTRY	01/10/07	21,750 00	87.00	96.00	24,000 00	2,250 00* LT		1,621.50
	DTD 05/31/2005	038521AA8	21,750.00	87 00			2,250.00* LT		628 50
25.000	INT. 05 000% MATY 06/01/2012	01/10/07	21,781 25	87 125	96 00	24,000 00	2,218 75* LT		1,606 75
	Rating B3/B-		21,781 25	87 125			2,218.75* LT		612 00
5.000		01/11/07	4,350 00	87 00	96.00	4,800 00	450 00* LT		324.20
			4,350.00	87 00			450.00* LT		125 80
45,000		01/11/08	38,137 50	84 75	96 00	43,200 00	5,062 50* LT		2,747.25
			38,137 50	84 75			5,062 50* LT		2,315.25
5.000		01/18/08	4,250 00	85 00	96 00	4.800 00	550 00* LT		298 85
			4,250 00	85 00			550 00* LT		251 15
30,000		04/07/08	26,700 00	89 00	96 00	28,800 00	2,100 00 LT		1,242 60
			26,700.00	89 00			2,100 00 LT		857.40
135,000			116,968 75	86 60		**129,600 00**	12,631 25	**5 208**	**7,841 15**
			116,968.75	86 60	**562.50**		**12,631.25**	**6,750.00**	**4,790.10**
10,000	KULICKE & SOFFA IND INC CV	03/03/09	4,425 00	44 25	87 375	8.737 50	4,312 50 ST		956 00
	BOOK/ENTRY	501242AT8	4,465.90	44 659 ##			4,271 60 ST		3,315 60
10,000	DD 6/6/2007	05/14/09	5,971 80	59 718	87 375	8.737 50	2,765 70 ST		619 30
	INT. 00 875% MATY 06/01/2012		6,002 60	60 026 ##			2,734 90 ST		2,115 60
20,000			10,396 80	52 00		**17,475.00**	7,078 20	**1 001**	**1,575 30**
	$10,540 20 = 71 70 OID INT +		**10,488.50**	52 30	**14.58**		**7,008.50**	**175 00**	**5,431.20**
8.000	NII HOLDINGS INC CV NOTES	10/31/07	7,385 60	92.32	91 75	7,340 00	(45 60)* LT		0 00
	BK/ENTRY-	62913FAJ1	7,385 60	92.32			(45 60)* LT		(45 60)
30,000	DTD 08/30/2007	11/06/07	27,695 70	92 319	91 75	27,525 00	(170 70)* LT		0 00
	INT 03 125% MATY 06/15/2012		27,695 70	92 319			(170 70)* LT		(170 70)
25,000	Rating S&P B-	11/06/07	22,794 00	91 176	91 75	22,937 50	143 50* LT		143 50
			22,794 00	91 176			143 50* LT		0 00
5,000		12/12/07	4,380 00	87 60	91 75	4,587 50	207 50* LT		207 50
			4,380 00	87 60			207 50* LT		0 00
5.000		10/08/09	4,400 00	88 00	91 75	4.587 50	187.50 ST		43 65
			4,400 00	88 00			187 50 ST		143 85
10,000		10/22/09	8,887 50	88 875	91 75	9.175 00	287 50 ST		68 50
			8,887 50	88 875			287.50 ST		219 00

MorganStanley
SmithBarney

Ref 00010546 00093162

Reserved
Client Statement

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THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
20,000	NII HOLDINGS INC CV NOTES	10/26/09	$ 17,800 00	$ 89 00	91 75	$ 18,350 00	$ 550 00	ST		$ 131 40
	BK/ENTRY-	62913FAJ1	$ 17,800 00	$ 89 00			$ 550 00	ST		$ 418 60
5,000	DTD 08/30/2007	11/17/09	4,462.50	89 25	91 75	4,587.50	125 00	ST		21 70
	INT 03 125% MATY 06/15/2012		4,462 50	89 25			125 00	ST		103 30
108,000	Rating S&P B-		97,805 30	90 60		99,090.00	1,284 70		3.406	616.25
			97,805 30	90 60	150 00		1,284 70		3,375 00	668 45
15,000	KENDLE INTL INC CV	04/29/09	9,600 00	64 00	89 00	13,350 00	3,750 00	ST		871 05
	BOOK/ENTRY	48880LAA5	9,600 00	64 00			3,750 00	ST		2,878 95
10,000	DD 7/16/07	05/01/09	6,575.00	65 75	89 00	8,900 00	2,325 00	ST		557 50
	INT 03 375% MATY: 07/15/2012		6,575 00	65 75			2,325 00	ST		1,767 50
5,000	Rating. S&P B	05/04/09	3,337 50	66 75	89 00	4,450 00	1,112 50	ST		271 60
			3,337 50	66 75			1,112 50	ST		840 90
5,000		05/05/09	3,312 50	66 25	89 00	4,450 00	1,137 50	ST		273 70
			3,312 50	66 25			1,137 50	ST		863 80
10,000		05/06/09	6,837 50	68 375	89 00	8,900 00	2,062 50	ST		515 00
			6,837 50	68 375			2,062 50	ST		1,547 50
45,000			29,662 50	65 90		40,050 00	10 387 50		3.792	2,488.85
			29,662 50	65 90	700 31		10,387 50		1,518 75	7,898 65
10,000	ADVANCED MICRO DEVICES INC CNV	10/22/09	8,750.00	87 50	98 625	9,862 50	1,112 50	ST		68 90
	SR SECD NOTES-BK/ENTRY	007903AN7	8,750 00	87 50			1,112 50	ST		1,043 60
10,000	DTD 08/14/07	10/26/09	8,675.00	86 75	98 625	9,862 50	1,187 50	ST		70 60
	INT 05 750% MATY 08/15/2012		8,675 00	86 75			1,187 50	ST		1,116 90
5,000	Rating S&P B-	10/27/09	4,325 00	86 50	98 625	4,931 25	606 25	ST		35 40
			4,325 00	86 50			606 25	ST		570 85
10,000		10/28/09	8,425 00	84 25	98 625	9,862 50	1,437 50	ST		78 90
			8,425 00	84 25			1,437 50	ST		1,358 60
5,000		10/28/09	4,243 75	84 875	98 625	4,931 25	687 50	ST		38.05
			4,243 75	84 875			687 50	ST		649 45
5,000		10/29/09	4,237 50	84 75	98 625	4,931 25	693 75	ST		37 70
			4,237 50	84 75			693 75	ST		656 05
20,000		11/03/09	16,750 00	83 75	98 625	19,725 00	2,975 00	ST		152 00
			16,750 00	83 75			2,975 00	ST		2,823 00
5,000		11/04/09	4,193.75	83 875	98 625	4,931 25	737 50	ST		35 80
			4,193 75	83 875			737 50	ST		701 70
5,000		11/05/09	4,212 50	84 25	98 625	4,931 25	718 75	ST		34 40
			4,212 50	84.25			718 75	ST		684 35
75,000			63,812 50	85 10		73,968 75	10,156 25		5.83	551.75
			63,812 50	85 10	1,629.17		10,156.25		4,312 50	9,604 50

MorganStanley SmithBarney

Ref 00010546 00093163

Reserved
Client Statement
December 1 - December 31, 2009

THE PETER AND ELIZABETH C. **Account number 356-73568-15 640**

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
10,000	HUMAN GENOME SCIENCES INC CV	05/02/06	$ 8,783 30	$ 87 833	182 375	$ 18,237 50	$ 9,454 20*	LT		$ 667 50
	SUB NTS BOOK/ENTRY	444903AM0	$ 8,783 30	$ 87 833			$ 9,454 20*	LT		$ 8,786 70
20,000	DD 10/14/2005	08/11/06	16,628 80	83 144	182 375	36,475 00	19,846 20*	LT		1,762 00
	INT 02 250% MATY 08/15/2012		16,628 80	83 144			19,846 20*	LT		18,084 20
5,000		06/11/07	4,271 29	85 425	182 375	9,118 75	4,847 46*	LT		333 96
			4,271.29	85 425			4,847 46*	LT		4,513 50
5,000		06/14/07	4,330.26	86 605	182 375	9,118 75	4,788 49*	LT		307 59
			4,330 26	86 605			4,788 49*	LT		4,480 90
5,000		06/18/07	4,330.26	86 25	182 375	9,118 75	4,788 49*	LT		314 65
			4,330 26	86 25			4,788 49*	LT		4,473 84
5,000		06/21/07	4,264 65	85 293	182 375	9,118 75	4,854 10*	LT		334 90
			4,264 65	85 293			4,854 10*	LT		4,519 20
5,000		06/25/07	4,240 51	84 81	182 375	9,118 75	4,878 24*	LT		344 54
			4,240 51	84 81			4,878 24*	LT		4,533 70
5,000		06/26/07	4,171.95	83 439	182 375	9,118 75	4,946 80*	LT		373 65
			4,171 95	83 439			4,946 80*	LT		4,573 15
40,000		04/07/08	29,637.92	74 094	182 375	72,950 00	43,312 08	LT		3,609 68
			29,637 92	74 094			43,312 08	LT		39,702 40
10,000		09/25/08	6,738 51	67 385	182 375	18,237 50	11,498 99	LT		882 39
			6,738 51	67 385			11,498 99	LT		10,616 60
5,000		09/26/08	3,354 10	67 082	182 375	9,118 75	5,764 65	LT		443 80
			3,354 10	67 082			5,764 65	LT		5,320 85
5,000		03/06/09	2,076 14	41 522	182 375	9,118 75	7,042 61	ST		451 56
			2,076 14	41 522			7,042 61	ST		6,591 05
120,000			92,827 69	77 40		**218,850 00**	126,022 31		**1.233**	**9,826 22**
			92,827.69	77 40	**1,020 00**		**126,022.31**		**2,700.00**	**116,198 09**
5,000	SLM CORP	06/22/09	4,325 00	86 50	93 747	**4,687 35**	362 35	ST	**5 466**	**95 85**
	DTD 08/27/2002	78442FAB4	**4,325.00**	86 50	**88.26**		**362.35**	ST	**256 25**	**266.50**
	INT 05 125% MATY 08/27/2012									
	Rating BA1/BBB-									
5,000	NEKTAR THERAPEUTICS CV	09/19/06	4,831 25	96 62	92 00	4,600 00	(231 25)*	LT		0 00
	BK/ENTRY-DTD 12/22/2005	640268AH1	4,831 25	96 62			(231 25)*	LT		(231 25)
5,000	INT 03 250% MATY 09/28/2012	10/24/06	4,900 55	98 011	92 00	4,600 00	(300 55)*	LT		0 00
			4,900 55	98 011			(300 55)*	LT		(300 55)
5,000		10/27/06	4,882 50	97 65	92 00	4,600 00	(282 50)*	LT		0 00
			4,882 50	97 65			(282 50)*	LT		(282 50)
45,000		02/05/07	42,382 58	94 183	92 00	41,400 00	(982 58)*	LT		0 00
			42,382 58	94 183			(982 58)*	LT		(982 58)

The Peter and Elizabeth C. Tower Foundation
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Attachment A

MorganStanley SmithBarney

Ref. 00010546 00093164

Reserved Client Statement

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THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
20,000	NEKTAR THERAPEUTICS CV	06/21/07	$ 17,750 00	$ 88 75	92 00	$ 18,400 00	$ 650 00*	LT		$ 650 00
	BK/ENTRY-DTD 12/22/2005	640268AH1	$ 17,750 00	$ 88 75			$ 650 00*	LT		$ 0 00
5,000	INT 03 250% MATY 09/28/2012	06/27/07	4,393 75	87 875	92 00	4,600 00	206 25*	LT		206 25
			4,393 75	87 875			206 25*	LT		0 00
25,000		11/05/09	22,596 50	90 386	92 00	23,000 00	403 50	ST		106 75
			22,596 50	90 386			403 50	ST		296 75
110,000			101.737 13	92 50		**101,200.00**	(537.13)		**3.532**	**983.00**
			101,737.13	92 50	**923 54**		**(537 13)**		**3,575.00**	**(1,500.13)**
50,000	HCA-THE HEALTHCARE C	11/26/08	35,875 00	71 75	100 00	**50,000 00**	14,125 00	LT	**6 30**	**3,152 50**
	DTD 09/23/2002	404119AF6	**35,875.00**	71 75	**787.50**		**14,125.00**	LT	**3,150.00**	**10,972 50**
	INT 06 300% MATY 10/01/2012									
	Rating CAA1/B-									
20,000	STEEL DYNAMICS INC	11/05/08	14,800 00	74 00	103 00	20,600 00	5,800 00	LT		1,168 60
	DTD 07/15/2008	858119AJ9	14,800 00	74 00			5,800 00	LT		4,631 40
5,000	INT 07 375% MATY 11/01/2012	04/14/09	4,200 00	84 00	103 00	5,150 00	950 00	ST		131.10
	Rating BA2/BB +		4,200 00	84 00			950 00	ST		818 90
10,000		04/15/09	8,375 00	83 75	103 00	10,300 00	1,925 00	ST		263 20
			8,375 00	83 75			1,925 00	ST		1,661 80
5 000		04/22/09	4,337 50	86 75	103 00	5.150 00	812 50	ST		106 40
			4,337 50	86 75			812 50	ST		706 10
5,000		04/23/09	4,337 50	86 75	103 00	5,150 00	812.50	ST		106 00
			4,337 50	86 75			812 50	ST		706 50
45,000			36,050 00	80 10		**46,350.00**	10.300 00		**7.16**	**1,775.30**
			36,050 00	80 10	**553 12**		**10,300 00**		**3,318 75**	**8,524 70**
5.000	PENN VIRGINIA CORP	06/24/09	4,131 25	82 625	94 75	4,737 50	606 25	ST		111 15
	DTD 12/05/07	707882AA4	4,131 25	82 625			606 25	ST		495 10
15,000	INT 04 500% MATY. 11/15/2012	06/25/09	12,405 00	82 70	94 75	14,212 50	1,807 50	ST		330 60
	Rating S&P B		12,405 00	82 70			1,807 50	ST		1,476 90
5,000		07/07/09	4,100 00	82 00	94 75	4,737 50	637 50	ST		108 80
			4,100 00	82 00			637 50	ST		528 70
5.000		08/05/09	4,275 00	85 50	94 75	4.737 50	462 50	ST		75 60
			4,275 00	85 50			- 462 50	ST		386 90
20,000		10/14/09	18,275 00	91 375	94 75	18,950 00	675 00	ST		98 40
			18,275 00	91 375			675 00	ST		576 60
5,000		11/05/09	4,575 00	91 50	94 75	4.737 50	162 50	ST		17 50
			4,575 00	91 50			162 50	ST		145 00
55,000			47,761 25	86 80		**52,112.50**	4,351 25		**4.749**	**742.05**
			47,761 25	86 80	**316 25**		**4,351 25**		**2,475 00**	**3,609 20**

The Peter and Elizabeth C. Tower Foundation
EIN: 16-6350753, December 31, 2009
Attachment A

MorganStanley SmithBarney

Ref 00010546 00093165

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	SLM CORP	10/11/07	$ 4,512 50	$ 90 25	94 333	$ 4,716 65	$ 204 15* LT		$ 182 90
	DTD 12/6/02	78442FAG3	$ 4,512 50	$ 90 25			$ 204 15* LT		$ 21 25
10,000	INT 05 375% MATY 01/15/2013	10/23/09	8,800 00	88 00	94 333	9,433 30	633 30 ST		57 30
	Rating BA1/BBB-		8,800 00	88 00			633 30 ST		576 00
15,000			13,312 50	88 80		**14,149.95**	837 45	**5.697**	**240.20**
			13,312 50	88 80	**371 77**		**837 45**	**808 25**	**597 25**
50,000	HCA INC NT BK ENTRY	02/06/03	50,543 50	101 087	97 25	48,625 00	(1,918 50)* LT		0 00
	DTD 2/10/2003	404119AG4	50,201 50	100 403			(1,576 50)* LT		(1,576 50)
10,000	INT 06 250% MATY 02/15/2013	10/30/09	9,700 00	97 00	97 25	9,725 00	25 00 ST		13 10
	Rating CAA1/B-		9,700 00	97 00			25 00 ST		11 90
60,000			60,243 50	100 40		**58,350.00**	(1,893 50)	**6.428**	**13.10**
			59,901 50	99 80	**1,416 67**		**(1,551 50)**	**3,750 00**	**(1,564 60)**
5,000	TOYS R US NOTES	05/17/07	4,712 50	94 25	100 50	**5,025.00**	312 50* LT	**7.836**	**108.35**
	BOOK ENTRY	892335AK6	**4,712 50**	94 25	**83 13**		**312 50* LT**	**393.75**	**204.15**
	DD 4/8/03								
	INT 07 875% MATY 04/15/2013								
	Rating CAA1/CCC+								
25,000	HAWAIIAN TELCOM	02/07/08	21,187 50	84 75	1 75	**437 50**	(20,750 00)* LT	**557 142**	**0 00**
	DTD 05/02/2005	420029AD2	**21,187.50**	84 75	**406.25**		**(20,750.00)* LT**	**2,437.50**	**(20,750.00)**
	GLOBAL								
	INT 09 750% MATY 05/01/2013								
	Rating Moody WR								
	Next call on 05/01/10 @ 102 438								
10,000	HCA INC	10/30/09	9,775 00	97 75	98 50	**9,850.00**	75 00 ST	**6.852**	**9.40**
	BK/ENTRY DTD 7/28/03	404119AH2	**9,775 00**	97 75	**311 25**		**75 00 ST**	**675 00**	**65 60**
	INT 06 750% MATY 07/15/2013								
	Rating CAA1/B-								
15,000	PETROHAWK ENERGY GLOBAL	12/10/08	10,875 00	72 50	104 50	15,675 00	4,800 00 LT		674 55
	BOOK/ENTRY	716495AB2	10,875 00	72 50			4,800 00 LT		4,125 45
40,000	DD 7/12/2006	12/11/08	29,800 00	74 50	104 50	41,800 00	12,000 00 LT		1,689 60
	INT 09 125% MATY 07/15/2013		29,800 00	74 50			12,000 00 LT		10,310 40
10,000	Rating B3/B	12/11/08	7,337 50	73 375	104 50	10,450 00	3,112 50 LT		437 30
	Next call on 07/15/10 @ 104 563		7,337 50	73 375			3,112 50 LT		2,675 20
65,000			48,012.50	73 90		**67,925 00**	19,912.50	**8 732**	**2,801 45**
			48,012 50	73 90	**2,734.97**		**19,912 50**	**5,931.25**	**17,111 05**
5,000	SLM CORP	05/14/07	4,548 50	90 97	91 994	4,599 70	51 20* LT		51 20
	DTD 09/24/2003	78442FBG2	4,548 50	90 97			51 20* LT		0 00
4,000	INT 05 000% MATY 10/01/2013	05/15/07	3,638 00	90 95	91 994	3,679 76	41 76* LT		41 76
	Rating BA1/BBB-		3,638 00	90 95			41 76* LT		0 00

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
10,000	SLM CORP	05/22/07	$ 9,060 00	$ 90 60	91 994	$ 9,199 40	$ 139 40*	LT		$ 139 40
	DTD 09/24/2003	78442FBG2	$ 9,060 00	$ 90 60			$ 139 40*	LT		$ 0 00
5,000	INT 05 000% MATY 10/01/2013	06/09/09	3,887.50	77 75	91 994	4,599 70	712 20	ST		114 15
	Rating BA1/BBB-		3,887 50	77 75			712 20	ST		598 05
5,000		10/27/09	4,225 00	84 50	91 994	4,599 70	374 70	ST		27 40
			4,225 00	84 50			374 70	ST		347 30
29,000			25,359 00	87 40		**26,678.26**	1,319 26		**5.435**	**373.91**
			25,359.00	87 40	**362.50**		**1,319.26**		**1,450.00**	**945.35**
25,000	ISTAR FINL INC	11/27/07	21,481 50	85.926	58 25	14,562 50	(6,919 00)*	LT		0 00
	DTD 09/22/2006	45031UAZ4	21,481 50	85 926			(6,919 00)*	LT		(6,919 00)
10,000	INT 05 950% MATY 10/15/2013	11/27/07	8,600 00	86 00	58 25	5,825.00	(2,775 00)*	LT		0 00
	Rating CA/CCC+		8,600 00	86 00			(2,775 00)*	LT		(2,775 00)
5,000		04/03/08	3,912 50	78 25	58 25	2,912 50	(1,000 00)	LT		0 00
			3,912 50	78 25			(1,000 00)	LT		(1,000 00)
40,000			33,994 00	85 00		**23,300 00**	(10,694 00)		10 214	0 00
			33,994.00	85 00	**502 44**		**(10,694.00)**		**2,380.00**	**(10,694.00)**
10,000	NEXTEL COMM INC SR RDM NOTES	07/13/09	8,275 00	82 75	97 00	**9,700.00**	1,425 00	ST	**7.087**	**150 00**
	SER E BOOK/ENTRY	65332VBH5	**8,275 00**	82 75	**116 49**		**1,425 00**	ST	**687 50**	1,275 00
	DD 8/05/2005									
	INT 06 875% MATY 10/31/2013									
	Rating BA2/BB									
5,000	INTL TELECOM SATELLI	06/09/06	3,745 83	74 916	93 75	4,687 50	941 67*	LT		474 86
	DTD 11/07/2003	45820EAH5	3,745 83	74 916			941 67*	LT		466 81
25,000	INT 06 500% MATY 11/01/2013	06/12/06	18,729 17	74 916	93 75	23,437 50	4,708 33*	LT		2,371 58
	Rating CAA3/CCC+		18,729 17	74 916			4,708 33*	LT		2,336 75
30,000			22,475 00	74 90		**28,125 00**	5,650 00		**6.933**	**2,848.44**
			22,475.00	74 90	**325 00**		**5,650.00**		**1,950.00**	**2,803.58**
10,000	UNITED RENTALS INC	01/14/08	7,912 50	79 125	94 00	9,400 00	1,487 50*	LT		539 80
	DTD 04/01/2004	911365AL8	7 912 50	79 125			1,487 50*	LT		947 70
5,000	INT 07 750% MATY 11/15/2013	01/17/08	3,887 50	77 75	94 00	4,700 00	812 50*	LT		284 45
	Rating CAA1/CCC+		3,887 50	77 75			812 50*	LT		528 05
5,000	Next call on 11/15/10 @ 101 458	11/12/09	4,600 00	92 00	94 00	4,700 00	100 00	ST		9 15
			4,600 00	92 00			100 00	ST		90 85
10,000		11/18/09	9,275 00	92 75	94 00	9,400 00	125 00	ST		14 40
			9,275 00	92 75			125 00	ST		110 60
30,000			25,675 00	85 60		**28,200 00**	2,525 00		**8.244**	**847.80**
			25,675.00	85 60	**297.08**		**2,525.00**		**2,325.00**	**1,677 20**

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
10,000	VALEANT PHARMACEUTICALS CV	02/28/05	$ 10,175 43	$ 101 754	119 50	$ 11,950 00	$ 1,774 57*	LT		$ 0 00
	BOOK/ENTRY	91911XAD6	$ 10,084 80	$ 100 848			$ 1,865 20*	LT		$ 1,865 20
5,000	DTD 11/19/2003	03/07/05	5,215 09	104 301	119 50	5,975 00	759 91*	LT		0 00
	INT 04 000% MATY 11/15/2013		5,103 60	102 072			871 40*	LT		871 40
	Rating S&P B-									
10,000	Next call on 05/20/11 @ 100 000	03/09/05	10,282 99	102 829	119 50	11,950 00	1,667 01*	LT		0 00
			10,136 90	101 369			1,813 10*	LT		1,813 10
15,000		03/22/05	14,790 42	98 602	119 50	17,925 00	3,134 58*	LT		0 00
			14,790 42	98 602			3,134 58*	LT		3,134 58
5,000		10/05/05	4,492.50	89 885	119 50	5,975 00	1,482 50*	LT		236 10
			4,492 50	89 885			1,482 50*	LT		1,246 40
5,000		10/12/05	4,421 55	88 431	119 50	5,975 00	1,553 45*	LT		268 05
			4,421 55	88 431			1,553 45*	LT		1,285 40
5,000		10/18/05	4,387 50	87 75	119 50	5,975 00	1,587 50*	LT		282 55
			4,387 50	87 75			1,587 50*	LT		1,304 95
5,000		10/27/05	4,300 65	86 013	119 50	5,975 00	1,674 35*	LT		319 65
			4,300 65	86 013			1,674 35*	LT		1,354 70
20,000		11/16/05	16,903 80	84 519	119 50	23,900 00	6,996 20*	LT		1,398 00
			16,903 80	84 519			6,996 20*	LT		5,598 20
10,000		11/29/05	8,397.00	83 97	119 50	11,950 00	3,553 00*	LT		719 30
			8,397 00	83 97			3,553 00*	LT		2,833 70
90,000			83,366.93	92 60		**107,550 00**	24,183 07		**3 347**	**3,223 65**
			83,018 72	92 20	**460.00**		**24,531.28**		**3,600.00**	**21,307.63**
50,000	EL PASO CORP	12/09/08	44,454 50	88 909	117 25	**58,625.00**	14,170 50	LT	**10.234**	**0.00**
	BOOK/ENTRY	28336LBS7	**45,299 00**	90 598 ##	**316 67**		**13,326 00**	LT	**6,000 00**	**13,326 00**
	DTD 12/12/2008									
	INT 12 000% MATY 12/12/2013									
	Rating BA3/BB-									
55,000	SLM CORP	10/27/09	38,225 00	69 50	77 141	**42,427.55**	4,202 55	ST	**7.339**	**479 05**
	DTD 1/16/2007	78442FEF1	**38,225 00**	69 50			**4,202 55**	ST	**3,114 13**	**3,723 50**
	INT 05 662% MATY 01/27/2014									
	Int paid quarterly									
	Rating BA1/BBB-									
5,000	SOLO CUP COMPANY	08/17/09	4,450 00	89 00	97 75	4,887 50	437 50	ST		33 90
	DTD 02/27/2004	834260AB7	4,450 00	89 00			437 50	ST		403 60
5,000	GLOBAL	09/09/09	4,625 00	92 50	97 75	4,887 50	262.50	ST		19 85
	INT 08 500% MATY. 02/15/2014		4,625 00	92 50			262 50	ST		242 65
	Rating CAA2/CCC+									
10,000	Next call on 02/15/10 @ 102 833		9,075 00	90 80		**9,775 00**	700 00		**8.695**	**53.75**
			9,075 00	90 80	**321 11**		**700 00**		**850 00**	**646 25**

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

MorganStanley SmithBarney

Ref 00010546 00093168

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	UNITED RENTALS INC	01/03/08	$ 4,100 00	$ 82 00	90 50	$ 4,525 00	$ 425 00*	LT		$ 230 70
	DTD 06/15/2004	911365AQ7	$ 4,100 00	$ 82 00			$ 425 00*	LT		$ 194 30
15,000	INT 07 000% MATY 02/15/2014	01/07/08	12,112 50	80 75	90 50	13,575 00	1,462 50*	LT		731 70
	Rating CAA1/CCC+		12,112 50	80 75			1,462 50*	LT		730 80
5,000		01/08/08	3,825 00	76 50	90 50	4,525 00	700 00*	LT		289 80
			3,825 00	76 50			700 00*	LT		410 20
15,000		01/09/08	11,137 50	74 25	90 50	13,575 00	2,437 50*	LT		937 80
			11,137 50	74.25			2,437 50*	LT		1,499 70
65,000		04/07/08	52,325 00	80 50	90 50	58,825 00	6,500 00	LT		2,907 45
			52,325 00	80 50			6,500 00	LT		3,592 55
5,000		09/22/08	3,762 50	75 25	90 50	4,525 00	762 50	LT		217 05
			3,762 50	75 25			762 50	LT		545 45
5,000		09/24/08	3,750 00	75 00	90 50	4,525 00	775 00	LT		217 40
			3,750 00	75 00			775 00	LT		557 60
10,000		10/02/08	7,000 00	70 00	90 50	9,050 00	2,050 00	LT		495 90
			7,000 00	70 00			2,050.00	LT		1,554 10
5,000		02/26/09	2,775 00	55 50	90 50	4,525 00	1,750 00	ST		229 40
			2,775 00	55 50			1,750 00	ST		1,520 60
10,000		11/16/09	8,750 00	87 50	90 50	9,050 00	300 00	ST		28 00
			8,750 00	87 50			300 00	ST		272 00
15,000		11/17/09	13,237.50	88 25	90 50	13,575 00	337 50	ST		38 85
			13,237 50	88 25			337 50	ST		298 65
5,000		11/30/09	4,412 50	88 25	90 50	4,525 00	112 50	ST		8 95
			4,412 50	88 25			112 50	ST		103 55
160,000			127,187 50	79 50		**144,800.00**	17,612 50		**7.734**	**6,333.00**
			127,187.50	79 50	**4,231.11**		**17,812.50**		**11,200 00**	**11,279.50**
15,000	HCA INC NOTES	10/30/09	13,987 50	93 25	94 00	14,100 00	112 50	ST		30 75
	BOOK/ENTRY DTD 3/08/04	404119AL3	13,987 50	93 25			112 50	ST		81 75
10,000	INT 06 750% MATY 03/15/2014	10/30/09	9,300 00	93 00	94 00	9,400 00	100 00	ST		21 30
	Rating CAA1/B-		9,300 00	93 00			100 00	ST		78 70
25,000			23,287 50	93 20		**23,500.00**	212 50		**6.117**	**52.05**
			23,287 50	93.20	**423.26**		**212.50**		**1,437.50**	**160.45**
5,000	NEXTEL COMM INC SR RDM NOTES	02/29/08	3,787.50	75 75	93 375	4,668 75	881 25*	LT		263 15
	SER F BOOK/ENTRY	65332VBJ1	3,809 20	76 184 ##			859 55*	LT		596 40
120,000	DD 8/05/05	05/14/09	87,000 00	72 50	93 375	112,050 00	25,050 00	ST		2,934 00
	INT 05 950% MATY 03/15/2014		87,183 60	72 653 ##			24,866 40	ST		21,932 40
125,000	Rating BA2/BB		90,787 50	72 60		**116,718.75**	25,931 25		**6.372**	**3,197.15**
			90,992.80	72 80	**2,189.93**		**25,725.95**		**7,437.50**	**22,528.80**

The Peter and Elizabeth C. Tower Foundation
EIN: 16-6350753, December 31, 2009
Attachment A

MorganStanley SmithBarney

Ref 00010546 00093169

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
3,000	SLM CORP	05/31/07	$ 2,693 79	$ 89 793	92 237	$ 2,767 11	$ 73 32*	LT		$ 73 32
	DTD 05/05/2004	78442FCJ5	$ 2,693 79	$ 89 793			$ 73.32*	LT		$ 0 00
5,000	INT 05 375% MATY 05/15/2014	10/11/07	4,412 50	88 25	92 237	4,611 85	199 35*	LT		166 15
	Rating BA1/BBB-		4,412 50	88 25			199 35*	LT		33 20
8,000			7,106 29	88 80		**7,378.98**	272 67		**5.827**	**239.47**
			7,106 29	88 80	**54 94**		272 67		430 00	33 20
48,000	BOSTON SCIENTIFIC CO	12/11/08	36,960 00	77 00	105 00	**50,400.00**	13,440 00	LT	**5.19**	**1,816.16**
	DTD 06/25/2004	101137AB3	**36,960 00**	77 00	**116.27**		**13,440.00**	LT	**2,616.00**	**11,823 84**
	INT. 05 450% MATY 06/15/2014									
	Rating Moody BA1									
10,000	D R HORTON	10/12/06	9,377 70	93 777	96 75	**9,675.00**	297 30*	LT	**5.813**	**214.00**
	DTD 09/21/2004	23331AAT6	**9,377 70**	93 777	**165 63**		**297 30***	LT	**562 50**	**83 30**
	INT 05 625% MATY 09/15/2014									
	Rating BA3/BB-									
30,000	NAVISTAR INTL	10/22/09	30,000 00	100 00	103 375	**31,012.50**	1,012 50	ST	**2.902**	**0.00**
	CVBD DTD 10/28/2009	63934EAL2	**30,000 00**	100 00	**157.50**		**1,012.50**	ST	**900.00**	**1,012 50**
	INT. 03 000% MATY 10/15/2014									
	Rating B1/B									
5,000	SLM CORP	05/10/07	4,470 95	89 419	90 198	4,509 90	38 95*	LT		38 95
	DTD 11/07/2002	78442FAE8	4,470 95	89 419			38 95*	LT		0 00
10,000	INT 05 050% MATY 11/14/2014	05/11/07	8,923 90	89 239	90 198	9,019 80	95 90*	LT		95 90
	Rating BA1/BBB-		8,923 90	89 239			95 90*	LT		0 00
5,000		05/11/07	4,461 65	89 233	90 198	4,509 90	48 25*	LT		48 25
			4,461 65	89 233			48 25*	LT		0 00
8,000		06/18/07	6,780 64	84 758	90 198	7,215 84	435 20*	LT		342 24
			6,780 64	84 758			435 20*	LT		92.96
28,000			24,637 14	88 00		**25,255.44**	618 30		**5.598**	**525.34**
			24,637.14	88 00	**184.81**		**618 30**		**1,414 00**	**92.96**
5,000	TXU CORP SR NOTES-BK/ENTRY	10/11/07	4,018 75	80 375	70 92	3,546 00	(472 75)*	LT		0 00
	DTD 11/26/2004	873168AL2	4,018 75	80 375			(472 75)*	LT		(472 75)
5,000	INT 05 550% MATY 11/15/2014	10/15/07	4,006 25	80 125	70 92	3,546 00	(460 25)*	LT		0 00
	Rating CAA3/CCC		4,006 25	80 125			(460 25)*	LT		(460 25)
5,000		10/16/07	4,000 00	80 00	70 92	3,546 00	(454 00)*	LT		0 00
			4,000 00	80 00			(454 00)*	LT		(454 00)
5,000		01/29/08	4,012 50	80 25	70 92	3,546 00	(466 50)*	LT		0 00
			4,012 50	80 25			(466 50)*	LT		(466 50)
20,000			16,037 50	80 20		**14,184.00**	(1,853 50)		**7.825**	**0.00**
			16,037 50	80 20	**141 83**		**(1,853 50)**		1,110 00	**(1,853 50)**

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

MorganStanley
SmithBarney

Ref 00010546 00093170

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
25,000	GENERAL MTRS ACCEP CORP NOTES	10/27/05	$ 24,062.50	$ 96 25	94 985	$ 23,746 25	($ 316 25)*	LT		$ 0 00
	BK/ENTRY-DTD 11/24/2004	370425SL5	$ 24,062.50	$ 96 25			($ 316 25)*	LT		($ 316 25)
25,000	INT 06 750% MATY. 12/01/2014	10/27/05	24,000 00	96 00	94 985	23,746 25	(253 75)*	LT		0 00
	Rating CA/CCC		24,000 00	96 00			(253 75)*	LT		(253 75)
35,000		11/09/05	33,600 00	96 00	94 985	33,244 75	(355 25)*	LT		0 00
			33,600 00	96 00			(355 25)*	LT		(355 25)
25,000		11/14/05	23,312.50	93 25	94 985	23,746 25	433 75*	LT		433 75
			23,312 50	93 25			433 75*	LT		0 00
15,000		11/14/05	14,062 50	93 75	94 985	14,247 75	185 25*	LT		185 25
			14,062 50	93 75			185 25*	LT		0.00
10,000		11/06/07	8,675 00	86 75	94 985	9,498 50	823 50*	LT		316 90
			8,675 00	86 75			823 50*	LT		506 60
10,000		11/27/07	7,800 00	78 00	94 985	9,498 50	1,698 50*	LT		488 10
			7,800 00	78 00			1,698 50*	LT		1,210 40
10,000		12/14/07	8,275 00	82 75	94 985	9,498 50	1,223 50*	LT		388 30
			8,275 00	82 75			1,223 50*	LT		835 20
5,000		01/08/08	3,837 50	76 75	94 985	4,749 25	911 75*	LT		246 10
			3,837 50	76 75			911 75*	LT		665 65
160,000			147,625 00	92.30		**151,976 00**	4,351 00		**7.108**	**2,058.40**
			147,625.00	92 30	**900.00**		**4,351.00**		**10,800 00**	**2,292.80**
10,000	RENTAL SVC CORP GLOBAL	08/26/09	9,050.00	90 50	100 125	10,012 50	962 50	ST		46 00
	BOOK/ENTRY DD 6/1/07	76010RAC2	9,050 00	90 50			962 50	ST		916 50
10,000	INT 09 500% MATY 12/01/2014	09/09/09	9,250 00	92 50	100 125	10,012 50	762 50	ST		33 30
	Rating CAA2/B-		9,250 00	92 50			762 50	ST		729 20
30,000	Next call on 12/01/10 @ 104 750	12/01/09	29,250 00	97 50	100 125	30,037 50	787 50	ST		4 20
			29,250 00	97 50			787 50	ST		783 30
15,000		12/01/09	14,625.00	97 50	100 125	15,018 75	393 75	ST		2 10
			14,625 00	97 50			393 75	ST		391 65
65,000			62,175 00	95 70		**65,081.25**	2,906 25		**9.488**	**85.60**
			62,175 00	95 70	**514 58**		**2,906 25**		**6,175 00**	**2,820 65**
15,000	HCA INC NOTES-BK/ENTRY	07/27/07	11,100 00	74 00	94 375	**14,156.25**	3,056 25*	LT	**6.754**	**927.00**
	DTD 11/19/2004	404119AP4	**11,100 00**	74 00	**440.94**		**3,056.25***	LT	**956.25**	**2,129.25**
	INT 06 375% MATY 01/15/2015									
	Rating CAA1/B-									

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	KB HOME SR NOTES	06/20/07	$ 4,412 50	$ 88 25	92 50	$ 4,625 00	$ 212 50* LT		$ 159.25
	BK/ENTRY DTD 12/15/2004	48666KAL3	$ 4,412 50	$ 88 25			$ 212 50* LT		$ 53 25
10,000	INT 05 875% MATY 01/15/2015	06/22/07	8,775.00	87 75	92 50	9,250 00	475 00* LT		330 70
	Rating B1/BB-		8,775 00	87.75			475 00* LT		144 30
15,000			13,187 50	87 90		**13,875.00**	687 50	**8.351**	**489.95**
			13,187 50	87 90	**408 35**		**687 50**	**881 25**	**197 55**
10,000	TENET HEALTHCARE COR	06/01/09	9,300 00	93 00	106 50	10,650 00	1,350 00 ST		54 20
	DTD 01/28/2005	88033GBC3	9,300 00	93 00			1,350 00 ST		1,295 80
45,000	GLOBAL WHEN ISSUE	06/09/09	42,300 00	94 00	106 50	47,925 00	5,625 00 ST		202 50
	INT 09 250% MATY 02/01/2015		42,300 00	94 00			5,625 00 ST		5,422 50
55,000	Rating. CAA2/CCC+		51,600 00	93 80		**58,575.00**	6,975 00	**8.685**	**256.70**
			51,600 00	93 80	**2,119 79**		**6,975 00**	**5,087 50**	**6,718 30**
15,000	CINCINNATI BELL INC	08/07/09	14,475 00	96 50	98 75	**14,812.50**	337 50 ST	**7.088**	**28.20**
	DTD 08/16/2005	171871AH9	**14,475 00**	96 50	**398.87**		**337 50** ST	**1,050.00**	**309 30**
	GLOBAL								
	INT 07 000% MATY 02/15/2015								
	Rating BA3/B+								
	Next call on 02/15/10 @ 103 500								
5,000	STEEL DYNAMICS INC	04/17/09	3,775 00	75 50	99 125	4,956 25	1,181 25 ST		100 00
	BOOK/ENTRY	858119AH3	3,775 00	75 50			1,181 25 ST		1,081 25
5,000	DTD 01/09/2008	04/28/09	3,837 50	76 75	99 125	4,956 25	1,118 75 ST		91 55
	INT 06 750% MATY 04/01/2015		3,837 50	76 75			1,118 75 ST		1,027 20
5,000	Rating BA2/BB+	05/04/09	4,075 00	81.50	99 125	4,956 25	881 25 ST		74 95
	Next call on 04/01/11 @ 103 380		4,075 00	81 50			881 25 ST		806 30
5,000		05/12/09	4,100 00	82 00	99 125	4,956 25	856 25 ST		71 05
			4,100 00	82.00			856 25 ST		785 20
20,000			15,787 50	78 90		**19,825.00**	4,037 50	**6.809**	**337.55**
			15,787 50	78 90	**337.50**		**4,037.50**	**1,350.00**	**3,899 95**
10,000	SLM CORP	05/23/07	8,743 60	87 436	87 113	8,711 30	(32.30)* LT		0 00
	DTD 04/15/2003	78442FAQ1	8,743 60	87 436			(32.30)* LT		(32.30)
17,000	INT 05 000% MATY 04/15/2015	06/01/07	14,648 05	86.165	87 113	14,809 21	161 16* LT		161 16
	Rating BA1/BBB-		14,648 05	86 165			161 16* LT		0 00
5,000		06/21/07	4,100 00	82 00	87 113	4,355 65	255 65* LT		232 00
			4,100 00	82 00			255 65* LT		23 65
32,000			27,491 65	85 90		**27,876 16**	384 51	**5 739**	**393 16**
			27,491 65	85 90	**337 78**		**384 51**	**1,600 00**	**(8.65)**

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
10,000	ADVANCED MICRO DEVICES GLOBAL	11/19/09	$ 8,668 75	$ 86 687	90 00	$ 9,000 00	$ 331 25	ST		$ 18 85
	CV BOOK/ENTRY	007903AL1	$ 8,668 75	$ 86 687			$ 331 25	ST		$ 312 40
5,000	DD 7/13/07	11/20/09	4,325 00	86 50	90 00	4,500 00	175 00	ST		9 30
	INT 06 000% MATY 05/01/2015		4,325 00	86 50			175 00	ST		165 70
5,000	Rating S&P B-	11/24/09	4,412 50	88 25	90 00	4,500 00	87.50	ST		7 05
			4,412 50	88 25			87 50	ST		80 45
20,000			17,406 25	87 00		**18,000 00**	593 75		**6.666**	**35.20**
			17,406 25	87 00	**200.00**		**593.75**		**1,200 00**	**558.55**
10,000	HAWAIIAN TELCOM	05/22/08	2,625 00	26 25	01	1 00	(2,624 00)	LT		0.00
	DTD 05/02/2005	420029AF7	2,625 00	26 25			(2,624 00)	LT		(2,624 00)
10,000	GLOBAL	05/22/08	2,625 00	26 25	01	1 00	(2,624 00)	LT		0 00
	INT 12 500% MATY 05/01/2015		2,625 00	26 25			(2,624 00)	LT		(2,624 00)
20,000	Rating Moody WR		5,250 00	26 30		**2.00**	(5,248 00)			**0.00**
	Next call on 05/01/10 @ 106 250		**5,250.00**	26 30			**(5,248.00)**			**(5,248.00)**
15,000	LENNAR CORP	08/31/06	14,147 25	94 315	91.625	13,743 75	(403 50)*	LT		0 00
	DTD 4/28/2005	526057AS3	14,147 25	94 315			(403 50)*	LT		(403 50)
10,000	GLOBAL	09/07/06	9,415 20	94 152	91 625	9,162 50	(252 70)*	LT		0.00
	INT 05 600% MATY 05/31/2015		9,415.20	94 152			(252 70)*	LT		(252 70)
15,000	Rating. B3/BB-	09/13/06	14,154 45	94.363	91 625	13,743 75	(410.70)*	LT		0 00
			14,154 45	94 363			(410 70)*	LT		(410 70)
40,000			37,716 90	94 30		**36,650 00**	(1,066 90)		**6 111**	**0 00**
			37,716.90	94 30	**186.67**		**(1,066.90)**		**2,240.00**	**(1,066.90)**
100,000	AFFILIATED COMPUTER SVCS NOTES	12/11/08	69,500 00	69 50	103 125	**103,125.00**	33,625 00	LT	**5.042**	**3,486.00**
	BOOK/ENTRY	008190AH3	**69,500 00**	69 50	**433 33**		**33,625 00**	LT	**5,200 00**	**30,139 00**
	DD 6/6/2005									
	INT 05 200% MATY 06/01/2015									
	Rating BA2/BB									
5,000	MASCO CORP	03/31/09	3,150 00	63 00	91 926	4,596 30	1,446 30	ST		150 25
	BOOK/ENTRY	574599BC9	3,150 00	63 00			1,446 30	ST		1,296 05
5,000	DD 6/10/2005	06/18/09	3,950 00	79 00	91 926	4,596 30	646.30	ST		70 20
	INT. 04 800% MATY 06/15/2015		3,950 00	79 00			646 30	ST		576 10
10,000	Rating BA2/BBB		7,100 00	71 00		**9,192 60**	2,092 60		**5 221**	**220 45**
			7,100.00	71 00	**21.33**		**2,092.60**		**480.00**	**1,872.15**
80,000	COMMUNITY HEALTH SYS	12/11/08	62,400 00	78 00	103 50	**82,800 00**	20,400.00	LT	**8 574**	**1,854.40**
	DTD 07/25/07	12543DAF7	**62,400 00**	78 00	**3,273 89**		**20,400 00**	LT	**7,100 00**	**18,545 60**
	INT 08 875% MATY 07/15/2015									
	Rating B3/B									
	Next call on 07/15/11 @ 104 438									

The Peter and Elizabeth C. Tower Foundation
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Attachment A

MorganStanley SmithBarney

Ref 00010546 00093173

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	PSYCHIATRIC SOLUTION	07/14/09	$ 4,650 00	$ 93 00	96 75	$ 4,837 50	$ 187 50	ST		$ 20 15
	DTD 07/06/2005	74439HAD0	$ 4,650 00	$ 93 00			$ 187 50	ST		$ 167 35
15,000	GLOBAL	07/15/09	13,987.50	93 25	96 75	14,512 50	525 00	ST		57 45
	INT 07 750% MATY 07/15/2015		13,987 50	93 25			525 00	ST		467 55
5,000	Rating B3/B-	07/21/09	4,687 50	93 75	96 75	4,837 50	150 00	ST		17 45
	Next call on 07/15/10 @ 103 875		4,687.50	93 75			150 00	ST		132 55
25,000			23,325 00	93 30		**24,187.50**	862 50		**8.01**	**95.05**
			23,325.00	93 30	**893.40**		**862.50**		**1,937 50**	**787.45**
10,000	NEXTEL COM INC SR RDM NTS	02/28/08	8,000 00	80 00	97 25	9,725 00	1,725 00*	LT		353 70
	SER D BOOK/ENTRY	65332VBG7	8,000 00	80 00			1,725 00*	LT		1,371 30
5,000	DD 8/5/2005	03/03/08	3,937 50	78 75	97 25	4,862 50	925 00*	LT		185 20
	INT 07 375% MATY 08/01/2015		3,937 50	78 75			925 00*	LT		739 80
5,000	Rating BA2/BB	03/04/08	3,850 00	77 00	97 25	4,862 50	1,012 50*	LT		197 60
			3,850 00	77 00			1,012 50*	LT		814 90
45,000		07/14/09	35,887 50	79 75	97 25	43,762 50	7,875 00	ST		479 70
			35,887 50	79 75			7,875 00	ST		7,395 30
65,000			51,675 00	79 50		**63,212.50**	11,537.50		**7.583**	**1,216.20**
			51,675 00	79 50	**1,997 40**		**11,537 50**		**4,793 75**	**10,321 30**
5,000	ACCO BRANDS CORP	09/24/09	4,262 50	85 25	93 00	4,650 00	387 50	ST		23.20
	DTD 11/09/2005	00081TAB4	4,262 50	85 25			387 50	ST		364 30
10,000	WHEN ISSUED GLOBAL	09/28/09	8,562 50	85 625	93 00	9,300 00	737 50	ST		44 90
	INT 07 625% MATY 08/15/2015		8,562 50	85 625			737 50	ST		692 60
5,000	Rating CAA2/B-	09/29/09	4,287 50	85 75	93 00	4,650 00	362 50	ST		21 85
	Next call on 08/15/10 @ 103 813		4,287 50	85 75			362 50	ST		340 65
5,000		10/02/09	4,256.25	85 125	93 00	4,650 00	393.75	ST		21 55
			4,256 25	85 125			393 75	ST		372 20
5,000		10/15/09	4,506 25	90 125	93 00	4,650 00	143 75	ST		12.75
			4,506 25	90 125			143 75	ST		131 00
10,000		10/29/09	9,025 00	90 25	93 00	9,300 00	275 00	ST		20 90
			9,025 00	90 25			275 00	ST		254 10
5,000		11/17/09	4,550 00	91 00	93 00	4,650 00	100 00	ST		7 00
			4,550 00	91 00			100 00	ST		93 00
10,000		12/01/09	9,125 00	91.25	93 00	9,300 00	175 00	ST		9 20
			9,125 00	91 25			175.00	ST		165 80
10,000		12/03/09	9,137 50	91 375	93 00	9,300 00	162 50	ST		7 70
			9,137 50	91 375			162 50	ST		154 80
65,000			57,712 50	88 80		**60,450.00**	2,737 50		**8.198**	**169.05**
			57,712 50	88 80	**1,872 36**		**2,737.50**		**4,956 25**	**2,568.45**

The Peter and Elizabeth C. Tower Foundation
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Attachment A

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
30,000	FIRST DATA CORPORATION	10/20/09	$ 28,425 00	$ 94 75	93.25	$ 27,975 00	($ 450 00)	ST		$ 0 00
	BK/ENTRY	319963AP9	$ 28,453.20	$ 94 844 ##			($ 478 20)	ST		($ 478.20)
10,000	DTD 10/14/2008	10/27/09	9,475 00	94.75	93 25	9,325 00	(150 00)	ST		0 00
	INT. 09.875% MATY 09/24/2015		9,483 60	94 836 ##			(158 60)	ST		(158 60)
10,000	Rating· CAA1/B-	10/28/09	9,350.00	93 50	93 25	9,325 00	(25 00)	ST		0 00
	Next call on 09/30/11 @ 104 940		9,358 40	93 584 ##			(33.40)	ST		(33.40)
·10,000		10/29/09	9,250 00	92 50	93.25	9,325 00	75 00	ST		5.10
			9,258 20	92 582 ##			66.80	ST		61 70
10,000		11/02/09	9,175 00	91.75	93 25	9,325 00	150 00	ST		6 20
			9,183 00	91 83 ##			142 00	ST		135 80
30,000		11/16/09	27,825 00	92 75	93.25	27,975 00	150 00	ST		10 50
			27,843 60	92 812 ##			131 40	ST		120 90
100,000	$93,662 74 = 82 74 OID INT +		93,500 00	93.50		93,250.00	(250 00)		10.689	21.80
			93,580.00	93.60	2,496.18		(330.00)		9,875.00	(351.80)
50,000	COLUMBIA/HCA HEALTHCARE CORP	07/30/02	48,502 00	97 004	93 00	46,500 00	(2,002 00)*	LT	7.731	0 00
	DEBS-BK/ENTRY-DTD 11/15/1995	197677AD9	48,502.00	97 004	459.38		(2,002.00)*	LT	3,595.00	(2,002.00)
	INT 07 190% MATY 11/15/2015									
	Rating CAA1/B-									
5,000	PROLOGIS NOTES-BK/ENTRY	09/25/09	4,600 00	92 00	95 089	4,754 45	154 45	ST		13 25
	DTD 05/15/2006	743410AJ1	4,600 00	92 00			154 45	ST		141 20
5,000	INT. 05 625% MATY 11/15/2015	09/25/09	4,600 00	92 00	95 089	4,754 45	154 45	ST		13 25
	Rating BAA2/BBB-		4,600 00	92 00			154 45	ST		141.20
10,000			9,200 00	92 00		9,508.90	308 90		5.915	26.50
			9,200 00	92 00	71 88		308.90		562.50	282 40
70,000	CONTINENTAL AIRLS PA	10/13/09	31,255 89	86 50	88.50	32,062.97	807 08	ST	8.331	124.63
	PASS THRU CTF SER 2001-1 CL B	210805DK0	31,255.89	86 50	118.72		807.08	ST	2,671.18	682.32
	DTD 04/19/2001									
	INT: 07 373% MATY 12/15/2015									
	Factor. 51756									
	Curr face $ 36,229 34									
	Rating BA1/BB									
15,000	CHESAPEAKE ENERGY CO	11/20/08	10,500 00	70 00	100 00	15,000 00	4,500 00	LT	6 875	452 10
	DTD 01/14/2004	165167BE6	10,500 00	70 00	475 52		4,500 00	LT	1,031.25	4,047 90
	INT 06 875% MATY 01/15/2016									
	Rating BA3/BB									
10,000	DR HORTON INC-BK/ENTRY	08/28/06	9,206 80	92 068	93 50	9,350 00	143 20*	LT		143 20
	DTD 12/15/2004	23331AAV1	9,206 80	92 068			143 20*	LT		0 00
10,000	INT 05 625% MATY 01/15/2016	09/08/06	9,194 40	91 944	93 50	9,350 00	155 60*	LT		155 60
	Rating BA3/BB-		9,194 40	91 944			155 60*	LT		0 00

MorganStanley SmithBarney

Ref. 00010546 00093175

Reserved
Client Statement

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THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	DR HORTON INC-BK/ENTRY	09/12/06	$ 4,588 95	$ 91 779	93 50	$ 4,675 00	$ 86 05*	LT		$ 86 05
	DTD 12/15/2004	23331AAV1	$ 4,588.95	$ 91 779			$ 86 05*	LT		$ 0 00
25,000	INT 05 625% MATY 01/15/2016		22,990 15	92 00		23,375 00	384 85		6 016	384 85
	Rating BA3/BB-		22,990 15	92 00	848 44		384.85		1,406 25	0 00
10,000	NRG ENERGY INC	06/26/09	9,350 00	93 50	100 125	10,012 50	662 50	ST		37 50
	DTD 02/02/2006	629377AU6	9,350 00	93 50			662 50	ST		625 00
5,000	INT. 07 375% MATY. 02/01/2016	06/29/09	4,687 50	93 75	100 125	5,006 25	318 75	ST		17 95
	Rating B1/BB-		4,687 50	93 75			318 75	ST		300 80
10 000	Next call on 02/01/11 @ 103 690	07/21/09	9,625 00	96 25	100 125	10,012 50	387 50	ST		18 70
			9,625.00	96 25			387 50	ST		368 80
25,000			23,662 50	94 70		25,031.25	1,368 75		7.365	74.15
			23,662.50	94 70	768 23		1,368 75		1,843 75	1,294 60
5,000	HCA INC	09/26/06	3,956 25	79 125	95 00	4,750 00	793 75*	LT		261 15
	BK/ENTRY-DTD 02/08/2006	404119AR0	3,956 25	79 125			793 75*	LT		532 60
10,000	INT 06 500% MATY 02/15/2016	11/06/06	8,137 50	81 375	95 00	9,500 00	1,362 50*	LT		462 60
	Rating CAA1/B-		8,137.50	81 375			1,362 50*	LT		899 90
15,000		06/12/07	12,918 75	86 125	95 00	14,250 00	1,331 25*	LT		460 20
			12,918 75	86 125			1,331 25*	LT		871 05
20,000		06/19/07	17,150.00	85 75	95 00	19,000 00	1,850 00*	LT		625 20
			17,150 00	85 75			1,850 00*	LT		1,224 80
20 000		06/20/07	17,000.00	85 00	95 00	19,000 00	2,000.00*	LT		654 40
			17,000 00	85 00			2,000 00*	LT		1,345 60
10,000		06/21/07	8,475 00	84 75	95 00	9,500 00	1,025 00*	LT		331 90
			8,475 00	84 75			1,025 00*	LT		693 10
80,000			67,637 50	84 50		76,000 00	8,362 50		6.842	2,795.45
			67,637 50	84 50	1,984.44		8,362.50		5,200.00	5,567.05
5,000	PROLOGIS TRUST	09/11/09	4,482 95	89 659	93 924	4,696 20	213 25	ST		17 45
	DTD 03/27/2006	743410AL6	4,482 95	89 659			213 25	ST		195 80
5,000	INT 05 750% MATY. 04/01/2016	10/21/09	4,615 70	92 314	93 924	4,696 20	80 50	ST		8 20
	Rating BAA2/BBB-		4,615 70	92 314			80 50	ST		72 30
5,000		10/23/09	4,662 05	93 241	93 924	4,696 20	34 15	ST		7 00
			4,662 05	93 241			34 15	ST		27.15
15,000			13,760 70	91 70		14,088 60	327 90		6 121	32 65
			13,760 70	91 70	215.63		327 90		862 50	295.25

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

MorganStanley SmithBarney

Ref 00010546 00093176

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
25,000	BASIC ENERGY SVCS INC	11/12/08	$ 16,937 50	$ 67 75	83 25	$ 20,812 50	$ 3,875 00	LT		$ 753.75
	BOOK/ENTRY	06985PAB6	$ 16,937 50	$ 67 75			$ 3,875 00	LT		$ 3,121.25
10,000	DTD 04/12/2006	11/12/08	6,825 00	68 25	83 25	8,325 00	1,500.00	LT		298 30
	INT 07 125% MATY 04/15/2016		6,825.00	68 25			1,500 00	LT		1,201 70
35,000	Rating CAA1/B-	11/21/08	22,225 00	63 50	83 25	29,137 50	6,912 50	LT		1,121 05
	Next call on 04/15/11 @ 103 563		22,225 00	63 50			6,912 50	LT		5,791 45
20,000		11/21/08	12,850 00	64 25	83 25	16,650 00	3,800 00	LT		632 60
			12,850 00	64 25			3,800 00	LT		3,167 40
15,000		12/04/08	9,112.50	60 75	83 25	12,487 50	3,375 00	LT		486 90
			9,112 50	60 75			3,375 00	LT		2,888 10
105,000			67,950 00	64 70		**87,412.50**	19,462 50		**8.558**	**3,292.80**
			67,950 00	64 70	**1,579 37**		**19,462 50**		**7,481 25**	**16,169 90**
10,000	AMKOR TECHNOLOGY	11/12/08	6,225 00	62 25	106 25	10,625 00	4,400 00	LT		290 90
	DTD 05/26/2006	031652AW0	6,225 00	62 25			4,400 00	LT		4,109 10
5,000	INT 09.250% MATY. 06/01/2016	02/03/09	2,731.25	54 625	106 25	5,312 50	2,581 25	ST		131 45
	Rating B2/B +		2,731 25	54 625			2,581 25	ST		2,449 80
5,000	Next call on 06/01/11 @ 104 630	02/03/09	2,750 00	55 00	106 25	5,312 50	2,562 50	ST		131 15
			2,750 00	55 00			2,562 50	ST		2,431 35
5,000		02/19/09	2,712 50	54 25	106 25	5,312 50	2,600 00	ST		125 45
			2,712 50	54 25			2,600 00	ST		2,474 55
5,000		02/24/09	2,800.00	56 00	106 25	5,312 50	2,512 50	ST		122 90
			2,800 00	56 00			2,512 50	ST		2,389 60
30,000			17,218.75	57 40		**31,875.00**	14,656 25		**8.705**	**801.85**
			17,218 75	57 40	**231 25**		**14,656 25**		**2,775 00**	**13,854 40**
40,000	PIONEER NATURAL RESO	04/07/08	36,600 00	91 50	95 73	38,292 00	1,692 00	LT		557.20
	DTD 07/15/2004	723787AE7	36,600 00	91 50			1,692 00	LT		1,134 80
60 000	INT 05.875% MATY 07/15/2016	12/11/08	37,200.00	62 00	95.73	57,438 00	20,238 00	LT		1,915 80
	Rating BA1/BB +		37,200 00	62 00			20,238 00	LT		18,322 20
100,000			73,800 00	73 80		**95,730.00**	21,930 00		**8.137**	**2,473.00**
			73,800 00	73 80	**2,709 03**		**21,930 00**		**5,875 00**	**19,457 00**
55,000	UNITED AIRLINES INC	10/05/09	55,000 00	100 00	105 375	**57,958.25**	2,956 25	ST	**9.869**	**0.00**
	DTD 10/13/2009	902552AB4	**55,000.00**	100 00	**1,239 33**		**2,958.25**	ST	**5,720 00**	**2,958.25**
	INT 10 400% MATY 11/01/2016									
	Rating BA1/BBB									
120,000	FORD MOTOR COMPANY	11/03/09	120,000 00	100 00	125 375	**150,450.00**	30,450 00	ST	**3 389**	**0.00**
	CVBD DTD 11/09/2009	345370CN8	**120,000 00**	100 00	**736.87**		**30,450 00**	ST	**5,100 00**	**30,450.00**
	INT 04 250% MATY 11/15/2016									
	Rating CAA1/CCC									

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

MorganStanley SmithBarney

Ref. 00010546 00093177

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
10,000	PROLOGIS SR UNSECD	10/21/09	$ 9,087 50	$ 90 875	92 154	$ 9,215 40	$ 127 90	ST		$ 17 50
	BK/ENTRY-DTD 11/14/2006	743410AN2	$ 9,087 50	$ 90 875			$ 127 90	ST		$ 110 40
10,000	INT 05 625% MATY 11/15/2016	10/23/09	9,125.00	91 25	92 154	9,215 40	90 40	ST		16 30
	Rating BAA2/BBB-		9,125 00	91 25			90 40	ST		74 10
20,000			18,212 50	91 10		**18,430.80**	218 30		**8.103**	**33.80**
			18,212 50	91 10	**143 75**		**218 30**		**1,125 00**	**184 50**
5,000	USG CORP	03/10/08	4,000 00	80 00	89 50	4,475 00	475 00*	LT		146 10
	DTD 11/17/2006	903293AR9	4,000 00	80 00			475 00*	LT		328 90
10,000	WHEN ISSUED	11/02/09	8,625 00	86 25	89 50	8,950 00	325 00	ST		21 20
	INT 06 300% MATY 11/15/2016		8,625 00	86 25			325 00	ST		303 80
15,000	Rating CAA1/B +		12,625 00	84 20		**13,425.00**	800 00		**7.039**	**167.30**
			12,625 00	84 20	**120 75**		**800 00**		**945 00**	**632 70**
20,000	FEDERATED RETAIL HLD	04/13/09	14,075 00	70 375	97 50	19,500 00	5,425 00	ST		357 80
	DTD 11/29/2006	314275AA6	14,075 00	70 375			5,425 00	ST		5,067 20
5,000	INT 05 900% MATY 12/01/2016	04/27/09	3,975 00	79 50	97 50	4,875 00	900 00	ST		63 55
	Rating BA2/BB		3,975 00	79 50			900 00	ST		836 45
25,000			18,050 00	72 20		**24,375.00**	6,325 00		**8.061**	**421.35**
			18,050 00	72 20	**122 92**		**6,325 00**		**1,475 00**	**5,903 65**
10,000	COMPLETE PRODUCTION SERVICES	03/19/09	6,300 00	63 00	98 625	9,862 50	3,562 50	ST		200 70
	INC BOOK/ENTRY	20453EAC3	6,300 00	63 00			3,562 50	ST		3,361 80
10,000	DTD 06/15/2007	04/07/09	6,450 00	64 50	98 625	9,862 50	3,412 50	ST		183 70
	INT 08 000% MATY 12/15/2016		6,450 00	64 50			3,412 50	ST		3,228 80
5,000	Rating B1/B +	10/08/09	4,650 00	93 00	98 625	4,931 25	281 25	ST		8 10
	Next call on 12/15/11 @ 104 000		4,650 00	93 00			281 25	ST		273 15
5,000		10/29/09	4,762 50	95 25	98 625	4,931 25	168 75	ST		4 30
			4,762 50	95 25			168 75	ST		164 45
25,000		12/22/09	24,687.50	98 75	98 625	24,656 25	(31 25)	ST		0 00
			24,687 50	98 75			(31 25)	ST		(31 25)
55,000			46,850 00	85 20		**54,243.75**	7,393 75		**8.111**	**398.80**
			46,850 00	85 20	**195 56**		**7,393 75**		**4,400 00**	**6,996 95**
5,000	NRG ENERGY INC	06/26/09	4,675 00	93 50	100 25	**5,012.50**	337 50	ST	**7.358**	**15.75**
	DTD	629377AX0	**4,675.00**	93 50	**170.03**		**337 50**	ST	**368.75**	**321 75**
	INT 07 375% MATY 01/15/2017									
	Rating B1/BB-									
	Next call on 01/15/12 @ 103 690									

MorganStanley SmithBarney

Ref. 00010546 00093178

Reserved
Client Statement
December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip. Income (annualized)	Ordinary Income/ Capital gain/(loss)
50,000	CONTINENTAL AIRLINES PASS THRU	01/13/04	$ 17,509 39	$ 109 87	89 00	$ 14,124.42	($ 3,384 97)*	LT	7.581	$ 0.00
	TRUST SER 1998-1 CL B BK/ENTRY	210805CC9	$ 16,865 84	$ 106 275	$ 315.33		($ 2,741.42)*	LT	$ 1,070.91	($ 2,741.54)
	DTD 2/20/1998									
	INT 06 748% MATY 03/15/2017									
	Factor 31740									
	Curr face $ 15,870 13									
	Rating. BA2/BB									
10,000	SWIFT ENERGY	09/22/09	8,650 00	86 50	94 50	9,450 00	800 00	ST	7 539	33 00
	DTD 6/1/2007	870738AF8	8,650.00	86 50	59.38		800 00	ST	712.50	767.00
	INT 07 125% MATY 06/01/2017									
	Rating B3/BB-									
	Next call on 06/01/12 @ 103 563									
10,000	UNITED STATES STEEL CORP	05/14/09	7,750 00	77 50	95 467	9,546 70	1,796 70	ST		115 60
	BK/ENTRY-DTD 05/21/2007	912909AC2	7,750 00	77 50			1,796 70	ST		1,681 10
5,000	INT 06 050% MATY 06/01/2017	05/14/09	3,875 00	77 50	95 467	4,773 35	898 35	ST		57 80
	Rating BA3/BB		3,875.00	77 50			898 35	ST		840 55
5,000		06/15/09	4,237 50	84 75	95 467	4,773 35	535 85	ST		36 50
			4,237 50	84 75			535 85	ST		499 35
20,000			15,862 50	79 30		19,093 40	3,230 90		6 337	208 90
			15,862.50	79 30	100.83		3,230.90		1,210.00	3,021.00
10,000	CIENA CORP CV	09/15/09	6,618 75	66 187	57 875	5,787 50	(831 25)	ST		0 00
	DD 06/11/2007	171779AE1	6,618 75	66 187			(831 25)	ST		(831 25)
5,000	INT 00 875% MATY 06/15/2017	09/16/09	3,399 73	67 994	57 875	2,893 75	(505 98)	ST		0 00
	Rating S&P B		3,399 73	67 994			(505 98)	ST		(505 98)
10,000		09/21/09	6,900 00	69 00	57 875	5,787 50	(1,112 50)	ST		0 00
			6,900 00	69 00			(1,112 50)	ST		(1,112 50)
10,000		09/24/09	6,889 00	68 89	57 875	5,787 50	(1,101 50)	ST		0 00
			6,889 00	68 89			(1,101 50)	ST		(1,101 50)
5,000		09/30/09	3,468 75	69 375	57 875	2,893 75	(575 00)	ST		0 00
			3,468.75	69 375			(575 00)	ST		(575 00)
5,000		10/01/09	3,377 50	67 55	57 875	2,893 75	(483 75)	ST		0 00
			3,377 50	67 55			(483 75)	ST		(483 75)
5,000		10/01/09	3,350 00	67 00	57 875	2,893 75	(456 25)	ST		0 00
			3,350 00	67 00			(456 25)	ST		(456 25)
5,000		10/02/09	3,312 50	66 25	57 875	2,893 75	(418 75)	ST		0 00
			3,312 50	66 25			(418 75)	ST		(418 75)
5,000		10/06/09	3,175 00	63 50	57 875	2,893 75	(281 25)	ST		0 00
			3,175 00	63 50			(281 25)	ST		(281 25)

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

MorganStanley SmithBarney

Ref. 00010546 00093179

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	CIENA CORP CV	10/07/09	$ 3,180.40	$ 63 608	57 875	$ 2,893 75	($ 286 65)	ST		$ 0 00
	DD 06/11/2007	171779AE1	$ 3,180 40	$ 63 608			($ 286 65)	ST		($ 286 65)
5,000	INT 00 875% MATY 06/15/2017	10/23/09	3,140.00	62 80	57 875	2,893 75	(246 25)	ST		0 00
	Rating S&P B		3,140 00	62 80			(246 25)	ST		(246 25)
5,000		12/17/09	2,883 00	57 66	57 875	2,893 75	10 75	ST		5 00
			2,883 00	57 66			10 75	ST		5 75
75,000			49,694 63	66 30		**43,408.25**	(6,288 38)		**1.511**	**5.00**
			49,694.63	66 30	**29.17**		**(6,288 38)**		**656.25**	**(6,293 38)**
5,000	EL PASO CORP	03/05/09	3,893 75	77 875	99 179	4,958 95	1,065 20	ST		70 55
	DTD 06/18/2007	28336LBQ1	3,893 75	77 875			1,065 20	ST		994 65
5,000	GLOBAL	03/06/09	3,893 75	77 875	99 179	4,958 95	1,065 20	ST		70 30
	INT 07 000% MATY 06/15/2017		3,893.75	77 875			1,065 20	ST		994 90
10,000	Rating BA3/BB-		7,787 50	77 90		**9,917.90**	2,130 40		**7.067**	**140.85**
			7,787.50	77 90	**31.11**		**2,130 40**		**700 00**	**1,989 55**
15,000	CHESAPEAKE ENERGY CO	05/18/09	12,037 50	80 25	98 00	**14,700 00**	2,662 50	ST	**6 632**	**147 60**
	DTD 08/16/2005	165167BS5	**12,037.50**	80 25	**368.33**		**2,662.50**	ST	**975.00**	**2,514 90**
	GLOBAL									
	INT 06 500% MATY 08/15/2017									
	Rating. BA3/BB									
85,000	AES CORP	12/11/08	59,075 00	69 50	102 625	87,231 25	28 156 25	LT		1,688 10
	DTD 01/18/2008	00130HBH7	59,075 00	69 50			28,156 25	LT		26,468 15
15,000	RULE 144A	03/06/09	11,062 50	73 75	102 625	15,393 75	4,331 25	ST		211 65
	INT 08 000% MATY 10/15/2017		11,062 50	73 75			4,331 25	ST		4,119 60
10,000	Rating B1/BB-	03/06/09	7,350 00	73 50	102 625	10,262 50	2,912 50	ST		142 10
			7,350 00	73 50			2,912 50	ST		2,770 40
110,000			77,487 50	70 40		**112,887 50**	35,400 00		**7.795**	**2,041.85**
			77,487.50	70 40	**1,857.78**		**35,400.00**		**8,800.00**	**33,358.15**
35,000	DILLARD DEPT STORES	12/02/03	33,250 00	95 00	83 00	29,050 00	(4,200 00)*	LT		0 00
	DTD 01/12/1998	254063AX8	33,250 00	95 00			(4,200 00)*	LT		(4,200 00)
25,000	INT 06 625% MATY 01/15/2018	02/03/04	24,375 00	97 50	83 00	20,750 00	(3,625 00)*	LT		0 00
	Rating B3/B-		24,375 00	97 50			(3,625 00)*	LT		(3,625 00)
25,000		03/08/04	24,281 25	97 125	83 00	20,750 00	(3,531 25)*	LT		0 00
			24,281 25	97 125			(3 531 25)*	LT		(3,531.25)
25,000		09/02/04	23,625 00	94 50	83 00	20,750 00	(2,875 00)*	LT		0 00
			23,625 00	94 50			(2,875 00)*	LT		(2,875 00)
110,000			105,531 25	95 90		**91,300.00**	(14,231 25)		**7.981**	**0.00**
			105,531.25	95 90	**3,380.35**		**(14,231.25)**		**7,287.50**	**(14,231.25)**

MorganStanley SmithBarney

Ref. 00010546 00093180

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
25,000	USG CORP	09/24/07	$ 24,938 00	$ 99 752	103 00	$ 25,750 00	$ 812 00*	LT		$ 0 00
	DTD 09/27/2007	903293AS7	$ 24,938 00	$ 99 752			$ 812 00*	LT		$ 812 00
10,000	INT 07 750% MATY 01/15/2018	01/26/09	6,475.00	64 75	103 00	10,300 00	3,825 00	ST		189 00
	Rating CAA1/B +		6,475 00	64 75			3,825 00	ST		3,636 00
10,000		01/27/09	6,500 00	65 00	103 00	10,300 00	3,800 00	ST		187 80
			6,500 00	65 00			3,800 00	ST		3,612 20
45,000			37,913 00	84 30		**46,350.00**	8,437 00		**7.524**	**376.80**
			37,913.00	84 30	**1,793.12**		**8,437.00**		**3,487.50**	**8,060.20**
5,000	U S STEEL CORP	04/30/09	3,731 25	74 625	97 949	4,897 45	1,166 20	ST		58 15
	DTD 12/10/07	912656AG0	3,731.25	74 625			1,166 20	ST		1,108 05
5,000	INT 07 000% MATY 02/01/2018	04/30/09	3,725 00	74 50	97 949	4,897 45	1,172 45	ST		58 35
	Rating. BA3/BB		3,725 00	74 50			1,172 45	ST		1,114 10
10,000			7,456 25	74 60		**9,794.90**	2,338 65		**7.148**	**116.50**
			7,456 25	74 60	**291 67**		**2,338 65**		**700.00**	**2,222 15**
15,000	CSC HOLDINGS INC SR DEB	12/10/08	10,650 00	71 00	103 50	**15,525 00**	4,875 00	LT	**7 608**	**275 85**
	DTD 02/06/98	126304AG9	**10,650.00**	71 00	**446.25**		**4,875 00**	LT	**1,181.25**	**4,599 15**
	INT 07 875% MATY. 02/15/2018									
	Rating BA3/BB									
24,191	FAIRPOINT COMMUNICATIONS INC	04/21/09	6,168 70	25 50	10 50	2,540 06	(3,628 64)	ST		0 00
	BOOK/ENTRY	305560AL8	6,168 70	25 50			(3,628 64)	ST		(3,628 64)
25,000	DTD 07/29/2009	04/23/09	6,437 50	25 75	10 50	2,625 00	(3,812 50)	ST		0 00
	INT 13 125% MATY 04/02/2018		6,437 50	25 75			(3,812 50)	ST		(3,812 50)
25,000	Rating C/D	05/05/09	7,062 50	28 25	10 50	2,625 00	(4,437 50)	ST		0 00
	Next call on 04/01/13 @ 106 563		7,062.50	28 25			(4,437 50)	ST		(4,437 50)
5,000		05/13/09	1,625 00	32 50	10 50	525 00	(1,100 00)	ST		0 00
			1,625 00	32 50			(1,100 00)	ST		(1,100 00)
15,000		06/18/09	3,075 00	20 50	10 50	1,575 00	(1,500 00)	ST		0 00
			3,075 00	20 50			(1 500 00)	ST		(1,500 00)
1		07/29/09	01		10 50	.11	10	ST		0 00
			01				10	ST		0 00
94,192			24,368 71	25 90		**9,890.17**	(14,478 54)		**125.00**	**0.00**
			24,368 71	25 90	**5,219 81**		**(14,478 54)**		**12,362 70**	**(14,478 64)**
15,000	PIONEER NATURAL RESO	05/31/07	14,531 40	98 687	98 942	**14,841 30**	309 90*	LT	**6 848**	0 00
	DTD 05/01/2006	723787AF4	**14,531.40**	98 687	**171 87**		**309 90***	LT	**1,031.25**	**309.90**
	INT 06 875% MATY 05/01/2018									
	Rating BA1/BB +									

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	NGC CORPORATION DTD 05/20/1998	05/20/05 629121AF1	$ 4,262 50 $ 4,262 50	$ 85 25 $ 85 25	81 50	$ 4,075 00	($ 187 50)* LT ($ 187 50)* LT		$ 0 00 ($ 187 50)
5,000	INT 07 125% MATY 05/15/2018 Rating B3/B	05/26/05	4,400 00 4,400 00	88 00 88 00	81 50	4,075 00	(325 00)* LT (325 00)* LT		0 00 (325 00)
30,000		09/19/06	27,675 00 27,675 00	92 25 92 25	81 50	24,450 00	(3,225 00)* LT (3,225 00)* LT		0 00 (3,225 00)
25,000		09/19/06	23,062 50 23,062 50	92 25 92 25	81 50	20,375 00	(2,687 50)* LT (2,687 50)* LT		0 00 (2,687 50)
65,000			59,400 00 **59,400 00**	91 40 91 40	**591 77**	**52,975 00**	(6,425 00) **(6,425 00)**	**8 742** **4,631.25**	**0 00** **(6,425.00)**
50,000	OWENS ILL INC DTD 05/20/1998	05/06/04 690768BF2	44,437 50 44,437 50	88 875 88 875	100 75	50,375 00	5,937 50* LT 5,937 50* LT		1,447 50 4,490 00
15,000	INT 07 800% MATY 05/15/2018 Rating B2/B +	08/16/04	14,625 00 14,625 00	97 50 97 50	100 75	15,112 50	487 50* LT 487 50* LT		0 00 487 50
65,000			59,062 50 **59,062.50**	90 90 90 90	**647.83**	**65,487 50**	6,425 00 **6,425 00**	**7 741** **5,070.00**	**1,447 50** **4,977.50**
5,000	PROLOGIS TRUST DTD 05/07/2008 INT 06 625% MATY 05/15/2018 Rating BAA2/BBB-	09/11/09 743410AT9	4,477.60 **4,477 60**	89 552 89 552	94 837 **42 33**	**4,741.85**	264 25 ST **264 25** ST	**6.985** **331 25**	**12.30** **251 95**
150,000	STARWOOD HTLS & RES DTD 05/23/2008 INT 06 750% MATY. 05/15/2018 Rating BA1/BB	04/08/09 85590AAL8	102,375 00 **102,375.00**	68 25 68 25	100 25 **1,293.75**	**150,375 00**	48,000 00 ST **48,000.00** ST	**6 733** **10,125.00**	**2,109 00** **45,891.00**
160,000	KB HOME DTD 04/03/2006 INT 07 250% MATY 06/15/2018 Rating B1/BB-	03/27/08 48666KAN9	159,521 60 **159,521 60**	99 701 99 701	95 00 **515 56**	**152,000.00**	(7,521 60)* LT **(7,521 60)*** LT	**7.631** **11,600 00**	**0.00** **(7,521 60)**
5,000	SLM CORP MEDIUM TERM NOTES BOOK ENTRY	09/20/07 78442FAX6	3,912 50 3,912 50	78 25 78 25	76 872	3,843 60	(68 90)* LT (68 90)* LT		0 00 (68.90)
5,000	DTD 06/16/2003 INT 05 000% MATY 06/15/2018 Rating BA1/BBB-	09/20/07	3,950 00 3,950 00	79 00 79 00	76 872	3,843 60	(106 40)* LT (106 40)* LT		0 00 (106 40)
5,000	Next call on 06/15/10 @ 100 000	04/14/09	2,425 00 2,425 00	48 50 48 50	76 872	3,843 60	1,418 60 ST 1,418 60 ST		96 80 1,321 80
15,000			10,287.50 **10,287.50**	68 60 68 60	**33 33**	**11,530 80**	1,243 30 **1,243 30**	**6 504** **750.00**	**96 80** **1,146.50**

MorganStanley SmithBarney

Ref. 00010546 00093182

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
55,000	SLM CORP	06/11/08	$ 53,916 50	$ 98 03	98 675	$ 54,271 25	$ 354 75	LT		$ 0 00
	DTD 06/18/2008	78442FEH7	$ 53,916 50	$ 98 03			$ 354 75	LT		$ 354 75
5,000	INT 08 450% MATY 06/15/2018	04/14/09	3,050 00	61.00	98 675	4,933 75	1,883.75	ST		69 95
	Rating BA1/BBB-		3,050 00	61 00			1,883 75	ST		1,813 80
60,000			56,966 50	94 90		**59,205.00**	2,238 50		**8.583**	**69.95**
			56,966 50	94 90	**225 33**		**2,238 50**		**5,070 00**	**2,168 55**
10,000	BE AEROSPACE INC SR NOTES	10/28/08	8,425 00	84 25	106 00	10,600 00	2,175 00	LT		116 70
	REG-DTD07/01/08	055381AQ0	8,425.00	84 25			2,175 00	LT		2,058 30
10,000	INT 08 500% MATY 07/01/2018	11/21/08	8,100 00	81 00	106 00	10,600 00	2,500 00	LT		128 40
	Rating BA3/BB		8,100 00	81 00			2,500 00	LT		2,371 60
	Next call on 07/01/13 @ 104 250									
20,000		04/30/09	18,100 00	90 50	106 00	21,200.00	3,100 00	ST		90 80
			18,100 00	90 50			3,100 00	ST		3,009 20
10,000		05/05/09	9,175 00	91 75	106 00	10,600 00	1,425 00	ST		39 50
			9,175 00	91 75			1,425 00	ST		1,385 50
50,000			43,800 00	87 60		**53,000 00**	9,200 00		**8 018**	**376 40**
			43,800.00	87 60	**2,125.00**		**9,200 00**		**4,250.00**	**8,824.60**
40,000	CSC HOLDINGS INC SR NOTES	04/10/01	35,346 00	88 365	103 00	41,200 00	5,854 00*	LT		1,512 40
	BK/ENTRY-DTD 7/21/1998	126304AK0	35,346 00	88 365			5,854 00*	LT		4,341 60
30,000	INT 07 625% MATY 07/15/2018	02/14/02	26,761 50	89 205	103 00	30,900 00	4,138 50*	LT		1,006 20
	Rating BA3/BB		26,761 50	89 205			4,138 50*	LT		3,132 30
100,000		12/11/08	71,000 00	71 00	103 00	103,000 00	32,000 00	LT		1,742 00
			71,000 00	71 00			32,000 00	LT		30,258 00
170,000			133,107 50	78 30		**175,100.00**	41,992 50		**7.402**	**4,260.80**
			133,107 50	78.30	**5,977 15**		**41,992 50**		**12,962 50**	**37,731 90**
20,000	DILLARDS INC	06/15/04	18,900 00	94 50	86 50	**17,300.00**	(1,600 00)*	LT	**8.242**	**0.00**
	BK/ENTRY	254067AH4	**18,900.00**	94 50	**594.17**		(1,600.00)*	LT	**1,426 00**	**(1,600.00)**
	DTD 08/07/98									
	INT 07 130% MATY 08/01/2018									
	Rating B3/B-									
20,000	TOYS R US	01/08/04	20,064 40	100 372	91 50	18,300 00	(1,764 40)*	LT		0 00
	BK/ENTRY DTD DTD 9/22/03	892335AL4	20,052 40	100 262			(1,752 40)*	LT		(1,752 40)
15,000	INT 07 375% MATY 10/15/2018	01/08/04	14,866 05	99 107	91 50	13,725 00	(1,141 05)*	LT		0 00
	Rating CAA1/CCC+		14,866 05	99 107			(1,141 05)*	LT		(1,141 05)
10,000		01/08/04	9,989 40	99 894	91 50	9,150 00	(839 40)*	LT		0 00
			9,989 40	99 894			(839 40)*	LT		(839 40)
10,000		01/08/04	10,025 10	100 251	91 50	9,150 00	(875 10)*	LT		0 00
			10,017 50	100 175			(867 50)*	LT		(867 50)

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

MorganStanley SmithBarney

Ref 00010546 00093183

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
10,000	TOYS R US	01/08/04	$ 10,028 70	$ 100 287	91 50	$ 9,150 00	($ 878 70)* LT		$ 0 00
	BK/ENTRY DTD DTD 9/22/03	892335AL4	$ 10,020 10	$ 100 201			($ 870 10)* LT		($ 870 10)
30,000	INT 07 375% MATY 10/15/2018	07/12/05	24,712 50	82 375	91 50	27,450 00	2,737 50* LT		1,104 30
	Rating CAA1/CCC+		24,712 50	82 375			2,737 50* LT		1,633 20
35,000		07/13/05	28,437 50	94 79	91 50	32,025 00	3,587 50* LT		416 50
			28,437.50	94 79			3,587 50* LT		3,171 00
20,000		10/24/05	15,050 00	75 25	91 50	18,300 00	3,250 00* LT		925 20
			15,050 00	75 25			3,250 00* LT		2,324 80
5,000		02/20/07	4,350 00	87 00	91 50	4,575 00	225 00* LT		102 75
			4,350 00	87 00			225 00* LT		122 25
5,000		03/02/07	4,237.50	84 75	91 50	4,575 00	337 50* LT		117 20
			4,237 50	84 75			337 50* LT		220 30
5,000		04/23/07	4,368 75	87 375	91 50	4,575 00	206 25* LT		94 75
			4,368 75	87 375			206 25* LT		111 50
5,000		04/24/07	4,368 75	87 375	91 50	4,575 00	206 25* LT		94 70
			4,368 75	87 375			206 25* LT		111 55
5,000		04/26/07	4,431 25	88 625	91 50	4,575 00	143 75* LT		86 00
			4,431.25	88 625			143 75* LT		57 75
5,000		05/01/07	4,412 50	88 25	91 50	4,575 00	162 50* LT		88 35
			4,412 50	88 25			162 50* LT		74 15
15,000		05/08/07	13,181.25	87 875	91 50	13,725 00	543 75* LT		271 50
			13,181 25	87.875			543 75* LT		272.25
10,000		05/15/07	8,800 00	88 00	91 50	9,150 00	350 00* LT		178 50
			8,800 00	88 00			350 00* LT		171 50
10,000		05/22/07	8,850 00	88 50	91 50	9,150 00	300.00* LT		170 90
			8,850 00	88 50			300 00* LT		129 10
5,000		05/22/07	4,437 50	88 75	91 50	4,575 00	137 50* LT		83 75
			4,437 50	88 75			137 50* LT		53 75
5,000		05/31/07	4,400 00	88 00	91 50	4,575 00	175 00* LT		88 25
			4,400 00	88 00			175 00* LT		86 75
5,000		01/16/08	3,325 00	66 50	91 50	4,575 00	1,250 00* LT		160 35
			3,325 00	66 50			1,250 00* LT		1,089 65
85,000		04/07/08	59,712.50	70 25	91 50	77,775 00	18,062.50 LT		2,255 05
			59,712 50	70 25			18,062 50 LT		15,807 45
315,000			262,048 65	83 20		**288,225.00**	26,176 35	**8.08**	**6,238.05**
			262,020 45	83 20	4,904 37		**26,204 65**	23,231 25	**19,986 50**

MorganStanley SmithBarney

Ref 00010546 00093184

Reserved
Client Statement
December 1 - December 31, 2009

THE PETER AND ELIZABETH C. **Account number 356-73568-15 640**

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
15,000	U S WEST CAP FDG INC	02/07/08	$ 12,487 50	$ 83 25	86 50	**$ 12,975.00**	$ 487 50* LT	**7.514**	**$ 290.25**
	DTD 11/18/1998	912912AR3	**$ 12,487 50**	$ 83 25	**$ 124.58**		**$ 487.50*** LT	**$ 975.00**	**$ 197.25**
	INT 06 500% MATY 11/15/2018								
	Rating B1/B +								
5,000	SPRINT CAP CORP COMPANY GTY	02/28/08	3,850 00	77 00	92 00	4,600 00	750 00* LT		111 90
	-REG- DTD 5/6/1999	852060AG7	3,850 00	77 00			750 00* LT		638 10
5,000	INT 06 900% MATY 05/01/2019	02/28/08	3,812 50	76 25	92 00	4,600 00	787 50* LT		114.70
	Rating. BA3/BB		3,812 50	76 25			787 50* LT		672 80
5,000		02/28/08	3,762 50	75 25	92 00	4,600 00	837 50* LT		118 30
			3,762 50	75 25			837 50* LT		719 20
5,000		02/29/08	3,675 00	73 50	92 00	4,600 00	925 00* LT		124 20
			3,675 00	73 50			925 00* LT		800 80
5,000		03/03/08	3,781.25	75 625	92 00	4,600 00	818.75* LT		116 20
			3,781 25	75 625			818 75* LT		702 55
25,000			18,881 25	75 50		**23,000 00**	4,118 75	**7 50**	**585 30**
			18,881 25	75 50	**287.50**		**4,118 75**	**1,725.00**	**3,533 45**
50,000	DYNEGY HOLDINGS INC	11/26/07	44,125 00	88 25	86 75	**43,375.00**	(750 00)* LT	**8.933**	**0.00**
	DTD 5/24/2007	26816LAW2	**44,125 00**	88 25	**322 92**		**(750 00)*** LT	**3,875 00**	**(750 00)**
	GLOBAL								
	INT 07 750% MATY 06/01/2019								
	Rating B3/B								
10,000	NRG ENERGY INC	07/02/09	9,875 00	98 75	102 50	10,250 00	375 00 ST		0 00
	DTD 06/05/2009	629377BG6	9,875 00	98 75			375 00 ST		375 00
10,000	INT 08 500% MATY. 06/15/2019	07/02/09	9,950 00	99 50	102 50	10,250 00	300 00 ST		0 00
	Rating B1/BB-		9,950 00	99 50			300 00 ST		300 00
5,000	Next call on 06/15/14 @ 104 250	07/02/09	4,962 50	99 25	102.50	5,125 00	162 50 ST		0 00
			4,962 50	99 25			162 50 ST		162 50
5,000		07/08/09	4,875 00	97 50	102 50	5,125 00	250 00 ST		3 95
			4,875 00	97 50			250 00 ST		246 05
10,000		07/16/09	9,875 00	98.75	102 50	10,250 00	375 00 ST		0 00
			9,875 00	98 75			375 00 ST		375 00
40,000			39,537 50	98 80		**41,000 00**	1,462 50	**8 292**	**3 95**
			39,537.50	98 80	**151.11**		**1,462.50**	**3,400.00**	**1,458.55**
5,000	CHESAPEAKE ENERGY CO	10/05/06	4,737 50	94 75	96 50	4,825 00	87 50* LT		38 60
	DTD 11/8/2005	165167BU0	4,737 50	94 75			87 50* LT		48 90
5,000	GLOBAL WHEN ISSUED	10/12/06	4,731 25	94 625	96 50	4,825 00	93 75* LT		39 25
	INT 06 875% MATY 11/15/2020		4,731 25	94 625			93 75* LT		54 50
5,000	Rating BA3/BB	10/20/06	4,731 25	94 625	96 50	4,825 00	93 75* LT		38 95
			4,731 25	94 625			93 75* LT		54 80

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

MorganStanley SmithBarney

Ref 00010546 00093185

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	CHESAPEAKE ENERGY CO	11/01/06	$ 4,750 00	$ 95 00	96 50	$ 4,825.00	$ 75 00*	LT		$ 35 90
	DTD 11/8/2005	165167BU0	$ 4,750 00	$ 95 00			$ 75 00*	LT		$ 39 10
5,000	GLOBAL WHEN ISSUED	11/29/06	4,806 25	96 125	96 50	4,825 00	18 75*	LT		18 75
	INT 06 875% MATY 11/15/2020		4,806 25	96 125			18 75*	LT		0 00
40,000	Rating BA3/BB	05/07/09	32,100 00	80 25	96 50	38,600 00	6,500 00	ST		241 60
			32,100 00	80 25			6,500 00	ST		6,258 40
50,000		05/15/09	38,750 00	77.50	96 50	48,250 00	9,500 00	ST		323 50
			38,750 00	77 50			9,500 00	ST		9,176 50
115,000			94,606 25	82 30		**110,975 00**	16,368 75		**7 124**	**736 55**
			94,606.25	82 30	**1,010.24**		**16,368.75**		**7,906.25**	**15,632.20**
5,000	CONTINENTAL AIRLS PA	12/19/05	2,417.83	91.928	91 00	**2,497.77**	79 94*	LT	**8.314**	**32.58**
	DTD 06/17/99	210805CV7	**2,417 83**	91 928	**61 15**		**79 94***	LT	**207 67**	**47 36**
	LGL 09/15/2021 EXP 03/15/2020									
	INT 07 566% MATY 09/15/2021									
	Factor 54896									
	Curr face $ 2,744 80									
	Rating BA2/BB +									
20,000	NORTHERN TELECOM LTD DEBS	09/19/03	18,225 00	91 125	45 00	9,000 00	(9,225 00)*	LT		0 00
	BK/ENTRY DTD 9/1/1993	665815AH9	18,225 00	91 125			(9,225 00)*	LT		(9,225 00)
35,000	INT 06 875% MATY 09/01/2023	03/26/04	34,343 75	98 125	45 00	15,750 00	(18,593.75)*	LT		0 00
	Rating Moody WR		34,343 75	98 125			(18,593.75)*	LT		(18,593.75)
20,000		05/03/04	17,850 00	89 25	45 00	9,000 00	(8,850 00)*	LT		0 00
			17,850 00	89 25			(8,850 00)*	LT		(8,850 00)
25,000		05/10/04	21,125 00	84 50	45 00	11,250 00	(9,875 00)*	LT		0 00
			21,125 00	84 50			(9,875 00)*	LT		(9,875 00)
25,000		05/19/04	20,250 00	81 00	45 00	11 250 00	(9,000 00)*	LT		0 00
			20,250 00	81 00			(9,000 00)*	LT		(9,000 00)
25,000		06/04/04	21,437 50	85 75	45 00	11,250 00	(10,187 50)*	LT		0 00
			21,437 50	85 75			(10,187 50)*	LT		(10,187 50)
150,000			133,231 25	88 80		**67,500 00**	(65,731 25)		**15.277**	**0.00**
			133,231.25	88 80	**3,437.50**		**(65,731.25)**		**10,312.50**	**(65,731.25)**
5,000	UNITED RENTALS NA INC CV	02/26/09	3,250 00	65 00	97 25	4,862 50	1,612 50	ST		67 10
	BOOK/ENTRY DD 10/31/03	911365AH7	3,250 00	65 00			1,612 50	ST		1,545 40
5,000	INT 01 875% MATY 10/15/2023	03/03/09	3,500 00	70 00	97 25	4,862 50	1,362 50	ST		59 65
	Rating CAA1/CCC +		3,500 00	70 00			1,362.50	ST		1,302 85
10,000	Next call on 10/20/10 @ 100 000		6,750 00	67 50		**9,725.00**	2,975.00		**1 928**	**126.75**
			6,750.00	67.50	**39.58**		**2,975.00**		**187.50**	**2,848.25**

The Peter and Elizabeth C. Tower Foundation
EIN: 16-6350753, December 31, 2009
Attachment A

MorganStanley SmithBarney

Ref. 00010546 00093186

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. **Account number 356-73568-15 640**

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	COLUMBIA HEALTHCARE CORP DEB BOOK ENTRY INT 07 500% MATY 12/15/2023 Rating CAA1/B-	01/19/07 197679AB9	$ 4,162 50 $ 4,162 50	$ 83 25 $ 83 25	91 374 $ 16 67	$ 4,568.70	$ 406 20* LT $ 406 20* LT	8.208 $ 375.00	$ 69.55 $ 336.65
25,000	AMERICAN PRESIDENT CO LTD DEBS REG-DTD 1/12/94 INT 08 000% MATY 01/15/2024	01/15/04 029103AD0	23,812 50 23,812 50	95.25 95 25	92 00 922 22	23,000.00	(812 50)* LT (812 50)* LT	8.695 2,000 00	0.00 (812 50)
5,000	GEORGIA PAC CORP DTD 12/11/2003	02/17/06 373298CF3	4,893 75 4,893 75	97 875 97 875	102 00	5,100 00	206 25* LT 206 25* LT		0 00 206 25
5,000	INT 08 000% MATY 01/15/2024 Rating B2/BB	03/02/06	5,012 50 5,011 40	100 25 100.228	102 00	5,100 00	87 50* LT 88 60* LT		0 00 88 60
5,000		03/07/06	4,968 75 4,968 75	99 375 99 375	102 00	5,100 00	131 25* LT 131 25* LT		0 00 131 25
5,000		03/14/06	5,037 50 5,033 65	100 75 100 673	102 00	5,100 00	62 50* LT 66 35* LT		0 00 66 35
5,000		03/15/06	5,056 25 5,055 75	101 25 101 115	102 00	5,100 00	43 75* LT 44.25* LT		0 00 44.25
5,000		03/23/06	5,081 25 5,072 40	101 625 101 448	102 00	5,100 00	18 75* LT 27 60* LT		0 00 27 60
5,000		03/23/06	5,075 00 5,066 90	101 50 101 338	102 00	5,100 00	25 00* LT 33 10* LT		0 00 33 10
5,000		04/07/06	5,025 00 5,022 75	100 50 100.455	102 00	5,100 00	75 00* LT 77 25* LT		0 00 77 25
10,000		05/17/06	9,775 00 9,775 00	97 75 97 75	102 00	10,200 00	425 00* LT 425 00* LT		0 00 425 00
50,000			49,925 00 49,900.35	99 90 99.80	1,844.44	51,000.00	1,075 00 1,099.65	7.843 4,000.00	0.00 1,099.65
10,000	COLUMBIA HCA HEALTHCARE DEBS REG-DTD 4/15/1994 INT 08 360% MATY 04/15/2024 Rating CAA1/B-	11/16/06 197677AC1	8,775 00 8,775 00	87 75 87 75	95 00 176 49	9,500 00	725 00* LT 725 00* LT	8 80 836 00	97.90 627 10
7	EPIX MEDICAL INC CONV B/E DTD 06/7/2004 CONTRA	01/14/05 268CVR990	34 13 34 13	487 571 487 571		Unpriced	N/A*		0 00 0 00
2	INT 03 000% MATY 06/15/2024	01/19/05	10 09 10 09	504 50 504 50		Unpriced	N/A*		0 00 0 00
2		01/25/05	9 95 9 95	497 50 497 50		Unpriced	N/A*		0 00 0 00
5		02/09/05	25 00 25 00	500.00 500 00		Unpriced	N/A*		0 00 0 00

MorganStanley SmithBarney

Ref. 00010546 00093187

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. *Account number 356-73568-15 640*

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
15	EPIX MEDICAL INC CONV B/E DTD 06/7/2004 CONTRA	03/14/05 268CVR990	$ 70.79 $ 70 79	$ 471 933 $ 471 933		Unpriced	N/A*		$ 0 00 $ 0 00
31	INT 03 000% MATY 06/15/2024		149 96 149.96	483.70 483 70	.04	0 00	0 00 0 00	.93	0.00 0.00
5,000	TXU CORP SR NOTES-BK/ENTRY DTD 11/26/2004	04/13/07 873168AN8	4,250 00 4,250 00	85 00 85 00	46 972	2,348 60	(1,901 40)* LT (1,901 40)* LT		0 00 (1,901 40)
5,000	INT. 06 500% MATY: 11/15/2024 Rating CAA3/CCC	04/16/07	4,277 00 4,277 00	85 54 85 54	46 972	2,348 60	(1,928 40)* LT (1,928 40)* LT		0 00 (1,928 40)
5,000		04/17/07	4,273 75 4,273 75	85 475 85 475	46 972	2,348 60	(1,925 15)* LT (1,925 15)* LT		0 00 (1,925 15)
5,000		04/23/07	4,340 65 4,340 65	86 813 86 813	46 972	2,348 60	(1,992 05)* LT (1,992 05)* LT		0 00 (1,992 05)
5,000		04/23/07	4,336 35 4,336 35	86 727 86 727	46 972	2,348 60	(1,987 75)* LT (1 987 75)* LT		0 00 (1,987 75)
5,000		05/01/07	4,345 00 4,345 00	86 90 86 90	46 972	2,348 60	(1,996 40)* LT (1,996 40)* LT		0.00 (1,996 40)
25,000		05/04/07	21,775 50 21,775 50	87 102 87 102	46 972	11,743 00	(10,032.50)* LT (10,032.50)* LT		0.00 (10,032.50)
5,000		05/07/07	4,346 65 4,346 65	86 933 86 933	46 972	2,348 60	(1,998 05)* LT (1,998 05)* LT		0 00 (1,998 05)
15 000		05/09/07	13,050 00 13,050 00	87 00 87 00	46 972	7,045 80	(6,004 20)* LT (6,004 20)* LT		0 00 (6,004 20)
10,000		05/10/07	8,701 60 8,701 60	87 016 87 016	46 972	4,697 20	(4,004 40)* LT (4,004 40)* LT		0 00 (4,004 40)
5,000		05/16/07	4,354 00 4,354 00	87 08 87 08	46 972	2,348 60	(2,005 40)* LT (2,005 40)* LT		0 00 (2,005 40)
5,000		05/21/07	4,329.85 4,329 85	86 597 86 597	46 972	2,348 60	(1,981.25)* LT (1 981 25)* LT		0.00 (1,981 25)
5,000		05/23/07	4,311 05 4,311 05	86 221 86 221	46 972	2,348 60	(1,962 45)* LT (1,962 45)* LT		0 00 (1,962 45)
10,000		05/31/07	8,635 00 8,635 00	86 35 86 35	46 972	4,697 20	(3,937 80)* LT (3,937 80)* LT		0 00 (3,937 80)
10 000		06/12/07	8,363 70 8,363 70	83 637 83 637	46 972	4,697 20	(3,666 50)* LT (3 666 50)* LT		0.00 (3,666 50)
15,000		06/13/07	12,469 20 12,469 20	83 128 83 128	46 972	7,045 80	(5,423 40)* LT (5,423 40)* LT		0 00 (5,423 40)
10,000		06/15/07	8,257 50 8,257 50	82 575 82 575	46 972	4,697 20	(3,560 30)* LT (3,560 30)* LT		0 00 (3,560 30)

The Peter and Elizabeth C. Tower Foundation
EIN: 16-6350753, December 31, 2009
Attachment A

MorganStanley SmithBarney

Ref. 00010546 00093188

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	TXU CORP SR NOTES-BK/ENTRY	06/22/07	$ 4,095 40	$ 81 908	46 972	$ 2,348.60	($ 1,746 80)*	LT		$ 0 00
	DTD 11/26/2004	873168AN8	$ 4,095 40	$ 81 908			($ 1,746 80)*	LT		($ 1,746 80)
5,000	INT 06 500% MATY 11/15/2024	10/18/07	3,743 75	74 875	46 972	2,348 60	(1,395 15)*	LT		0 00
	Rating CAA3/CCC		3,743 75	74 875			(1,395 15)*	LT		(1,395 15)
5,000		10/19/07	3,731 25	74 625	46 972	2,348 60	(1,382 65)*	LT		0 00
			3,731.25	74 625			(1,382 65)*	LT		(1,382 65)
5,000		10/23/07	3,731 25	74 625	46 972	2,348 60	(1,382 65)*	LT		0 00
			3,731 25	74 625			(1,382 65)*	LT		(1,382 65)
5,000		10/23/07	3,712 50	74 25	46 972	2,348 60	(1,363 90)*	LT		0 00
			3,712 50	74 25			(1,363 90)*	LT		(1,363 90)
5,000		10/24/07	3,731 25	74 625	46 972	2,348 60	(1,382 65)*	LT		0 00
			3,731 25	74 625			(1,382 65)*	LT		(1,382 65)
175,000			147,162 20	84 10		**82,201.00**	(64,961 20)		**13.838**	**0.00**
			147,162 20	84 10	**1,453 47**		**(64,981.20)**		**11,375.00**	**(64,981.20)**
10,000	COLUMBIA /HCA HEALTHCARE CORP	01/19/07	8,425 00	84 25	91 57	**9,157 00**	732 00*	LT	**8 397**	**110 10**
	NOTES-REG-DTD 6/30/1995	197677AG2	**8,425 00**	84 25	**34.18**		**732.00***	LT	**769.00**	**621.90**
	INT 07 690% MATY 06/15/2025									
	Rating. CAA1/B-									
10,000	COLUMBIA HCA HEALTHCARE MED	11/15/05	10,016 70	100 167	89 00	8,900 00	(1,116 70)*	LT		0 00
	NOTES TR# 00015 BOOK ENTRY	19767QAQ8	10,014 60	100 146			(1,114 60)*	LT		(1,114 60)
5,000	DTD 9/14/95	03/05/07	4,262 50	85 25	89 00	4,450 00	187 50*	LT		48 50
	INT 07 580% MATY 09/15/2025		4,262 50	85 25			187 50*	LT		139 00
15,000	Rating CAA1/B-		14,279 20	95 20		**13,350.00**	(929.20)		**8.518**	**48.50**
			14,277 10	95 20	**334 78**		**(927 10)**		**1,137 00**	**(975 60)**
5,000	CITIZENS UTILITIES CO DEL	11/08/04	4,500 00	90 00	82 25	4,112 50	(387 50)*	LT		0 00
	DEBS-BK/ENTRY-DTD 10/20/1995	177342AM4	4,500 00	90 00			(387 50)*	LT		(387 50)
5,000	INT 07 000% MATY 11/01/2025	11/12/04	4,525 00	90 50	82 25	4,112 50	(412 50)*	LT		0 00
	Rating BA2/BB		4,525 00	90 50			(412 50)*	LT		(412 50)
5,000		11/16/04	4,550 00	91 00	82 25	4,112 50	(437 50)*	LT		0 00
			4,550 00	91 00			(437 50)*	LT		(437 50)
10,000		11/17/04	9,200 00	92 00	82 25	8,225 00	(975 00)*	LT		0 00
			9,200 00	92 00			(975 00)*	LT		(975 00)
25,000			22,775 00	91 10		**20,562 50**	(2,212 50)		**8 51**	**0 00**
			22,775 00	91 10	**291 67**		**(2,212.50)**		**1,750 00**	**(2,212 50)**
5,000	GEORGIA PACIFIC CORP DEBS	01/06/06	4,550 00	91 00	95 50	4,775 00	225 00*	LT		42.55
	REG-DTD 12/8/95	373298BN7	4,550 00	91 00			225 00*	LT		182 45
5,000	INT 07 375% MATY 12/01/2025	01/18/06	4,531 25	90 625	95 50	4,775 00	243 75*	LT		43 95
	Rating B2/BB		4,531 25	90 625			243 75*	LT		199 80

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	GEORGIA PACIFIC CORP DEBS	02/10/06	$ 4,625 00	$ 92 50	95 50	$ 4,775 00	$ 150 00* LT		$ 35.65
	REG-DTD 12/8/95	373298BN7	$ 4,625 00	$ 92 50			$ 150 00* LT		$ 114 35
5,000	INT 07 375% MATY. 12/01/2025	02/27/06	4,668 75	93 375	95 50	4,775 00	106 25* LT		31.55
	Rating B2/BB		4,668 75	93 375			106 25* LT		74 70
5,000		03/09/06	4,700 00	94 00	95 50	4,775 00	75 00* LT		28 60
			4,700 00	94 00			75 00* LT		46 40
5,000		03/28/06	4,850 00	97 00	95 50	4,775 00	(75 00)* LT		0 00
			4,850 00	97 00			(75 00)* LT		(75 00)
5,000		05/16/06	4,700 00	94 00	95 50	4,775 00	75 00* LT		26 95
			4,700 00	94 00			75 00* LT		48 05
35,000			32,625 00	93 20		**33,425.00**	800 00	**7 722**	**209.25**
			32,625 00	93 20	**215 10**		**800 00**	**2,581 25**	**580 75**
10,000	JDS UNIPHASE CORP CV	11/13/07	8,171 80	81 718	85 50	8,550 00	378 20* LT		174 80
	BOOK/ENTRY DD 12/7/2006	46612JAD3	8,171 80	81 718			378 20* LT		203 40
40,000	INT 01 000% MATY 05/15/2026	11/14/07	32,586 80	81 467	85 50	34,200 00	1,613 20* LT		706 80
	Next call on 05/20/13 @ 100 000		32,586 80	81 467			1,613 20* LT		906 40
50,000			40,758 60	81 50		**42,750.00**	1,991.40	**1.169**	**881.60**
			40,758 60	81 50	**63 89**		**1,991 40**	**500 00**	**1,109 80**
5,000	ALBERTSONS INC	01/25/06	4,583 20	91 664	89 50	4,475 00	(108 20)* LT		0 00
	DTD 06/17/1996	013104AC8	4,583 20	91 664			(108 20)* LT		(108 20)
20,000	INT 07 750% MATY 06/15/2026	02/01/06	18,221 40	91 107	89 50	17,900 00	(321.40)* LT		0 00
	Rating BA3/B +		18,221 40	91 107			(321 40)* LT		(321 40)
5,000		02/01/06	4,575 25	91 505	89 50	4,475 00	(100 25)* LT		0 00
			4,575 25	91 505			(100 25)* LT		(100 25)
5,000		03/01/06	4,661 20	93 224	89 50	4,475 00	(186 20)* LT		0 00
			4,661 20	93 224			(186 20)* LT		(186 20)
5,000		04/26/06	4,561.30	91 226	89 50	4,475 00	(86.30)* LT		0 00
			4,561 30	91 226			(86 30)* LT		(86 30)
40,000			36,602 35	91 50		**35,800.00**	(802 35)	**8.659**	**0.00**
			36,602 35	91 50	**137 78**		**(802 35)**	**3,100 00**	**(802 35)**
5,000	NCG CORP SR DEBS-BK/ENTRY	05/10/05	4,187 50	83 75	69 00	3,450 00	(737 50)* LT		0 00
	DTD 10/16/1996	629121AC8	4,187 50	83 75			(737 50)* LT		(737 50)
5,000	INT 07 625% MATY 10/15/2026	05/10/05	4,198 40	83 968	69 00	3,450 00	(748 40)* LT		0 00
	Rating B3/B		4,198 40	83 968			(748 40)* LT		(748 40)
5,000		05/26/05	4,400 00	88 00	69 00	3,450 00	(950 00)* LT		0 00
			4,400 00	88 00			(950 00)* LT		(950 00)

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

MorganStanley SmithBarney

Ref. 00010546 00093190

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. **Account number 356-73568-15 640**

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
20,000	NCG CORP SR DEBS-BK/ENTRY	09/21/06	$ 18,450 00	$ 92 25	69 00	$ 13,800 00	($ 4,650 00)*	LT		$ 0 00
	DTD 10/16/1996	629121AC8	$ 18,450 00	$ 92 25			($ 4,650 00)*	LT		($ 4,650 00)
35,000	INT 07 625% MATY 10/15/2026		31,235 90	89 20		**24,150 00**	(7,085 90)		**11 06**	**0.00**
	Rating B3/B		**31,235.90**	89 20	**583.40**		**(7,085.90)**		**2,668.75**	**(7,085.90)**
5,000	CITIZENS COMMUNICATI	08/07/07	4,500 00	89 30	92 00	4,600 00	100 00*	LT		27 70
	DTD 12/22/2006	17453BAS0	4,500 00	89 30			100 00*	LT		72 30
65,000	WHEN ISSUE	04/07/08	58,012 50	89 25	92 00	59,800 00	1,787 50	LT		278 85
	INT 07 875% MATY 01/15/2027		58,012 50	89 25			1,787 50	LT		1,508 65
15,000	Rating. BA2/BB	01/27/09	10,725 00	71 50	92 00	13,800 00	3,075 00	ST		70 20
			10,725 00	71 50			3,075 00	ST		3,004 80
85,000			73,237 50	86 20		**78,200.00**	4,962 50		**8.559**	**376.75**
			73,237 50	86 20	**3,088 56**		**4,962 50**		**6,693 75**	**4,585 75**
30,000	EDISON MISSION ENERG	12/11/08	19,950 00	66 50	67 75	20,325 00	375 00	LT		165 30
	DTD 11/15/2007	281023BA8	19,950 00	66 50			375 00	LT		209 70
40 000	GLOBAL	05/15/09	25,600 00	64 00	67 75	27,100 00	1,500 00	ST		129 60
	INT 07 625% MATY 05/15/2027		25,600 00	64 00			1,500.00	ST		1,370 40
25,000	Rating B2/B	05/18/09	15,250 00	61 00	67 75	16,937 50	1,687 50	ST		81 25
			15,250 00	61 00			1,687 50	ST		1,606 25
25,000		05/21/09	15,375 00	61.50	67 75	16,937 50	1,562 50	ST		80.00
			15,375 00	61 50			1,562 50	ST		1,482 50
35 000		05/27/09	21,350.00	61 00	67 75	23,712 50	2,362 50	ST		110 60
			21,350 00	61.00			2,362 50	ST		2,251 90
155,000			97,525 00	62.90		**105,012.50**	7,487 50		**11.254**	**586.75**
			97,525 00	62 90	**1,510 17**		**7,487.50**		**11,818 75**	**6,920 75**
5,000	NGC CORP CAPITAL TRUST I CAP	06/06/05	4,343 75	86 875	52 50	2,625 00	(1,718 75)*	LT		0 00
	SECS BK/ENTRY DTD 5/28/1997	62912PAC5	4,343 75	86 875			(1,718 75)*	LT		(1,718 75)
5,000	INT 08 316% MATY 06/01/2027	06/21/05	4,412 50	88 25	52 50	2,625 00	(1,787 50)*	LT		0 00
	Rating CAA1/CCC		4,412 50	88 25			(1,787 50)*	LT		(1,787 50)
25,000		08/03/05	23,250 00	93 00	52 50	13,125 00	(10,125 00)*	LT		0 00
			23,250 00	93 00			(10,125 00)*	LT		(10,125 00)
25,000		12/04/06	23,875 00	95 50	52 50	13,125 00	(10,750 00)*	LT		0 00
			23,875 00	95 50			(10,750 00)*	LT		(10,750 00)
60,000			55,881 25	93 10		**31,500 00**	(24,381 25)		**15 84**	**0 00**
			55,881.25	93 10	**415.80**		**(24,381.25)**		**4,989.60**	**(24,381.25)**
10,000	MACYS RETAIL HLDGS INC	07/23/07	8,611 60	86 116	84 00	8,400.00	(211 60)*	LT	**8.083**	0.00
	DTD 07/14/97	55616XAB3	**8,611 60**	86 116	**313 09**		**(211 60)***	LT	**679 00**	(211 60)
	INT 06 790% MATY. 07/15/2027									
	Rating BA2/BB									

The Peter and Elizabeth C. Tower Foundation
EIN: 16-6350753, December 31, 2009
Attachment A

MorganStanley SmithBarney

Ref 00010546 00093191

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	ROYAL CARIBBEAN CRUISES	01/11/07	$ 4,908 50	$ 98 17	82 375	$ 4,118.75	($ 789 75)* LT		$ 0 00
	DEBS DTD 10/14/1997	780153AG7	$ 4,908 50	$ 98 17			($ 789 75)* LT		($ 789 75)
5,000	INT 07 500% MATY 10/15/2027	01/19/07	4,915 15	98 303	82 375	4,118 75	(796 40)* LT		0 00
	Rating BA3/BB-		4,915 15	98 303			(796 40)* LT		(796 40)
5,000		10/10/07	5,000 00	99 101	82 375	4,118 75	(881 25)* LT		0 00
			5,000 00	99 101			(881 25)* LT		(881 25)
15,000			14,823 65	98 80		**12,356.25**	(2,467 40)	**9.104**	**0.00**
			14,823.65	98 80	**237.50**		**(2,467 40)**	1,125 00	**(2,467.40)**
5,000	COLUMBIA/HCA HEALTHCARE	09/13/06	3,600 00	72 00	85 75	4,287 50	687 50* LT		74 30
	DEBS DTD 12/8/95 BOOK-ENTRY	197677AJ6	3,600 00	72 00			687 50* LT		613 20
5,000	INT 07 050% MATY 12/01/2027	01/19/07	3,937 50	78 75	85 75	4,287 50	350 00* LT		57 25
	Rating CAA1/B-		3,937 50	78 75			350 00* LT		292 75
10,000			7,537 50	75 40		**8,575 00**	1,037 50	**8.221**	**131.55**
			7,537.50	75 40	**58.75**		**1,037.50**	**705.00**	**905.95**
10,000	CENTURY TELEPHONE EN	06/04/09	7,850 00	78 50	95 861	**9,586 10**	1,736 10 ST	**7 171**	**26 00**
	DTD 01/15/98	156686AM9	**7,850.00**	78 50	**317.01**		**1,736.10** ST	**687.50**	**1,710.10**
	INT 06 875% MATY 01/15/2028								
	Rating BAA3/BBB-								
10,000	IMC GLOBAL INC	12/01/06	9,100 00	91 00	105 243	10,524 30	1,424 30* LT		57 40
	DTD 01/26/1998	449669AK6	9 100 00	91 00			1,424 30* LT		1,366 90
20,000	INT 07 300% MATY 01/15/2028	12/06/06	18,200 00	91 00	105 243	21,048 60	2,848 60* LT		114 20
	Rating BAA2/BBB-		18,200 00	91 00			2,848 60* LT		2,734 40
30,000			27,300 00	91 00		**31,572.90**	4,272 90	**6.936**	**171.60**
			27,300 00	91 00	**1,009 83**		**4,272 90**	**2,190 00**	**4,101 30**
5,000	LUCENT TECH INC DEBS	01/26/07	4,612 50	92 25	71 125	**3,556.25**	(1,056 25)* LT	**9.138**	**0.00**
	BK/ENTRY DTD 1/9/1998	549463AC1	**4,612.50**	92 25	**149.86**		(1,056 25)* LT	**325.00**	**(1,056.25)**
	INT 06 500% MATY 01/15/2028								
	Exchange NYSE								
	Rating B1/B								
15,000	PANAMSAT CORP NEW	07/30/04	12,675 00	84 50	85 50	12,825 00	150 00* LT		150 00
	DTD 01/16/1998	697933AM1	12,675 00	84 50			150 00* LT		0 00
25,000	INT 06 875% MATY 01/15/2028	08/02/04	21,125 00	84 50	85 50	21,375 00	250 00* LT		250 00
	Rating B1/BB-		21,125 00	84 50			250 00* LT		0 00
15,000		03/23/05	13,800 00	92 00	85 50	12,825 00	(975 00)* LT		0 00
			13,800 00	92 00			(975 00)* LT		(975 00)
55,000			47,600 00	86 50		**47,025 00**	(575 00)	**8.04**	**400.00**
			47,600.00	86 50	**1,743.58**		**(575.00)**	**3,781.25**	**(975.00)**

MorganStanley
SmithBarney

Ref. 00010546 00093192

Reserved
Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
15,000	PIONEER NATURAL RESO	05/23/07	$ 14,048 47	$ 93 656	90 311	$ 13,546 65	($ 501 82)*	LT		$ 0 00
	DTD 01/13/1998	723787AB3	$ 14,048 47	$ 93 656			($ 501 82)*	LT		($ 501 82)
15,000	INT 07 200% MATY 01/15/2028	05/25/07	14,048 47	93 656	90 311	13,546 65	(501 82)*	LT		0 00
	Rating BA1/BB+		14,048 47	93 656			(501 82)*	LT		(501 82)
15,000		05/31/07	14,048 47	93 656	90 311	13,546 65	(501 82)*	LT		0 00
			14,048 47	93 656			(501 82)*	LT		(501 82)
10,000		06/06/07	9,365 65	93 656	90 311	9,031 10	(334 55)*	LT		0 00
			9,365 65	93 656			(334 55)*	LT		(334 55)
25,000		06/07/07	23,414 12	93 656	90 311	22,577 75	(836 37)*	LT		0 00
			23,414 12	93 656			(836 37)*	LT		(836 37)
15,000		10/31/07	14,048 47	93 656	90 311	13,546 65	(501 82)*	LT		0 00
			14,048 47	93 656			(501 82)*	LT		(501 82)
95,000			88,973 65	93 70		**85,795.45**	(3,178 20)		**7.972**	**0.00**
			88,973.65	93 70	**3,154.00**		**(3,178.20)**		**6,840.00**	**(3,178 20)**
10,000	MACYS RETAIL HLDGS INC	04/20/09	5,562.50	55 625	88 00	**8,800 00**	3,237 50	ST	**7 954**	**39 30**
	DTD 02/06/98	55616XAC1	**5,562.50**	55 625	**264.44**		**3,237.50**	ST	**700.00**	**3,198.20**
	INT 07 000% MATY 02/15/2028									
	Rating BA2/BB									
30,000	GOODYEAR TIRE & RUBBER CO	06/05/06	25,050 00	83 50	86 50	**25,950.00**	900 00*	LT	**8.092**	**326.10**
	NOTES-BK/ENTRY	382550AD3	**25,050.00**	83 50	**618.33**		**900 00***	LT	**2,100.00**	**573.90**
	DTD 3/16/1998									
	INT 07 000% MATY 03/15/2028									
	Rating B2/B+									
10,000	ALBERTSONS INC MEDIUM TERM	09/06/05	8,659 00	86 59	76 125	7,612 50	(1,046 50)*	LT		0 00
	NOTES-TRANCHE#TR 00074	013100DB8	8,659 00	86 59			(1,046 50)*	LT		(1,046 50)
5,000	BK/ENTRY-DTD 6/3/1998	09/07/05	4,443.65	88 873	76 125	3,806 25	(637 40)*	LT		0 00
	INT 06 625% MATY 06/01/2028		4,443 65	88 873			(637 40)*	LT		(637 40)
5,000	Rating BA3/B+	11/17/05	4,036 00	80 72	76 125	3,806 25	(229 75)*	LT		0 00
			4,036 00	80 72			(229 75)*	LT		(229 75)
10,000		01/24/06	8,170 00	81 70	76 125	7,612 50	(557 50)*	LT		0 00
			8,170 00	81 70			(557 50)*	LT		(557 50)
5,000		10/28/08	3,100 00	62 00	76 125	3,806 25	706 25	LT		33 10
			3,100 00	62 00			706 25	LT		673 15
35,000			28,408 65	81 20		**28,643 75**	(1,764 90)		**8 702**	**33.10**
			28,408 65	81 20	**193 23**		**(1,764 90)**		**2,318 75**	**(1,798 00)**
5,000	GEORGIA PACIFIC CORP DEBS	01/04/06	4,512 50	90 25	93 00	4,650 00	137 50*	LT		36 40
	REG-DTD 6/2/1998	373298BP2	4,512 50	90 25			137 50*	LT		101 10
5,000	INT 07 250% MATY 06/01/2028	01/10/06	4,512 50	90 25	93 00	4,650 00	137 50*	LT		36 35
	Rating B2/BB		4,512 50	90 25			137 50*	LT		101 15

MorganStanley SmithBarney

Ref. 00010546 00093193

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	GEORGIA PACIFIC CORP DEBS	01/10/06	$ 4,512 50	$ 90 25	93 00	$ 4,650 00	$ 137 50*	LT		$ 36 35
	REG-DTD 6/2/1998	373298BP2	$ 4,512 50	$ 90 25			$ 137 50*	LT		$ 101 15
5,000	INT 07 250% MATY 06/01/2028	01/11/06	4,512 50	90 25	93 00	4,650 00	137 50'	LT		36.35
	Rating B2/BB		4,512 50	90 25			137 50*	LT		101 15
5,000		01/18/06	4,506 25	90 125	93 00	4,650 00	143 75*	LT		36 70
			4,506 25	90 125			143 75'	LT		107 05
5,000		02/13/06	4,525 00	90 50	93 00	4,650 00	125 00*	LT		35 15
			4,525 00	90 50			125 00*	LT		89 85
10,000		12/12/07	8,750 00	87 50	93 00	9,300 00	550 00'	LT		50 80
			8,750 00	87 50			550 00*	LT		499 20
40,000			35,831.25	89 60		**37,200.00**	1,368 75		**7.795**	**268.10**
			35,831 25	89 60	**241 67**		**1,368 75**		**2,900 00**	**1,100 65**
25,000	U S WEST CAPITAL FUNDING INC	05/17/02	16,750 00	67 00	81 00	20,250 00	3,500 00*	LT		710 00
	DEBS BK/ENTRY	912912AQ5	16,750 00	67 00			3,500 00*	LT		2,790 00
50,000	DTD 6/29/1998	07/01/03	36,250 00	72 50	81 00	40,500 00	4,250 00'	LT		1,180 50
	INT 06 875% MATY 07/15/2028		36,250 00	72 50			4,250 00*	LT		3,069 50
25,000	Rating B1/B +	07/02/03	18,125 00	72 50	81 00	20,250 00	2,125 00*	LT		590 00
			18,125 00	72 50			2,125 00'	LT		1,535 00
20,000		07/07/03	14,625 00	73 125	81 00	16,200 00	1,575 00*	LT		465 40
			14,625 00	73 125			1,575 00*	LT		1,109 60
35 000		08/27/03	26,250 00	75 00	81 00	28,350 00	2,100 00'	LT		774 90
			26,250.00	75 00			2,100 00*	LT		1,325 10
50,000		09/08/03	37,625 00	75 25	81 00	40,500 00	2,875 00*	LT		1,098 00
			37,625 00	75 25			2,875 00'	LT		1,777 00
205,000			149,625 00	73 00		**166,050.00**	16,425 00		**8.487**	**4,818.80**
			149,625.00	73 00	**6,498 78**		**16,425.00**		**14,093.75**	**11,606 20**
10,000	FORD MOTOR CO	09/30/05	7,287 50	72 875	77 25	7,725 00	437 50'	LT		172 80
	BONDS-BK/ENTRY	345370BY5	7,287 50	72 875			437 50*	LT		264 70
145,000	DTD 9/30/1998	10/03/05	105,487 50	72 75	77 25	112,012 50	6,525 00*	LT		2,508 50
	INT 06 625% MATY 10/01/2028		105,487 50	72 75			6,525 00'	LT		4,016 50
25,000	Rating CAA1/CCC	10/05/05	18,250 00	73 00	77 25	19,312 50	1,062 50*	LT		430 00
			18,250 00	73 00			1,062 50*	LT		632 50
15,000		01/23/07	11,370 00	75 80	77 25	11,587 50	217 50'	LT		181 20
			11,370 00	75 80			217 50*	LT		36 30
10,000		01/23/07	7,625 00	76 25	77 25	7,725 00	100 00*	LT		100 00
			7,625 00	76 25			100 00'	LT		0 00
10,000		01/24/07	7,580 00	75 80	77 25	7,725 00	145 00*	LT		120 70
			7,580 00	75 80			145 00*	LT		24 30

MorganStanley SmithBarney

Ref 00010546 00093194

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
25,000	FORD MOTOR CO	01/26/07	$ 19,000 00	$ 76 00	77 25	$ 19,312 50	$ 312 50*	LT		$ 299 50
	BONDS-BK/ENTRY	345370BY5	$ 19,000 00	$ 76 00			$ 312 50*	LT		$ 13 00
25,000	DTD 9/30/1998	01/29/07	18,968 75	75 875	77 25	19,312 50	343 75*	LT		299 75
	INT 06 625% MATY 10/01/2028		18,968 75	75 875			343 75*	LT		44 00
20,000	Rating CAA1/CCC	01/31/07	15,125 00	75 625	77 25	15,450 00	325 00*	LT		240 80
			15,125 00	75 625			325 00*	LT		84 20
285,000			210,693 75	73.90		**220,162.50**	9,468 75		**8.578**	**4,353.25**
			210,693 75	73 90	**4,720.31**		**9,468.75**		**18,881.25**	**5,115.50**
10,000	SPRINT CAP CORP COMPANY GUARNT	06/07/07	9,413 66	94 136	83 125	8,312 50	(1,101 16)*	LT		0 00
	-REG- DTD 11/16/1998	852060AD4	9,413 66	94 136			(1,101 16)*	LT		(1,101 16)
16,000	INT 06 875% MATY 11/15/2028	06/08/07	15,061 85	94 136	83 125	13,300 00	(1,761 85)*	LT		0 00
	Rating BA3/BB		15,061 85	94 136			(1,761 85)*	LT		(1,761 85)
4,000		06/21/07	3,765 46	94 136	83 125	3,325 00	(440 46)*	LT		0 00
			3,765 46	94 136			(440 46)*	LT		(440 46)
10,000		02/28/08	7,237 50	72 375	83 125	8,312 50	1,075 00*	LT		82.70
			7,237 50	72 375			1,075 00*	LT		992 30
5,000		02/28/08	3,625 00	72 50	83 125	4,156 25	531 25*	LT		41 25
			3,625 00	72 50			531 25*	LT		490 00
5,000		02/28/08	3,637 50	72 75	83 125	4,156 25	518 75*	LT		41 05
			3,637 50	72 75			518 75*	LT		477 70
5,000		02/28/08	3,625 00	72 50	83 125	4,156 25	531.25*	LT		41 25
			3,625 00	72 50			531 25*	LT		490 00
5,000		02/28/08	3,750 00	75 00	83 125	4,156 25	406 25*	LT		39 15
			3,750 00	75 00			406 25*	LT		367 10
5,000		02/28/08	3,637 50	72 75	83 125	4,156 25	518 75*	LT		41 05
			3,637 50	72 75			518 75*	LT		477 70
5,000		02/29/08	3,525 00	70 50	83 125	4,156 25	631 25*	LT		42.60
			3,525 00	70 50			631 25*	LT		588 65
5,000		02/29/08	3,500 00	70 00	83 125	4,156 25	656 25*	LT		42 90
			3,500 00	70 00			656 25*	LT		613 35
5,000		02/29/08	3,500 00	70 00	83 125	4,156 25	656 25*	LT		42 90
			3,500 00	70 00			656 25*	LT		613 35
5,000		03/04/08	3,575 00	71 50	83 125	4,156 25	581 25*	LT		41 60
			3,575 00	71 50			581 25*	LT		539 65
10,000		07/13/09	6,975 00	69 75	83 125	8,312 50	1,337 50	ST		23 30
			6,975 00	69 75			1,337 50	ST		1,314 20
95,000			74,828 47	78 80		**78,968 75**	4,140 28		**8.27**	**479.75**
			74,828.47	78 80	**834.55**		**4,140 28**		**6,531.25**	**3,660 53**

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
15,000	CINCINNATI BELL TEL CO DEBS	03/27/06	$ 13,856 25	$ 92 375	78 00	**$ 11,700.00**	($ 2,156 25)*	LT	**8.078**	**$ 0.00**
	BK/ENTRY-DTD 11/30/1998	171875AD9	**$ 13,856.25**	$ 92 375	**$ 78.75**		**($ 2,156.25)***	LT	**$ 945.00**	**($ 2,156 25)**
	INT 06 300% MATY 12/01/2028									
	Rating BA1/BB									
20,000	LUCENT TECHNOLOGIES	03/07/03	12,200 00	61 05	71 625	14,325 00	2,125 00*	LT		544 60
	DTD 03/15/1999	549463AE7	12,200 00	61 05			2,125 00*	LT		1,580 40
10,000	INT 06 450% MATY 03/15/2029	03/12/03	5,975 00	59 75	71 625	7,162 50	1,187 50*	LT		271 70
	Exchange NYSE		5,975 00	59 75			1,187 50*	LT		915 80
20,000	Rating B1/B	04/10/03	13,200 00	66 00	71 625	14,325 00	1,125 00*	LT		528 80
			13,200 00	66 00			1,125 00*	LT		596 20
20,000		05/16/03	14,350 00	71 75	71 625	14,325 00	(25 00)*	LT		0 00
			14,350 00	71 75			(25 00)*	LT		(25 00)
25,000		07/18/03	16,812 50	67 25	71 625	17,906 25	1,093 75*	LT		636 75
			16,812 50	67 25			1,093 75*	LT		457 00
20,000		09/30/03	13,975 00	69 875	71 625	14,325 00	350 00*	LT		350 00
			13,975 00	69 875			350 00*	LT		0 00
50,000		05/06/04	38,500 00	77 00	71 625	35,812 50	(2,687 50)*	LT		0 00
			38,500 00	77 00			(2,687 50)*	LT		(2,687 50)
50,000		05/07/04	37,500 00	75 00	71 625	35,812 50	(1,687 50)*	LT		0 00
			37,500 00	75 00			(1,687 50)*	LT		(1,687 50)
5,000		01/08/07	4,637 50	92 75	71 625	3,581 25	(1,056 25)*	LT		0 00
			4,637 50	92 75			(1,056 25)*	LT		(1,056 25)
5,000		01/09/07	4,662.50	93 25	71 625	3,581.25	(1,081 25)*	LT		0 00
			4,662 50	93 25			(1,081 25)*	LT		(1,081 25)
5,000		01/10/07	4,600 00	92.00	71 625	3,581 25	(1,018 75)*	LT		0 00
			4,600 00	92 00			(1,018 75)*	LT		(1,018 75)
5,000		01/29/07	4,600 00	92 00	71 625	3,581 25	(1,018 75)*	LT		0 00
			4,600 00	92 00			(1,018 75)*	LT		(1,018 75)
5,000		01/31/07	4,600 00	92 00	71 625	3,581 25	(1,018 75)*	LT		0 00
			4,600 00	92 00			(1,018 75)*	LT		(1,018 75)
10,000		02/09/07	9,187 50	91 875	71 625	7,162 50	(2,025 00)*	LT		0 00
			9,187 50	91 875			(2,025 00)*	LT		(2,025 00)
10,000		02/12/07	9,150 00	91 50	71 625	7,162 50	(1,987 50)*	LT		0 00
			9 150 00	91 50			(1,987 50)*	LT		(1,987 50)
20,000		02/13/07	18,350 00	91 75	71 625	14,325 00	(4,025 00)*	LT		0 00
			18,350 00	91 75			(4,025 00)*	LT		(4,025 00)

The Peter and Elizabeth C. Tower Foundation
EIN: 16-6350753, December 31, 2009
Attachment A

MorganStanley
SmithBarney

Ref: 00010546 00093196

Reserved
Client Statement
December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
80,000	LUCENT TECHNOLOGIES	04/07/08	$ 58,000 00	$ 72 50	71 625	$ 57,300 00	($ 700 00)	LT		$ 0 00
	DTD 03/15/1999	549463AE7	$ 58,000 00	$ 72 50			($ 700 00)	LT		($ 700 00)
360,000	INT 06 450% MATY 03/15/2029		270,300 00	75 10		257,850 00	(12,450 00)		9 006	2,331 85
	Exchange NYSE		270,300.00	75 10	6,837 00		(12,450.00)		23,220.00	(14,781.85)
	Rating B1/B									
30,000	FEDERATED DEPARTMENT	09/29/09	23,925 00	79 75	88 00	26,400 00	2,475 00	ST	7 84	23 10
	DTD 03/24/1999	31410HAQ4	23,925.00	79 75	517.50		2,475.00	ST	2,070.00	2,451.90
	INT 06 900% MATY 04/01/2029									
	Rating BA2/BB									
40,000	CMS ENERGY CONV	06/09/09	40,000 00	100 00	122 25	48,900 00	8,900 00	ST	4.498	0.00
	DTD 06/15/2009	125896BD1	40,000 00	100.00	97 78		8,900 00	ST	2,200 00	8,900 00
	INT 05 500% MATY 06/15/2029									
	Rating BA1/BB +									
	Next call on 06/20/14 @ 100 000									
20,000	HERCULES INC	03/11/05	18,042 10	90 21	68 00	13,600 00	(4,442 10)*	LT		0 00
	BOOK/ENTRY	427056AU0	18,042 10	90 21			(4,442 10)*	LT		(4,442 10)
20,000	DTD 09/30/2004	03/14/05	18,042 10	90 21	68 00	13,600 00	(4.442 10)*	LT		0 00
	INT 06 500% MATY. 06/30/2029		18,042 10	90 21			(4.442 10)*	LT		(4,442 10)
5,000	Int paid quarterly	03/18/05	4,510 53	90 21	68 00	3,400 00	(1,110 53)*	LT		0 00
	Rating B1/B +		4,510 53	90 21			(1 110 53)*	LT		(1,110 53)
5,000		04/14/05	4,510 52	90 21	68 00	3,400 00	(1,110 52)*	LT		0 00
			4,510.52	90 21			(1,110 52)*	LT		(1,110 52)
10,000		04/22/05	9,021.05	90 21	68 00	6,800 00	(2,221 05)*	LT		0 00
			9,021 05	90 21			(2,221 05)*	LT		(2,221 05)
5,000		04/26/05	4,510 53	90 21	68 00	3,400 00	(1,110 53)*	LT		0 00
			4,510 53	90 21			(1,110 53)*	LT		(1,110 53)
15,000		03/01/06	13,531 58	90 21	68 00	10,200 00	(3,331 58)*	LT		0 00
			13,531 58	90 21			(3,331 58)*	LT		(3,331 58)
10,000		03/03/06	9,021 05	90 21	68 00	6,800 00	(2,221 05)*	LT		0 00
			9,021 05	90 21			(2,221 05)*	LT		(2,221 05)
5,000		03/09/06	4,510 53	90 21	68 00	3,400 00	(1,110 53)*	LT		0 00
			4,510 53	90 21			(1,110 53)*	LT		(1,110 53)
15,000		06/01/09	8,287 50	55 25	68 00	10,200 00	1,912 50	ST		42 15
			8,287.50	55 25			1,912 50	ST		1,870 35
5,000		06/04/09	2,768 75	55 375	68 00	3,400 00	631 25	ST		13 70
			2,768 75	55 375			631 25	ST		617 55

MorganStanley SmithBarney

Ref 00010546 00093197

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5.000	HERCULES INC	06/10/09	$ 2,750 00	$ 55 00	68 00	$ 3,400 00	$ 650 00 ST		$ 13 20
	BOOK/ENTRY	427056AU0	$ 2,750 00	$ 55 00			$ 650 00 ST		$ 636 80
120,000	DTD 09/30/2004		99,506 24	82.90		81,600 00	(17,906 24)	9 558	69 06
	INT 06 500% MATY 06/30/2029		99,506.24	82.90	21.67		(17,906.24)	7,800.00	(17,975 29)
	Int paid quarterly								
	Rating B1/B +								
15,000	ALBERTSONS INC DEBS-BK/ENTRY	09/07/05	14,073 75	93 825	85 75	12,862 50	(1,211.25)* LT		0 00
	DTD 07/27/1999	013104AF1	14,073 75	93 825			(1,211.25)* LT		(1,211 25)
5,000	INT 07 450% MATY 08/01/2029	09/07/05	4,685 75	93 715	85 75	4,287 50	(398 25)* LT		0 00
	Rating BA3/B +		4,685 75	93 715			(398 25)* LT		(398 25)
5,000		09/07/05	4,705 85	94 117	85 75	4,287 50	(418 35)* LT		0 00
			4,705 85	94 117			(418 35)* LT		(418 35)
5,000		09/08/05	4,700 30	94 006	85 75	4,287 50	(412 80)* LT		0 00
			4,700 30	94.006			(412 80)* LT		(412 80)
5,000		09/08/05	4,694 25	93 885	85 75	4,287 50	(406 75)* LT		0 00
			4,694 25	93 885			(406 75)* LT		(406 75)
5,000		09/08/05	4,685.25	93 705	85 75	4,287 50	(397 75)* LT		0 00
			4,685 25	93 705			(397 75)* LT		(397 75)
5,000		09/16/05	4,243 45	84 869	85 75	4,287 50	44 05* LT		44 05
			4,243 45	84 869			44 05* LT		0 00
5,000		09/16/05	4,249 00	84 98	85 75	4,287 50	38 50* LT		38 50
			4,249 00	84 98			38 50* LT		0 00
5,000		09/26/05	4,364.75	87 295	85 75	4,287 50	(77 25)* LT		0 00
			4,364 75	87 295			(77 25)* LT		(77 25)
5,000		10/03/05	4,304 25	86 085	85 75	4,287 50	(16 75)* LT		0 00
			4,304.25	86 085			(16 75)* LT		(16.75)
5,000		11/07/05	4,336 20	86 724	85 75	4,287 50	(48 70)* LT		0 00
			4,336 20	86 724			(48.70)* LT		(48.70)
5,000		11/09/05	4,321 80	86 436	85 75	4,287 50	(34 30)* LT		0 00
			4,321 80	86 436			(34 30)* LT		(34 30)
5,000		11/29/05	4,317 45	86 349	85 75	4,287 50	(29 95)* LT		0 00
			4,317 45	86 349			(29 95)* LT		(29 95)
5,000		12/02/05	4,255 65	85 113	85 75	4,287 50	31 85* LT		31 85
			4,255 65	85 113			31 85* LT		0 00
5,000		12/09/05	4,241 80	84 836	85 75	4,287 50	45 70* LT		45 70
			4,241 80	84 836			45 70* LT		0 00
5,000		12/15/05	4,270 30	85 406	85 75	4,287 50	17 20* LT		17 20
			4,270 30	85 406			17 20* LT		0 00

MorganStanley SmithBarney

Ref 00010546 00093198

Reserved
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THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	ALBERTSONS INC DEBS BK/ENTRY	12/16/05	$ 4,224 65	$ 84 493	85 75	$ 4,287 50	$ 62.85*	LT		$ 47 15
	DTD 07/27/1999	013104AF1	$ 4,224 65	$ 84 493			$ 62.85*	LT		$ 15 70
5,000	INT 07 450% MATY 08/01/2029	12/21/05	4,190 00	83 80	85 75	4,287 50	97 50'	LT		48 55
	Rating BA3/B +		4,190 00	83 80			97 50*	LT		48 95
5,000		01/24/06	4,483 40	89 668	85 75	4,287 50	(195 90)*	LT		0 00
			4,483 40	89 668			(195 90)'	LT		(195 90)
5,000		01/31/06	4,487 75	89 755	85 75	4,287 50	(200 25)*	LT		0 00
			4,487 75	89 755			(200 25)*	LT		(200 25)
10,000		02/01/06	8,979 20	89 792	85 75	8,575 00	(404 20)'	LT		0 00
			8,979 20	89.792			(404 20)*	LT		(404 20)
5,000		02/01/06	4,497 55	89 951	85 75	4,287 50	(210 05)*	LT		0 00
			4,497 55	89.951			(210 05)'	LT		(210 05)
5,000		02/02/06	4,468 75	89.375	85 75	4,287 50	(181 25)*	LT		0 00
			4,468 75	89 375			(181 25)*	LT		(181 25)
5,000		02/03/06	4,492 85	89 857	85 75	4,287 50	(205 35)'	LT		0 00
			4,492 85	89 857			(205 35)*	LT		(205 35)
5,000		02/06/06	4,507 80	90.156	85 75	4,287 50	(220 30)*	LT		0 00
			4,507.80	90 156			(220 30)'	LT		(220 30)
5,000		02/23/06	4,525 25	90.505	85 75	4,287.50	(237 75)*	LT		0 00
			4,525 25	90 505			(237 75)*	LT		(237 75)
5,000		02/24/06	4,526 20	90 524	85 75	4,287 50	(238 70)*	LT		0 00
			4,526 20	90 524			(238 70)*	LT		(238 70)
5,000		03/08/06	4,475 00	89 50	85 75	4,287 50	(187 50)*	LT		0 00
			4,475 00	89 50			(187 50)'	LT		(187 50)
5,000		03/09/06	4,470 30	89 406	85 75	4,287 50	(182 80)*	LT		0 00
			4,470 30	89 406			(182 80)*	LT		(182 80)
5,000		03/10/06	4,470 75	89 415	85 75	4,287 50	(183 25)'	LT		0 00
			4,470 75	89 415			(183 25)*	LT		(183 25)
5,000		05/05/06	4,474 40	89 488	85 75	4,287 50	(186 90)'	LT		0 00
			4,474 40	89 488			(186 90)'	LT		(186 90)
5,000		05/05/06	4,470 25	89 405	85 75	4,287 50	(182 75)*	LT		0 00
			4,470 25	89 405			(182 75)*	LT		(182 75)
10,000		06/26/06	8,327 60	83 276	85 75	8,575 00	247 40'	LT		88 90
			8,327 60	83 276			247 40*	LT		158 50
15,000		07/27/06	13,021 50	86 81	85 75	12,862 50	(159 00)*	LT		0 00
			13,021 50	86 81			(159 00)'	LT		(159 00)

The Peter and Elizabeth C. Tower Foundation

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Attachment A

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	ALBERTSONS INC DEBS BK/ENTRY	08/04/06	$ 4,418 75	$ 88 375	85 75	$ 4,287 50	($ 131 25)* LT		$ 0 00
	DTD 07/27/1999	013104AF1	$ 4,418 75	$ 88 375			($ 131 25)* LT		($ 131 25)
205,000	INT 07 450% MATY 08/01/2029		181,961 75	88 80		**176,787 50**	(6,174 25)	**8 688**	**361 90**
	Rating BA3/B +		**181,961 75**	88 80	**6,363.54**		**(6,174 25)**	**15,272.50**	**(6,536 15)**
5,000	MASCO CORP	06/24/09	3,675 00	73 50	93 061	**4,653.05**	978 05 ST	**8.327**	**9.65**
	DTD 08/03/1999	574599AT3	**3,675 00**	73 50	**181 46**		**978 05** ST	**387 50**	**968 40**
	INT 07 750% MATY 08/01/2029								
	Rating BA2/BBB								
25,000	GEORGIA PAC CORP	02/07/06	23,406 25	93 625	98 75	24,687 50	1,281 25* LT		100 50
	DTD 11/10/1999	373298BR8	23,406 25	93 625			1,281 25* LT		1,180 75
10,000	INT 07 750% MATY 11/15/2029	02/13/06	9,425 00	94 25	98 75	9,875 00	450 00* LT		36 40
	Rating B2/BB		9,425 00	94 25			450 00* LT		413 60
5,000		02/13/06	4,712 50	94 25	98 75	4,937.50	225,00* LT		18 20
			4,712 50	94 25			225 00* LT		206 80
5,000		03/08/06	4,812 50	96 25	98 75	4,937 50	125 00* LT		0.00
			4,812 50	96 25			125 00* LT		125 00
20,000		03/28/06	19,850 00	99 25	98 75	19,750 00	(100 00)* LT		0 00
			19,850 00	99 25			(100 00)* LT		(100 00)
5,000		04/10/06	4,887 50	97.75	98 75	4,937 50	50 00* LT		0 00
			4,887 50	97 75			50 00* LT		50 00
10,000		05/16/06	9,625 00	96 25	98 75	9,875 00	250 00* LT		0 00
			9,625 00	96 25			250 00* LT		250 00
5,000		05/16/06	4,837 50	96 75	98 75	4,937 50	100 00* LT		0 00
			4,837 50	96 75			100 00* LT		100 00
85,000			81,556 25	95 90		**83,937.50**	2,381 25	**7.848**	**155.10**
			81,556.25	95 90	**841.74**		**2,381.25**	**6,587.50**	**2,226 15**
20,000	WESTVACO CORP DEBS-BK/ENTRY	05/08/09	17,100 00	85 50	102 879	**20,575 80**	3,475 80 ST	**7 97**	**31 80**
	DTD 01/18/2000	961548AV6	**17,100 00**	85 50	**756 22**		**3,475 80** ST	**1,640.00**	**3,444.00**
	INT 08 200% MATY 01/15/2030								
	Rating BA1/BBB								
25,000	QWEST CAPITAL FDG	08/16/02	11,312 50	45 25	85 00	21,250 00	9,937 50* LT		285 00
	DTD 02/14/2001	74913EAJ9	11,312 50	45 25			9,937 50* LT		9,652 50
25,000	INT 07 750% MATY 02/15/2031	08/16/02	11,625 00	46 50	85 00	21,250 00	9,625 00* LT		301 00
	Rating B1/B +		11,625 00	46 50			9,625 00* LT		9,324 00
50,000		08/20/02	25,500 00	51 00	85 00	42,500 00	17,000 00* LT		706 50
			25,500 00	51 00			17,000 00* LT		16,293 50

The Peter and Elizabeth C. Tower Foundation
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MorganStanley SmithBarney

Ref: 00010546 00093200

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THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
50,000	QWEST CAPITAL FDG	08/12/03	$ 37,000 00	$ 74 00	85 00	$ 42,500 00	$ 5,500 00*	LT		$ 732 50
	DTD 02/14/2001	74913EAJ9	$ 37,000 00	$ 74 00			$ 5,500 00*	LT		$ 4,767 50
150,000	INT 07 750% MATY 02/15/2031		85,437 50	57 00		127,500 00	42,062.50		9 117	2,025 00
	Rating B1/B +		85,437.50	57 00	4,391.67		42,062.50		11,625 00	40,037.50
5,000	ALBERTSON S INC	11/07/05	4,575 25	91 505	90 75	4,537 50	(37 75)*	LT		0 00
	DTD 5/1/01	013104AL8	4,575 25	91 505			(37 75)*	LT		(37 75)
5,000	INT 08 000% MATY 05/01/2031	11/07/05	4,582 25	91 645	90 75	4,537 50	(44 75)*	LT		0 00
	Rating BA3/B +		4,582 25	91 645			(44 75)*	LT		(44 75)
5,000		11/09/05	4,555 15	91 103	90 75	4,537 50	(17 65)*	LT		0 00
			4,555 15	91 103			(17 65)*	LT		(17 65)
5,000		11/18/05	4,541 65	90 833	90 75	4,537 50	(4 15)*	LT		0 00
			4,541 65	90.833			(4 15)*	LT		(4 15)
5,000		11/22/05	4,543 05	90 861	90 75	4,537 50	(5 55)*	LT		0 00
			4,543 05	90 861			(5 55)*	LT		(5 55)
5,000		11/30/05	4,509 05	90 181	90 75	4,537 50	28 45*	LT		25 00
			4,509 05	90 181			28 45*	LT		3 45
5,000		12/09/05	4,428 50	88 57	90 75	4,537 50	109 00*	LT		28 40
			4,428 50	88 57			109 00*	LT		80 60
40,000		12/11/08	24,200 00	60 50	90 75	36,300 00	12,100 00	LT		124 80
			24,200 00	60 50			12,100 00	LT		11,975 20
75,000			55,934 90	74 60		68,062 50	12,127.60		8 816	178 20
			55,934 90	74 60	1,000 00		12,127.60		6,000 00	11,949.40
10,000	GEORGIA PAC CORP	02/16/06	10,325 00	103.25	106 00	10,600 00	275 00*	LT		0 00
	DTD 05/08/2001	373298BU1	10,308 30	103.083			291 70*	LT		291 70
10,000	INT 08 875% MATY 05/15/2031	02/16/06	10,325 00	103.25	106 00	10,600 00	275 00*	LT		0 00
	Rating B2/BB		10,308 30	103.083			291 70*	LT		291 70
5,000		02/21/06	5,187 50	103.75	106 00	5,300 00	112 50*	LT		0 00
			5,177 80	103.556			122 20*	LT		122 20
5,000		03/09/06	5,225 00	104 50	106 00	5,300 00	75 00*	LT		0 00
			5,213 25	104 265			86 75*	LT		86 75
10,000		03/14/06	10,632 10	106 321	106 00	10,600 00	(32 10)*	LT		0 00
			10,598 20	105 982			1 80*	LT		1 80
10,000		03/21/06	10,900 00	109 00	106 00	10,600 00	(300 00)*	LT		0 00
			10,850 10	108.501			(250 10)*	LT		(250 10)
15,000		03/29/06	16,218 75	108.125	106 00	15,900 00	(318 75)*	LT		0 00
			16,152 00	107 68			(252 00)*	LT		(252 00)
15,000		03/30/06	16,162 50	107 75	106 00	15,900 00	(262 50)*	LT		0 00
			16,099 20	107 328			(199 20)*	LT		(199 20)

MorganStanley SmithBarney

Ref 00010546 00093201

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THE PETER AND ELIZABETH C. — Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	GEORGIA PAC CORP	04/03/06	$ 5,368 75	$ 107 375	106 00	$ 5,300 00	($ 68 75)* LT		$ 0 00
	DTD 05/08/2001	373298BU1	$ 5,348 75	$ 106 975			($ 48 75)* LT		($ 48 75)
5,000	INT 08 875% MATY 05/15/2031	04/04/06	5,362 50	107 25	106 00	5,300 00	(62.50)* LT		0.00
	Rating B2/BB		5,342 85	106 857			(42.85)* LT		(42.85)
5,000		04/05/06	5,362 50	107 25	106 00	5,300 00	(62.50)* LT		0 00
			5,342 85	106.857			(42.85)* LT		(42.85)
15,000		04/06/06	16,068 75	106 858	106 00	15,900 00	(168 75)* LT		0 00
			15,973 20	106 488			(73 20)* LT		(73.20)
5,000		04/06/06	5,362 50	107 25	106 00	5,300 00	(62.50)* LT		0.00
			5,342 85	106 857			(42.85)* LT		(42.85)
5,000		05/16/06	5,237 50	104 75	106 00	5,300 00	62 50* LT		0 00
			5,224 55	104 491			75 45* LT		75 45
15,000		12/11/07	14,512 50	96 75	106 00	15,900 00	1,387 50* LT		0 00
			14,512 50	96 75			1,387 50* LT		1,387 50
5,000		11/19/08	3,250 00	65 00	106 00	5,300 00	2,050 00 LT		13 00
			3,250 00	65 00			2,050 00 LT		2,037 00
5,000		11/24/08	3,150 00	63 00	106 00	5,300 00	2,150 00 LT		12 85
			3,150 00	63 00			2,150 00 LT		2,137 15
145,000			148,650 85	102.50		**153,700.00**	5,049 15	**8.372**	**25.85**
			148,194.70	102 20	**1,644.34**		**5,506 30**	**12,888.75**	**5,479.45**
100,000	EL PASO ENERGY CORP MEDIUM	12/11/08	60,500 00	60 50	94 143	**94,143 00**	33,643 00 LT	**8 285**	**327 00**
	TERM NOTES BOOK/ENTRY	28368EAD8	**80,500.00**	60.50	**3,250.00**		**33,643.00** LT	**7,800 00**	**33,316.00**
	DTD 7/30/01								
	INT 07 800% MATY 08/01/2031								
	Rating. BA3/BB-								
10,000	CITIZENS COMMUNICATIONS	06/15/09	8,500 00	85 00	98 25	9,825 00	1,325 00 ST		9 70
	DTD 3/11/02	17453BAJ0	8,500 00	85 00			1,325 00 ST		1,315 30
15,000	INT 09 000% MATY 08/15/2031	06/17/09	12,600 00	84 00	98 25	14,737 50	2,137 50 ST		14 70
	Rating BA2/BB		12,600 00	84 00			2,137 50 ST		2,122 80
25,000			21,100 00	84 40		**24,562.50**	3,462 50	**9 16**	**24.40**
			21,100.00	84 40	**850.00**		**3,462.50**	**2,250.00**	**3,438.10**
10,000	GENERAL MOTORS ACCEP CORP	07/27/07	8,850 00	88 50	89 972	8,997 20	147 20* LT		35 90
	DTD 11/2/01	370425RZ5	8,850 00	88 50			147 20* LT		111 30
5,000	INT 08 000% MATY 11/01/2031	06/25/08	3,387 50	67.75	89 972	4,498 60	1,111 10 LT		21 10
	Rating CA/CCC		3,387 50	67 75			1,111 10 LT		1,090.00

The Peter and Elizabeth C. Tower Foundation
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MorganStanley SmithBarney

Reserved Client Statement

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THE PETER AND ELIZABETH C. *Account number 356-73568-15 640*

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
55,000	GENERAL MOTORS ACCEP CORP	06/26/08	$ 36,712.50	$ 66 75	89 972	$ 49,484 60	$ 12,772.10	LT		$ 232 65
	DTD 11/2/01	370425RZ5	$ 36,712.50	$ 66 75			$ 12,772.10	LT		$ 12,539 45
70,000	INT 08 000% MATY: 11/01/2031		48,950 00	69 90		**62,980 40**	14,030 40		**8 891**	**289 65**
	Rating CA/CCC		**48,950.00**	69 90	**933.33**		**14,030.40**		**5,600.00**	**13,740.75**
15,000	TENET HEALTHCARE COR	09/01/09	9,937 50	66 25	80 00	12,000 00	2,062.50	ST		19 05
	DTD 11/06/2001	88033GAV2	9,937.50	66 25			2,062 50	ST		2,043 45
10,000	INT. 06 875% MATY. 11/15/2031	09/21/09	7,400 00	74 00	80 00	8,000 00	600 00	ST		9 40
	Rating CAA2/CCC+		7 400 00	74 00			600 00	ST		590 60
10,000		10/26/09	7,775.00	77 75	80 00	8,000 00	225 00	ST		4 60
			7,775 00	77 75			225 00	ST		220 40
5,000		10/28/09	3,812 50	76 25	80 00	4,000 00	187.50	ST		2 20
			3,812 50	76 25			187 50	ST		185 30
5,000		11/03/09	3,812 50	76 25	80 00	4,000 00	187 50	ST		1 95
			3,812 50	76 25			187 50	ST		185 55
20,000		11/05/09	15,275 00	76 375	80 00	16,000 00	725 00	ST		6 80
			15,275 00	76 375			725 00	ST		718 20
65,000			48,012 50	73 90		**52,000.00**	3,987 50		**8.593**	**44.00**
			48,012 50	73 90	**571 01**		**3,987 50**		**4,468 75**	**3,943 50**
10,000	SPRINT CAPITAL CORP	02/06/09	6,350 00	63 50	94 25	**9,425.00**	3,075 00	ST	**9.283**	**19.60**
	DTD 06/21/2002	852060AT9	**6,350 00**	63 50	**257.64**		**3,075.00**	ST	**875 00**	**3,055.40**
	INT 08 750% MATY 03/15/2032									
	Rating BA3/BB									
5,000	MASCO CORP	03/31/09	2,525 00	50 50	85 099	4,254 95	1,729 95	ST		12.50
	DTD 08/20/2002	574599AY2	2,525 00	50 50			1,729 95	ST		1,717 45
5,000	INT 06 500% MATY 08/15/2032	05/12/09	3,125 00	62 50	85 099	4,254 95	1,129 95	ST		12 05
	Rating BA2/BBB		3,125 00	62 50			1,129 95	ST		1,117 90
5,000		08/13/09	3,750 00	75 00	85 099	4,254 95	504 95	ST		5 55
			3,750 00	75 00			504 95	ST		499 40
5,000		08/26/09	3,806 25	76 125	85 099	4,254 95	448 70	ST		5 05
			3,806 25	76 125			448 70	ST		443 65
20,000			13,206 25	66 00		**17,019 80**	3,813 55		**7.638**	**35.15**
			13,206 25	66 00	**491 11**		**3,813 55**		**1,300 00**	**3,778 40**
45,000	PULTE HOMES INC	04/26/07	41,134.95	91 411	80 75	**36,337 50**	(4,797 45)*	LT	**7 894**	**0 00**
	DTD 5/22/03	745867AP6	**41,134 95**	91 411	**368.58**		**(4,797.45)***	LT	**2,868.75**	**(4,797.45)**
	INT 06 375% MATY 05/15/2033									
	Rating B1/BB									

The Peter and Elizabeth C. Tower Foundation

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Ref. 00010546 00093203

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THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
1,000	SLM CORP	05/30/07	$ 813 03	$ 81 303	75 396	$ 753 96	($ 59 07)* LT		$ 0 00
	DTD 7/21/03	78442FAZ1	$ 813 03	$ 81 303			($ 59 07)* LT		($ 59 07)
1,000	INT 05 625% MATY 08/01/2033	05/30/07	814 72	81 472	75 396	753 96	(60 76)* LT		0 00
	Rating BA1/BBB-		814 72	81 472			(60 76)* LT		(60 76)
11,000		05/31/07	8,929 14	81 174	75 396	8,293 56	(635 58)* LT		0 00
			8,929 14	81 174			(635 58)* LT		(635 58)
3,000		06/04/07	2,433 18	81 106	75 396	2,261 88	(171 30)* LT		0.00
			2,433 18	81 106			(171 30)* LT		(171 30)
3,000		06/06/07	2,419 35	80 645	75 396	2,261 88	(157 47)* LT		0 00
			2,419 35	80 645			(157 47)* LT		(157 47)
2,000		06/13/07	1,566 08	78 304	75 396	1,507 92	(58 16)* LT		0 00
			1,566 08	78 304			(58 16)* LT		(58 16)
4,000		06/14/07	3,160 00	77 65	75 396	3,015 84	(144 16)* LT		0 00
			3,160 00	77 65			(144 16)* LT		(144 16)
5,000		06/18/07	3,940 00	78 808	75 396	3,769 80	(170 20)* LT		0 00
			3,940 00	78 808			(170 20)* LT		(170 20)
5,000		06/26/07	3,900 00	78 00	75 396	3,769 80	(130 20)* LT		0.00
			3,900 00	78 00			(130 20)* LT		(130 20)
5,000		08/24/07	3,900 00	78 00	75 396	3,769 80	(130 20)* LT		0 00
			3,900 00	78 00			(130 20)* LT		(130 20)
5,000		09/26/07	3,900 00	78 00	75 396	3,769 80	(130 20)* LT		0.00
			3,900 00	78 00			(130.20)* LT		(130 20)
45,000			35,775 50	79 50		**33,928.20**	(1,847 30)	**7.46**	**0.00**
			35,775 50	79 50	**1,054 69**		**(1,847 30)**	**2,531 25**	**(1,847 30)**
25,000	U S WEST COMMUNICATIONS DEB	10/31/07	23,812 50	95 25	88 00	**22,000.00**	(1,812 50)* LT	**7.812**	**0.00**
	BOOK ENTRY SDFS	912920AC9	**23,812 50**	95 25	**508.08**		**(1,812.50)*** LT	**1,718 75**	**(1,812.50)**
	INT 06 875% MATY 09/15/2033								
	Rating BA1/BBB-								
	Next call on 09/15/10 @ 101 268								
15,000	HCA-THE HEALTHCARE C	10/13/04	14,976 15	99 841	87 454	13,118 10	(1,858 05)* LT		0 00
	DTD 11/06/2003	404119AJ8	14,976 15	99 841			(1,858 05)* LT		(1,858 05)
5,000	INT. 07 500% MATY 11/06/2033	10/13/04	5,025 00	100.513	87 454	4,372 70	(652 30)* LT		0 00
	Rating CAA1/B-		5,023 65	100 473			(650 95)* LT		(650 95)
5,000		07/24/06	3,965 00	79 30	87 454	4,372 70	407 70* LT		32 80
			3,965 00	79 30			407 70* LT		374 90
5,000		07/25/06	3,800 00	76 00	87 454	4,372 70	572 70* LT		35 35
			3,800 00	76 00			572 70* LT		537 35

The Peter and Elizabeth C. Tower Foundation

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Attachment A

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	HCA-THE HEALTHCARE C	01/10/07	$ 3,887 50	$ 77 75	87 454	$ 4,372 70	$ 485 20* LT		$ 30 15
	DTD 11/06/2003	404119AJ8	$ 3,887 50	$ 77 75			$ 485 20* LT		$ 455 05
5,000	INT 07 500% MATY. 11/06/2033	01/10/07	4,062 50	81 25	87 454	4,372 70	310 20* LT		27 30
	Rating CAA1/B-		4,062 50	81 25			310 20* LT		282 90
5,000		01/16/07	4,056 25	81 125	87 454	4,372 70	316 45* LT		27 30
			4,056 25	81 125			316 45* LT		289 15
5,000		01/29/07	4,162 50	83 25	87 454	4,372 70	210 20* LT		25 05
			4,162 50	83 25			210 20* LT		185 15
5,000		03/07/07	4,275 00	85 50	87 454	4,372 70	97.70* LT		21.80
			4,275 00	85 50			97 70* LT		75 90
15,000		06/11/07	13,040 63	86 937	87 454	13,118 10	77 47* LT		54 75
			13,040 63	86 937			77 47* LT		22.72
70,000			61,250 53	87 50		**61,217.80**	(32.73)	**8.576**	**264.50**
			61,249.18	87 50	**802.08**		(31 38)	**5,250.00**	**(285 88)**
15,000	JONES APPAREL GROUP INC/HLDGS	10/24/07	11,986 50	79 91	82 75	12,412 50	426 00* LT		76 50
	SR NOTES-BK/ENTRY	480081AK4	11,986 50	79 91			426 00* LT		349 50
15,000	DTD 11/22/2004	10/24/07	11,994 50	79 966	82 75	12,412 50	418 00* LT		76 35
	INT 06 125% MATY 11/15/2034		11,994 50	79 966			418 00* LT		341 65
5,000	Rating. BA3/B +	10/31/07	4,062 50	81 25	82 75	4,137 50	75.00* LT		24 05
			4,062 50	81 25			75 00* LT		50 95
20,000		11/07/07	15,400 00	77 00	82 75	16,550 00	1,150 00* LT		108 60
			15,400 00	77 00			1,150 00* LT		1,041 40
25,000		04/09/08	17,375 00	69 50	82 75	20,687 50	3,312 50 LT		126 75
			17,375 00	69 50			3,312 50 LT		3,185 75
80,000			60,818 50	76 00		**68,200 00**	5,381 50	**7.401**	**412.25**
			60,818.50	76 00	**826.11**		**5,381.50**	**4,900.00**	**4,969 25**
5,000	TXU CORP SR NOTES-BK/ENTRY	02/26/07	4,471 10	89 422	46 362	2,318 10	(2,153 00)* LT		0 00
	DTD 11/26/2004	873168AQ1	4,471 10	89 422			(2,153.00)* LT		(2,153 00)
35,000	INT 06 550% MATY. 11/15/2034	05/25/07	29,662 50	84 635	46 362	16,226 70	(13,435 80)* LT		0 00
	Rating CAA3/CCC		29,662.50	84 635			(13,435 80)* LT		(13,435 80)
30,000		05/30/07	25,312 50	84 375	46 362	13,908 60	(11,403.90)* LT		0 00
			25,312 50	84 375			(11,403 90)* LT		(11,403.90)
20,000		06/07/07	16,700 00	83 50	46 362	9,272 40	(7,427 60)* LT		0.00
			16,700 00	83 50			(7,427 60)* LT		(7,427 60)
5,000		06/08/07	4,145 00	82 90	46 362	2,318 10	(1,826 90)* LT		0 00
			4,145 00	82 90			(1,826 90)* LT		(1,826 90)

MorganStanley SmithBarney

Ref· 00010546 00093205

Reserved Client Statement

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THE PETER AND ELIZABETH C. **Account number 356-73568-15 640**

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
10,000	TXU CORP SR NOTES-BK/ENTRY	06/15/07	$ 8,062 50	$ 80 625	46 362	$ 4,636 20	($ 3,426 30)* LT		$ 0.00
	DTD 11/26/2004	873168AQ1	$ 8,062 50	$ 80 625			($ 3,426 30)* LT		($ 3,426 30)
105,000	INT. 06 550% MATY 11/15/2034		88,353.60	84 10		**48,680 10**	(39,673.50)	**14 127**	**0 00**
	Rating. CAA3/CCC		**88,353.60**	84 10	**878.79**		**(39,673.50)**	**6,877.50**	**(39,673.50)**
10,000	PULTE HOMES INC	09/07/06	8,909 50	89 095	79 00	7,900 00	(1,009 50)* LT		0 00
	DTD 02/10/2005	745867AT8	8,909 50	89 095			(1,009 50)* LT		(1,009 50)
5,000	INT. 06.000% MATY 02/15/2035	09/27/06	4,544 20	90.884	79 00	3,950 00	(594.20)* LT		0 00
	Rating B1/BB		4,544 20	90 884			(594 20)* LT		(594 20)
30,000		09/28/06	27,146 10	90.487	79 00	23,700 00	(3,446.10)* LT		0 00
			27,146 10	90.487			(3,446 10)* LT		(3,446 10)
5,000		09/28/06	4,523 80	90 476	79 00	3,950 00	(573 80)* LT		0.00
			4,523.80	90 476			(573.80)* LT		(573 80)
50,000			45,123 60	90 20		**39,500.00**	(5,623 60)	**7.594**	**0 00**
			45,123.60	90 20	**1,133.33**		**(5,623.60)**	**3,000.00**	**(5,623.60)**
10,000	BOSTON SCIENTIFIC CO	07/25/07	8 400 00	84 00	98.125	9,812 50	1,412 50* LT		37.90
	DTD 11/17/2005	101137AE7	8,400 00	84 00			1,412 50* LT		1,374 60
5,000	INT. 07 000% MATY 11/15/2035	08/07/07	4,156.25	83 125	98 125	4,906 25	750 00* LT		19 45
	Rating Moody BA1		4,156 25	83.125			750 00* LT		730 55
5,000		08/16/07	4,187 50	83 75	98.125	4,906 25	718 75* LT		18 80
			4,187 50	83 75			718 75* LT		699 95
5,000		08/17/07	4,225 00	84 50	98 125	4,906 25	681.25* LT		18 15
			4,225 00	84 50			681 25* LT		663 10
5,000		09/04/07	4 268 75	85 375	98 125	4,906 25	637 50* LT		17 05
			4,268 75	85.375			637 50* LT		620 45
5,000		09/11/07	4,250 00	85 00	98 125	4,906 25	656 25* LT		17 20
			4,250 00	85.00			656.25* LT		639 05
35,000			29,487 50	84.30		**34,343 75**	4,856.25	**7 133**	**128 55**
			29,487.50	84.30	**313.08**		**4,856.25**	**2,450.00**	**4,727.70**
70,000	INTEL CORP CONV	10/16/09	65,436 70	93 481	96 50	**67,550 00**	2,113 30 ST	**3.056**	**22.40**
	DTD 03/30/2006	458140AD2	**65,436 70**	93 481	**91 78**		**2,113 30 ST**	**2,065 00**	**2,090 90**
	INT 02 950% MATY 12/15/2035	$66,437 47 = 1,000 77 OID INT +							
	Rating. S&P A-								
5,000	OMNICARE INC CONV DEB	03/04/09	3,225 00	64 50	81 375	4,068 75	843 75 ST		23 06
	DTD 12/15/2005	681904AL2	3,225 00	64 50			843 75 ST		820 70
5,000	INT 03 250% MATY. 12/15/2035	03/05/09	3,187 50	63 75	81 375	4,068 75	881 25 ST		23 20
	Rating B3/B +		3,187 50	63.75			881.25 ST		858 05
15,000	Next call on 12/15/15 @ 100 000	03/11/09	9,731 25	64 875	81 375	12,206 25	2,475 00 ST		67 20
			9,731 25	64 875			2,475 00 ST		2,407 80

The Peter and Elizabeth C. Tower Foundation
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MorganStanley SmithBarney

Reserved Client Statement

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THE PETER AND ELIZABETH C. Account number 356-73568-15 640

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	OMNICARE INC CONV DEB	03/11/09	$ 3,231 25	$ 64.625	81.375	$ 4,068.75	$ 837 50	ST		$ 22 50
	DTD 12/15/2005	681904AL2	$ 3,231.25	$ 64 625			$ 837 50	ST		$ 815 00
5,000	INT 03.250% MATY. 12/15/2035	03/12/09	3,225 00	64 50	81 375	4,068 75	843 75	ST		22 45
	Rating B3/B +		3,225 00	64 50			843 75	ST		821 30
10,000	Next call on 12/15/15 @ 100.000	03/13/09	6,462.50	64 625	81 375	8,137.50	1,675 00	ST		44 70
			6,462 50	64.625			1,675 00	ST		1,630.30
5,000		03/17/09	3,200 00	64 00	81 375	4,068 75	868 75	ST		22 35
			3,200 00	64 00			868.75	ST		846 40
10,000		05/07/09	7,025 00	70.25	81.375	8,137 50	1,112 50#	ST		33 10
			7,025 00	70 25			1,112 50#	ST		1,079 40
5,000		07/30/09	3,675 00	73 50	81 375	4,068 75	393.75	ST		10 05
			3,675 00	73 50			393 75	ST		383 70
10,000		07/31/09	7,412.50	74.125	81 375	8,137 50	725 00	ST		19 60
			7,412 50	74 125			725 00	ST		705 40
5,000		09/09/09	3 762 50	75.25	81 375	4,068.75	306 25	ST		7.10
			3,762 50	75.25			306.25	ST		299.15
5,000		09/16/09	3,787 50	75 75	81 375	4,068 75	281.25	ST		6 55
			3,787 50	75.75			281.25	ST		274 70
5,000		09/21/09	3,812 50	76 25	81 375	4,068 75	256 25	ST		6 25
			3,812.50	76 25			256 25	ST		250 00
5,000		09/28/09	3,850 00	77 00	81 375	4,068 75	218 75	ST		5 70
			3,850 00	77 00			218 75	ST		213 05
95,000	$70,711 50 = 5,124 00 OID INT +		65,587 50	69 00		**77,308.25**	11,718 75		**3 993**	**313.80**
			65,587.50	69.00	**137 22**		**11,718 75**		**3,087 50**	**11,404 95**
100,000	EMBARQ CORP NOTES-BK/ENTRY	05/11/07	106,435.00	106 435	107 57	**107,570.00**	1,135.00*	LT	**7.432**	**0.00**
	DTD 05/17/2006	29078EAA3	**108,248.00**	106 246	**668.25**		**1,324.00***	LT	**7,995.00**	**1,324.00**
	INT 07 995% MATY 06/01/2036									
	Rating BAA3/BBB-									
5,000	TRINITY IND INC SUB NOTES CV	09/17/09	3,706 25	74 125	74 75	3,737 50	31 25	ST		5 80
	BOOK/ENTRY	896522AF6	3,706 25	74 125			31 25	ST		25 45
10,000	DD 6/7/2006	10/02/09	7,300 00	73 00	74 75	7,475 00	175 00	ST		10 10
	INT 03 875% MATY 06/01/2036		7,300 00	73.00			175 00	ST		164 90
5,000	Rating BA2/BB-	10/06/09	3,681 25	73 625	74.75	3,737 50	56 25	ST		4 85
	Next call on 06/01/18 @ 100 000		3,681 25	73 625			56 25	ST		51 40
5,000		10/07/09	3,690 63	73.812	74 75	3,737 50	46 87	ST		4 57
			3,690 63	73 812			46 87	ST		42 30
5,000		10/08/09	3,684 38	73 687	74 75	3,737.50	53 12	ST		4 52
			3,684 38	73 687			53 12	ST		48 60

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

MorganStanley SmithBarney

Ref: 00010546 00093207

Reserved Client Statement

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THE PETER AND ELIZABETH C. **Account number 356-73568-15 640**

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	TRINITY IND INC SUB NOTES CV	10/09/09	$ 3,750 00	$ 75 00	74 75	$ 3,737.50	($ 12.50)	ST		$ 0 00
	BOOK/ENTRY	896522AF6	$ 3,750 00	$ 75 00			($ 12 50)	ST		($ 12 50)
35,000	DD 6/7/2006		25,812 51	73 80		**28,162 50**	349 99		**5 183**	**29 84**
	INT 03 875% MATY: 06/01/2036		**25,812.51**	73 80	**113.02**		**349 99**		**1,356.25**	**320.15**
	Rating BA2/BB-									
	Next call on 06/01/18 @ 100 000	$26,619.84 = 807 33 OID INT +								
25,000	COLUMBIA HCA HEALTHCARE MEDIUM	10/20/04	24,707 50	98 83	89 00	22,250 00	(2,457 50)*	LT		0 00
	TERM NOTES BK/ENTRY	19767QAS4	24,707.50	98.83			(2,457 50)*	LT		(2,457 50)
50,000	DTD 07/08/1996	11/03/04	49,921.00	99 842	89 00	44,500 00	(5,421 00)*	LT		0 00
	INT. 07 750% MATY 07/15/2036		48,921 00	99.842			(5,421 00)*	LT		(5,421 00)
5,000	Rating CAA1/B-	07/25/06	3,875 00	77.50	89 00	4,450.00	575.00*	LT		24 55
			3,875 00	77 50			575 00*	LT		550 45
10,000		01/19/07	8,225.00	82 25	89 00	8,900 00	675 00*	LT		37 80
			8,225.00	82 25			675 00*	LT		637 20
90,000			86,728.50	96 40		**80,100 00**	(6,628 50)		**8.707**	**62.35**
			86,728.50	96 40	**3,216.25**		**(6,628.50)**		**6,975.00**	**(6,890.85)**
5,000	JC PENNEY CORPORATIO	04/08/09	3,112 50	62 25	88 80	**4,440 00**	1,327 50	ST	**7 179**	**7 90**
	DTD 4/27/2007	708130AC3	**3,112.50**	62 25	**67.29**		**1,327.50**	ST	**318.75**	**1,319.60**
	INT 06 375% MATY 10/15/2036									
	Rating. BA1/BB									
25,000	FEDERATED RETAIL HLD	04/13/09	15,187.50	60 75	84 50	**21,125.00**	5,937 50	ST	**7.544**	**39.75**
	DTD 03/12/2007	314275AC2	**15,187.50**	60 75	**469.27**		**5,937.50**	ST	**1,593.75**	**5,897.75**
	INT 06.375% MATY: 03/15/2037									
	Rating BA2/BB									
5,000	PROLOGIS CONV	07/06/09	4,012.50	80.25	92 75	4,637 50	625 00	ST		10 40
	BOOK/ENTRY	743410AQ5	4,012 50	80 25			625 00	ST		614 60
5,000	DTD 07/11/2007	07/08/09	4,018 75	80 375	92.75	4,637 50	618 75	ST		10 15
	INT 02 250% MATY 04/01/2037		4,018 75	80 375			618 75	ST		608 60
10,000	Rating S&P BBB-		8,031 25	80 30		**9,275.00**	1,243 75		**2.425**	**20.55**
	Next call on 04/05/12 @ 100 000		**8,031.25**	80 30	**56.25**		**1,243.75**		**225 00**	**1,223.20**
5,000	PROLOGIS REVERSE CV	07/02/09	3,675 00	73.50	88 50	4,425 00	750 00	ST		13 65
	BOOK/ENTRY	743410AR3	3,675 00	73.50			750 00	ST		736 35
5,000	DTD 11/08/2007	07/13/09	3,671.88	73 437	88 50	4,425 00	753 12	ST		13 07
	INT 01.875% MATY: 11/15/2037		3,671 88	73 437			753 12	ST		740 05
10,000	Rating S&P BBB-		7,346 88	73 50		**8,850.00**	1,503 12		**2.118**	**26.72**
	Next call on 01/15/13 @ 100 000		**7,346.88**	73 50	**23.98**		**1,503.12**		**187.50**	**1,476.40**

$7,362 48 = 15.60 OID INT +

MorganStanley SmithBarney

Ref· 00010546 00093208

Reserved
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THE PETER AND ELIZABETH C. *Account number 356-73568-15 640*

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	HOLOGIC INC CNV		3,427.94		85 375	$ 4,268.75	Not available		$ 0 00
	BOOK/ENTRY	436440AA9							$ 0 00
5,000	DTD 12/10/2007	04/01/09	3,387.50	67.75	85 375	4,268 75	881 25 ST		23 05
	INT· 02 000% MATY 12/15/2037		3,387 50	67 75			881 25 ST		858 20
5,000	Rating· S&P BB- Next call on 12/15/13 @ 100 000	04/02/09	3,400.00	68 00	85.375	4.268 75	868 75 ST		22.90
			3,400 00	68.00			868 75 ST		845.85
5.000		05/04/09	3,556 25	71.125	85 375	4.268 75	712 50 ST		19 00
			3,556.25	71 125			712 50 ST		693.50
5,000		05/05/09	3,387 95	67 759	85.375	4,268 75	880 80 ST		20 30
			3,387 95	67.759			880 80 ST		860 50
10,000		05/15/09	6.850.00	68 50	85 375	8.537.50	1,687.50# ST		38 00
			6,850 00	68 50			1,687 50# ST		1,649 50
5.000		08/04/09	3,852 56	77 051	85.375	4.268 75	416 19 ST		9 99
			3,852.56	77.051			416 19 ST		406 20
5,000		09/29/09	4,137.50	82.75	85.375	4,268.75	131 25 ST		4 95
			4,137 50	82 75			131 25 ST		126 30
15,000		10/01/09	12,408 60	82.724	85 375	12,806 25	397 65 ST		14 25
			12,408 60	82 724			397 65 ST		383 40
5,000		10/19/09	4,184 30	83 686	85 375	4.268 75	84 45 ST		3 65
			4,184 30	83 686			84 45 ST		80 80
5,000		10/28/09	4,134 38	82 687	85 375	4,268 75	134 37 ST		3 27
			4,134 38	82 687			134 37 ST		131 10
70,000	$56,018 51 = 3,291 53 OID INT + 52,726 98			75 80		**59,762.50**	**6,194.71****	**2.342**	**159.36**
				75 80	**62 22**		**6,194 71****	**1,400 00**	**6,035 35**
5,000	CHESAPEAKE ENERGY CORP	10/28/08	2,197.61	43 952	75.625	3.781 25	1,583 64 LT		36 89
	CONTINGENT CONV SR NTS	165167CB1	2,197 61	43 952			1,583 64 LT		1,546 75
5,000	DTD 05/27/2008	12/01/08	2,390 63	47 812	75 625	3,781.25	1,390.62 LT		33 67
	INT 02 250% MATY 12/15/2038		2,390.63	47 812			1,390 62 LT		1,356 95
15,000	Rating BA3/BB Next call on 12/15/18 @ 100 000	12/05/08	5,957.19	39 714	75 625	11,343 75	5,386 56 LT		96 06
			5,957.19	39 714			5,386 56 LT		5,290 50
25,000			10,545 43	42 20		**18,906.25**	8,360 82	**2.975**	**166.62**
	$12,800 60 = 2,255 17 OID INT +		**10,545.43**	42 20	**25.00**		**8,360.82**	**562.50**	**8,194.20**
5,000	PEABODY ENERGY CORP CV JR SUB	10/01/09	4,398 50	87 97	101 00	5,050 00	651 50 ST		1 85
	DEB BOOK/ENTRY	704549AG9	4,398 50	87 97			651 50 ST		649 65
5,000	DD 12/20/2006	10/02/09	4,306 25	86 125	101 00	5.050 00	743 75 ST		2 05
	INT 04 750% MATY· 12/15/2041		4,306.25	86 125			743 75 ST		741 70
	Rating BA3/B +								
	Next call on 08/28/23 @ 100 000								

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment A

MorganStanley SmithBarney

Ref: 00010546 00093209

Reserved Client Statement

December 1 - December 31, 2009

THE PETER AND ELIZABETH C. **Account number 356-73568-15 640**

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
5,000	PEABODY ENERGY CORP CV JR SUB	10/05/09	$ 4,350 05	$ 87.001	101 00	$ 5,050.00	$ 699.95 ST		$ 1 90
	DEB BOOK/ENTRY	704549AG9	$ 4,350 05	$ 87.001			$ 699.95 ST		$ 698 05
15,000	DD 12/20/2006		13,054 80	87.00		15,150.00	2,095 20	4 702	5 80
	INT 04.750% MATY 12/15/2041		13,054.80	87 00	31.67		2,095.20	712 50	2,089.40
	Rating BA3/B +								
	Next call on 08/28/23 @ 100 000								
			$8,587,944 61		$ 187,116.32	$ 9,420,091.25	$ 388,274.44** ST	7.33	$ 242,326.83
10,621,223							$ 458,278.15** LT	$ 691,290.37	$ 602,225.41

Part II, Line 10c(b) (c) Statement 12

Government & government sponsored entity (GSE) bonds

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip. Income (annualized)	Ordinary Income/ Capital gain/(loss)
100,000	FEDERAL HOME LOAN MTG CORP	11/20/07	$ 101,348 00	$ 101.348	107.719	$ 107,719.00	$ 6,371 00* LT	4.293	$ 0.00
	GLOBAL REFERENCE NOTES-	3137EAAZ2	$ 100,800.00	$ 100 80	$ 847.92		$ 6,919.00* LT	$ 4,625 00	$ 6,919.00
	DTD 09/07/2007								
	INT 04 625% MATY 10/25/2012								
415,000	U S TREASURY NOTES SER R-2016	12/30/09	400,590 14	96 527	96 273	399,532.95	(1,057.19) ST	2.858	0.00
	DTD 11/30/2009	912828MA5	400,590.14	96 527	1,003.30		(1,057.19) ST	11,412.50	(1,057.19)
	INT 02 750% MATY 11/30/2016								
	Statement 10		$ 501,938.14		$ 1,851.22	$ 507,251.95	($ 1,057.19) ST	3.16	$ 0.00
515,000			$ 501,390.14				$ 6,919.00 LT	$ 16,037.50	$ 5,861.81
			$ 12,324,798.49			$ 13,288,559.09	$ 607,605.73** ST	6.81	$ 245,869.08
							$ 397,343.06** LT	$ 878,295.84	$ 879,160.52

*Based on information supplied by client or other financial institution, not verified by us.

**Unrealized Gain/Loss is only calculated when an original cost basis is available.

#Based on information supplied by your Financial Advisor

Original Issue Discount

The Peter and Elizabeth C. Tower Foundation
EIN: 16-6350753
December 31, 2009
Attachment B, Statement 13

SHARES	DESCRIPTION	COST	FAIR MARKET VALUE
4,120.000	ISHARES BARCLAYS GOVT/CREDIT BOND	427,792 79	432,023 20
6,600.000	ISHARES BARCLAYS INTERMEDIATE GVT	690,315 12	694,716 00
11,000 000	ISHARES BARCLAYS 1-3 YR TREASURY FD	922,285 10	912,560 00
15,000.000	ISHARES BARCLAYS TIPS BOND FUND	1,580,289 03	1,558,500 00
19,500.000	ISHARES BARCLAYS US AGGREGATE FD	1,994,530 20	2,012,205 00
37,945.000	ISHARES DOW JONES US OIL & GAS	1,718,982 84	2,048,650 55
72,260.000	ISHARES DOW JONES US REGIONAL BANKS	2,087,565 70	1,504,453 20
15,000.000	ISHARES IBOXX$ HIGH YIELD BOND FUND	1,349,697 00	1,317,600 00
39,400.000	ISHARES TRFTSE XINHAU HK CHINA	1,234,261 20	1,665,044 00
35,345.000	ISHARES TR S&P GLOBAL MATERIALS	1,432,281 90	2,199,165 90
9,700.000	ISHARES RUSSELL 2000 INDEX FUND	2,156,304 50	2,166,668 00
23,635.000	ISHARES RUSSELL MIDCAP VALUE INDEX FD	861,460 30	873,313 25
41,420.000	ISHARES S&P LATIN AMERICA 40 INDEX	1,628,616 19	1,979,461 80
10,000.000	ISHARES S&P US PREFERRED STK FD	430,753 00	367,000 00
5,500.000	ISHARES TR DJ TRANSPORTATION	366,529 00	406,010 00
42,000.000	ISHARES TR MSCI EAFE INDEX FUND	2,420,377 71	2,321,760 00
24,250.000	ISHARES TR S&P MIDCAP 400 INDEX FUND	1,157,828 49	1,755,942 50
10,000.000	ISHARES JP MORGAN EM BOND FD	942,833 69	1,017,800 00
67,580.000	SELECT SECTOR SPDR TECHNOLOGY	963,413 72	1,549,609 40
57,835.000	SELECT SECTOR SPDR CONSUMER DISCRET	1,162,483 50	1,721,747 95
155,350.000	SELECT SECTOR SPDR TR FINANCIAL	2,247,320 66	2,237,040 00
57,305.000	SPDR SER TR S&P OIL & GAS EQUIP	1,742,933 68	1,632,046 40
23,893.000	SPDR SER TR LEHMAN 1-3 MONTH T-BILL	1,095,971 91	1,095,971 91
15,000.000	ISHARES BARCLAYS INTERMEDIATE CR	1,462,099 50	1,540,650 00
89,000 000	VANGUARD INTL EQUITY EMERGING MKTS	2,887,884 84	3,649,000 00
29,500 000	VANGUARD SPECIALIZED DIV APPR ETF	1,380,819 60	1,382,370 00
38,950 00	VANGUARD REIT ETF	1,597,653 38	1,742,623 00
44,775 00	VANGUARD WORLD FD MEGA CAP 300 INDEX	1,705,434 98	1,723,837 50
1,001,863.000		39,648,719.53	43,507,769.56

The Peter and Elizabeth C Tower Foundation
EIN 16-6350753
December 31, 2009
Attachment C

Description	Quantity	Date Acquired	Date Sold	Proceeds	Adjusted Cost	Realized Gain/Loss/
ADJUSTABLE RATE MTG	75,000 00	5/12/2009	10/20/2009	21,809 39	14,037.12	7,772 27
ADVANCED MEDICAL OPTICS INC^	5,000 00	8/20/2008	5/21/2009	5,000.00	5,056 03	(56.03)
ADVANCED MEDICAL OPTICS INC	5,000 00	9/4/2008	5/21/2009	5,000 00	3,505 00	1,495 00
ADVANCED MEDICAL OPTICS INC	5,000.00	8/4/2008	5/21/2009	5,000.00	3,225.00	1,775.00
ADVANCED MEDICAL OPTICS INC	5,000 00	9/4/2008	5/21/2009	5,000.00	3,515 08	1,484.92
ADVANCED MEDICAL OPTICS INC	5,000.00	9/16/2008	5/21/2009	5,000.00	3,396.47	1,603.53
ALLTEL CORP	5,000.00	12/5/2007	4/30/2009	4,817 35	3,537.50	1,279 85
ALLTEL CORP GLOBAL NOTES	5,000.00	11/6/2007	4/30/2009	5,290.70	4,475 00	815.70
ALLTEL CORP GLOBAL NOTES	5,000.00	11/16/2007	4/30/2009	5,290.70	4,387 50	903.20
ALLTEL CORP GLOBAL NOTES	5,000.00	11/2/2007	4/30/2009	5,290.70	4,487 50	803.20
ALLTEL CORP GLOBAL NOTES	5,000.00	12/6/2007	4/30/2009	5,290 70	4,325.00	965.70
ALLTEL CORP GLOBAL NOTES	5,000.00	2/11/2008	4/30/2009	5,290 70	4,137 50	1,153 20
ALLTEL CORP GLOBAL NOTES	5,000 00	1/4/2008	4/30/2009	5,290.70	4,287 50	1,003 20
ALLTEL CORP GLOBAL NOTES	5,000.00	2/20/2008	4/30/2009	5,290 70	4,087.50	1,203 20
AMKOR TECH INC GLOBAL SR NOTES	10,000 00	11/13/2008	12/18/2009	10,175 00	6,325 00	3,850.00
AMKOR TECH INC GLOBAL SR NOTES	5,000 00	11/21/2008	12/18/2009	5,087.50	2,812 50	2,275 00
AMKOR TECH INC GLOBAL SR NOTES	5,000.00	12/5/2008	12/18/2009	5,087 50	2,800 00	2,287.50
AMKOR TECH INC GLOBAL SR NOTES	15,000.00	12/3/2008	12/18/2009	15,262.50	8,700.00	6,562 50
AMKOR TECH INC GLOBAL SR NOTES	5,000.00	11/5/2008	12/18/2009	5,087.50	3,450.00	1,637 50
AMKOR TECH INC GLOBAL SR NOTES	5,000.00	2/13/2009	12/18/2009	5,087.50	2,850 00	2,237 50
AMKOR TECH INC GLOBAL SR NOTES	10,000 00	11/10/2008	12/18/2009	10,175.00	6,750.00	3,425.00
AMKOR TECH INC GLOBAL SR NOTES	55,000.00	5/15/2009	12/18/2009	55,962.50	49,087.50	6,875.00
AMKOR TECH INC GLOBAL SR NOTES	15,000.00	5/20/2009	12/18/2009	15,262.50	13,500.00	1,762 50
ASIF GLOBAL FING 2 3% DUE 2/26/09	300,000.00	2/12/2004	3/6/2009	195,774.97	182,770 62	13,004.35
BANK ONE ISSUANCE TR	100,000 00	3/6/2009	6/18/2009	80,242 19	40,781.25	39,460.94
BEAR STEARNS ALT-A TRUST	175,000.00	5/5/2009	10/22/2009	44,734.71	25,544 36	19,190 35
BELL CANADA	6,000.00	6/7/2007	9/23/2009	5,815 05	5,950 92	(135.87)
BELL CANADA	10,000.00	5/25/2007	9/23/2009	9,691.75	9,815.50	(123 75)
BELL CANADA	5,000.00	6/1/2007	9/23/2009	4,845 88	4,552.17	293.71
BELL CANADA	5,000 00	6/11/2007	9/23/2009	4,845.87	4,927.30	(81 43)
BLOCKBUSTER INC GLOBAL SR SUB	5,000.00	7/20/2007	3/10/2009	2,037.50	4,375.00	(2,337 50)
BLOCKBUSTER INC GLOBAL SR SUB	10,000.00	8/9/2007	3/11/2009	4,100.00	8,450.00	(4,350.00)
BLOCKBUSTER INC GLOBAL SR SUB	10,000 00	7/23/2007	3/10/2009	4,025.00	8,550 00	(4,525.00)
BLOCKBUSTER INC GLOBAL SR SUB	10,000 00	8/9/2007	3/16/2009	4,100 00	8,450 00	(4,350.00)
BLOCKBUSTER INC GLOBAL SR SUB	5,000.00	7/23/2007	3/10/2009	2,012 50	4,275 00	(2,262.50)
BLOCKBUSTER INC GLOBAL SR SUB	10,000.00	8/16/2007	3/16/2009	4,100 00	8,287 50	(4,187.50)
BLOCKBUSTER INC GLOBAL SR SUB	5,000.00	9/7/2007	3/16/2009	2,050.00	4,287.50	(2,237.50)
BLOCKBUSTER INC GLOBAL SR SUB	5,000.00	8/9/2007	3/11/2009	2,050.00	4,225.00	(2,175.00)
BLOCKBUSTER INC GLOBAL SR SUB	10,000.00	7/16/2007	3/5/2009	4,125.00	8,925.00	(4,800.00)
BLOCKBUSTER INC GLOBAL SR SUB	5,000.00	8/16/2007	3/16/2009	2,050.00	4,075 00	(2,025 00)
BLOCKBUSTER INC GLOBAL SR SUB	5,000.00	7/17/2007	3/5/2009	2,075.00	4,450.00	(2,375.00)
BLOCKBUSTER INC GLOBAL SR SUB	10,000 00	8/16/2007	3/16/2009	4,100.00	8,150.00	(4,050.00)
BLOCKBUSTER INC GLOBAL SR SUB	5,000.00	7/20/2007	3/5/2009	2,075.00	4,375 00	(2,300 00)
BLOCKBUSTER INC GLOBAL SR SUB	5,000.00	9/10/2007	3/17/2009	2,087.50	4,275.00	(2,187.50)
BLOCKBUSTER INC GLOBAL SR SUB	5,000 00	7/20/2007	3/10/2009	2,012.50	4,375.00	(2,362.50)
BORDEN INC DEBS	50,000 00	2/20/2002	8/3/2009	21,500.00	31,437 40	(9,937 40)

The Peter and Elizabeth C. Tower Foundation
EIN: 16-6350753
December 31, 2009
Attachment C

Description	Quantity	Date Acquired	Date Sold	Proceeds	Adjusted Cost	Realized Gain/Loss/
BORDEN INC DEBS	25,000.00	5/13/2004	8/3/2009	10,750 00	22,875.00	(12,125.00)
BORDEN INC DEBS-REG	50,000.00	8/6/2003	8/3/2009	21,500.00	35,062 50	(13,562.50)
BORDEN INC DEBS-REG	25,000.00	10/27/2005	8/3/2009	10,750.00	22,593.75	(11,843.75)
BORDEN INC DEBS-REG	75,000.00	3/13/2001	8/3/2009	32,250.00	61,687.50	(29,437.50)
BORDEN INC DEBS-REG	5,000.00	10/31/2005	8/3/2009	2,150.00	4,487.50	(2,337.50)
BORDEN INC DEBS-REG	5,000.00	10/31/2005	8/3/2009	2,150.00	4,487.50	(2,337.50)
BOWATER INC N A	5,000.00	6/30/2004	1/5/2009	725 00	4,600 00	(3,875 00)
BOWATER INC N A	10,000 00	6/30/2004	1/7/2009	1,600 00	9,200 00	(7,600.00)
BOWATER INC N A	5,000.00	1/13/2004	1/5/2009	725.00	5,020.30	(4,295.30)
BOWATER INC N A	5,000.00	2/18/2004	1/5/2009	725 00	4,900.00	(4,175.00)
BOWATER INC N A	15,000.00	6/30/2004	1/7/2009	2,400.00	13,875.00	(11,475 00)
BUILDERS TRANSPORT ESCROW	100,000.00	11/27/1996	7/7/2009	505 09	62,003.75	(61,498.66)
BUILDERS TRANSPORT ESCROW	100,000 00	6/17/1993	7/7/2009	505 08	79,253.89	(78,748.81)
BUILDERS TRANSPORT ESCROW	150,000 00	2/13/1995	7/7/2009	757.63	107,330 83	(106,573.20)
CAPITAL ONE AUTO FIN TR	75,000.00	4/18/2008	7/24/2009	52,414 69	46,096.32	6,318.37
CAPITAL ONE AUTO FINANCE TRUS	20,000.00	4/28/2008	10/14/2009	19,489.10	16,750 00	2,739.10
CAPITAL ONE AUTO FINANCE TRUST	25,000 00	4/15/2008	10/16/2009	25,729.49	18,000.00	7,729 49
CENTEX CORP	5,000.00	8/24/2006	9/11/2009	4,775.00	4,620.15	154 85
CENTEX CORP	15,000.00	9/7/2006	9/11/2009	14,325.00	13,811 85	513.15
CINCINNATI BELL INC SUB NOTES	5,000.00	1/26/2009	8/7/2009	5,050.00	4,387.50	662 50
CINCINNATI BELL INC SUB NOTES	10,000.00	11/19/2003	8/7/2009	10,100.00	9,887 50	212.50
CINCINNATI BELL INC SUB NOTES	20,000.00	1/26/2009	12/16/2009	20,450 00	17,550.00	2,900 00
CIT GROUP INC	50,000.00	5/8/2008	7/9/2009	32,114.90	57,770.37	(25,655.47)
CIT GROUP INC	5,000.00	5/15/2008	7/16/2009	2,650 00	4,312.50	(1,662.50)
CIT GROUP INC	10,000.00	5/13/2008	6/18/2009	6,200 00	8,075.00	(1,875.00)
CIT GROUP INC	20,000.00	5/15/2008	7/17/2009	11,800.00	17,250.00	(5,450.00)
CIT GROUP INC	5,000.00	6/5/2008	6/18/2009	3,100.00	4,050.00	(950 00)
CIT GROUP INC	5,000.00	6/10/2008	6/18/2009	3,100.00	4,075.00	(975 00)
CIT GROUP INC	5,000 00	6/3/2008	7/8/2009	2,700.00	4,050 00	(1,350 00)
CIT GROUP INC GLOBAL NOTES	5,000.00	5/15/2008	6/22/2009	3,106.25	4,025.00	(918.75)
CIT GROUP INC GLOBAL NOTES	5,000 00	6/3/2008	7/8/2009	2,775.00	4,025 00	(1,250.00)
CIT GROUP INC GLOBAL NOTES	5,000.00	5/15/2008	6/30/2009	2,950.00	4,025 00	(1,075 00)
CIT GROUP INC GLOBAL NOTES	5,000 00	6/9/2008	7/8/2009	2,775.00	4,075 00	(1,300 00)
CIT GROUP INC NEW SR NOTES	1,000.00	7/10/2008	7/8/2009	560.00	715 00	(155 00)
CIT GROUP INC NEW SR NOTES	10,000.00	6/12/2008	6/30/2009	5,950.00	8,050 00	(2,100.00)
CIT GROUP INC NEW SR NOTES	4,000.00	7/10/2008	7/8/2009	2,180 00	2,860.00	(680 00)
CIT GROUP INC NEW SR NOTES	10,000.00	7/8/2008	7/8/2009	5,450 00	7,200.00	(1,750 00)
CIT GROUP INC NEW SR NOTES	5,000.00	7/9/2008	7/8/2009	2,725.00	3,600 00	(875.00)
CIT GROUP INC NEW SR NOTES	10,000.00	7/11/2008	7/8/2009	5,600.00	6,900 00	(1,300.00)
CIT GROUP INC NEW SR NOTES	5,000.00	6/3/2008	6/17/2009	3,275.00	4,050.00	(775.00)
CIT GROUP INC NEW SR NOTES	5,000.00	6/3/2008	6/18/2009	3,175.00	4,050 00	(875 00)
CIT GROUP INC NEW SR NOTES	5,000.00	7/15/2008	6/22/2009	3,100 00	3,450.00	(350 00)
CIT GROUP INC NEW SR NOTES	5,000.00	7/15/2008	6/18/2009	3,175.00	3,450.00	(275.00)
CIT GROUP INC SR NOTES	5,000.00	6/9/2008	5/7/2009	3,325.00	4,075.00	(750 00)
CIT GROUP INC SR NOTES	5,000.00	6/12/2008	7/17/2009	2,662.50	4,150.00	(1,487.50)
CIT GROUP INC SR NOTES	5,000.00	5/7/2009	7/17/2009	2,650.00	3,425.00	(775.00)
CITIBANK CR CARD ISS	100,000.00	1/28/2009	8/5/2009	86,500 00	45,937.50	40,562 50
CITIBANK CR CARD ISS	100,000.00	1/29/2009	8/25/2009	87,328.13	45,750.00	41,578.13
CITIGROUP COMMERCIAL MTGE TR	40,000 00	6/12/2009	12/15/2009	37,462.50	29,410.94	8,051.56

The Peter and Elizabeth C. Tower Foundation
EIN: 16-6350753
December 31, 2009
Attachment C

Description	Quantity	Date Acquired	Date Sold	Proceeds	Adjusted Cost	Realized Gain/Loss/
CITIGROUP COMMERCIAL MTGE TR	50,000.00	4/14/2009	12/15/2009	46,828.13	36,576 17	10,251.96
CITIGROUP INC	80,000.00	10/3/2008	12/14/2009	79,338.40	59,790 40	19,548 00
CLEAR CHANNEL COMMUN	5,000.00	1/9/2008	5/29/2009	762.50	3,531 25	(2,768 75)
CLEAR CHANNEL COMMUN	5,000.00	10/24/2007	5/12/2009	787.50	3,812 50	(3,025.00)
CLEAR CHANNEL COMMUN	5,000.00	1/7/2008	5/28/2009	750.00	3,575 00	(2,825.00)
CLEAR CHANNEL COMMUN	5,000 00	12/10/2007	5/20/2009	700.00	3,750.00	(3,050.00)
CLEAR CHANNEL COMMUN	5,000.00	10/4/2007	5/7/2009	800.00	3,812 50	(3,012.50)
CLEAR CHANNEL COMMUN	15,000 00	10/29/2007	5/18/2009	2,325.00	12,000 00	(9,675.00)
CLEAR CHANNEL COMMUN	5,000.00	12/4/2007	5/20/2009	700.00	3,750.00	(3,050.00)
CLEAR CHANNEL COMMUN	5,000.00	9/6/2007	5/7/2009	800.00	3,750 00	(2,950 00)
CLEAR CHANNEL COMMUN	10,000 00	1/8/2008	5/20/2009	1,400.00	7,150.00	(5,750 00)
CLEAR CHANNEL COMMUN	10,000 00	9/6/2007	5/1/2009	1,550.00	7,500.00	(5,950.00)
CLEAR CHANNEL COMMUN	5,000.00	1/7/2008	5/28/2009	762 50	3,575 00	(2,812.50)
CLEAR CHANNEL COMMUN	10,000 00	9/10/2007	5/7/2009	1,600.00	7,462 50	(5,862.50)
CLEAR CHANNEL COMMUN	5,000.00	1/9/2008	5/28/2009	762.50	3,531.25	(2,768 75)
CLEAR CHANNEL COMMUN	15,000.00	9/20/2007	5/7/2009	2,400.00	11,137 50	(8,737 50)
CLEAR CHANNEL COMMUN	15,000.00	9/28/2007	5/7/2009	2,400.00	11,325 00	(8,925.00)
CLEAR CHANNEL COMMUN	5,000.00	1/10/2008	5/29/2009	762.50	3,500.00	(2,737 50)
CLEAR CHANNEL COMMUN	5,000.00	1/11/2008	6/1/2009	825 00	3,493 75	(2,668.75)
CLEAR CHANNEL COMMUN	5,000.00	1/10/2008	5/29/2009	762 50	3,500.00	(2,737.50)
CLEAR CHANNEL COMMUN	5,000 00	1/14/2008	6/2/2009	875.00	3,487.50	(2,612 50)
CLEAR CHANNEL COMMUN	5,000.00	1/11/2008	6/1/2009	812 50	3,493 75	(2,681 25)
CLEAR CHANNEL COMMUN	5,000.00	1/16/2008	6/2/2009	875.00	3,425 00	(2,550.00)
CMS ENERGY CORP	30,000 00	1/26/2009	7/23/2009	31,500.00	29,844.00	1,656 00
DEAN FOODS COMPANY	20,000.00	4/7/2008	2/11/2009	19,200.00	17,900 00	1,300.00
DEAN FOODS COMPANY	20,000 00	4/7/2008	2/11/2009	19,200.00	17,900.00	1,300.00
DEAN FOODS COMPANY	40,000.00	4/7/2008	2/11/2009	38,400 00	35,800 00	2,600.00
DR HORTON SR NOTES	10,000.00	9/7/2006	9/22/2009	9,400.00	9,043 20	356.80
DR HORTON SR NOTES	10,000.00	9/7/2006	9/21/2009	9,400 00	9,043 20	356.80
ELAN FIN PLC - ELAN	10,000.00	1/3/2006	10/14/2009	10,193.80	9,425.00	768 80
ELAN FIN PLC - ELAN	15,000.00	6/10/2005	10/14/2009	15,290 70	13,162.50	2,128.20
ELAN FIN PLC - ELAN	5,000.00	12/12/2005	10/14/2009	5,096.90	4,693.75	403.15
ELAN FIN PLC - ELAN	15,000 00	6/10/2005	10/14/2009	15,290 70	13,162.50	2,128 20
ELAN FIN PLC - ELAN	10,000.00	1/4/2006	10/14/2009	10,193.80	9,425.00	768 80
ELAN FIN PLC - ELAN	5,000.00	11/14/2005	10/14/2009	5,096.90	4,450.00	646.90
ELAN FIN PLC - ELAN	5,000.00	12/12/2005	10/14/2009	5,096.90	4,687.50	409.40
ELAN FIN PLC - ELAN	5,000.00	11/15/2005	10/14/2009	5,096.90	4,462 50	634.40
ELAN FIN PLC - ELAN	15,000.00	1/3/2006	10/14/2009	15,290 70	14,137.50	1,153.20
ELAN FIN PLC - ELAN	5,000.00	11/16/2005	10/14/2009	5,096 90	4,525 00	571.90
ELAN FIN PLC - ELAN	30,000.00	11/18/2005	10/14/2009	30,581.40	27,712.50	2,868.90
ELAN FIN PLC - ELAN	25,000.00	8/29/2006	10/14/2009	25,484.50	24,000.00	1,484.50
ELAN FIN PLC - ELAN	5,000.00	4/19/2007	10/14/2009	5,096.90	4,968.75	128 15
ELAN FIN PLC - ELAN	5,000.00	4/18/2007	10/14/2009	5,096 90	4,956 25	140.65
ELAN FIN PLC - ELAN	65,000.00	5/29/2007	10/14/2009	66,259.70	66,250 60	9.10
ELAN FIN PLC - ELAN	5,000.00	4/18/2007	10/14/2009	5,096.90	4,968 75	128.15
ELAN FIN PLC - ELAN	15,000 00	12/3/2008	10/14/2009	15,290.70	8,137 50	7,153 20
EMBARQ CORP NOTES-BK/ENTRY	10,000 00	5/11/2007	6/4/2009	8,775.00	10,629.50	(1,854.50)
EPIX MED INC 3 0% DUE 4/15/24 TENDER	30,969.00	2005	5/7/2009	5,580.00	23,842 54	(18,262.54)
EPIX PHARMACEUTICALS INC NEW	10,509 00	2005	OCT 09	529.79	23,842.54	(23,312 75)

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Description	Quantity	Date Acquired	Date Sold	Proceeds	Adjusted Cost	Realized Gain/Loss/
EUR EUROPEAN MONETARY UNIT	24,249.97	1/26/2009	1/28/2009	31,845 05	32,063.31	(218 26)
FAIRPOINT COMMUNICATIONS INC	809.00	4/21/2009	8/24/2009	145.62	206 30	(60.68)
FAIRPOINT COMMUNICATIONS INC	4,086.00	7/31/2009	8/24/2009	735.48	0	735.48
FAIRPOINT COMM 13 125% TENDER	95.00	7/29/2009	7/29/2009	356.25	-	356.25
FEDERATED RETAIL HLD	5,000.00	4/23/2009	9/22/2009	4,850.00	4,450.00	400.00
FEDERATED RETAIL HLD	35,000.00	4/23/2009	9/22/2009	33,950 00	31,237 50	2,712.50
FORD MOTOR CO	35,000 00	9/30/2005	6/3/2009	21,350.00	25,506.25	(4,156.25)
FORD MOTOR CO DEBENTURES	10,000.00	1/26/2007	6/3/2009	6,100.00	8,075 00	(1,975.00)
FORD MOTOR CO DEL GLOBAL	60,000.00	10/3/2005	6/3/2009	36,600.00	42,825.00	(6,225.00)
FORD MOTOR CO DEL GLOBAL	10,000.00	10/4/2005	6/3/2009	6,100.00	7,175.00	(1,075 00)
FORD MOTOR CO DEL GLOBAL	35,000 00	5/6/2005	6/3/2009	21,350.00	24,325 00	(2,975 00)
FORD MOTOR CO NOTES	20,000.00	10/3/2005	6/2/2009	12,750.00	15,500.00	(2,750 00)
FORD MOTOR CO NOTES	5,000 00	1/23/2007	6/2/2009	3,187.50	4,100 00	(912.50)
FORD MOTOR CO NOTES	20,000 00	10/3/2005	6/2/2009	12,750 00	15,525 00	(2,775 00)
FORD MOTOR CO NOTES	5,000.00	1/23/2007	6/2/2009	3,187 50	4,106.25	(918.75)
FORD MOTOR CREDIT NOTES	30,000.00	10/6/2005	9/22/2009	30,150.00	27,412 50	2,737.50
FORD MOTOR CREDIT NOTES	5,000 00	10/4/2005	8/18/2009	4,968.75	4,568 75	400 00
FORD MOTOR CREDIT NOTES	15,000.00	10/6/2005	8/18/2009	14,906.25	13,706.25	1,200.00
FORD MOTOR CREDIT NOTES	65,000.00	10/7/2005	9/22/2009	65,325.00	59,150.00	6,175 00
FORD MTR CO DEL	15,000 00	1/30/2007	6/3/2009	9,150.00	11,268.75	(2,118.75)
FREESCALE SEMICONDUC	10,000.00	12/17/2007	4/16/2009	2,100 00	8,200.00	(6,100 00)
FREESCALE SEMICONDUC	10,000 00	12/17/2007	4/15/2009	2,100.00	8,200 00	(6,100 00)
FREESCALE SEMICONDUC	10,000 00	12/17/2007	4/17/2009	2,100 00	8,200 00	(6,100.00)
FREESCALE SEMICONDUC	10,000.00	12/17/2007	4/23/2009	1,900 00	8,200 00	(6,300.00)
FREESCALE SEMICONDUC	10,000.00	12/17/2007	4/15/2009	2,100 00	8,200.00	(6,100.00)
FREESCALE SEMICONDUC	10,000.00	12/17/2007	4/23/2009	1,900.00	8,200.00	(6,300.00)
FREESCALE SEMICONDUC	10,000.00	12/17/2007	4/15/2009	2,050.00	8,200.00	(6,150 00)
FREESCALE SEMICONDUC	10,000.00	12/17/2007	4/22/2009	1,800.00	8,200 00	(6,400.00)
FREESCALE SEMICONDUC	10,000.00	12/17/2007	4/13/2009	2,200.00	8,200 00	(6,000.00)
FREESCALE SEMICONDUC	10,000 00	1/16/2008	4/24/2009	2,012 50	7,325 00	(5,312.50)
FREESCALE SEMICONDUC	10,000.00	12/17/2007	4/9/2009	2,150 00	8,200.00	(6,050.00)
FREESCALE SEMICONDUC	10,000.00	12/17/2007	1/7/2009	4,300.00	8,200 00	(3,900.00)
FREESCALE SEMICONDUC	10,000.00	12/17/2007	4/9/2009	2,200 00	8,200.00	(6,000.00)
FREESCALE SEMICONDUC	10,000.00	12/17/2007	4/8/2009	1,925 00	8,200.00	(6,275.00)
FREESCALE SEMICONDUC	10,000.00	4/7/2008	4/24/2009	1,925.00	7,250 00	(5,325.00)
FREESCALE SEMICONDUC	10,000.00	4/7/2008	4/24/2009	2,000.00	7,250.00	(5,250.00)
FREESCALE SEMICONDUC	20,000.00	4/7/2008	4/24/2009	3,850.00	14,500.00	(10,650.00)
GENERAL ELECTRIC CAP CORP	5,000.00	10/1/2008	9/23/2009	4,644.15	3,612 75	1,031.40
GE ELECTRIC CAPITAL DUE 4/26/12	22,000,000.00	6/4/2007	1/22/2009	215,654 02	179,586 30	36,067.72
GEN MOTORS ACCEP 4 75% DUE 9/14/09	5,000 00	4/22/2008	1/26/2009	5,755.05	6,928.68	(1,173.63)
GEN MOTORS ACCEP 5 75% DUE 9/27/10	25,000.00	5/2/2008	1/26/2009	25,581.97	32,356 80	(6,774.83)
GEORGIA GULF CORP	20,000.00	10/30/2007	1/22/2009	1,750 00	15,800.00	(14,050.00)
GEORGIA GULF CORP	5,000 00	10/30/2007	1/6/2009	1,150.00	3,950 00	(2,800 00)
GEORGIA GULF CORP	5,000.00	10/30/2007	1/13/2009	975 00	3,950.00	(2,975.00)
GEORGIA GULF CORP	10,000 00	10/30/2007	4/1/2009	725.00	7,900 00	(7,175 00)
GEORGIA GULF CORP	5,000.00	10/30/2007	2/5/2009	187.50	3,950.00	(3,762.50)
GEORGIA GULF CORP	10,000 00	10/30/2007	1/28/2009	475 00	7,900.00	(7,425.00)
GMAC LLC SR UNSECD	10,000.00	11/6/2007	1/20/2009	6,900.00	8,837.50	(1,937 50)
GMAC LLC SR UNSECD	10,000.00	1/4/2008	1/20/2009	6,900.00	8,150.00	(1,250 00)

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GMAC LLC SR UNSECD	110,000.00	4/4/2008	1/20/2009	75,900.00	87,450 00	(11,550.00)
GOLDMAN SACHS GROUP	20,000 00	6/5/2009	7/15/2009	19,968.40	19,340 20	628.20
GOLDMAN SACHS GROUP	10,000.00	6/5/2009	7/15/2009	9,984.20	9,685.00	299 20
GOLDMAN SACHS GROUP INC	10,000.00	9/25/2008	6/5/2009	9,945.80	8,100.00	1,845.80
GOLDMAN SACHS GROUP INC	20,000.00	9/25/2008	6/5/2009	19,914.00	16,200.00	3,714.00
GOLDMAN SACHS GROUP INC	45,000.00	9/24/2008	7/14/2009	45,934.20	36,450.00	9,484 20
GOLDMAN SACHS GROUP INC	20,000 00	9/25/2008	7/14/2009	20,415.20	16,000.00	4,415.20
GOODYEAR TIRE & RUBR	5,000.00	9/29/2005	9/21/2009	5,075.00	4,875 00	200.00
GOODYEAR TIRE & RUBR	15,000 00	9/30/2005	9/21/2009	15,225 00	14,625.00	600 00
GOODYEAR TIRE & RUBR	10,000.00	9/29/2005	9/21/2009	10,150 00	9,750.00	400.00
GOODYEAR TIRE & RUBR	15,000.00	10/3/2005	9/21/2009	15,225 00	14,625.00	600.00
GOODYEAR TIRE & RUBR	15,000.00	10/5/2005	9/21/2009	15,225.00	14,587 50	637.50
GOODYEAR TIRE & RUBR	25,000 00	10/4/2005	9/21/2009	25,375.00	24,343.75	1,031 25
GOODYEAR TIRE & RUBR	10,000.00	10/5/2005	9/21/2009	10,150.00	9,675.00	475.00
GOODYEAR TIRE & RUBR	10,000 00	10/6/2005	9/21/2009	10,150 00	9,662.50	487.50
GSAMP TRUST	50,000.00	6/4/2009	12/3/2009	25,250.00	20,000.00	5,250.00
GSAMP TRUST	75,000 00	10/7/2009	10/22/2009	35,273.44	30,375.00	4,898.44
HARRAHS OPERATING CO	15,000.00	7/12/2007	3/31/2009	2,400.00	11,625 00	(9,225.00)
HARRAHS OPERATING CO	5,000.00	7/25/2007	4/1/2009	806.25	3,631.25	(2,825.00)
HARRAHS OPERATING CO	15,000 00	7/12/2007	3/31/2009	2,400.00	11,625.00	(9,225.00)
HARRAHS OPERATING CO	10,000 00	10/3/2006	3/31/2009	1,600.00	8,387 50	(6,787.50)
HARRAHS OPERATING CO	15,000.00	7/16/2007	4/1/2009	2,418.75	11,681 25	(9,262.50)
HARRAHS OPERATING CO	25,000 00	4/7/2008	4/2/2009	4,062 50	14,375 00	(10,312.50)
HARRAHS OPERATING CO	15,000.00	7/16/2007	4/1/2009	2,418 75	11,662 50	(9,243.75)
HARRAHS OPERATING CO	60,000 00	4/7/2008	4/2/2009	10,050.00	34,500.00	(24,450.00)
HARRAHS OPERATING CO	10,000 00	4/7/2008	4/1/2009	1,612.50	5,750 00	(4,137.50)
HEALTH MANAGEMENT NOTES	5,000.00	1/29/2009	6/30/2009	4,287.50	3,518.75	768.75
HEALTH MANAGEMENT NOTES	5,000.00	1/29/2009	7/1/2009	4,287.50	3,518 75	768 75
HEALTH MANAGEMENT NOTES	5,000 00	3/10/2009	7/17/2009	4,312 50	3,762.50	550.00
HEALTH MANAGEMENT NOTES	5,000.00	2/2/2009	7/7/2009	4,275.00	3,500.00	775.00
HEALTH MANAGEMENT NOTES	20,000 00	2/2/2009	7/17/2009	17,250.00	14,000 00	3,250.00
HEALTH MANAGEMENT NOTES	5,000.00	2/2/2009	7/14/2009	4,275.00	3,500 00	775.00
HEALTH MANAGEMENT NOTES	5,000.00	2/2/2009	7/10/2009	4,262.50	3,500.00	762.50
HEALTH MANAGEMENT NOTES	15,000.00	3/10/2009	7/21/2009	12,993.75	11,287.50	1,706.25
HOVNANIAN ENTERPRISE	5,000.00	6/7/2006	4/20/2009	1,662.50	4,406.25	(2,743 75)
HOVNANIAN ENTERPRISE	20,000.00	6/3/2004	4/20/2009	6,650.00	18,200.00	(11,550 00)
HOVNANIAN ENTERPRISE	5,000.00	10/17/2006	4/20/2009	1,662.50	4,568.75	(2,906 25)
HOVNANIAN ENTERPRISE	15,000.00	6/6/2006	4/20/2009	4,987.50	13,275.00	(8,287 50)
HOVNANIAN ENTERPRISE	10,000.00	7/10/2006	4/20/2009	3,325.00	8,887.50	(5,562.50)
HOVNANIAN K ENTERPRI	30,000.00	11/2/2005	4/16/2009	9,975.00	26,700.00	(16,725 00)
HOVNANIAN K ENTERPRI	5,000.00	6/8/2006	4/16/2009	1,662.50	4,350.00	(2,687.50)
HOVNANIAN K ENTERPRI	25,000.00	2/14/2006	4/16/2009	8,312.50	23,062.50	(14,750.00)
HOVNANIAN K ENTERPRI	5,000.00	8/23/2006	4/16/2009	1,662.50	4,362.50	(2,700 00)
HOVNANIAN K ENTERPRI	10,000.00	6/7/2006	4/16/2009	3,325 00	8,712 50	(5,387.50)
HOVNANIAN K ENTERPRI	5,000.00	8/24/2006	4/16/2009	1,662.50	4,362.50	(2,700.00)
HOVNANIAN K ENTERPRI	5,000.00	9/25/2006	4/16/2009	1,662 50	4,425.00	(2,762.50)
HOVNANIAN K ENTERPRI	5,000.00	9/22/2006	4/16/2009	1,662 50	4,425 00	(2,762.50)
HOVNANIAN K ENTERPRI	50,000 00	4/16/2007	4/16/2009	16,625 00	43,687.50	(27,062.50)
HOVNANIAN K ENTERPRISES INC	15,000.00	6/7/2004	4/20/2009	4,987 50	13,912.50	(8,925 00)

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Description	Quantity	Date Acquired	Date Sold	Proceeds	Adjusted Cost	Realized Gain/Loss/
HOVNANIAN K ENTERPRISES INC	10,000.00	6/3/2004	4/20/2009	3,325.00	9,212.50	(5,887.50)
HOVNANIAN K ENTERPRISES INC	5,000.00	6/7/2006	4/20/2009	1,662.50	4,525.00	(2,862.50)
HOVNANIAN K ENTERPRISES INC	5,000.00	6/20/2006	4/20/2009	1,662.50	4,462.50	(2,800.00)
HOVNANIAN K ENTERPRISES INC	20,000 00	6/12/2006	4/20/2009	6,650 00	18,175.00	(11,525.00)
HOVNANIAN K ENTERPRISES INC	10,000 00	6/16/2006	4/20/2009	3,325.00	8,950.00	(5,625.00)
HOVNANIAN K ENTERPRISES INC	5,000.00	10/24/2006	4/20/2009	1,662 50	4,681.25	(3,018.75)
ICELANTIC KORUNA FGN CURRENCY	665,000.00		10/9/2009	4,510.00	4,528.11	(18.11)
INTERNATIONAL PAPER	5,000.00	5/8/2009	11/20/2009	5,872.85	4,200.00	1,672.85
INTERNATIONAL PAPER	10,000.00	5/11/2009	11/24/2009	11,854.40	8,350.00	3,504.40
INTERNATIONAL PAPER	5,000.00	5/8/2009	11/24/2009	5,927.20	4,200 00	1,727.20
INTERNATIONAL PAPER	10,000.00	3/27/2009	11/20/2009	11,745.70	6,700 00	5,045.70
INTERNATIONAL PAPER	15,000.00	5/12/2009	11/24/2009	17,769 15	12,487 50	5,281 65
INTERNATIONAL PAPER	10,000 00	3/19/2009	11/20/2009	11,745.70	6,387 50	5,358 20
INTERNATIONAL PAPER	5,000 00	5/12/2009	11/24/2009	5,927.20	4,162.50	1,764.70
INTERNATIONAL PAPER	10,000.00	5/13/2009	11/24/2009	11,846 10	8,287 50	3,558.60
INTERNATIONAL STEEL	5,000 00	5/5/2009	10/15/2009	5,187.50	4,312.50	875 00
INTL PAPER CO	15,000.00	5/6/2009	9/24/2009	16,162 50	13,875 00	2,287.50
INTL PAPER CO	50,000 00	5/28/2008	9/24/2009	53,875.00	49,994.00	3,881 00
ISPAT INLAND ULC	10,000.00	4/14/2009	9/25/2009	10,450.00	8,875 00	1,575.00
ISPAT INLAND ULC	5,000.00	5/13/2009	9/25/2009	5,225.00	4,893.75	331.25
ISPAT INLAND ULC	5,000.00	4/22/2009	9/25/2009	5,225.00	4,525.00	700.00
JEFFERSON SMURFIT CO	5,000 00	4/18/2008	6/29/2009	1,862.50	4,268 75	(2,406.25)
JEFFERSON SMURFIT CO	5,000.00	5/19/2008	6/29/2009	1,862.50	4,425 00	(2,562 50)
KINDER MORGAN INC	30,000 00	11/20/2008	12/9/2009	31,087.50	24,000.00	7,087 50
KINDER MORGAN INC	15,000.00	12/11/2008	12/9/2009	15,543 75	12,375 00	3,168.75
KINDER MORGAN INC	5,000 00	8/30/2006	9/22/2009	4,775.00	4,534.25	240.75
KINDER MORGAN INC	5,000.00	6/5/2006	9/22/2009	4,775.00	4,377.55	397 45
KINDER MORGAN INC	10,000.00	8/23/2006	9/22/2009	9,550.00	8,907.40	642 60
KINDER MORGAN INC	15,000.00	6/5/2006	9/22/2009	14,325 00	13,160 55	1,164.45
KINDER MORGAN INC	5,000.00	6/22/2006	9/22/2009	4,775.00	4,319.65	455 35
KINDER MORGAN INC	20,000.00	12/4/2008	9/22/2009	19,100 00	13,800 00	5,300.00
KINDER MORGAN INC	5,000.00	12/10/2008	9/22/2009	4,775.00	3,462 50	1,312.50
KINDER MORGAN INC	5,000.00	12/10/2008	9/22/2009	4,775.00	3,475.00	1,300 00
KINDER MORGAN INC NOTES	5,000.00	7/20/2006	9/22/2009	4,725 00	4,251.90	473 10
KINDER MORGAN INC NOTES	5,000.00	8/29/2006	9/22/2009	4,725 00	4,334 25	390.75
KINDER MORGAN INC NOTES	10,000.00	6/28/2005	9/22/2009	9,450 00	8,392 80	1,057.20
LEHMAN BROTHERS HLDG 7 95%	30.00	9/9/2008	4/15/2009	3.00	322.50	(319.50)
LEVEL 3 COMMUNICATIONS INC	5,000.00	10/21/2005	6/22/2009	5,000 00	2,537 50	2,462.50
LEVEL 3 COMMUNICATIONS INC	5,000.00	11/17/2006	6/22/2009	5,000.00	4,575.00	425.00
LEVEL 3 COMMUNICATIONS INC	5,000 00	10/25/2006	6/22/2009	5,000 00	4,531 26	468 74
LEVEL 3 COMMUNICATIONS INC	10,000.00	11/28/2006	6/22/2009	10,000.00	9,118.75	881.25
LEVEL 3 COMMUNICATIONS INC	5,000.00	10/25/2006	6/22/2009	5,000 00	4,525.00	475.00
LEVEL 3 COMMUNICATIONS INC	10,000.00	12/4/2006	6/22/2009	10,000.00	9,162 50	837.50
LEVEL 3 COMMUNICATIONS INC	30,000.00	2/7/2007	6/22/2009	30,000.00	28,462.50	1,537.50
LEVEL 3 COMMUNICATIONS INC	125,000.00	2/13/2007	6/22/2009	125,000 00	118,750 00	6,250.00
MASCO CORP	5,000.00	6/4/2009	9/29/2009	4,762.50	4,125.00	637 50
MASCO CORP	5,000.00	6/4/2009	9/24/2009	4,712.50	4,125.00	587.50
MASCO CORP	10,000.00	6/23/2009	9/22/2009	9,838 20	9,500.00	338.20
MASCO CORP	5,000.00	6/9/2009	9/29/2009	4,762.50	4,125.00	637.50

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MASCO CORP	5,000.00	6/11/2009	9/29/2009	4,762.50	4,125.00	637.50
MASCO CORP	5,000 00	8/11/2009	9/29/2009	4,762 50	4,487.50	275.00
MAXTOR CORP	23,000 00	2/13/1995	3/2/2009	23,000.00	12,172 75	10,827.25
MBNA MASTER CR CARD	25,000.00	5/12/2009	6/19/2009	20,333.98	16,781.25	3,552 73
MERRILL LYNCH AND CO	100,000.00	9/17/2008	12/11/2009	91,810 00	70,209.00	21,601 00
MEX BONOS DE DESARRO DUE 12/20/12	34,500.00	VARIOUS	VARIOUS	266,032.83	280,271.70	(14,238.87)
MEXICAN FIXED RATE B DUE 12/7/23	4,400 00	7/8/2005	VARIOUS	32,734 41	34,901.73	(2,167.32)
MEXICAN FIXED RATE B	900	7/8/2005	4/8/2009	6,768.85	7,139 02	(370 17)
MEXICAN FIXED RATE B	1,400.00	7/8/2005	4/8/2009	10,508 07	11,105.15	(597.08)
MEXICAN FIXED RATE B	1,700.00	7/8/2005	4/8/2009	12,755.03	13,484.83	(729 80)
MEXICAN FIXED RATE B	1,400.00	7/8/2005	4/8/2009	10,513.57	11,105.15	(591.58)
MORGAN STANLEY CAPITAL I	50,000.00	4/7/2009	10/15/2009	49,761 72	37,771.48	11,990.24
MORGAN STANLEY DEAN WITTER	35,000 00	10/7/2008	4/23/2009	35,827 05	24,412 50	11,414.55
MORGAN STANLEY GLOBAL NOTES	5,000.00	9/25/2008	7/2/2009	4,763.30	3,562 50	1,200 80
NORTEL NETWORKS LTD	10,000.00	4/4/2008	7/8/2009	3,375.00	9,475.00	(6,100.00)
NORTEL NETWORKS LTD	115,000 00	4/4/2008	7/9/2009	37,375.00	108,962 50	(71,587.50)
NORTHERN TELECOM LTD DEBS	5,000.00	9/19/2003	7/13/2009	550.00	4,556 25	(4,006 25)
PSYCHIATRIC SOLUTION	5,000.00	7/1/2009	12/11/2009	4,875.00	4,637.50	237 50
SLM CORP	5,000.00	3/12/2008	9/22/2009	4,950.00	4,418.75	531.25
SLM CORP	5,000.00	12/17/2008	12/17/2009	4,987 50	4,325 00	662 50
SPRINT CAP CORP COMPANY GTY	10,000.00	6/7/2007	2/6/2009	6,950 00	9,438.20	(2,488 20)
STONE CONTAINER	5,000.00	4/15/2008	6/26/2009	1,825 00	4,112.50	(2,287 50)
STONE CONTAINER	10,000.00	4/15/2008	6/26/2009	3,650 00	8,350.00	(4,700.00)
STONE CONTAINER	5,000 00	5/6/2008	6/26/2009	1,825 00	4,300 00	(2,475.00)
STONE CONTAINER	5,000.00	4/18/2008	6/26/2009	1,825 00	4,150.00	(2,325.00)
STONE CONTAINER	10,000 00	5/5/2008	6/26/2009	3,650.00	8,575.00	(4,925.00)
STONE CONTAINER	5,000.00	4/23/2008	6/26/2009	1,825 00	4,137.50	(2,312.50)
STONE CONTAINER	5,000.00	4/25/2008	6/26/2009	1,825.00	4,237.50	(2,412.50)
STONE CONTAINER	10,000.00	5/20/2008	6/26/2009	3,650 00	8,600 00	(4,950.00)
STONE CONTAINER	5,000 00	5/29/2008	6/26/2009	1,825.00	4,337.50	(2,512 50)
STONE CONTAINER	5,000.00	5/28/2008	6/26/2009	1,825.00	4,287.50	(2,462.50)
STONE CONTAINER	10,000 00	5/30/2008	6/26/2009	3,650.00	8,675.00	(5,025 00)
STONE CONTAINER	10,000.00	6/5/2008	6/26/2009	3,650 00	8,637.50	(4,987.50)
STONE CONTAINER FINA	5,000.00	4/8/2008	6/30/2009	2,287.50	4,250.00	(1,962.50)
STONE CONTAINER FINA	5,000.00	4/8/2008	7/1/2009	2,287.50	4,250.00	(1,962.50)
STONE CONTAINER FINA	10,000.00	4/16/2008	7/1/2009	4,575 00	8,225 00	(3,650 00)
STONE CONTAINER FINA	5,000.00	4/9/2008	7/1/2009	2,287.50	4,231 25	(1,943.75)
STONE CONTAINER FINA	5,000.00	4/17/2008	7/1/2009	2,250.00	4,087.50	(1,837.50)
STONE CONTAINER FINA	5,000.00	4/10/2008	7/1/2009	2,287 50	4,187 50	(1,900 00)
STONE CONTAINER FINA	5,000.00	5/12/2008	7/1/2009	2,250 00	4,250 00	(2,000 00)
STONE CONTAINER FINA	5,000.00	11/5/2008	7/1/2009	2,250.00	2,500.00	(250.00)
TENNECO AUTOMOTIVE INC	5,000.00	8/19/2009	9/22/2009	5,237 50	5,037.50	200 00
TENNECO AUTOMOTIVE INC	10,000.00	9/1/2009	9/22/2009	10,475 00	10,246 30	228 70
THE CIT GROUP INC	17,000.00	6/13/2008	7/9/2009	8,882.50	13,430.00	(4,547.50)
THE CIT GROUP INC	13,000.00	6/13/2008	7/8/2009	6,922 50	10,270 00	(3,347.50)
THE CIT GROUP INC	23,000.00	6/19/2008	7/9/2009	12,017.50	18,400 00	(6,382.50)
THE CIT GROUP INC	17,000 00	6/19/2008	7/9/2009	9,095 00	13,600.00	(4,505.00)
TOLL BROS INC	10,000.00	9/20/2006	9/22/2009	9,700.00	8,872.50	827.50
TRIBUNE CO	5,000.00	6/5/2007	1/5/2009	231 25	4,068.75	(3,837.50)

The Peter and Elizabeth C. Tower Foundation
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Attachment C

Description	Quantity	Date Acquired	Date Sold	Proceeds	Adjusted Cost	Realized Gain/Loss/
TRIBUNE CO	5,000.00	06/18/07	01/07/09	225.00	4,037 50	(3,812.50)
TRIBUNE CO	5,000.00	06/05/07	01/05/09	200.00	4,068.75	(3,868.75)
TRIBUNE CO	10,000.00	06/18/07	01/05/09	400.00	8,075.00	(7,675 00)
TRIBUNE CO	5,000.00	06/19/07	01/08/09	218 75	3,987.50	(3,768 75)
TRIBUNE CO	5,000.00	06/19/07	01/08/09	206.25	3,987.50	(3,781 25)
TRIBUNE CO	5,000.00	06/19/07	01/09/09	225.00	3,987.50	(3,762.50)
TRIBUNE CO	10,000 00	06/20/07	01/26/09	275.00	7,925.00	(7,650.00)
UNISYS CORP SR NOTES	5,000.00	09/09/05	01/23/09	1,850.00	5,000 00	(3,150.00)
UNISYS CORP SR NOTES	15,000.00	09/09/05	01/26/09	5,700.00	15,000 00	(9,300 00)
VALEANT PHARMACEUTICALS INTL	5,000.00	08/10/05	03/11/09	4,900.00	4,500.00	400 00
VALEANT PHARMACEUTICALS INTL	15,000.00	03/17/05	03/11/09	14,700.00	14,784.15	(84 15)
VALEANT PHARMACEUTICALS INTL	10,000.00	06/07/05	03/11/09	9,800.00	8,950.00	850.00
VALEANT PHARMACEUTICALS INTL	15,000.00	03/21/05	03/11/09	14,700 00	14,617 04	82.96
VALEANT PHARMACEUTICALS INTL	5,000.00	06/06/05	03/11/09	4,900.00	4,493.75	406 25
VALEANT PHARMACEUTICALS INTL	5,000.00	05/11/05	03/11/09	4,900.00	4,697.00	203.00
VALEANT PHARMACEUTICALS INTL	40,000.00	08/03/05	03/11/09	39,200 00	36,000.00	3,200 00
VALEANT PHARMACEUTICALS INTL	5,000.00	06/02/05	03/11/09	4,900.00	4,593 75	306.25
VALEANT PHARMACEUTICALS INTL	5,000.00	08/12/05	03/11/09	4,900.00	4,489.60	410.40
VALEANT PHARMACEUTICALS INTL	5,000.00	06/03/05	03/11/09	4,900.00	4,518.75	381.25
VALEANT PHARMACEUTICALS INTL	5,000.00	08/16/05	03/11/09	4,900.00	4,454 82	445.18
VALEANT PHARMACEUTICALS INTL	5,000.00	10/21/05	03/11/09	4,900.00	4,337.50	562.50
VALEANT PHARMACEUTICALS INTL	5,000.00	09/07/05	03/11/09	4,900.00	4,585.25	314.75
VALEANT PHARMACEUTICALS INTL	10,000 00	10/17/05	03/11/09	9,800.00	8,768.75	1,031.25
VALEANT PHARMACEUTICALS INTL	5,000.00	10/03/05	03/11/09	4,900.00	4,562.00	338 00
VALEANT PHARMACEUTICALS INTL	5,000.00	10/11/05	03/11/09	4,900.00	4,491.20	408.80
VERTEX PHARMACEUTICALS CNV	25,000.00	02/12/08	04/29/09	35,565.28	25,000.02	10,565.26
VERTEX PHARMACEUTICALS CNV	10,000.00	02/12/08	04/27/09	12,847.50	10,000.00	2,847 50
VERTEX PHARMACEUTICALS CNV	30,000.00	02/12/08	04/28/09	41,158 41	30,000.03	11,158.38
VERTEX PHARMACEUTICALS CNV	5,000.00	02/12/08	04/27/09	6,610.69	5,000 00	1,610.69
VERTEX PHARM 4 75% DUE 2/19/08	15,000.00	02/12/08	04/24/09	18,824.15	14,999.95	3,824 20
WHIRLPOOL CORP	10,000.00	04/29/09	09/21/09	11,173.20	9,995.00	1,178 20
XEROX CORP	60,000.00	04/13/09	09/04/09	62,625 00	52,950.00	9,675.00
Total:				4,530,952.81	5,201,415 95	(670,463.14)
Prologis Trust 6.625% due 5/15/18 cash-in-lieu:			10/08/09	25.00	-	25.00
Total Gains/(Losses):				**4,530,977.81**	**5,201,415.95**	**(670,438.14)**

Part IV and Statement 1

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753 December 31, 2009

Attachment D

2009 Distribution

ORGANIZATION	AMOUNT
2009 Middle School Science Laboratory Equipment Mini-Grant (see Attachment)	232,736
Barker Central School 1628 Quaker Road Barker, NY 14012	4,784
Beverly Children's Learning Center 600 Cummings Center, Suite 171X Beverly, MA 01915	14,694
Buffalo Hearing and Speech 50 E North Street Buffalo, NY 14203	29,464
Cape Cod & Islands Child Development Program 83 Pearl Street Hyannis, MA 02601	37,500
Catholic Charities of Buffalo 525 Washington Street Buffalo, NY 14203	27,307 39,912
Charter School for Applied Technologies 2303 Kenmore Avenue Buffalo, NY 14207	210,420
Child & Adolescent Treatment Services 301 Cayuga Road, Suite 200 Cheektowaga, NY 14225	4,662
Child & Family Services of Erie County 844 Delaware Avenue Buffalo, NY 14209	95,823
Children's Friend and Family Services, Inc. 110 Boston Street Salem, MA 01970	26,859 3,758
Compeer of Greater Buffalo 135 Delaware Avenue Buffalo, NY 14202	43,670
Danvers Public Schools 60 Cabot Road Danvers, MA 01923	88,496
Esperanza Academy 198 Garden Street Lawrence, MA 01923	10,957
Essex County Community Foundation 15 Cherry Street Danvers, MA 01923	5,000

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753 December 31, 2009

Attachment D

ORGANIZATION	AMOUNT
Falmouth Public Schools 340 Teaticket Highway East Falmouth, MA 02536	7,404
Family and Children's Services of Nantucket County 20 Vesper Lane Nantucket, MA 02554	36,630
Frontier Central Schools 5120 Orchard Avenue Hamburg, NY 14075	4,481
Gateway-Longview Inc. 605 Niagara Street Buffalo, NY 14201	35,218 680
Gloucester Public Schools 6 School House Road Gloucester, MA 01930	84,938 11,859 45,276 40,874
Good Schools for All 712 Main Street Buffalo NY 14202-1720	114,155
Health & Education Services, Inc. 131 Rantoul Street Beverly, MA 01915	15,489 9,484
Hillside Children's Center 1183 Monroe Avenue Rochester, NY 14620	2,060
Joan A. Male Center 60 Dingens Street Buffalo, NY 14206	7,043
Ken-Ton School District 1500 Colvin Boulevard Buffalo, NY 14223	5,909
Lynn Public Schools 90 Commercial Street Lynn, MA 01905	81,965
Martha's Vineyard Community Services, Inc. 111 Edgartown Road Vineyard Haven, MA 02568	71,502 41,597
Martha's Vineyard Regional High School 4 Pine Street Vineyard Haven, MA 02568	997
Mass Society for the Prevention of Cruelty to Children 206 Breeds Hill Road Hyannis, MA 02601	30,556
Melmark New England 461 River Road Andover, MA 01810	27,845 7,731

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753 December 31, 2009

Attachment D

ORGANIZATION	AMOUNT
Merrimack Valley YMCA 101 Amesbury Street - 4th Floor Lawrence, MA 01840	8,116
New Directions Youth & Family Services 6395 Old Niagara Road Lockport, NY 14094	96,514
NYS Amateur Hockey Association, Inc 220 Wardman Road Kenmore, NY 14217	5,000
NFI Massachusetts, Inc. 10 Harbor Street Danvers, MA 01923	32,550 31,370
Niagara Falls Memorial Medical Center 621 Tenth Street Niagara Falls, NY 14302	18,259
North Shore Healthcare/North Shore Medical Center 81 Highland Avenue Salem, MA 01970	3,351
Northshore Education Consortium 112 Sohier Road Beverly, MA 01915	8,209
Olmsted Center for the Visually Impaired 1170 Main Street Buffalo, NY 14209	23,994
Pathways for Children 29 Emerson Avenue Gloucester, MA 01930	15,102 7,358
People Inc. 1219 North Forest Road Williamsville, NY 14231-9033	58,814
Project Cope, Inc. 181 Union Street, 2nd Floor, Suite B Lynn, MA 01901	5,257
Rockport Public Schools 24 Jerdens Lane Rockport, MA 01966	7,522
School District of Niagara Falls 607 Walnut Avenue, PO Box 399 Niagara Falls, NY 14302	47,132
Springville-Griffith Institute 307 Newman Street Springville, NY 14141	45,145
Summit Educational Resources 150 Stahl Road Getzville, NY 14068	2,536 59,041

The Peter and Elizabeth C. Tower Foundation
EIN: 16-6350753 December 31, 2009

Attachment D

ORGANIZATION	AMOUNT
University Psychiatric Practices 462 Grider Street Buffalo, NY 14215	101,835
Vista Vocational & Life Skills Center, Inc. 1356 Old Clinton Road Westbrook, CT 06498	33,600
Westminster Foundation PO Box 3352 Buffalo, NY 14240	10,000
YMCA of the North Shore 245 Cabot Street Beverly, MA 01915	14,351
TOTAL DISTRIBUTION	**$2,194,791**

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

2009 Science Lab Equipment Mini-Grant

Attachment D

ORGANIZATION	AMOUNT
Andover School of Montessori 400 South Main Street Andover, MA 01810	2,383
Barker Central School District 1628 Quaker Road Barker, NY 14012	5,807
Buffalo Academy of Science Charter School 190 Franklin Street Buffalo, NY 14202	1,701
Buffalo Public Schools Room 712 City Hall Buffalo, NY 14202	9,238
Catholic Schools Diocese of Buffalo 795 Main Street Buffalo, NY 14203	13,317
Cheektowaga Central Schools 3600 Union Road Cheektowaga , NY 14225	9,111
Clarence Central School District 9625 Main Street Clarence, NY 14031	10,000
Collins Middle School/Salem Public Schools 29 Highland Avenue Salem, MA 01970	5,567
Community Day Charter Public School 190 Hampshire Street Lawrence, MA 01840	2,483
Danvers Public Schools 64 Cabot Road Danvers, MA 01923	9,583
Elmwood Franklin School 104 New Amsterdam Avenue Buffalo, NY 14216	2,483
Falmouth Academy 7 Highfield Drive Falmouth, MA 02540	2,286
Hamilton-Wenham Regional School District 5 School Street Wenham, MA 01984	5,184
Heritage Christian Academy 655 Boxberry Hill Road East Falmouth, MA 02536	2,165
Gloucester Public Schools 6 School House Road Gloucester, MA 01930	9,856
Hamburg Central School District 5305 Abbott Road Hamburg, NY 14075	9,703

The Peter and Elizabeth C. Tower Foundation

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ORGANIZATION	AMOUNT
Harborlight Montessori School 243 Essex Street Beverly, MA 01915	2,469
Harwich Public Schools 81 Oak Street Harwich, MA 02645	9,731
Lackawanna City School Distrcit 245 South Shore Boulevard Lackawanna, NY 14218	9,844
Landmark School PO Box 227 Prides Crossing, MA 01965	2,431
Lewiston-Porter Central School District 4061 Creek Road Youngstown, NY 14174	6,034
Marblehead Community Charter Public School 17 Lime Street Marblehead, MA 01945	2,072
Marblehead Public Schools 9 Widger Road Marblehead, MA 01945	5,500
Martha's Vineyard Public Schools 4 Pine Street Vineyard Haven, MA 02568	10,000
Masconomet Regional School District 20 Endicott Road Topsfield, MA 01983	9,202
Melmark New England 461 River Road Andover, MA 01810	2,500
Mount St. Joseph Academy 15 Jewett Parkway at Main Street Buffalo, NY 14214	2,233
Nardin Academy 135 Cleveland Avenue Buffalo, NY 14222	1,853
Nauset Public Schools 78 Eldredge Park Way Orleans, MA 02653	9,356
New Directions Youth and Family Services 6395 Old Niagara Road Lockport, NY 14094	2,500
Niagara Falls City School District 630 66th Street Niagara Falls, NY 14304	9,205
Northshore Education Consortium 112 Sohier Road Beverly, MA 01915	2,496
Orchard Park Central School District 3330 Baker Road Orchard Park, NY 14127	1,605
Peabody Public Schools 21 Johnson Street Peabody, MA 01960	9,605

The Peter and Elizabeth C. Tower Foundation
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ORGANIZATION	AMOUNT
Rockport Public Schools 24 Jerdens Lane Rockport, MA 01966	6,596
St. John the Baptist School 10 Chestnut Street Peabody, MA 01960	2,326
St. Margaret Regional School 143 Main Street Buzzards Bay, MA 02532	2,478
St. Pius X School 321 Wood Road South Yarmouth, MA 02664	2,400
Tapestry Charter School 40 North Street Buffalo, NY 14202	2,414
Tower School 75 West Shore Drive Marblehead, MA 01945	2,500
Trinity Christian Academy 979 Mary Dunn Road Barnstable, MA 02630	2,032
Triton Regional School District 112 Elm Street Byfield, MA 01922	9,990
Veritas Academy PO Box 940 West Barnstable, MA 02668	2,497
TOTAL DISTRIBUTION	**$232,736**

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009

Attachment E

Grants and Contributions Approved for Future Payments

ORGANIZATION	AMOUNT
Barker Central School 1628 Quaker Road Barker, NY 14012	22,041
Beverly Children's Learning Center 600 Cummings Center, Suite 171X Beverly, MA 01915	26,321
Boston University 77 Potter Pond Lexington, MA 02421	78,000
Cape Cod & Islands Child Development Program 83 Pearl Street Hyannis, MA 02601	18,372
Catholic Chartities of Buffalo 525 Washington Street Buffalo, NY 14203	120,121
Charter School for Applied Technologies 2303 Kenmore Avenue Buffalo, NY 14207	156,375
Child & Family Services of Erie County 844 Delaware Avenue Buffalo, NY 14209	96,107
Children's Friend and Family Services, Inc. 110 Boston Street Salem, MA 01970	65,522
Community Health Center of Cape Cod 70 Commercial Street Mashpee, MA 02649	178,149
Community Services for the Developmentally Disabled 180 Oak Street Buffalo, NY 14203	189,072
Danvers Public Schools 60 Cabot Street Danvers, MA 01923	186,133
Esperanza Academy 198 Garden Street Lawrence, MA 01923	885
Falmouth Public Schools 340 Teaticket Highway East Falmouth, MA 02536	18,307

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009, Attachment E

ORGANIZATION	AMOUNT
Family & Children's Services of Niagara 826 Chilton Avenue Niagara Falls, NY 14301	121,359
Family & Children's Services of Nantucket County, 20 Vesper Lane Nantucket, MA 02554	22,825
Frontier Central Schools 5120 Orchard Avenue Hamburg, NY 14075	3,238
Gateway-Longview, Inc. 605 Niagara Street Buffalo, NY 14201	58,991
Gloucester Public Schools 6 School House Road Gloucester, MA 01930	128,203
Health & Education Services, Inc. 131 Rantoul Street Beverly, MA 01915	101,881 59,279
Heritage Centers 101 Oak Street Buffalo, NY 14203	95,810
Horizon Health Services 3020 Bailey Avenue Buffalo, NY 14215	42,000
Jericho Road Ministries 184 Barton Street Buffalo, NY 14213	45,747
Joan A. Male Center 60 Dingens Street Buffalo, NY 14206	8,510
Kaleida Health/Women and Children's Hospital 219 Bryant Street Buffalo, NY 14222	84,759
Ken-Ton School District 1500 Colvin Boulevard Buffalo, NY 14223	19,773
Lynn Public Schools 90 Commercial Street Lynn, MA 01905	293,035
Martha's Vineyard Community Services 111 Edgartown Road Vineyard Haven, MA 02568	52,566 38,403
Martha's Vineyard Regional High School 4 Pine Street Vineyard Haven, MA 02568	5,500

The Peter and Elizabeth C. Tower Foundation

EIN: 16-6350753, December 31, 2009, Attachment E

ORGANIZATION	AMOUNT
MA Society for the Prevention of Cruelty to Children 206 Breeds Hill Road Hyannis, MA 02601	37,755
Melmark New England 461 River Road Andover, MA 01810	65,324 16,002
Merrimack Valley YMCA 101 Amesbury Street - 4th Floor Lawrence, MA 01840	57,937
NAMI 2107 Wilson Boulevard, Suite 300 Arlington, VA 22201	125,016
NARSAD 60 Cutter Mill Road, Suite 404 Great Neck, NY 11021	100,000
New Direction Youth & Family Services 6395 Old Niagara Road Lockport, NY 14094	3,486
North Shore Healthcare/North Shore Medical Center 81 Highland Avenue Salem, MA 01970	5,280
Northshore Education Consortium 112 Sohier Street Beverly, MA 01915	48,500
Olmsted Center for the Visually Impaired 1170 Main Street Buffalo, NY 14209	76,007
Pathways for Children 29 Emerson Avenue Gloucester, MA 01930	36,592
People Inc. 1219 North Forest Road Williamsville, NY 14231	62,959
Professional Center for Child Development 32 Osgood Street Andover, MA 01810	46,470
Rockport Public Schools 24 Jerdens Lane Rockport, MA 01966	193,449
SABAH 2607 Niagara Street Buffalo, NY 14207	3,990
Springville-Griffith Institute 307 Newman Street Springville, NY 14141	31,380

The Peter and Elizabeth C. Tower Foundation

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ORGANIZATION	AMOUNT
Summit Educational Resources 150 Stahl Road Getzville, NY 14068	298,361 65,415
University Psychiatric Practices 462 Grider Street Buffalo, NY 14215	- 161,198
Vista Vocational & Life Skills Center, Inc. 1356 Old Clinton Road Westbrook, CT 06498	34,800 3,600
Westminster Foundation PO Box 3352 Buffalo, NY 14240	70,000
YMCA of the North Shore 245 Cabot Street Beverly, MA 01915	31,909
TOTAL FUTURE DISTRIBUTION	$3,912,714

THE PETER & ELIZABETH C. TOWER FOUNDATION
EIN 16-6350753
TAX YEAR 2009

ATTACHMENT F TO PART XV, LINE 2C:

2009 Development Disabilities - request for proposal (letter of inquiry) due 7/22/09
2009 Early Childhood Education Cycle - applications due 3/11/09
2009 School-Based RFP - applications due 3/31/09
2009 Community Mental Health Cycle - applications due 6/3/09
2009 Technology Planning and Implementation RFP - applications due 4/3/09 and 10/2/09
2009 RWJF-LIFT RFP – applications due 3/20/09
2009 Middle-School Science Laboratory Mini-Grant – applications due 10/31/09

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold, e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo , day, yr)	(d) Date sold (mo , day, yr)
1a	10000 SH ISHARES BARCLAYS 20+YR	P	04/15/08	VARIOUS
b	9000 SH ISHARES BARCLAYS 3-7 YR	P	04/15/08	VARIOUS
c	11000 SH ISHARES BARCLAYS 7-10 YR	P	04/15/08	05/19/09
d	10380 SH ISHARES BARCLAYS GOVT CR BD	P	04/15/08	10/09/09
e	9355 SH ISHARES DOW JONES US MED	D	12/15/08	04/16/09
f	18925 SH ISHARES DOW JONES US MED	P	VARIOUS	04/16/09
g	15700 SH ISHARES IBOXX $ INVESTOP	P	VARIOUS	03/24/09
h	4287 SH ISHARES IBOXX $ INVESTOP	D	12/15/08	03/24/09
i	15300 SH ISHARES RUSSELL 2000 INDEX	D	12/15/08	01/15/09
j	11170 SH ISHARES TR S&P 500 INDEX	D	12/15/08	VARIOUS
k	51335 SH ISHARES TR S&P 500 INDEX	P	VARIOUS	VARIOUS
l	33365 SH ISHARES TR S&P MIDCAP 400	P	04/10/08	VARIOUS
m	12400 SH ISHARES TR S&P MIDCAP 400	D	12/15/08	01/15/09
n	3600 SH TRFTSE XINHUA HK	P	01/05/09	08/05/09
o	46865 SH ISHARES TRUST S&P SMALLCAP 600	P	VARIOUS	VARIOUS

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a	961,818.		943,438.	18,380.
b	1,013,204.		984,930.	28,274.
c	1,021,764.		994,989.	26,775.
d	1,095,690.		1,077,789.	17,901.
e	363,375.		346,135.	17,240.
f	735,102.		970,631.	<235,529.>
g	1,464,370.		1,548,956.	<84,586.>
h	399,857.		383,281.	16,576.
i	678,605.		704,412.	<25,807.>
j	936,683.		981,731.	<45,048.>
k	4,542,306.		4,826,628.	<284,322.>
l	2,084,521.		2,705,898.	<621,377.>
m	605,570.		621,116.	<15,546.>
n	149,255.		113,519.	35,736.
o	2,457,876.		1,811,272.	646,604.

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69

	(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	(l) Losses (from col (h)) Gains (excess of col (h) gain over col (k), but not less than "-0-")
a				18,380.
b				28,274.
c				26,775.
d				17,901.
e				17,240.
f				<235,529.>
g				<84,586.>
h				16,576.
i				<25,807.>
j				<45,048.>
k				<284,322.>
l				<621,377.>
m				<15,546.>
n				35,736.
o				646,604.

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7; If (loss), enter "-0-" in Part I, line 7 }	2	
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) If (loss), enter "-0-" in Part I, line 8	3	

923591
04-24-09

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold, e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo , day, yr)	(d) Date sold (mo., day, yr)
1a	14835 SH ISHARES TRUST US FIN SVC	P	07/30/08	01/06/09
b	5325 SH ISHARES TRUST US FIN SVC	D	12/15/08	01/06/09
c	47255 SH MARKET VECTORS GOLD MINERS	P	01/05/09	VARIOUS
d	61080 SH PROSHARES SHORT S&P500	P	VARIOUS	VARIOUS
e	14910 SH SELECT SECTOR SPDR UTILITIES	D	12/15/08	03/11/09
f	21000 SH SELECT SECTOR SPDR CONSUMER STAPLES	D	12/15/08	04/17/09
g	38500 SH SELECT SECTOR SPDR CONSUMER STAPLES	P	04/15/08	04/17/09
h	21085 SH SELECT SECTOR SPDR TECHNOLOGY	P	03/11/09	07/30/09
i	9725 SH SELECT SECTOR SPDR CONSUMER DISCRETIONARY	P	03/25/09	08/07/09
j	21000 SH SELECT SECTOR SPDR INDUSTRIAL	P	04/17/08	10/14/09
k	15000 SH SELECT SECTOR SPDR INDUSTRIAL	D	12/15/08	10/14/09
l	11000 SH SELECT SECTOR SPDR ENERGY	P	04/15/08	10/14/09
m	7500 SH SELECT SECTOR SPDR ENERGY	D	12/15/08	10/14/09
n	12505 SH SPDR SER TR PHARMACEUTICALS	D	12/15/08	VARIOUS
o	10000 SH SPDR SER TR BIOTECH	D	12/15/08	10/05/09

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a	696,066.		1,129,824.	<433,758.>
b	249,852.		238,028.	11,824.
c	2,265,156.		1,518,242.	746,914.
d	4,044,357.		4,370,669.	<326,312.>
e	345,918.		425,979.	<80,061.>
f	464,254.		484,890.	<20,636.>
g	851,132.		1,072,225.	<221,093.>
h	419,189.		300,586.	118,603.
i	257,711.		195,473.	62,238.
j	562,786.		784,563.	<221,777.>
k	401,990.		333,300.	68,690.
l	633,364.		868,881.	<235,517.>
m	431,839.		363,150.	68,689.
n	335,604.		348,639.	<13,035.>
o	512,184.		497,500.	14,684.

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69

	(i) F M V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	(l) Losses (from col (h)) Gains (excess of col (h) gain over col (k), but not less than "-0-")
a				<433,758.>
b				11,824.
c				746,914.
d				<326,312.>
e				<80,061.>
f				<20,636.>
g				<221,093.>
h				118,603.
i				62,238.
j				<221,777.>
k				68,690.
l				<235,517.>
m				68,689.
n				<13,035.>
o				14,684.

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 / If (loss), enter "-0-" in Part I, line 7 } | 2 |

3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6)
If gain, also enter in Part I, line 8, column (c)
If (loss), enter "-0-" in Part I, line 8 | 3 |

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Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold, e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo , day, yr)	(d) Date sold (mo , day, yr)
1a	25310 SH SPDR SER TR PHARMACEUTICALS	P	VARIOUS	VARIOUS
b	22270 SH SPDR SER TR S&P BIOTECH ETF	P	VARIOUS	10/05/09
c	SEE ATTACHMENT C	P	VARIOUS	VARIOUS
d	30585 SH SELECT SECTOR SPDR UTILITIES	P	VARIOUS	03/11/09
e	CAPITAL GAINS DIVIDENDS			
f				
g				
h				
i				
j				
k				
l				
m				
n				
o				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a	679,666.		741,243.	<61,577.>
b	1,140,633.		1,324,331.	<183,698.>
c	4,530,978.		5,201,416.	<670,438.>
d	709,586.		1,164,012.	<454,426.>
e	6,736.			6,736.
f				
g				
h				
i				
j				
k				
l				
m				
n				
o				

	Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Losses (from col (h)) Gains (excess of col (h) gain over col (k), but not less than "-0-")
	(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	
a				<61,577.>
b				<183,698.>
c				<670,438.>
d				<454,426.>
e				6,736.
f				
g				
h				
i				
j				
k				
l				
m				
n				
o				

2	Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 / If (loss), enter "-0-" in Part I, line 7 }	2	<2,328,679.>
3	Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) If (loss), enter "-0-" in Part I, line 8	3	N/A

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04-24-09

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
1	COMPUTER SYSTEM	102901	200DB	5.00	17	7,127.			7,127.	7,127.		0.
2	COMPUTER SYSTEM	110901	200DB	5.00	17	1,895.			1,895.	1,895.		0.
3	COPIER	110901	200DB	5.00	17	9,927.			9,927.	9,927.		0.
4	FURNITURE	121101	200DB	7.00	17	293.			293.	293.		0.
5	FURNITURE	092101	200DB	7.00	17	2,864.			2,864.	2,864.		0.
6	FURNITURE	120301	200DB	7.00	17	2,885.			2,885.	2,885.		0.
7	FURNITURE	120301	200DB	7.00	17	2,356.			2,356.	2,356.		0.
8	TELEPHONE SYSTEM	092401	200DB	7.00	17	2,804.			2,804.	2,804.		0.
9	OFFICE FURNITURE	020702	200DB	7.00	17	1,079.		324.	755.	721.		34.
10	COMPUTER EQUIPMENT	040902	200DB	5.00	17	4,346.		1,304.	3,042.	3,217.		0.
11	PAPER SHREDDER	042503	200DB	5.00	17	700.		700.				0.
12	GALLERY SHOP ARTWORK	112304	200DB	7.00	17	602.		301.	301.	225.		26.
13	FURNITURE-ETHAN ALLEN	121004	200DB	7.00	17	208.		104.	104.	78.		9.
14	REFRIGERATOR	102804	200DB	7.00	17	392.		196.	196.	147.		17.
15	OFFICE FURNITURE	121304	200DB	7.00	17	500.		250.	250.	187.		22.
16	KITCHEN TABLE	102504	200DB	7.00	17	254.		127.	127.	96.		11.
17	OFFICE FURNITURE-FWS	111604	200DB	7.00	17	250.		125.	125.	94.		11.
18	ART POSTERS (HALLWAY)	070105	200DB	7.00	17	603.			603.	414.		54.

928102
06-24-09

(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
19	ART POSTERS (HALLWAY)	011905	200DB	7.00	17	281.			281.	193.		25.
20	ART (EXEC DIRECTOR'S OFFICE)	031505	200DB	7.00	17	449.			449.	309.		40.
21	ART (EXEC DIRECTOR'S OFFICE)	030805	200DB	7.00	17	942.			942.	648.		84.
22	CABINET	070105	200DB	7.00	17	649.			649.	446.		58.
23	5 CHAIRS-GUEST, BURGANDY	031805	200DB	7.00	17	1,175.			1,175.	808.		105.
24	DESKTOP COMPUTER	032105	200DB	5.00	17	1,229.			1,229.	1,017.		141.
25	HP DESKTOP COMPUTERS AND MONIT	111505	200DB	5.00	17	2,457.			2,457.	2,032.		283.
26	LAPTOP COMPUTER	032105	200DB	5.00	17	1,742.			1,742.	1,441.		201.
27	CORNICES	071905	200DB	7.00	17	4,212.			4,212.	2,896.		376.
28	DESK (PROGRAM OFFICER)	031805	200DB	7.00	17	1,110.			1,110.	764.		99.
29	GLASS FOR TABLE TOP (CONFERENCE)	032105	200DB	7.00	17	143.			143.	98.		13.
30	MIRROR (RECEPTION)	070105	200DB	7.00	17	319.			319.	220.		28.
31	PROJECTOR	032105	200DB	5.00	17	1,950.			1,950.	1,613.		225.
32	ESPRESSO TABLE (CONFERENCE)	070105	200DB	7.00	17	970.			970.	667.		87.
33	TABLE (RECEPTION)	070105	200DB	7.00	17	399.			399.	275.		35.
34	TABLE/SOFA (RECEPTION)	070105	200DB	7.00	17	519.			519.	357.		46.
35	TABLE/SOFA (CONFERENCE)	070105	200DB	7.00	17	569.			569.	391.		51.
38	CAR	120606	200DB	5.00	17	24,710.			24,710.	16,260.		3,380.

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06-24-09

(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
39	OFFICE FURNITURE	063007	200DB	7.00	17	41,387.			41,387.	16,048.		7,240.
40	TELEPHONE/COMPUTER EQUIPMENT	063007	200DB	5.00	17	22,343.			22,343.	11,619.		4,290.
41	ADJUSTABLE HEIGHT CART W/CABINET	063008	200DB	7.00	17	313.		157.	156.	22.		38.
42	AERON OFFICE CHAIRS	063008	200DB	7.00	17	4,215.		2,108.	2,107.	301.		516.
43	GLASS TOPS FOR TABLES	063008	200DB	7.00	17	279.		140.	139.	20.		34.
44	LATERAL FILE	063008	200DB	7.00	17	260.		130.	130.	19.		32.
45	48" HUTCH (PROGRAM OFFICER)	063008	200DB	7.00	17	363.		182.	181.	26.		44.
46	66" HUTCH (ADMIN MANAGER OFFICE)	063008	200DB	7.00	17	533.		267.	266.	38.		65.
47	KEYLESS ENTRY SYSTEM	063008	200DB	5.00	17	1,463.		732.	731.	146.		234.
48	LAPTOP COMPUTER	063008	200DB	5.00	17	1,462.		731.	731.	146.		234.
49	LAPTOP COMPUTER	063008	200DB	5.00	17	1,462.		731.	731.	146.		234.
50	ART PRINTS	063008	200DB	7.00	17	5,467.		2,734.	2,733.	390.		669.
51	OFFICE CHAIR (MILLINGTON LOCKWOO	011709	200DB	7.00	19C	863.		432.	431.			494.
52	COMPUTER MONITOR (DELL)	012809	200DB	5.00	19B	179.		90.	89.			108.
53	LAPTOP COMPUTER (DELL)	012809	200DB	5.00	19B	1,658.		829.	829.			995.
54	HUTCH (MILLINGTON LOCKWOOD)	032509	200DB	7.00	19C	385.		193.	192.			220.
55	RICOH COPIER #V1285900117	040209	200DB	5.00	19B	8,842.		4,421.	4,421.			5,305.
56	DESKTOP COMPUTER (ADMIN MANAGER)	082709	200DB	5.00	19B	797.		399.	398.			479.

(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction

2009 DEPRECIATION AND AMORTIZATION REPORT

FORM 990-PF PAGE 1 990-PF

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
57	DOOR SOUNDPROOFING	012109	SL	39.00	16	1,150.			1,150.			27.
58	SOUNDPROOFING	061009	SL	39.00	16	10,954.			10,954.			164.
	* TOTAL 990-PF PG 1 DEPR					187,285.		17,707.	169,578.	94,686.	0.	26,883.

928102
06-24-09

(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction

FORM 990-PF GAIN OR (LOSS) FROM SALE OF ASSETS STATEMENT 1

(A) DESCRIPTION OF PROPERTY			MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
10000 SH ISHARES BARCLAYS 20+YR			PURCHASED	04/15/08	VARIOUS
(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS	
961,818.	943,438.	0.	0.	18,380.	

(A) DESCRIPTION OF PROPERTY			MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
9000 SH ISHARES BARCLAYS 3-7 YR			PURCHASED	04/15/08	VARIOUS
(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS	
1,013,204.	984,930.	0.	0.	28,274.	

(A) DESCRIPTION OF PROPERTY			MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
11000 SH ISHARES BARCLAYS 7-10 YR			PURCHASED	04/15/08	05/19/09
(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS	
1,021,764.	994,989.	0.	0.	26,775.	

(A) DESCRIPTION OF PROPERTY		MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
10380 SH ISHARES BARCLAYS GOVT CR BD		PURCHASED	04/15/08	10/09/09

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
1,095,690.	1,077,789.	0.	0.	17,901.

(A) DESCRIPTION OF PROPERTY		MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
9355 SH ISHARES DOW JONES US MED		DONATED	12/15/08	04/16/09

(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
363,375.	346,135.	0.	0.	17,240.

(A) DESCRIPTION OF PROPERTY		MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
18925 SH ISHARES DOW JONES US MED		PURCHASED	VARIOUS	04/16/09

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
735,102.	970,631.	0.	0.	<235,529.>

(A) DESCRIPTION OF PROPERTY		MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
15700 SH ISHARES IBOXX $ INVESTOP		PURCHASED	VARIOUS	03/24/09

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
1,464,370.	1,548,956.	0.	0.	<84,586.>

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
4287 SH ISHARES IBOXX $ INVESTOP	DONATED	12/15/08	03/24/09

(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
399,857.	404,307.	0.	0.	<4,450.>

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
15300 SH ISHARES RUSSELL 2000 INDEX	DONATED	12/15/08	01/15/09

(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
678,605.	704,412.	0.	0.	<25,807.>

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
11170 SH ISHARES TR S&P 500 INDEX	DONATED	12/15/08	VARIOUS

(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
936,683.	981,731.	0.	0.	<45,048.>

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
51335 SH ISHARES TR S&P 500 INDEX	PURCHASED	VARIOUS	VARIOUS

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
4,542,306.	4,826,628.	0.	0.	<284,322.>

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
33365 SH ISHARES TR S&P MIDCAP 400	PURCHASED	04/10/08	VARIOUS

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
2,084,521.	2,705,898.	0.	0.	<621,377.>

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
12400 SH ISHARES TR S&P MIDCAP 400	DONATED	12/15/08	01/15/09

(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
605,570.	621,116.	0.	0.	<15,546.>

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
3600 SH TRFTSE XINHUA HK	PURCHASED	01/05/09	08/05/09

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
149,255.	113,519.	0.	0.	35,736.

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
46865 SH ISHARES TRUST S&P SMALLCAP 600	PURCHASED	VARIOUS	VARIOUS

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
2,457,876.	1,811,272.	0.	0.	646,604.

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
14835 SH ISHARES TRUST US FIN SVC	PURCHASED	07/30/08	01/06/09

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
696,066.	1,129,824.	0.	0.	<433,758.>

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
5325 SH ISHARES TRUST US FIN SVC	DONATED	12/15/08	01/06/09

(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
249,852.	238,028.	0.	0.	11,824.

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
47255 SH MARKET VECTORS GOLD MINERS	PURCHASED	01/05/09	VARIOUS

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
2,265,156.	1,518,242.	0.	0.	746,914.

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
61080 SH PROSHARES SHORT S&P500	PURCHASED	VARIOUS	VARIOUS

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
4,044,357.	4,370,669.	0.	0.	<326,312.>

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
14910 SH SELECT SECTOR SPDR UTILITIES	DONATED	12/15/08	03/11/09

(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
345,918.	425,979.	0.	0.	<80,061.>

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
21000 SH SELECT SECTOR SPDR CONSUMER STAPLES	DONATED	12/15/08	04/17/09

(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
464,254.	484,890.	0.	0.	<20,636.>

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
38500 SH SELECT SECTOR SPDR CONSUMER STAPLES	PURCHASED	04/15/08	04/17/09

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
851,132.	1,072,225.	0.	0.	<221,093.>

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
21085 SH SELECT SECTOR SPDR TECHNOLOGY	PURCHASED	03/11/09	07/30/09

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
419,189.	300,586.	0.	0.	118,603.

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
9725 SH SELECT SECTOR SPDR CONSUMER DISCRETIONARY	PURCHASED	03/25/09	08/07/09

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
257,711.	195,473.	0.	0.	62,238.

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
21000 SH SELECT SECTOR SPDR INDUSTRIAL	PURCHASED	04/17/08	10/14/09

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
562,786.	784,563.	0.	0.	<221,777.>

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
15000 SH SELECT SECTOR SPDR INDUSTRIAL	DONATED	12/15/08	10/14/09

(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
401,990.	333,300.	0.	0.	68,690.

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
11000 SH SELECT SECTOR SPDR ENERGY	PURCHASED	04/15/08	10/14/09

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
633,364.	868,881.	0.	0.	<235,517.>

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
7500 SH SELECT SECTOR SPDR ENERGY	DONATED	12/15/08	10/14/09

(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
431,839.	363,150.	0.	0.	68,689.

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
12505 SH SPDR SER TR PHARMACEUTICALS	DONATED	12/15/08	VARIOUS

(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
335,604.	348,639.	0.	0.	<13,035.>

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
10000 SH SPDR SER TR BIOTECH	DONATED	12/15/08	10/05/09

(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
512,184.	497,500.	0.	0.	14,684.

(A) DESCRIPTION OF PROPERTY	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
25310 SH SPDR SER TR PHARMACEUTICALS	PURCHASED	VARIOUS	VARIOUS

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
679,666.	741,243.	0.	0.	<61,577.>

(A) DESCRIPTION OF PROPERTY		MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
22270 SH SPDR SER TR S&P BIOTECH ETF		PURCHASED	VARIOUS	10/05/09

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
1,140,633.	1,324,331.	0.	0.	<183,698.>

(A) DESCRIPTION OF PROPERTY		MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
SEE ATTACHMENT C		PURCHASED	VARIOUS	VARIOUS

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
4,530,978.	5,201,416.	0.	0.	<670,438.>

(A) DESCRIPTION OF PROPERTY		MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
30585 SH SELECT SECTOR SPDR UTILITIES		PURCHASED	VARIOUS	03/11/09

(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
709,586.	1,164,012.	0.	0.	<454,426.>

CAPITAL GAINS DIVIDENDS FROM PART IV	6,736.
TOTAL TO FORM 990-PF, PART I, LINE 6A	<2,349,705.>

FORM 990-PF INTEREST ON SAVINGS AND TEMPORARY CASH INVESTMENTS STATEMENT 2

SOURCE	AMOUNT
INTEREST ON SAVINGS AND MONEY MARKET FUNDS	2,807.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	2,807.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 3

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
ACCRUED INTEREST PAID	<54,803.>	0.	<54,803.>
DIVIDEND & INTEREST FROM SECURITIES	2,050,954.	6,736.	2,044,218.
TOTAL TO FM 990-PF, PART I, LN 4	1,996,151.	6,736.	1,989,415.

FORM 990-PF OTHER INCOME STATEMENT 4

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME
REFUND OF PRIOR YEAR CONTRIBUTIONS	11,676.	0.	
TOTAL TO FORM 990-PF, PART I, LINE 11	11,676.	0.	

FORM 990-PF LEGAL FEES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LEGAL FEES	19,625.	6,542.		13,083.
TO FM 990-PF, PG 1, LN 16A	19,625.	6,542.		13,083.

FORM 990-PF ACCOUNTING FEES STATEMENT 6

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	35,455.	17,727.		17,728.
TO FORM 990-PF, PG 1, LN 16B	35,455.	17,727.		17,728.

FORM 990-PF OTHER PROFESSIONAL FEES STATEMENT 7

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
INVESTMENT ADVISOR FEES	209,285.	209,285.		0.
TO FORM 990-PF, PG 1, LN 16C	209,285.	209,285.		0.

FORM 990-PF TAXES STATEMENT 8

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
PAYROLL TAXES	32,298.	0.		32,298.
FOREIGN TAXES	17,705.	17,705.		0.
TO FORM 990-PF, PG 1, LN 18	50,003.	17,705.		32,298.

FORM 990-PF OTHER EXPENSES STATEMENT 9

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
NYS FILING FEE	1,500.	0.		1,500.
TRUSTEES MEETING	28,474.	0.		28,474.
INSURANCE	3,711.	0.		3,711.
ASSOCIATION DUES	3,920.	0.		3,920.
TELEPHONE/INTERNET	13,573.	0.		13,573.
PROFESSIONAL SUBSCRIPTIONS	180.	0.		180.
POSTAGE	2,836.	0.		2,836.
COMPUTER EXPENSE	2,940.	0.		2,940.
RECRUITMENT EXPENSE	2,095.	0.		2,095.
ADVERTISING AND PUBLICITY	390.	0.		390.
PAYROLL SERVICES	2,819.	0.		2,819.
CONSULTING FEES	2,889.	0.		2,889.
OFFICE EXPENSE	23,715.	0.		23,715.
WORKSHOPS	241.	0.		241.
STRATEGIC PLANNING	31,782.	0.		31,782.
TO FORM 990-PF, PG 1, LN 23	121,065.	0.		121,065.

FORM 990-PF	U.S. AND STATE/CITY GOVERNMENT OBLIGATIONS	STATEMENT 10

DESCRIPTION	U.S. GOV'T	OTHER GOV'T	BOOK VALUE	FAIR MARKET VALUE
GOVERNMENT OBLIGATIONS SEE ATTACHMENT A	X		501,938.	507,252.
TOTAL U.S. GOVERNMENT OBLIGATIONS			501,938.	507,252.
TOTAL STATE AND MUNICIPAL GOVERNMENT OBLIGATIONS				
TOTAL TO FORM 990-PF, PART II, LINE 10A			501,938.	507,252.

FORM 990-PF	CORPORATE STOCK	STATEMENT 11

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
59499 SH TRUSTCO BANK CORP NY	721,128.	374,844.
CORPORATE STOCK SEE ATTACHMENT A	1,509,443.	1,496,861.
110000 SH FRANKLIN ST PROPERTIES	1,509,505.	1,607,100.
TOTAL TO FORM 990-PF, PART II, LINE 10B	3,740,076.	3,478,805.

FORM 990-PF	CORPORATE BONDS	STATEMENT 12

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
CORPORATE BONDS SEE ATTACHMENT A	8,587,945.	9,420,091.
INTERNATIONAL BONDS SEE ATTACHMENT A	1,199,722.	1,274,144.
TOTAL TO FORM 990-PF, PART II, LINE 10C	9,787,667.	10,694,235.

FORM 990-PF OTHER INVESTMENTS STATEMENT 13

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
CLOSED END FUNDS SEE ATTACHMENT B	COST	39,648,719.	43,507,770.
SATELLITE PLACE REIT INVESTMENT	COST	263,720.	263,720.
505 WATERFORD CORP REIT INVESTMENT	COST	248,158.	248,158.
1441 MAIN STREET REIT INVESTMENT	COST	266,381.	266,381.
GALLERIA NORTH REIT INVESTMENT	COST	264,875.	264,875.
OTHER FOREIGN INVESTMENTS	COST	2,358.	2,568.
TOTAL TO FORM 990-PF, PART II, LINE 13		40,694,211.	44,553,472.

FORM 990-PF DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT STATEMENT 14

DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
COMPUTER SYSTEM	7,127.	7,127.	0.
COMPUTER SYSTEM	1,895.	1,895.	0.
COPIER	9,927.	9,927.	0.
FURNITURE	293.	293.	0.
FURNITURE	2,864.	2,864.	0.
FURNITURE	2,885.	2,885.	0.
FURNITURE	2,356.	2,356.	0.
TELEPHONE SYSTEM	2,804.	2,804.	0.
OFFICE FURNITURE	1,079.	1,079.	0.
COMPUTER EQUIPMENT	4,346.	4,521.	<175.>
PAPER SHREDDER	700.	700.	0.
GALLERY SHOP ARTWORK	602.	552.	50.
FURNITURE-ETHAN ALLEN	208.	191.	17.
REFRIGERATOR	392.	360.	32.
OFFICE FURNITURE	500.	459.	41.
KITCHEN TABLE	254.	234.	20.
OFFICE FURNITURE-FWS	250.	230.	20.
ART POSTERS (HALLWAY)	603.	468.	135.
ART POSTERS (HALLWAY)	281.	218.	63.
ART (EXEC DIRECTOR'S OFFICE)	449.	349.	100.
ART (EXEC DIRECTOR'S OFFICE)	942.	732.	210.
CABINET	649.	504.	145.
5 CHAIRS-GUEST, BURGANDY	1,175.	913.	262.
DESKTOP COMPUTER	1,229.	1,158.	71.
HP DESKTOP COMPUTERS AND MONITOR	2,457.	2,315.	142.
LAPTOP COMPUTER	1,742.	1,642.	100.
CORNICES	4,212.	3,272.	940.
DESK (PROGRAM OFFICER)	1,110.	863.	247.
GLASS FOR TABLE TOP (CONFERENCE)	143.	111.	32.

MIRROR (RECEPTION)	319.	248.	71.
PROJECTOR	1,950.	1,838.	112.
ESPRESSO TABLE (CONFERENCE)	970.	754.	216.
TABLE (RECEPTION)	399.	310.	89.
TABLE/SOFA (RECEPTION)	519.	403.	116.
TABLE/SOFA (CONFERENCE)	569.	442.	127.
CAR	24,710.	19,640.	5,070.
OFFICE FURNITURE	41,387.	23,288.	18,099.
TELEPHONE/COMPUTER EQUIPMENT	22,343.	15,909.	6,434.
ADJUSTABLE HEIGHT CART W/CABINET	313.	217.	96.
AERON OFFICE CHAIRS	4,215.	2,925.	1,290.
GLASS TOPS FOR TABLES	279.	194.	85.
LATERAL FILE	260.	181.	79.
48" HUTCH (PROGRAM OFFICER)	363.	252.	111.
66" HUTCH (ADMIN MANAGER OFFICE)	533.	370.	163.
KEYLESS ENTRY SYSTEM	1,463.	1,112.	351.
LAPTOP COMPUTER	1,462.	1,111.	351.
LAPTOP COMPUTER	1,462.	1,111.	351.
ART PRINTS	5,467.	3,793.	1,674.
OFFICE CHAIR (MILLINGTON LOCKWOOD)	863.	494.	369.
COMPUTER MONITOR (DELL)	179.	108.	71.
LAPTOP COMPUTER (DELL)	1,658.	995.	663.
HUTCH (MILLINGTON LOCKWOOD)	385.	220.	165.
RICOH COPIER #V1285900117	8,842.	5,305.	3,537.
DESKTOP COMPUTER (ADMIN MANAGER)	797.	479.	318.
DOOR SOUNDPROOFING	1,150.	27.	1,123.
SOUNDPROOFING	10,954.	164.	10,790.
TOTAL TO FM 990-PF, PART II, LN 14	187,285.	132,912.	54,373.

FORM 990-PF OTHER ASSETS STATEMENT 15

DESCRIPTION	BEGINNING OF YR BOOK VALUE	END OF YEAR BOOK VALUE	FAIR MARKET VALUE
ACCRUED INTEREST	22,483.	6,031.	6,031.
VARIOUS INSURANCE POLICIES	2,537,890.	2,475,221.	2,340,309.
VARIOUS INSURANCE POLICIES	2,140,191.	2,119,214.	1,708,195.
DUE FROM BROKER	63,057.	35,494.	35,494.
TO FORM 990-PF, PART II, LINE 15	4,763,621.	4,635,960.	4,090,029.

FORM 990-PF PART VIII - LIST OF OFFICERS, DIRECTORS TRUSTEES AND FOUNDATION MANAGERS STATEMENT 16

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN-SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
PETER TOWER 2351 NORTH FOREST ROAD, SUITE 106 GETZVILLE, NY 140681225	TRUSTEE 3.00	0.	0.	0.
ELIZABETH C. TOWER 2351 NORTH FOREST ROAD, SUITE 106 GETZVILLE, NY 140681225	TRUSTEE 2.00	0.	0.	0.
MOLLIE TOWER BYRNES 2351 NORTH FOREST ROAD, SUITE 106 GETZVILLE, NY 140681225	TRUSTEE 2.00	0.	0.	0.
CYNTHIA T. DOYLE 2351 NORTH FOREST ROAD, SUITE 106 GETZVILLE, NY 140681225	TRUSTEE 2.00	0.	0.	0.
ROBERT M. DOYLE 2351 NORTH FOREST ROAD, SUITE 106 GETZVILLE, NY 140681225	TRUSTEE 2.00	0.	0.	0.
JOHN H. BYRNES 2351 NORTH FOREST ROAD, SUITE 106 GETZVILLE, NY 140681225	TRUSTEE 2.00	0.	0.	0.
GLENDA M. CADWALLADER 2351 NORTH FOREST ROAD, SUITE 106 GETZVILLE, NY 140681225	EXECUTIVE DIRECTOR 40.00	137,019.	11,805.	2,260.
JOHN N. BLAIR 2351 NORTH FOREST ROAD, SUITE 106 GETZVILLE, NY 140681225	ATTORNEY TRUSTEE 10.00	0.	0.	0.
DORCAS COLVIN 2351 NORTH FOREST ROAD, SUITE 106 GETZVILLE, NY 140681225	TRUSTEE 2.00	14,000.	0.	0.
ALBERT MICHAELS 2351 NORTH FOREST ROAD, SUITE 106 GETZVILLE, NY 140681225	TRUSTEE 2.00	13,000.	0.	0.
JOSEPH J. ROSA 2351 NORTH FOREST ROAD, SUITE 106 GETZVILLE, NY 140681225	TRUSTEE 2.00	13,000.	0.	0.

SHERIF A. NADA 2351 NORTH FOREST ROAD, SUITE 106 GETZVILLE, NY 140681225	TRUSTEE 2.00	13,000.	0.	0.
DEBORAH BRAYTON 2351 NORTH FOREST ROAD, SUITE 106 GETZVILLE, NY 140681225	TRUSTEE 2.00	5,000.	0.	0.
TOTALS INCLUDED ON 990-PF, PAGE 6, PART VIII		195,019.	11,805.	2,260.

FORM 990-PF PART XV - LINE 1A STATEMENT 17

LIST OF FOUNDATION MANAGERS

NAME OF MANAGER

PETER TOWER
ELIZABETH C. TOWER

FORM 990-PF GRANT APPLICATION SUBMISSION INFORMATION STATEMENT 18
PART XV, LINES 2A THROUGH 2D

NAME AND ADDRESS OF PERSON TO WHOM APPLICATIONS SHOULD BE SUBMITTED

GLENDA M. CADWALLADER
2351 NORTH FOREST ROAD
GETZVILLE, NY 14068-1225

TELEPHONE NUMBER

(716)689-0370

FORM AND CONTENT OF APPLICATIONS

SUBMIT LETTER OF INQUIRY REGARDING PROGRAM/PROJECT THAT QUALIFIES, PER GRANT GUIDELINES ON WEBSITE. IF PROPOSAL IS SELECTED FOR CONSIDERATION, A FULL GRANT APPLICATION MUST BE COMPLETED. GRANT APPLICATIONS ARE BY REQUEST ONLY, AND MUST BE SUBMITTED DIRECTLY TO THE FOUNDATION. THE FOUNDATION DOES NOT ACCEPT APPLICATIONS OVER ITS WEBSITE.

ANY SUBMISSION DEADLINES

SEE ATTACHMENT F

RESTRICTIONS AND LIMITATIONS ON AWARDS

THREE DISTINCT FUNDING CATEGORIES: EDUCATION, COMMUNITY MENTAL HEALTH, AND DEVELOPMENT DISABILITIES. EACH CATEGORY HAS ITS OWN OBJECTIVE, TARGET POPULATION, AND FUNDING PRIORITIES. MAY NOT BE USED FOR THE PRIVATE BENEFIT OF ANY GRANT RECIPIENT, ATTEMPT TO INFLUENCE LEGISLATION, OR ATTEMPT TO INFLUENCE OR INTERVENE IN ANY POLITICAL CAMPAIGN.

Form **4562**

Department of the Treasury
Internal Revenue Service (99)

Depreciation and Amortization 990-PF

(Including Information on Listed Property)

▶ See separate instructions. ▶ Attach to your tax return.

OMB No 1545-0172

2009

Attachment Sequence No **67**

Name(s) shown on return	Business or activity to which this form relates	Identifying number
THE PETER AND ELIZABETH C TOWER FOUNDATION	FORM 990-PF PAGE 1	16-6350753

Part I **Election To Expense Certain Property Under Section 179** **Note:** *If you have any listed property, complete Part V before you complete Part I.*

1	Maximum amount. See the instructions for a higher limit for certain businesses	1	250,000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	800,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year Subtract line 4 from line 1 If zero or less, enter -0- If married filing separately, see instructions	5	

6 (a) Description of property	(b) Cost (business use only)	(c) Elected cost

7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the **smaller** of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2008 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2010. Add lines 9 and 10, less line 12 ▶	13	

Note: *Do not use Part II or Part III below for listed property. Instead, use Part V.*

Part II **Special Depreciation Allowance and Other Depreciation (Do not** include listed property.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year	14	6,364.
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	191.

Part III **MACRS Depreciation (Do not** include listed property.) (See instructions.)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2009	17	19,091.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here ▶ ☐		

Section B - Assets Placed in Service During 2009 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property		5,737.	5 YRS.	HY	200DB	1,148.
c 7-year property		623.	7 YRS.	HY	200DB	89.
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property	/		27.5 yrs.	MM	S/L	
	/		27.5 yrs.	MM	S/L	
i Nonresidential real property	/		39 yrs.	MM	S/L	
	/			MM	S/L	

Section C - Assets Placed in Service During 2009 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year	/		40 yrs.	MM	S/L	

Part IV **Summary** (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	**Total.** Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr.	22	26,883.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

THE PETER AND ELIZABETH C TOWER FOUNDATION

Form 4562 (2009) 16-6350753 Page 2

Part V **Listed Property** (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement.)

Note: *For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete* **only** *24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.*

Section A - Depreciation and Other Information (Caution: *See the instructions for limits for passenger automobiles*)

24a Do you have evidence to support the business/investment use claimed? ☐ Yes ☐ No **24b** If "Yes," is the evidence written? ☐ Yes ☐ No

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deduction	(i) Elected section 179 cost
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use						25		
26 Property used more than 50% in a qualified business use:								
		%						
		%						
		%						
27 Property used 50% or less in a qualified business use:								
		%				S/L -		
		%				S/L -		
		%				S/L -		
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1						28		
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1							29	

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person.
If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle		(b) Vehicle		(c) Vehicle		(d) Vehicle		(e) Vehicle		(f) Vehicle	
30 Total business/investment miles driven during the year (**do not** include commuting miles)												
31 Total commuting miles driven during the year												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year. Add lines 30 through 32												
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
34 Was the vehicle available for personal use during off-duty hours?												
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who **are not** more than 5% owners or related persons.

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use?		

Note: *If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.*

Part VI **Amortization**

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2009 tax year:					
43 Amortization of costs that began before your 2009 tax year				43	
44 **Total.** Add amounts in column (f). See the instructions for where to report				44	

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