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 , 2009, 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

LIANA FOUNDATION INC
C/O JACKSON 66 HOLLAND ROAD
FAR HILLS, NJ 07931

A Employer identification number: 223846401

B Telephone number (see the instructions)

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: ☒ 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, column (c), line 16) ► $ 59,301,752.

J Accounting method: ☒ 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) (see the instructions).)*

		(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 (att sch)	2,163,422.			
	2 Ck ► ☐ if the foundn is not req to att Sch B				
	3 Interest on savings and temporary cash investments	48,538.	48,538.	48,538.	
	4 Dividends and interest from securities	1,406,047.	1,406,047.	1,406,047.	
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain/(loss) from sale of assets not on line 10	-995,119.			
	b Gross sales price for all assets on line 6a 42,530,081.				
	7 Capital gain net income (from Part IV, line 2)		0.		
	8 Net short-term capital gain			6,412,965.	
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit/(loss) (att sch)				
	11 Other income (attach schedule)				
	12 **Total.** Add lines 1 through 11	2,622,888.	1,454,585.	7,867,550.	
OPERATING AND ADMINISTRATIVE EXPENSES	13 Compensation of officers, directors, trustees, etc	100,000.	100,000.	100,000.	
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach sch) SEE ST 1	5,840.	5,840.	5,840.	
	c Other prof fees (attach sch)				
	17 Interest				
	18 Taxes (attach schedule)(see instr) SEE STM 2	3,004.	3,004.	3,004.	
	19 Depreciation (attach sch) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings	994.	994.	994.	
	22 Printing and publications				
	23 Other expenses (attach schedule) SEE STATEMENT 3	147,578.	147,578.	147,578.	
	24 **Total operating and administrative expenses.** Add lines 13 through 23	257,416.	257,416.	257,416.	
	25 Contributions, gifts, grants paid STMT 4	18,822,595.			18,822,595.
	26 **Total expenses and disbursements.** Add lines 24 and 25	19,080,011.	257,416.	257,416.	18,822,595.
	27 Subtract line 26 from line 12:				
	a **Excess of revenue over expenses and disbursements**	-16,457,123.			
	b **Net investment income** (if negative, enter -0-)		1,197,169.		
	c **Adjusted net income** (if negative, enter 0)			7,610,134.	

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Part II Balance Sheets

Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)

		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			
	2 Savings and temporary cash investments	8,225,694.	3,468,773.	3,468,773.
	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 (attach schedule) (see the instructions)			
	7 Other notes and loans receivable (attach sch) ►			
	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 (attach schedule)			
	b Investments – corporate stock (attach schedule) STATEMENT 5	65,495,291.	42,625,322.	42,908,979.
	c Investments – corporate bonds (attach schedule)			
	11 Investments – land, buildings, and equipment basis ►			
	Less: accumulated depreciation (attach schedule) ►			
	12 Investments – mortgage loans			
	13 Investments – other (attach schedule) STATEMENT 6	6,112,840.	15,662,739.	12,924,000.
	14 Land, buildings, and equipment basis ►			
	Less: accumulated depreciation (attach schedule) ►			
	15 Other assets (describe ►)			
	16 Total assets (to be completed by all filers – see instructions Also, see page 1, item I)	79,833,825.	61,756,834.	59,301,752.
LIABILITIES	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, & other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe ► SEE STATEMENT 7)	464,250.	1,357,213.	
	23 **Total liabilities** (add lines 17 through 22)	464,250.	1,357,213.	
NET ASSETS OR FUND BALANCES	**Foundations that follow SFAS 117, check here ► [X] and complete lines 24 through 26 and lines 30 and 31.**			
	24 Unrestricted	79,369,575.	60,399,621.	
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ► [ ] and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds			
	28 Paid-in or capital surplus, or land, building, and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds			
	30 **Total net assets or fund balances** (see the instructions)	79,369,575.	60,399,621.	
	31 **Total liabilities and net assets/fund balances** (see the instructions)	79,833,825.	61,756,834.	

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	79,369,575.
2	Enter amount from Part I, line 27a	2	-16,457,123.
3	Other increases not included in line 2 (itemize) ►	3	
4	Add lines 1, 2, and 3	4	62,912,452.
5	Decreases not included in line 2 (itemize) ► SEE STATEMENT 8	5	2,512,831.
6	Total net assets or fund balances at end of year (line 4 minus line 5) – Part II, column (b), line 30	6	60,399,621.

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 shares MLC Company)	(b) How acquired P — Purchase D — Donation	(c) Date acquired (month, day, year)	(d) Date sold (month, day, year)
1a	VARIOUS SEE ATTACHED SCHEDULE	P	VARIOUS	VARIOUS
b	VARIOUS SEE ATTACHED SCHEDULE	P	VARIOUS	VARIOUS
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	27,571,815.		21,158,850.	6,412,965.
b	14,958,266.		22,366,350.	-7,408,084.
c				
d				
e				

	Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
	(i) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	
a				6,412,965.
b				-7,408,084.
c				
d				
e				

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** -995,119.

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) (see the instructions). If (loss), enter -0- in Part I, line 8 — **3** 6,412,965.

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) N/A

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 the 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 (column (b) divided by column (c))
2008			
2007			
2006			
2005			
2004			

2	**Total** of line 1, column (d)	2	
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	
4	Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	
5	Multiply line 4 by line 3	5	
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	
7	Add lines 5 and 6	7	
8	Enter qualifying distributions from Part XII, line 4	8	

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 the instructions)

1 a 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 instr.)			
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here ► [ ] and enter 1% of Part I, line 27b		1	23,943.
c All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, column (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	23,943.
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	23,943.
6 Credits/Payments:			
a 2009 estimated tax pmts and 2008 overpayment credited to 2009	6a 61,054.		
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		
7 Total credits and payments Add lines 6a through 6d		7	61,054.
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	0.
10 **Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the amount overpaid ►		10	37,111.
11 Enter the amount of line 10 to be: Credited to 2010 estimated tax ►	37,111. **Refunded** ►	11	0.

Part VII-A Statements Regarding Activities

		Yes	No
1 a 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 the 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?	4b	N/A	
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, column (c), and Part XV*	7	X	
8a Enter the states to which the foundation reports or with which it is registered (see the instructions) ► NJ			
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

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 ► N/A

14 The books are in care of ► JOHN JACKSON Telephone no ► 908-719-2723

Located at ► SAME ZIP + 4 ►

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of **Form 1041** — Check here N/A ► ☐

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 the instructions)?		1b	N/A	
	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 ► 20__ , 20__ , 20__ , 20__				
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 the instructions)		2b	N/A	
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here ► 20__ , 20__ , 20__ , 20__				
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)*		3b	N/A	
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)? (see instructions)	☐ 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)?		5b	N/A
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	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?		7b	N/A

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 (see instructions).

(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 9		100,000.	0.	0.

2 Compensation of five highest-paid employees (other than those included on line 1 — see instructions). 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
NONE				

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

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

3 Five highest-paid independent contractors for professional services – (see instructions). If none, enter 'NONE.'

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
NONE		
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 (see instructions)

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	44,629,603.
b Average of monthly cash balances		1b	10,392,384.
c Fair market value of all other assets (see instructions)		1c	604,667.
d **Total** (add lines 1a, b, and c)		1d	55,626,654.
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	55,626,654.
4 Cash deemed held for charitable activities Enter 1-1/2% of line 3 (for greater amount, see instructions)		4	834,400.
5 **Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4		5	54,792,254.
6 **Minimum investment return.** Enter 5% of line 5		6	2,739,613.

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	2,739,613.
2a Tax on investment income for 2009 from Part VI, line 5	2a 23,943.		
b Income tax for 2009 (This does not include the tax from Part VI)	2b		
c Add lines 2a and 2b		2c	23,943.
3 Distributable amount before adjustments Subtract line 2c from line 1		3	2,715,670.
4 Recoveries of amounts treated as qualifying distributions		4	
5 Add lines 3 and 4		5	2,715,670.
6 Deduction from distributable amount (see instructions)		6	
7 **Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1		7	2,715,670.

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	18,822,595.
b Program-related investments – total from Part IX-B	1b	
2 Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc, purposes	2	
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	18,822,595.
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 (see instructions)	5	
6 **Adjusted qualifying distributions.** Subtract line 5 from line 4	6	18,822,595.

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				2,715,670.
2 Undistributed income, if any, as of the end of 2009				
a Enter amount for 2008 only			0.	
b Total for prior years: 20___, 20___, 20___		0.		
3 Excess distributions carryover, if any, to 2009:				
a From 2004				
b From 2005				
c From 2006				
d From 2007				
e From 2008 — 1,873,702.				
f **Total** of lines 3a through e	1,873,702.			
4 Qualifying distributions for 2009 from Part XII, line 4 ► $ 18,822,595.				
a Applied to 2008, but not more than line 2a			0.	
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				2,715,670.
e Remaining amount distributed out of corpus	16,106,925.			
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	17,980,627.			
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 instructions			0.	
f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7 (see instructions)	0.			
9 **Excess distributions carryover to 2010.** Subtract lines 7 and 8 from line 6a	17,980,627.			
10 Analysis of line 9				
a Excess from 2005				
b Excess from 2006				
c Excess from 2007				
d Excess from 2008 — 1,873,702.				
e Excess from 2009 — 16,106,925.				

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
2a 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 organization had $5,000 or more in assets at any time during the year – see 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))

JOHN W JACKSON

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 ▶ [X] 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

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*				
Total			► 3a	
b *Approved for future payment*				
Total			► 3b	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	(e) Related or exempt function income (see the instructions)
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	48,538.	
4 Dividends and interest from securities			14	1,406,047.	
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					-995,119.
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue					
a					
b					
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e)				1,454,585.	-995,119.
13 Total. Add line 12, columns (b), (d), and (e)				13	459,466.

(See worksheet in the instructions for line 13 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) (See the instructions.)
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.	1 a (1)		X
(2) Other assets	1 a (2)		X
b Other transactions.			
(1) Sales of assets to a noncharitable exempt organization	1 b (1)		X
(2) Purchases of assets from a noncharitable exempt organization	1 b (2)		X
(3) Rental of facilities, equipment, or other assets	1 b (3)		X
(4) Reimbursement arrangements	1 b (4)		X
(5) Loans or loan guarantees	1 b (5)		X
(6) Performance of services or membership or fundraising solicitations	1 b (6)		X
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees.	1 c		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? ☐ 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

► Signature of officer or trustee — Date 10/31/10 — ► CHAIRMAN Title

Paid Preparer's Use Only	Preparer's signature ►	Date	Check if self-employed ► ☐	Preparer's Identifying number (See Signature in the instrs) N/A
	Firm's name (or yours if self-employed), address, and ZIP code ►	GREENBERG & COMPANY LLC, CPA'S 500 MORRIS AVENUE SPRINGFIELD, NJ 07081-1027	EIN ► N/A	
			Phone no ► (973) 467-3838	

Schedule B
(Form 990, 990-EZ, or 990-PF)

Department of the Treasury
Internal Revenue Service

Schedule of Contributors

► **Attach to Form 990, 990-EZ, or 990-PF**

OMB No 1545-0047

2009

Name of the organization
LIANA FOUNDATION INC

Employer identification number
223846401

Organization type (check one).

Filers of:	**Section:**
Form 990 or 990-EZ	☐ 501(c)(_____) (enter number) organization
	☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
	☐ 527 political organization
Form 990-PF	☒ 501(c)(3) exempt private foundation
	☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation
	☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**
Note: Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions

General Rule –

☒ For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, $5,000 or more (in money or property) from any one contributor (Complete Parts I and II)

Special Rules –

☐ For a section 501(c)(3) organization filing Form 990 or 990-EZ, that met the 33-1/3% support test of the regulations under sections 509(a)(1)/170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of (**1**) $5,000 or (**2**) 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1. Complete Parts I and II

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ, that received from any one contributor, during the year, aggregate contributions of more than $1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals Complete Parts I, II, and III

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ, that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc, purposes, but these contributions did not aggregate to more than $1,000 If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc, purpose Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc, contributions of $5,000 or more during the year . ► $__________

Caution: An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF) but it **must** answer 'No' on Part IV, line 2 of their Form 990, or check the box on line H of its Form 990-EZ, or on line 2 of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF)

Name of organization: LIANA FOUNDATION INC

Employer identification number: 223846401

Part I Contributors (see instructions.)

(a) Number	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	JOHN W JACKSON 66 HOLLAND ROAD FAR HILLS, NJ 07931	$ 215,250.	Person ☐ Payroll ☐ Noncash ☒ (Complete Part II if there is a noncash contribution.)
2	JOHN W JACKSON 66 HOLLAND ROAD FAR HILLS , NJ 07931	$ 1,321,500.	Person ☐ Payroll ☐ Noncash ☒ (Complete Part II if there is a noncash contribution.)
3	JOHN W JACKSON 66 HOLLAND ROAD FAR HILLS , NJ 07931	$ 623,000.	Person ☐ Payroll ☐ Noncash ☒ (Complete Part II if there is a noncash contribution.)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)

Name of organization: LIANA FOUNDATION INC

Employer identification number: 223846401

Part II Noncash Property (see instructions)

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
1	15,000 SHARES OF CBS STOCK	$ 215,250.	12/16/09
2	150,000 SHARES OF MICRON STOCK	$ 1,321,500.	12/15/09
3	COLLECTIBLES	$ 623,000.	VARIOUS
		$	
		$	
		$	

Name of organization: LIANA FOUNDATION INC

Employer identification number: 223846401

Part III *Exclusively* **religious, charitable, etc, individual contributions to section 501(c)(7), (8), or (10) organizations aggregating more than $1,000 for the year.** (Complete cols **(a)** through **(e)** and the following line entry.)

For organizations completing Part III, enter total of *exclusively* religious, charitable, etc, contributions of **$1,000 or less** for the year. (Enter this information once — see instructions.) ► $ N/A

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
	N/A		

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

STATEMENT 1
FORM 990-PF, PART I, LINE 16B
ACCOUNTING FEES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING	$ 5,840.	$ 5,840.	$ 5,840.	
TOTAL	$ 5,840.	$ 5,840.	$ 5,840.	$ 0.

STATEMENT 2
FORM 990-PF, PART I, LINE 18
TAXES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FOREIGN TAXES	$ 3,004.	$ 3,004.	$ 3,004.	
TOTAL	$ 3,004.	$ 3,004.	$ 3,004.	$ 0.

STATEMENT 3
FORM 990-PF, PART I, LINE 23
OTHER EXPENSES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
BROKERAGE FEES	$ 129,713.	$ 129,713.	$ 129,713.	
LICENSES AND FEES	640.	640.	640.	
OFFICE	6,083.	6,083.	6,083.	
OFFICE OCCUPANCY COST	11,142.	11,142.	11,142.	
TOTAL	$ 147,578.	$ 147,578.	$ 147,578.	$ 0.

STATEMENT 4
FORM 990-PF, PART I, LINE 25
CONTRIBUTIONS, GIFTS, AND GRANTS

CASH GRANTS AND ALLOCATIONS

CLASS OF ACTIVITY:
DONEE'S NAME: YALE UNIVERSITY
DONEE'S ADDRESS: PO BOX 2038
NEW HAVEN, CT 06521
RELATIONSHIP OF DONEE: NONE
ORGANIZATIONAL STATUS OF DONEE:
AMOUNT GIVEN: $ 16,000,000.

CLASS OF ACTIVITY:
DONEE'S NAME: HOLLINS UNIVERSITY
DONEE'S ADDRESS: PO BOX 9625
ROANOKE, VA 24020
RELATIONSHIP OF DONEE: NONE
ORGANIZATIONAL STATUS OF DONEE:

STATEMENT 4 (CONTINUED)
FORM 990-PF, PART I, LINE 25
CONTRIBUTIONS, GIFTS, AND GRANTS

AMOUNT GIVEN:		$ 875,000.
CLASS OF ACTIVITY:		
DONEE'S NAME:	ACADEMY OF AMER POETS	
DONEE'S ADDRESS:	72 SPRING STREET NEW YORK, NY 10012	
RELATIONSHIP OF DONEE:	NONE	
ORGANIZATIONAL STATUS OF DONEE:		
AMOUNT GIVEN:		2,500.
CLASS OF ACTIVITY:		
DONEE'S NAME:	COMMUNITY FOOD BANK	
DONEE'S ADDRESS:	31 EVANS TERMINAL ROAD HILLSIDE, NJ 07205	
RELATIONSHIP OF DONEE:	NONE	
ORGANIZATIONAL STATUS OF DONEE:		
AMOUNT GIVEN:		5,000.
CLASS OF ACTIVITY:		
DONEE'S NAME:	CAVAN KERRY PRESS	
DONEE'S ADDRESS:	6 HORIZON ROAD, #2901 FORT LEE, NJ 07024,	
RELATIONSHIP OF DONEE:	NONE	
ORGANIZATIONAL STATUS OF DONEE:		
AMOUNT GIVEN:		10,000.
CLASS OF ACTIVITY:		
DONEE'S NAME:	VISITNG NURSE ASSN OF SOMERSET HILLS	
DONEE'S ADDRESS:	12 OLCOTT AVENUE BERNARDSVILLE, NJ 07924	
RELATIONSHIP OF DONEE:	NONE	
ORGANIZATIONAL STATUS OF DONEE:		
AMOUNT GIVEN:		100.
CLASS OF ACTIVITY:		
DONEE'S NAME:	POETS & WRITERS	
DONEE'S ADDRESS:	NEW YORK, NY	
RELATIONSHIP OF DONEE:	NONE	
ORGANIZATIONAL STATUS OF DONEE:		
AMOUNT GIVEN:		729,400.
CLASS OF ACTIVITY:		
DONEE'S NAME:	BGCN LIFE CAMP	
DONEE'S ADDRESS:	155 WASHINGTON ST. NEWARK, NJ 07102	
RELATIONSHIP OF DONEE:	NONE	
ORGANIZATIONAL STATUS OF DONEE:		
AMOUNT GIVEN:		5,000.
CLASS OF ACTIVITY:		
DONEE'S NAME:	IMEF	
DONEE'S ADDRESS:	,	
RELATIONSHIP OF DONEE:	NONE	
ORGANIZATIONAL STATUS OF DONEE:		

STATEMENT 4 (CONTINUED)
FORM 990-PF, PART I, LINE 25
CONTRIBUTIONS, GIFTS, AND GRANTS

AMOUNT GIVEN:		$ 50,000.
CLASS OF ACTIVITY:		
DONEE'S NAME:	THE GORDENSTUON AMER FDN	
DONEE'S ADDRESS:	BURR RIDGE, IL	
RELATIONSHIP OF DONEE:	NONE	
ORGANIZATIONAL STATUS OF DONEE:		
AMOUNT GIVEN:		50,000.
CLASS OF ACTIVITY:		
DONEE'S NAME:	NUMISMATIC CONSUMER ALLIANCE	
DONEE'S ADDRESS:	PO BOX 144 BEDMINSTER, NJ 07921	
RELATIONSHIP OF DONEE:	NONE	
ORGANIZATIONAL STATUS OF DONEE:		
AMOUNT GIVEN:		10,000.
CLASS OF ACTIVITY:		
DONEE'S NAME:	PEAPACK GLADSTONE FIRST AID	
DONEE'S ADDRESS:	1 SAINTS LUKES AVENUE GLADSTONE, NJ 07934	
RELATIONSHIP OF DONEE:	NONE	
ORGANIZATIONAL STATUS OF DONEE:		
AMOUNT GIVEN:		100.
CLASS OF ACTIVITY:		
DONEE'S NAME:	ARCHIVAL COLLECTIBLES LLC	
DONEE'S ADDRESS:	1 BAY STREET STIRLING, NJ 07980	
RELATIONSHIP OF DONEE:	NONE	
ORGANIZATIONAL STATUS OF DONEE:		
AMOUNT GIVEN:		1,067,500.
CLASS OF ACTIVITY:		
DONEE'S NAME:	DRIKUNG MAHAYANA CENTER	
DONEE'S ADDRESS:	14905 COLES CHANCE ROAD NORTH POTOMAC, MD 20878	
RELATIONSHIP OF DONEE:	NONE	
ORGANIZATIONAL STATUS OF DONEE:		
AMOUNT GIVEN:		10,000.
CLASS OF ACTIVITY:		
DONEE'S NAME:	MPI FOUNDATION	
DONEE'S ADDRESS:	3030 LYNDON B. JOHNSON FRWY S, 1700 DALLAS, TX 75234	
RELATIONSHIP OF DONEE:	NONE	
ORGANIZATIONAL STATUS OF DONEE:		
AMOUNT GIVEN:		5,000.
CLASS OF ACTIVITY:		
DONEE'S NAME:	ASSOCIATION OF SMALL FDN	
DONEE'S ADDRESS:		
RELATIONSHIP OF DONEE:	NONE	
ORGANIZATIONAL STATUS OF DONEE:		

STATEMENT 4 (CONTINUED)
FORM 990-PF, PART I, LINE 25
CONTRIBUTIONS, GIFTS, AND GRANTS

AMOUNT GIVEN: $ 495.

CLASS OF ACTIVITY:
DONEE'S NAME: POETRY SOCIETY OF AMERICA
DONEE'S ADDRESS: 15 GRAMERCY PARK
NEW YORK, NY 10003
RELATIONSHIP OF DONEE: NONE
ORGANIZATIONAL STATUS OF DONEE:
AMOUNT GIVEN: 2,500.

NONCASH GRANTS AND ALLOCATIONS

TOTAL $ 18,822,595.

STATEMENT 5
FORM 990-PF, PART II, LINE 10B
INVESTMENTS - CORPORATE STOCKS

CORPORATE STOCKS	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
150,000 SHARES BRISTOL MYERS	COST	$ 2,871,204.	$ 3,787,500.
142,400 SHS ENZON PHARM	COST	999,173.	1,497,366.
50,000 SHS WHOLE FOODS MKT	COST	2,383,519.	1,372,500.
610,000 SHARES OF MICRON TECHNOLOGY	COST	2,125,342.	6,441,600.
981,200 SHARES OF GE	COST	21,635,338.	14,845,556.
400,000 SHARES OF CITIGROUP	COST	1,509,920.	1,324,000.
50,000 SHS MICROSOFT	COST	1,212,600.	1,524,000.
85, 950 SHARES BANK OF AMERICA	COST	1,264,705.	1,294,407.
315,000 SHARES CBS CORPORATION	COST	2,505,268.	4,425,750.
55,000 SHARES OF BANK OF AMERICA	COST	788,253.	828,300.
100,000 SHARES OF CELGENE CORP	COST	5,330,000.	5,568,000.
95,000 SHS CHEESCAKE FACTORY	COST	0.	0.
2,800,000 SHARES OF FORD	COST	0.	0.
10,000 SHS SEPRACOR INC	COST	0.	0.
250,000 SHS INTEL	COST	0.	0.
100,000 SHS VERIZON	COST	0.	0.
	TOTAL	$ 42,625,322.	$ 42,908,979.

STATEMENT 6
FORM 990-PF, PART II, LINE 13
INVESTMENTS - OTHER

OTHER INVESTMENTS	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
SOUVENIR CARDS	MKT VAL	$ 195,000.	$ 195,000.
MUTUAL FUNDS / CEF/ UIT / PROSHARES ULTR	COST	14,327,739.	11,589,000.
COLLECTIBLES	MKT VAL	623,000.	623,000.
COLLECTIBLES	MKT VAL	195,000.	195,000.
ART WORK	MKT VAL	322,000.	322,000.
AUCTION MARKET FUND	COST	0.	0.

STATEMENT 6 (CONTINUED)
FORM 990-PF, PART II, LINE 13
INVESTMENTS - OTHER

	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
OTHER INVESTMENTS			
	TOTAL	$ 15,662,739.	$ 12,924,000.

STATEMENT 7
FORM 990-PF, PART II, LINE 22
OTHER LIABILITIES

SHORT SALE - BOOK VALUE	$ 1,357,213.
TOTAL	$ 1,357,213.

STATEMENT 8
FORM 990-PF, PART III, LINE 5
OTHER DECREASES

UNREALIZED GAIN/LOSS	$ 2,512,831.
TOTAL	$ 2,512,831.

STATEMENT 9
FORM 990-PF, PART VIII, LINE 1
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN- SATION	CONTRI- BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
JOHN W JACKSON 66 HOLLAND ROAD FAR HILLS, NJ 07931	CHAIRMAN 0	$ 0.	$ 0.	$ 0.
SUSAN G JACKSON 66 HOLLAND ROAD FAR HILLS, NJ 07931	PRESIDENT 0	0.	0.	0.
DONALD M JACKSON 66 HOLLAND ROAD FAR HILLS, NJ 07931	TRUSTEE 0	25,000.	0.	0.
KIMBERLY JACKSON 66 HOLLAND RD FAR HILLS, NJ 07931	TRUSTEE 0	25,000.	0.	0.

STATEMENT 9 (CONTINUED)
FORM 990-PF, PART VIII, LINE 1
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN-SATION	CONTRI-BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
ALEXANDRA JACKSON 66 HOLLAND RD FAR HILLS, NJ 07931	TRUSTEE 0	$ 25,000.	$ 0.	$ 0.
JENNIFER JACKSON 66 HOLLAND RD FAR HILLS, NJ 07931	TRUSTEE 0	25,000.	0.	0.
	TOTAL	$ 100,000.	$ 0.	$ 0.

Merrill Lynch

Account No. 316-02043

Taxpayer No. 22-3846401

Liana Foundation
22-3846401
Gain and Loss Schedule

THE LIANA FOUNDATION

2009 ANNUAL STATEMENT SUMMARY

Your Tax Reporting Statement information that follows is a personal summary of your account activity and is not reported to the IRS.

The Capital Gain and Loss Transaction section is provided to facilitate your review and may not include return of capital, sales load deferral, or wash sales adjustments. RICs (which may include mutual funds and unit investment trusts) may reclassify principal distributions as capital gains. The cost basis for these securities may not have been adjusted on your statement to reflect such reclassifications. Please refer to information provided by the RIC and discuss with your tax advisor. Securities distributed from a retirement account reflect the tax basis on the date of distribution. Other methods for calculating gain (loss) are available. The cost basis for most Original Issue Discount ("OID") obligations includes the accretion of OID. For purposes of allocating original purchase price to the components of an equity unit consisting of a purchase contract and a debt security subject to a remarketing event, we assumed the fair market value of the debt security on purchase date was equal to its adjusted issue price. The difference between your original cost and the amount allocable to the debt component was allocated to the purchase contract. In making adjustments to the cost basis of the purchase contract, it was assumed that the unit holder included contract adjustment payments in income received. In calculating gain (loss), unless otherwise noted, it was assumed that the oldest position was liquidated first, and that an election was in effect to amortize premium paid on the purchase of taxable bonds.

Dividend and Interest details are repeated in the following pages for your convenience. Additionally, we have included items such as margin interest and select account fees if applicable. Please discuss the deductibility of these items with your tax advisor. For select clients, we have also included a summary of Visa charges and checking activity.

Merrill Lynch is neither a tax return preparer or tax advisor. Please see your tax advisor for more information.

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
LONG TERM CAPITAL GAINS								
PIMCO CORP OPPTY FD	34.0000	04/05/06	01/07/09			850,003.49	850,000.00	3.49
EVERGREEN INC ADV FD	18.0000	03/31/06	01/06/09			450,032.00	450,000.00	32.00
GABELLI UTILITY TRUS	23.0000	04/05/06	01/07/09			575,024 73	575,000 00	24.73
C & S REIT AND PREF	9.0000	03/31/06	01/06/09			225,051 09	225,000.00	51.09
C & S REIT AND PREF	16.0000	04/03/06	01/06/09			400,034.76	400,000.01	34 [illegible]
NICH-APPLEGATE C&I	11.0000	04/05/06	01/07/09			275,001.13	275,000.02	1.11
F&C/CLAYMORE TOT RT	9.0000	04/05/06	01/07/09			225,016.25	225,000.01	16.24
CALAMOS CONV OP&INC	14.0000	04/03/06	01/06/09			350,003.79	350,000.00	3.79
C & S REIT AND UTIL	13.0000	03/31/06	01/06/09			325,073 80	325,000 01	73 79
COHEN & STEERS QLTY	2.0000	04/04/06	01/06/09			50,000.29	50,000.01	0.28
BLRK PFD INC STRAT FND	13.0000	04/05/06	01/07/09			325,013.98	325,000.01	13 97

Merrill Lynch

Account No. 316-02043

Taxpayer No. 22-3846401

THE LIANA FOUNDATION

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
BLRK PFD INC STRAT FND	19 0000	03/31/06	01/06/09			475,107.86	475,000.00	107 86
		Long Term Capital Gains Subtotal				4,525,363.17	4,525,000.07	363 --
LONG TERM CAPITAL LOSSES								
SEPRACOR INC COM	10000.0000	12/04/07	10/16/09			230,000.00	263,200.00	(33,200.00)
		Long Term Capital Losses Subtotal				230,000.00	263,200.00	(33,200.00)
NET LONG TERM CAPITAL GAIN (LOSS)								(32,836.90)
OTHER TRANSACTIONS								
CITIGROUP INC	400000 0000	06/01/09	06/01/09			0.00	N/A	N/A
		Other Transactions Subtotal				0.00		
TOTAL CAPITAL GAINS AND LOSSES						4,755,363.17	4,788,200.07	(32,836.90)
TOTAL REPORTABLE GROSS PROCEEDS						4,755,363.17		
DIFFERENCE						0.00 *		--

Note Capital gains and losses in this statement are not reported to the IRS.

* Difference reflects items that are included in the reportable gross proceeds section of your statement but are not included in the gain/loss section (e.g , liquidation of fractional shares and the proceeds from certain tender offers). It also reflects items that are included in the gain/loss section of your statement but not in the reportable gross proceeds section (e.g., option premium received).

N/A - Results which cannot be calculated because of insufficient data in the Capital Gain or (Loss) Column and are not included in the realized capital gain and loss summary.

Merrill Lynch

Account No.	Taxpayer No.	Page
316-04137	22-3846401	8 of 20

THE LIANA FOUNDATION

2009 ANNUAL STATEMENT SUMMARY

Your Tax Reporting Statement information that follows is a personal summary of your account activity and is not reported to the IRS.

The Capital Gain and Loss Transaction section is provided to facilitate your review and may not include return of capital, sales load deferral, or wash sales adjustments. RICs (which may include mutual funds and unit investment trusts) may reclassify principal distributions as capital gains. The cost basis for these securities may not have been adjusted on your statement to reflect such reclassifications. Please refer to information provided by the RIC and discuss with your tax advisor. Securities distributed from a retirement account reflect the tax basis on the date of distribution. Other methods for calculating gain (loss) are available. The cost basis for most Original Issue Discount ("OID") obligations includes the accretion of OID. For purposes of allocating original purchase price to the components of an equity unit consisting of a purchase contract and a debt security subject to a remarketing event, we assumed the fair market value of the debt security on purchase date was equal to its adjusted issue price. The difference between your original cost and the amount allocable to the debt component was allocated to the purchase contract. In making adjustments to the cost basis of the purchase contract, it was assumed that the unit holder included contract adjustment payments in income received. In calculating gain (loss), unless otherwise noted, it was assumed that the oldest position was liquidated first, and that an election was in effect to amortize premium paid on the purchase of taxable bonds.

Dividend and Interest details are repeated in the following pages for your convenience. Additionally, we have included items such as margin interest and select account fees if applicable. Please discuss the deductibility of these items with your tax advisor. For select clients, we have also included a summary of Visa charges and checking activity.

Merrill Lynch is neither a tax return preparer or tax advisor. Please see your tax advisor for more information.

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
SHORT TERM CAPITAL GAINS								
*CALL LQH JUL 0045	100.0000	07/08/09	04/06/09(S)			33,999.80	22,552.99	11,446.81
	8.0000	07/08/09	04/06/09(S)			2,639.98	1,804.23	835.75
	92 0000	07/08/09	04/06/09(S)			31,279.82	20,748.76	10,531.06
	100.0000	07/08/09	04/06/09(S)			33,999.80	22,553.00	11,446.80
	100.0000	07/08/09	04/06/09(S)			33,999.80	22,553.00	11,446.80
	100 0000	07/08/09	04/06/09(S)			33,999.80	22,553.00	11,446.80
		Security Subtotal				**169,919.00**	**112,764.98**	**57,154.02**
*PUT TBT NOV 0045	150.0000	11/17/09	10/19/09(S)			16,499.58	4,050.00	12,449.58
*CALL MU MAY 0005	100.0000	05/18/09	04/23/09(S)			3,999.89	0.00	3,999.89
*CALL LQH MAY 0045	100.0000	05/18/09	04/06/09(S)			17,999.89	0.00	17,999.89
	100.0000	05/18/09	04/06/09(S)			17,999.89	0.00	17,999 89
	100.0000	05/18/09	04/06/09(S)			17,999.89	0.00	17,999.89
	100.0000	05/18/09	04/06/09(S)			17,999.89	0.00	17,999.89
	100.0000	05/18/09	04/06/09(S)			17,999 89	0.00	17,999.89
		Security Subtotal				**89,999.45**	**0.00**	**89,999.45**

proceeds cost

[illegible] 21,158,549.94 [illegible]

[illegible] 17,578,149.94 [illegible]

Merrill Lynch

Account No. 316-04137

Taxpayer No. 22-3846401

THE LIANA FOUNDATION

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
*CALL CFQ MAY 0015	50.0000	05/14/09	04/23/09(S)			6,499.83	1,545.49	4,954.34
	100.0000	05/14/09	04/23/09(S)			13,499.65	3,091.00	10,408.65
	100.0000	05/14/09	04/23/09(S)			12,999.66	3,091.00	9,908.66
	100.0000	05/14/09	04/23/09(S)			12,999.66	3,091.01	9,908.65
		Security Subtotal				**45,998.80**	**10,818.50**	**35,180.30**
*PUT TBT DEC 0045	150 0000	12/21/09	10/19/09(S)			25,499.34	0.00	25,499.34
	150.0000	12/21/09	11/17/09(S)			15,749.60	0.00	15,749.60
		Security Subtotal				**41,248.94**	**0.00**	**41,248.94**
*CALL VZ JAN 0030	216.0000	01/20/09	10/29/08(S)			74,519.59	0.00	74,519.59
*CALL MU JAN 0015	20.0000	01/20/09	12/04/06(S)			6,999.78	0.00	6,999.78
	10.0000	01/20/09	12/04/06(S)			3,499.89	0 00	3,499.89
	20 0000	01/20/09	12/04/06(S)			6,999 78	0.00	6,999.78
		Security Subtotal				**17,499.45**	**0.00**	**17,499.45**
*CALL NQ JAN 0015	500.0000	01/20/09	10/29/08(S)			98,499.44	0.00	98,499.44
	500.0000	01/20/09	10/29/08(S)			100,999 43	0.00	100,999.43
		Security Subtotal				**199,498.87**	**0.00**	**199,498.87**
*CALL MU JUL 0005	100 0000	07/09/09	04/23/09(S)			7,999.79	2,999.99	4,999 80
	100.0000	07/09/09	04/23/09(S)			7,999.79	3,000.00	4,999 79
	500.0000	07/09/09	04/23/09(S)			41,198.94	15,000.00	26,198.94
	500.0000	07/09/09	04/23/09(S)			39,998.97	15,000.01	24,998.96
		Security Subtotal				**97,197.49**	**36,000.00**	**61,197.49**
*CALL GEW JAN 0020	1000.0000	01/20/09	10/29/08(S)			222,248 75	0.00	222,248.75
	1000.0000	01/20/09	10/29/08(S)			218,958 77	0 00	218,958.77
		Security Subtotal				**441,207.52**	**0.00**	**441,207.52**
*CALL CBS MAR 0010	75.0000	03/23/09	01/06/09(S)			6,374.96	0.00	6,374.96
	75 0000	03/23/09	01/06/09(S)			5,999.96	0.00	5,999.96
	75.0000	03/23/09	01/06/09(S)			5,999.96	0.00	5,999.96
		Security Subtotal				**18,374.88**	**0.00**	**18,374.88**

Merrill Lynch

Account No. 316-04137

Taxpayer No. 22-3846401

THE LIANA FOUNDATION

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
BANK OF NOVA SCOTIA	3408.0000	02/02/09	05/29/09			116,558.10	81,442.68	35,115.42
	46592.0000	02/02/09	05/29/09			1,594,677.37	1,113,432.32	481,245.05
		Security Subtotal				**1,711,235.47**	**1,194,875.00**	**516,360.47**
CELGENE CORP COM	25000.0000	04/01/09	06/22/09			1,037,473.33(P)	958,985.50	78,487.83
	300.0000	04/01/09	07/28/09			14,611.21(P)	11,507.82	3,103.39
	74700.0000	04/01/09	08/24/09			3,638,192.41(P)	2,865,448.68	772,743.73
		Security Subtotal				**4,690,276.95**	**3,835,942.00**	**854,334.95**
CHEESECAKE FACTORY INC	5000.0000	12/18/08	06/22/09			79,497.97(P)	44,219.94	35,278.03
	45000.0000	12/18/08	06/22/09			740,299.46(P)	397,979.50	342,319.96
	1300.0000	12/18/08	07/14/09			20,669.46(P)	11,497.18	9,172 28
	18700.0000	12/18/08	07/20/09			298,322.33(P)	165,382.60	132,939.73
	20000.0000	12/18/08	07/20/09			341,491.22(P)	176,879.79	164,611.43
		Security Subtotal				**1,480,280.44**	**795,959.01**	**684,321.43**
FORD MOTOR CO NEW	100000.0000	09/04/08	04/24/09			519,136 65	454,000 00	65,136.65
	200000.0000	09/05/08	04/24/09			1,038,273.30	865,200.00	173,073.30
	100000.0000	09/09/08	04/24/09			519,136.65	462,000.00	57,136.65
	300000.0000	10/17/08	04/24/09			1,557,409.99	689,130.00	868,279.99
	200000.0000	10/21/08	04/24/09			1,038,273.33	432,280.00	605,993.33
	50000.0000	08/21/08	04/24/09			259,568.35	225,000.00	34,568 35
	50000 0000	08/22/08	04/24/09			259,568.34	220,500.00	39,068.34
	100000.0000	10/22/08	04/24/09			519,136.67	210,500.00	308,636.67
	100000 0000	10/22/08	04/30/09			595,984.68	210,500.00	385,484.68
	300000.0000	10/23/08	04/30/09			1,772,234.44	630,510.00	1,141,724.44
	500000.0000	10/24/08	04/30/09			2,953,724.09	956,000 00	1,997,724.09
		Security Subtotal				**11,032,446.49**	**5,355,620.00**	**5,676,826.49**
INTEL CORP	100000.0000	10/21/08	07/20/09			1,614,958.51(P)	1,578,262 20	36,696.31
TIME WARNER CABLE INC	8367.0000	01/07/09	05/28/09			264,354.42	255,258.91	9,095.51

THE LIANA FOUNDATION

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
VERIZON COMMUNICATNS COM	76400.0000	10/22/08	01/07/09			2,555,830 67(P)	1,993,451.72	562,378.95
	2000 0000	10/22/08	01/20/09			66,899.62(P)	52,184.59	14,715.03
	21600.0000	10/22/08	05/28/09			629,042.79	563,593 69	65,449.10
		Security Subtotal				**3,251,773.08**	**2,609,230.00**	**642,543.08**
		Short Term Capital Gains Subtotal				**25,261,288.82**	**15,788,780.60**	**9,472,508.22**
SHORT TERM CAPITAL LOSSES								
*CALL LQH JUL 0045	250.0000	07/08/09	05/18/09(S)			21,249.45	56,382 52	(35,133.07)
CITIGROUP INC	200000.0000	10/23/08	06/12/09			689,982.29	2,692,320.00	(2,002,337.71)
	100000.0000	10/24/08	06/12/09			344,991.14	1,225,120.00	(880,128.86)
		Security Subtotal				**1,034,973.43**	**3,917,440.00**	**(2,882,466.57)**
FORD MOTOR CO NEW	16945.0000	08/19/08	04/06/09			63,475 62	81,725.73	(18,250.11)
	100000.0000	08/19/08	04/07/09			356,740.83	482,300.01	(125,559.18)
		Security Subtotal				**420,216.45**	**564,025.74**	**(143,809.29)**
TIME WARNER INC SHS	31950.0000	01/07/09	05/28/09			738,447.76	742,577.58	(4,129.82)
	1383 0000	01/07/09	05/28/09			31,946.47	32,143 50	(197.03)
		Security Subtotal				**770,394.23**	**774,721.08**	**(4,326.85)**
		Short Term Capital Losses Subtotal				**2,246,833.56**	**5,312,569.34**	**(3,065,735.78)**
NET SHORT TERM CAPITAL GAIN (LOSS)								**6,406,772.44**
LONG TERM CAPITAL GAINS								
ENZON PHARMACEUTICLS INC	1300.0000	01/18/06	12/23/09			13,934.37	9,491 01	4,443.36
	100.0000	01/18/06	12/23/09			1,071.87	730.07	341.80
	900.0000	01/18/06	12/23/09			9,646 87	6,570.70	3,076.17
	100.0000	01/18/06	12/23/09			1,071.87	730.07	341.80
	300.0000	01/18/06	12/23/09			3,215.62	2,190.23	1,025.39

Merrill Lynch

Account No. 316-04137

Taxpayer No. 22-3846401

THE LIANA FOUNDATION

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
LONG TERM CAPITAL GAINS								
ENZON PHARMACEUTICLS INC	300.0000	01/18/06	12/23/09			3,215 62	2,190.23	1,025.39
	400.0000	01/18/06	12/23/09			4,287.50	2,920.30	1,367.20
	200.0000	01/20/06	12/23/09			2,143.75	1,500.00	643.75
	200.0000	01/20/06	12/23/09			2,143.75	1,500.00	643.75
	300.0000	01/18/06	12/23/09			3,215.62	2,190.23	1,025.39
	300.0000	01/18/06	12/23/09			3,215.62	2,190.23	1,025.39
	500.0000	01/18/06	12/23/09			5,359 37	3,650.37	1,709.00
	800.0000	01/18/06	12/23/09			8,575 00	5,840.60	2,734.40
	100.0000	01/18/06	12/23/09			1,071 87	730.08	341.79
	100.0000	01/18/06	12/23/09			1,071.87	730.08	341.79
	100.0000	01/19/06	12/23/09			1,071.87	731.14	340.73
	400.0000	01/19/06	12/23/09			4,287.50	2,924.53	1,362.97
	1000.0000	01/19/06	12/23/09			10,718.76	7,311.31	3,407.45
	800.0000	01/19/06	12/23/09			8,575.00	5,849.06	2,725.94
	4200.0000	01/23/06	12/23/09			45,018.83	30,249.45	14,769.38
	100.0000	01/19/06	12/23/09			1,071.87	731.13	340.74
	2600.0000	01/19/06	12/23/09			27,868.78	19,009.41	8,859.37
	400.0000	01/20/06	12/23/09			4,287.50	3,000.00	1,287.50
	400.0000	01/20/06	12/23/09			4,287.50	3,000.00	1,287 50
	800.0000	01/20/06	12/23/09			8,575.01	6,000.00	2,575 01
	100 0000	01/20/06	12/23/09			1,071.87	750.00	321 87
	1500.0000	01/23/06	12/24/09			16,132.50	10,803.38	5,329.12
	2300.0000	01/23/06	12/24/09			24,736.50	16,565.17	8,171.33
	1400.0000	01/24/06	12/24/09			15,057.00	10,099.62	4,957.38
	900.0000	01/24/06	12/24/09			9,679.50	6,492.61	3,186.89
	3900.0000	01/24/06	12/24/09			41,944.52	28,134.63	13,809 89
	2700.0000	01/24/06	12/24/09			29,038.51	19,477.82	9,560.69
	1300.0000	01/25/06	12/24/09			13,981.51	9,364.41	4,617.10
	1000.0000	01/25/06	12/28/09			10,738.46	7,203.40	3,535.06
	1100.0000	01/25/06	12/28/09			11,812.30	7,923.74	3,888.56
	500.0000	01/25/06	12/28/09			5,369.23	3,601.71	1,767.52
	1100.0000	01/25/06	12/28/09			11,812.30	7,923.74	3,888.56
	3000.0000	01/26/06	12/28/09			32,215.38	21,513.96	10,701.42

Merrill Lynch

Account No. 316-04137

Taxpayer No. 22-3846401

THE LIANA FOUNDATION

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
LONG TERM CAPITAL GAINS								
ENZON PHARMACEUTICLS INC	3000.0000	01/27/06	12/28/09			32,215.39	21,802.71	10,412.68
	300.0000	01/27/06	12/28/09			3,221.54	2,180.27	1,041.27
	100.0000	01/30/06	12/29/09			1,067.30	732.58	334.72
	800.0000	01/30/06	12/29/09			8,538.42	5,860.66	2,677.76
	1700.0000	01/30/06	12/29/09			18,144.15	12,453.92	5,690 23
	1500.0000	01/31/06	12/29/09			16,009.55	10,863.42	5,146.13
	3200.0000	01/31/06	12/29/09			34,153.71	23,175.31	10,978 40
	500.0000	01/30/06	12/29/09			5,336.51	3,662.91	1,673 60
	3700.0000	01/27/06	12/29/09			39,490.21	26,890.02	12,600.19
	3000.0000	01/30/06	12/29/09			32,019.09	21,977.51	10,041.58
	1400.0000	02/09/06	12/30/09			14,926.43	9,911.30	5,015.13
	3200.0000	02/10/06	12/30/09			34,117.57	22,361.67	11,755.90
	5000.0000	02/10/06	12/30/09			53,308.71	34,940.12	18,368.59
	300.0000	02/13/06	12/30/09			3,198.52	2,115.54	1,082.98
	700.0000	02/13/06	12/30/09			7,463.23	4,936.26	2,526.97
	600.0000	01/31/06	12/30/09			6,397.04	4,345.38	2,051.66
	1700 0000	01/31/06	12/30/09			18,124.95	12,311.89	5,813.06
	4000.0000	02/01/06	12/30/09			42,646.96	28,910.00	13,736.96
	600.0000	02/09/06	12/30/09			6,397.04	4,247.70	2,149.34
	1500.0000	02/17/06	12/31/09			16,099.46	10,794.00	5,305.46
	800.0000	02/17/06	12/31/09			8,586.38	5,756.80	2,829.58
	2700 0000	02/17/06	12/31/09			28,979.03	19,429.20	9,549.83
	676.0000	02/21/06	12/31/09			7,255.50	4,822.72	2,432.78
	3500.0000	02/14/06	12/31/09			37,565.41	24,212.57	13,352.84
	3700.0000	02/14/06	12/31/09			39,712.00	25,596.14	14,115.86
	4500 0000	02/14/06	12/31/09			48,298.39	31,130.45	17,167.94
	4300.0000	02/13/06	12/31/09			46,151.78	30,322.74	15,829.04
		Security Subtotal				**1,012,017.04**	**677,558.21**	**334,458.83**
MICRON TECHNOLOGY INC	104800.0000	12/04/07	12/16/09			941,320.84	908,752.24	32,568.60
		Long Term Capital Gains Subtotal				**1,953,337.88**	**1,586,310.45**	**367,027.43**

Merrill Lynch

Account No. 316-04137 | Taxpayer No. 22-3846401 |

THE LIANA FOUNDATION

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
LONG TERM CAPITAL LOSSES								
CITIGROUP INC	20000.0000	02/12/07	06/12/09			68,998.22	1,073,700 00	(1,004,701.78)
	10000.0000	12/20/07	06/12/09			34,499.10	295,100.00	(260,600.90)
	20000.0000	02/13/07	06/12/09			68,998.22	1,071,900.00	(1,002,901.78)
	50000.0000	12/04/07	06/12/09			172,495.56	1,633,400.00	(1,460,904.44)
		Security Subtotal				**344,991.10**	**4,074,100.00**	**(3,729,108.90)**
CHEESECAKE FACTORY INC	2500.0000	06/20/06	06/17/09			39,748 97(P)	68,370.00	(28,621.03)
	2500.0000	06/20/06	06/22/09			39,748 96(P)	68,370.00	(28,621.04)
		Security Subtotal				**79,497.93**	**136,740.00**	**(57,242.07)**
FORD MOTOR CO NEW	50000 0000	12/31/07	04/06/09			187,298.95	335,170.00	(147,871.05)
	33055.0000	12/28/07	04/06/09			123,823.33	226,426.75	(102,603.42)
	16945.0000	12/28/07	04/24/09			87,967 73	116,073.25	(28,105.52)
	50000.0000	12/19/07	04/24/09			259,568.29	338,000.00	(78,431.71)
	50000.0000	12/20/07	04/24/09			259,568.35	338,000.00	(78,431.65)
	50000.0000	12/21/07	04/24/09			259,568.34	340,500.00	(80,931.66)
	50000.0000	12/24/07	04/24/09			259,568.31	337,500.00	(77,931.69)
	50000.0000	12/26/07	04/24/09			259,568.32	335,750.00	(76,181.68)
	50000.0000	12/27/07	04/24/09			259,568 32	344,890.00	(85,321.68)
	50000.0000	12/22/06	04/24/09			252,993.49	364,999.99	(112,006.50)
	133055.0000	12/22/06	04/24/09			690,737 24	971,301.51	(280,564.27)
	100000.0000	03/05/07	04/24/09			519,136.67	753,400.00	(234,263.33)
		Security Subtotal				**3,419,367.34**	**4,802,011.50**	**(1,382,644.16)**
INTEL CORP	100000.0000	05/18/06	06/22/09			1,579,959.38(P)	1,880,837.00	(300,877.62)
	25000 0000	07/20/06	06/22/09			394,989.86(P)	438,185 00	(43,195.14)
	2500.0000	07/20/06	07/17/09			40,373.96(P)	43,818.50	(3,444.54)
	22500 0000	07/20/06	07/20/09			363,365 65(P)	394,366.50	(31,000.85)
		Security Subtotal				**2,378,688.85**	**2,757,207.00**	**(378,518.15)**

Merrill Lynch

Account No. 316-04137 | Taxpayer No. 22-3846401

THE LIANA FOUNDATION

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
MICRON TECHNOLOGY INC	14800.0000	12/04/06	06/22/09			83,617.83(P)	215,131.32	(131,513.49)
	85200.0000	12/04/06	08/24/09			468,587.95(P)	1,238,458.68	(769,870.73)
	34800.0000	12/04/06	08/24/09			191,395.09(P)	506,813.28	(315,418.19)
	6700.0000	12/04/06	10/06/09			41,203.93(P)	97,576.12	(56,372.19)
	58500.0000	12/04/06	10/19/09			358,361.21(P)	851,970.60	(493,609.39)
	24800.0000	12/21/06	10/19/09			151,920.67(P)	334,809.92	(182,889.25)
	20000.0000	12/05/07	12/16/09			179,641 39	181,945.99	(2,304.60)
	25200.0000	12/21/06	12/16/09			226,348.14	340,210.08	(113,861.94)
	40000.0000	12/05/07	12/22/09			260,707.29(P)	363,892.00	(103,184.71)
	10000.0000	12/05/07	12/24/09			65,236.32(P)	90,973.00	(25,736.68)
		Security Subtotal				2,027,019.82	4,221,780.99	(2,194,761.17)
		Long Term Capital Losses Subtotal				8,249,565.04	15,991,839.49	(7,742,274.45)
NET LONG TERM CAPITAL GAIN (LOSS)								(7,375,247.02)
OTHER TRANSACTIONS								
HYATT HOTELS CORP	2300.0000	11/10/09	11/05/09			63,685 36	N/A	N/A
TIME WARNER INC SHS	.0000	04/21/09	04/21/09			7.31	N/A	N/A
		Other Transactions Subtotal				63,692.67		
TOTAL CAPITAL GAINS AND LOSSES						37,774,717.97	38,679,499.88	(968,474.58)
TOTAL REPORTABLE GROSS PROCEEDS						35,250,749.78		
DIFFERENCE						2,523,968.19 *		

Merrill Lynch

Account No. 316-04137

Taxpayer No. 22-3846401

THE LIANA FOUNDATION

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)

Note: Capital gains and losses in this statement are not reported to the IRS.
* This transaction denotes the gain or loss on the sale of an option. While option sales are not subject to 1099-B reporting, the gain or loss information is relevant for tax return preparation
* Difference reflects items that are included in the reportable gross proceeds section of your statement but are not included in the gain/loss section (e.g., liquidation of fractional shares and the proceeds from certain tender offers) It also reflects items that are included in the gain/loss section of your statement but not in the reportable gross proceeds section (e.g., option premium received).

(P) - Indicates that an option premium has been included in the calculation.
(S) - Short Sale
N/A - Results which cannot be calculated because of insufficient data in the Capital Gain or (Loss) Column and are not included in the realized capital gain and loss summary

REALIZED CAPITAL GAIN AND LOSS SUMMARY

	SHORT TERM GAINS	SHORT TERM LOSSES	LONG TERM GAINS	LONG TERM LOSSES
TOTAL	9,472,508.22	(3,065,735.78)	367,027.43	(7,742,274.45)

Merrill Lynch

Account No. 316-04137

Taxpayer No. 22-3846401

THE LIANA FOUNDATION

2009 ANNUAL STATEMENT SUMMARY

2009 DIVIDENDS AND QUALIFIED DIVIDEND DISTRIBUTIONS

Security Description	Quantity	Date	Transaction Description	Amount	Qualified Dividend	Remarks
BANK OF NOVA SCOTIA	50000	04/28/09	Foreign Dividend	20,025.03	20,025.03	
		04/28/09	Foreign Tax	(3,003.75)	0.00	NON-RECLAIMABLE TAX PAY DATE 04/28/2009
			Security Subtotal	***17,021.28***	***20,025.03***	
BANK OF AMERICA CORP	85950	03/27/09	Dividend	859.50	859.50	
	140950	06/26/09	Dividend	1,409.50	1,409.50	
	140950	09/25/09	Dividend	1,409.50	1,409 50	
	140950	12/24/09	Dividend	1,409.50	1,409.50	
			Security Subtotal	***5,088.00***	***5,088.00***	
CBS CORP NEW CL B	300000	01/02/09	Dividend	81,000.00	81,000.00	
	300000	04/01/09	Dividend	15,000.00	15,000.00	
	300000	07/01/09	Dividend	15,000.00	15,000.00	
	300000	10/01/09	Dividend	15,000.00	15,000.00	
			Security Subtotal	***126,000.00***	***126,000.00***	
GENERAL ELECTRIC	520000	01/26/09	Dividend	161,200.00	161,200.00	
	570000	04/27/09	Dividend	176,700.00	176,700.00	
	631200	07/27/09	Dividend	63,120.00	63,120.00	
	631200	10/26/09	Dividend	63,120.00	63,120.00	
			Security Subtotal	***464,140.00***	***464,140.00***	
INTEL CORP	100000	03/02/09	Dividend	14,000.00	14,000.00	
	100000	06/01/09	Dividend	14,000.00	14,000.00	
			Security Subtotal	***28,000.00***	***28,000.00***	
SECTOR SPDR FINANCIAL	100000	04/01/09	Dividend	8,622.00	7,082 90	
	100000	07/01/09	Dividend	6,062.00	4,979.90	
			Security Subtotal	***14,684.00***	***12,062.80***	
TIME WARNER INC NEW	100000	03/16/09	Dividend	6,250.00	6,250.00	
TIME WARNER INC SHS	33333	06/15/09	Dividend	6,249.94	6,249.94	

Merrill Lynch

Account No. 316-04137

Taxpayer No. 22-3846401

THE LIANA FOUNDATION

2009 ANNUAL STATEMENT SUMMARY

2009 DIVIDENDS AND QUALIFIED DIVIDEND DISTRIBUTIONS

Security Description	Quantity	Date	Transaction Description	Amount	Qualified Dividend	Remarks
VERIZON COMMUNICATNS COM	23600	02/02/09	Dividend	10,856.00	10,856.00	
	21600	05/01/09	Dividend	9,936.00	9,936.00	
			Security Subtotal	*20,792.00*	*20,792.00*	
TOTAL DIVIDEND ACTIVITY				688,225.22		
TOTAL FOREIGN TAX PAID (LINE 6 DIV)				(3,003.75)		
TOTAL ORDINARY DIVIDENDS (LINE 1A DIV)				691,228.97		
TOTAL QUALIFIED DIVIDENDS (LINE 1B DIV)					688,607.77	

Merrill Lynch

Account No. 316-04137 | Taxpayer No. 22-3846401

THE LIANA FOUNDATION

2009 ANNUAL STATEMENT SUMMARY

2009 INTEREST INCOME

Security Description	Quantity	Date	Transaction Description	Amount	Remarks
INTEREST					
ML BANK DEPOSIT PROGRAM		01/30/09	Bank Interest	7,394.42	
		02/27/09	Bank Interest	3,947.12	
		03/31/09	Bank Interest	2,287.64	
		04/30/09	Bank Interest	1,096.54	
		05/29/09	Bank Interest	4,282.45	
		06/30/09	Bank Interest	2,544.45	
		07/31/09	Bank Interest	3,234 16	
		08/31/09	Bank Interest	4,173.23	
		09/30/09	Bank Interest	5,407 37	
		10/30/09	Bank Interest	3,427.69	
		11/30/09	Bank Interest	3,311.67	
		12/31/09	Bank Interest	2,066.23	
			Security Subtotal	*43,172.97*	

TOTAL INTEREST ACTIVITY	**43,172.97**
TOTAL INTEREST (LINE 1 INT)	**43,172.97**
TOTAL INTEREST ON US SAVINGS BONDS AND TREASURY OBLIGATIONS (LINE 3 INT)	**0.00**

Merrill Lynch

Account No. 316-04137 **Taxpayer No.** 22-3846401

THE LIANA FOUNDATION

2009 ANNUAL STATEMENT SUMMARY

2009 OTHER DISTRIBUTIONS AND CHARGES*

Security Description	Quantity	Date	Transaction Description	Total Amount	AMT Amount	Remarks
INVESTMENT FEE INFORMATION						
ML PERSONAL ADVISOR				(130,723.24)		SEE NOTE

*Information in the Other Distributions and Charges section may have an impact on your Alternative Minimum Tax (AMT) calculation. Consult your tax advisor for more details

END OF STATEMENT

- If you are filing for an **Additional (Not Automatic) 3-Month Extension, complete only Part II** and check this box ► [X]

Note. Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868.

- If you are filing for an **Automatic 3-Month Extension, complete only Part I** (on page 1).

Part II **Additional (Not Automatic) 3-Month Extension of Time.** Only file the original (no copies needed).

Type or print File by the extended due date for filing the return See instructions	Name of Exempt Organization LIANA FOUNDATION INC	Employer identification number 223846401
	Number, street, and room or suite number If a P O box, see instructions GREENBERG & COMPANY LLC, CPA'S 500 MORRIS AVENUE	For IRS use only
	City, town or post office, state, and ZIP code For a foreign address, see instructions SPRINGFIELD, NJ 07081-1027	

Check type of return to be filed (File a separate application for each return):

[ ] Form 990	[X] Form 990-PF	[ ] Form 1041-A	[ ] Form 6069
[ ] Form 990-BL	[ ] Form 990-T (section 401(a) or 408(a) trust)	[ ] Form 4720	[ ] Form 8870
[ ] Form 990-EZ	[ ] Form 990-T (trust other than above)	[ ] Form 5227	

STOP! Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.

- The books are in care of ► JOHN JACKSON
  Telephone No. ► 908-719-2723 FAX No. ►
- If the organization does not have an office or place of business in the United States, check this box ► [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) ______ . If this is for the whole group, check this box ► [ ] . If it is for part of the group, check this box ► [ ] and attach a list with the names and EINs of all members the extension is for.

4 I request an additional 3-month extension of time until 11/15, 20 10.

5 For calendar year 2009 , or other tax year beginning ______ , 20 __ , and ending ______ , 20 __ .

6 If this tax year is for less than 12 months, check reason [ ] Initial return [ ] Final return [ ] Change in accounting period

7 State in detail why you need the extension TAXPAYER RESPECTFULLY REQUESTS ADDITIONAL TIME TO GATHER INFORMATION NECESSARY TO FILE A COMPLETE AND ACCURATE TAX RETURN.

8a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits See instructions.	8a	$ 21,140.
b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868	8b	$ 61,054.
c Balance Due. Subtract line 8b from line 8a Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System) See instrs	8c	$ 0.

Signature and Verification

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form

Signature ► Title ► CHAIRMAN Date ► 8/6/10