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 , 20

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
FINANCE FACTORS FOUNDATION

Number and street (or P O box number if mail is not delivered to street address) — Room/suite
1164 BISHOP STREET — 1089

City or town, state, and ZIP code
HONOLULU, HI 96813

A Employer identification number
31-1642776

B Telephone number (see page 10 of the instructions)
808-548-3393

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)* ▶ $ 1,294,973

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) (see page 11 of 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 (attach schedule)				
	2 Check ▶ [x] if the foundation is **not** required to attach Sch B.				
	3 Interest on savings and temporary cash investments	5,149	5,149		
	4 Dividends and interest from securities	43,557	43,557		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	-121,921			
	b Gross sales price for all assets on line 6a 658,028				
	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) (attach schedule)				
	11 Other income (attach schedule) SCH I	1,159	1,159		
	12 **Total.** Add lines 1 through 11	-72,056	49,865		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc				
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule)				
	c Other professional fees (attach schedule) SCH I	10,269	10,269		
	17 Interest				
	18 Taxes (attach schedule) (see page 14 of the instructions) SCH I	3,600			
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule) SCH I	80			
	24 **Total operating and administrative expenses.** Add lines 13 through 23	13,949	10,269		
	25 Contributions, gifts, grants paid	441,132			441,132
	26 **Total expenses and disbursements** Add lines 24 and 25	455,081	10,269		441,132
	27 Subtract line 26 from line 12				
	a **Excess of revenue over expenses and disbursements**	-527,137			
	b **Net investment income** (if negative, enter -0-)		39,596		
	c **Adjusted net income** (if negative, enter -0-)				

RECEIVED
NOV 19 2010
OGDEN, UT
IRS-OSC

SCANNED NOV 24 2010

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	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets 1	Cash - non-interest-bearing	127,942	19,883	19,883
2	Savings and temporary cash investments			
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 page 16 of the instructions)			
7	Other notes and loans receivable (attach schedule) ▶ Less allowance for doubtful accounts ▶			
8	Inventories for sale or use			
9	Prepaid expenses and deferred charges			
10 a	Investments - U S and state government obligations (attach schedule)			
b	Investments - corporate stock (attach schedule)	1,607,672	1,188,594	1,277,173
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)			
14	Land, buildings, and equipment basis ▶ Less accumulated depreciation (attach schedule) ▶			
15	Other assets (describe ▶ ART OBJECTS)	17,800	17,800	17,800
16	**Total assets** (to be completed by all filers - see the instructions Also, see page 1, item I)	1,753,414	1,226,277	1,294,973
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 (attach schedule)			
22	Other liabilities (describe ▶)			
23	**Total liabilities** (add lines 17 through 22)			
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 and complete lines 27 through 31. ▶ ☐			
27	Capital stock, trust principal, or current funds			
28	Paid-in or capital surplus, or land, bldg , and equipment fund			
29	Retained earnings, accumulated income, endowment, or other funds	1,753,414	1,226,277	
30	**Total net assets or fund balances** (see page 17 of the instructions)	1,753,414	1,226,277	
31	**Total liabilities and net assets/fund balances** (see page 17 of the instructions)	1,753,414	1,226,277	

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	1,753,414
2	Enter amount from Part I, line 27a	2	-527,137
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	1,226,277
5	Decreases not included in line 2 (itemize) ▶	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	1,226,277

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	PUBLICLY TRADED SECURITIES			
b	CAPITAL GAIN DISTRIBUTION			
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	658,028		780,304	-122,276
b	355		0	355
c				
d				
e				

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				-122,276
b				355
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	-121,921
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 pages 13 and 17 of the instructions). If (loss), enter -0- in Part I, line 8.	3	

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 page 18 of 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 (col (b) divided by col (c))
2008	100,995	1,813,062	0.0557
2007	90,182	2,153,244	0.0419
2006	99,091	1,973,459	0.0502
2005	86,447	1,837,640	0.0470
2004	70,295	1,315,910	0.0534

2	**Total** of line 1, column (d)	2	0.2482
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	0.0496
4	Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	1,454,887
5	Multiply line 4 by line 3	5	72,162
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	396
7	Add lines 5 and 6	7	72,558
8	Enter qualifying distributions from Part XII, line 4	8	441,132

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 on page 18.

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see page 18 of the 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 ruling 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	396
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	396
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	4	
5	**Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0-	5	396
6	Credits/Payments		
a	2009 estimated tax payments and 2008 overpayment credited to 2009 — 6a: 2,442		
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	2,442
8	Enter any **penalty** for underpayment of estimated tax. Check here [ ] 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	2,046
11	Enter the amount of line 10 to be **Credited to 2010 estimated tax** ▶ 2,046 **Refunded** ▶	11	

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 page 19 of 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 ▶ $ ______ **(2)** On foundation managers ▶ $ N/A			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ ______			
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		X
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 page 19 of the instructions) ▶ HAWAII			
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 on page 27)? *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)*

		Line	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 page 20 of the 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 ▶

14 The books are in care of ▶ ROBERT H.Y. LEONG & COMPANY Telephone no ▶ 808-523-1621

Located at ▶ 1164 BISHOP STREET SUITE 530 HONOLULU, HI ZIP + 4 ▶ 96813

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

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.

			Line	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	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 ▶				
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 page 20 of the instructions)		2b		X
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.)*		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

JSA
9E1450 1 000

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	[X] 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	[X] No			
(3) Provide a grant to an individual for travel, study, or other similar purposes?	[ ] Yes	[X] 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 page 22 of the instructions)	[ ] Yes	[X] 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	[X] No		N/A	
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 page 22 of the instructions)?			5b		
Organizations relying on a current notice regarding disaster assistance check here ▶ [X]					
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	[X] 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	[X] No			
b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?			7b		X

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 page 22 of the 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
SCH I				

2 Compensation of five highest-paid employees (other than those included on line 1 - see page 23 of the 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 ▶

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 page 23 of the instructions). If none, enter "NONE."

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
N/A		

Total number of others receiving over $50,000 for professional services . . . . ▶

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 page 23 of the 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 page 24 of the instructions 3	
Total. Add lines 1 through 3 . . . . ▶	

Part X **Minimum Investment Return** (All domestic foundations must complete this part Foreign foundations, see page 24 of the 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	1,391,671
b	Average of monthly cash balances	1b	67,572
c	Fair market value of all other assets (see page 24 of the instructions) ART OBJECTS	1c	17,800
d	**Total** (add lines 1a, b, and c)	1d	1,477,043
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) 1e		
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	1,477,043
4	Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see page 25 of the instructions)	4	22,156
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	1,454,887
6	~~**Minimum investment return.** Enter 5% of line 5~~	6	72,744

Part XI **Distributable Amount** (see page 25 of the 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	72,744
2a	Tax on investment income for 2009 from Part VI, line 5	2a	396		
b	Income tax for 2009. (This does not include the tax from Part VI.)	2b			
c	Add lines 2a and 2b			2c	396
3	Distributable amount before adjustments. Subtract line 2c from line 1			3	72,348
4	Recoveries of amounts treated as qualifying distributions			4	
5	Add lines 3 and 4			5	72,348
6	Deduction from distributable amount (see page 25 of the instructions)			6	
7	**Distributable amount** as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1			7	72,348

Part XII **Qualifying Distributions** (see page 25 of the 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	441,132
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	441,132
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 page 26 of the instructions)	5	
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	441,132

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 page 26 of the instructions)

		(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1	Distributable amount for 2009 from Part XI, line 7				72,348
2	Undistributed income, if any, as of the end of 2009				
a	Enter amount for 2008 only			18,487	
b	Total for prior years 20____,20____,20____				
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				
4	Qualifying distributions for 2009 from Part XII, line 4 ▶ $ 441,132				
a	Applied to 2008, but not more than line 2a			18,487	
b	Applied to undistributed income of prior years (Election required - see page 26 of the instructions)				
c	Treated as distributions out of corpus (Election required - see page 26 of the instructions)				
d	Applied to 2009 distributable amount				422,645
e	Remaining amount distributed out of corpus				
5	Excess distributions carryover applied to 2009 *(If an amount appears in column (d), the same amount must be shown in column (a).)*				
6	**Enter the net total of each column as indicated below:**				
a	Corpus Add lines 3f, 4c, and 4e. Subtract line 5				
b	Prior years' undistributed income Subtract line 4b from line 2b				
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				
d	Subtract line 6c from line 6b Taxable amount - see page 27 of the instructions				
e	Undistributed income for 2008 Subtract line 4a from line 2a. Taxable amount - see page 27 of the instructions				
f	Undistributed income for 2009 Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				-350,297
7	Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see page 27 of the instructions)				
8	Excess distributions carryover from 2004 not applied on line 5 or line 7 (see page 27 of the instructions)				
9	**Excess distributions carryover to 2010.** Subtract lines 7 and 8 from line 6a				
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 page 27 of the instructions and Part VII-A, question 9)

1a 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 ▶ N/A

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 foundation had $5,000 or more in assets at any time during the year - see page 28 of 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).)

N/A

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 page 28 of the 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:

JUNE YIP, 1164 BISHOP STREET SUITE 1089, HONOLULU, HI 96813 (808)548-3393

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

APLICANT MUST SUBMIT WRITTEN INFORMATION CONCERNING THEIR ORGANIZATION AND ITS PURPOSE FOR REVIEW BY THE BOARD OF DIRECTORS.

c Any submission deadlines:

NONE

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

NONE

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 dunng the year*				
SCH I				441,132
Total . . . . ▶ **3a**				441,132
b *Approved for future payment*				
N/A				
Total . . . . ▶ **3b**				

JSA
9E1491 1 000

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See page 28 of the instructions)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
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	5,149	
4 Dividends and interest from securities			14	43,557	
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			14	1,159	
8 Gain or (loss) from sales of assets other than inventory			18	-121,921	
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)				-72,056	

13 Total. Add line 12, columns (b), (d), and (e) . . . . . 13 -72,056

(See worksheet in line 13 instructions on page 28 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 page 29 of the instructions.)
N/A	

JSA
9E1492 1 000

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? ☐ 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: [signature] | Date: 11/15/10 | Title: Asst Treasurer.

Paid Preparer's Use Only

Preparer's signature: [signature]	Date: 11/15/10	Check if self-employed ☐	Preparer's identifying number (See Signature on page 30 of the instructions): P00149853
Firm's name (or yours if self-employed), address, and ZIP code	ROBERT H. Y. LEONG & COMPANY 1164 BISHOP STREET, SUITE 530 HONOLULU, HI 96813	EIN ▶ 99-0183523	Phone no (808) 523-1621

Finance Factors Foundation
Supplemental Information
EIN 31-1642776
12/31/2009

Other Income -- Part I, Line 11:

Deposit - Settlement fund from Tyco International Corp	1159

Other Proffessional fees -- Part I, Line 16c:

Professional fees	10269

Taxes -- Part I, Line 18:

2008 Estimated tax payment	3600

Other Expenses -- Part I, Line 23:

Miscellaneous	80

Finance Factors Foundation
Supplemental Information
EIN 31-1642776
12/31/2009

Investment (Corporate Stocks) -- Part II, Line 10b

	a	b	c
	12/31/2008	12/31/2009	
	Book Value	Book Value	FMV
Equities:			
	-	-	-
ACE	12,005	9,004	7,560
AFLAC	15,453	8,062	
AFLAC INC		6,001	16,650
Allstate Corp	17,254	-	
Allstate Corp	4,243	-	
Altria	6,739	6,739	
Altria Group Inc	7,452	7,452	
Altria/Philip Morris Cos Inc	1,502	-	
Altria/Philip Morris Cos Inc	2,784	278	
Altria/Philip Morris Cos Inc	6,241	6,241	30,520
American Intl Group	52,209	-	
Amgen	25,088	18,816	16,971
Apache corp		13,222	14,444
Apple Computer Inc.	4,980	3,652	23,181
A T&T	29,944	19,872	
A T&T	3,797	3,797	23,265
Bank of America	6,124	-	
Bankamercia Corp	18,199	5,432	
Bankamercia Corp	14,809		
Boeing	20,414	15,218	11,097
Bristol Myers Squibb		13,030	13,635
Bunge Limited	20,492	-	
Caterpilar	18,265	-	
Chevron	34,676	26,218	23,867
Citigroup Inc	38,082	-	
Computer Science	7,645	-	
Computer Science	10,157	7,813	9,780
ConocoPhillips	2,907	894	
ConocoPhillips	13,179	13,179	14,810
Corning Inc		7,646	9,462
CSX Corp	9,588	5,567	
CSX CORP		7,238	20,851

Finance Factors Foundation
Supplemental Information
EIN 31-1642776
12/31/2009

Investment (Corporate Stocks) -- Part II, Line 10b (Continue)

CVS	20,522	15,786	12,884
Eaton Corp	8,910	-	
Equit Residential	12,925	12,602	
Equity Residential	6,958	7,001	16,552
Firstenergy Corp	16,509	-	
Flour Corp	9,515	7,219	9,909
Freeport Mcmoran cp		12,642	14,452
Gamestop	16,404	-	
GAP	13,051	8,383	16,551
General Electric	8,188	-	
General Electric	6,152	1,230	
General Electric	5,788	5,788	
General Electric	2,236	2,236	
General Electric	7,177	7,177	
General Electric Co.	10,645	10,645	
General Electric Co.	7,130	7,130	17,248
Goldman Sachs Group Inc.	11,973	8,850	
Goldman Sachs Grp inc		1,606	16,040
Google	9,430	9,430	
Google Inc	18,958	14,219	30,999
Guess Inc		13,337	14,382
Hewlett Packard Co	3,075	-	
Hewlett Packard Co	5,956	5,757	
Hewlett Packard Co	4,002	4,002	25,240
IBM	23,268	17,345	26,835
Intel Corp		16,765	17,748
International paper co		2,813	
International Paper	29,226	20,458	20,353
Jacobs Engineering	11,393	-	
JP Morgan chase		7,063	
JP Morgan chase		5,383	
JP Morgan Chase		11,368	22,919

Investment (Corporate Stocks) -- Part II, Line 10b (Continue)

Kimberly Clark Corp		12,937	15,290
L3 Comm	9,110	7,086	6,087
Lubrizol corp		10,837	10,943
Marathon Oil Corp	22,867	17,531	14,361
Mattel Inc		12,829	12,787
McDonalds Corp	17,912	13,555	17,483
MEMC Electronic Materials Inc	4,576	-	
Merck & Co Inc	25,027	2,086	
Merck & Co.	2,201	2,201	19,220
Metlife Inc.	22,613	17,131	8,838
Microsoft Corp	2,705	-	
Microsoft Corp	4,952	1,486	
Microsoft Corp	5,180	5,180	
Microsoft Corp	12,661	12,661	23,165
Monsato	13,213	-	
Nike Inc CL B	6,519	-	
Nike Inc. CL B	9,116	-	
Northrop Grumman Corp	10,023	-	
NRG energy Inc		10,075	8,264
Occidental Petroleum	1,449	1,449	
Occidental Petroleum	7,116	4,626	18,711
Oracle	18,490	-	
Pfizer Inc	17,021	3,064	
Pfizer Inc	7,182	7,182	
Pfizer Inc	7,951	7,951	
Pfizer Inc	5,164	5,164	
Pfizer Inc	7,219	7,219	
Pfizer Inc.	5,624	5,624	23,647
Pitney Bowes Inc		9,003	8,194
Public Svc Enterprise Grp	19,999	15,087	14,298
Raytheon Co.	13,518	7,209	8,243
Royal Caribbean Cruises Ltd	441	-	
Royal Caribbean Cruises Ltd	5,866	4,008	
Royal Carribean Cruises	5,965	5,965	9,227
Schering Plough	21,224		
Sempra energy		11,258	12,316
Sherwin Williams Co		10,236	11,714
State Street Corp	16,126	-	

Finance Factors Foundation
Supplemental Information
EIN 31-1642776
12/31/2009

Investment (Corporate Stocks) – Part II, Line 10b (Continue)

Target Corp		12,681	12,576
Textron Inc	13,334	-	
Transocean	22,386	16,417	
Transocean	3,055	3,055	10,764
TRAVELERS CO		14,895	17,950
UNITED HEALTH GROUP		12,883	13,106
United State Steel	5,392	-	
United States Steel Corp New	396	-	
United States Steel Corp New	3,028	-	
United Tech Corp	5,925	4,578	11,800
V F Corp	10,605	6,217	
V F Corp	9,082	9,082	15,380
Valero Enerty	13,426	-	
Visteon Corp	664	664	1
Walt Disney Co	4,151	-	
Walt Disney Co	8,782	-	
Walt Disney Co	5,528	-	
Walt Disney Co	3,243	-	
Watson Pharma	15,187	5,983	10,299
Wellpoint Inc	-	-	13,407
Wells Fargo Co		8,787	
Wells Fargo		6,906	
WellsFargo		1,084	17,274
Whirlpool Corp		8,044	8,873
Total Equities	1,126,831	783,520	872,423

Investment -corporate stock; Part II, Line 10b (continue)

	a	b	c
	12/31/2008	12/31/2009	
	Book Value	Book Value	FMV
Bonds			
General Electric Corp Bonds	100,000	76000	73,959
Total Bonds	100,000	76000	73,959

	a	b	c
	12/31/2008	12/31/2009	
	Book Value	Book Value	FMV
Mutual Funds:			
Ishares Trust Lehman Tips Bond Fund	50696	34474	
Ishares Trust Lehman Tips Bond Fund	52581	52581	
Ishares Trust Lehman Tips Bond Fund	36628	35953	123,641
MFS Charter Income Trust SBI	18858	18858	
MFS Charter Income Trust SBI	18858	8400	
MFS Charter Income Trust SBI	37004	37004	67,752
MFS Intermediate INCM TR SBI	33427	20943	
MFS Intermediate INCM TR SBI	14074	14074	
MFS Intermediate INCM TR SBI	29863	28002	65,459
IShares GS$ Investor Corp BD Fund	55926	45859	
IShares GS$ Investor Corp BD Fund	32925	32926	73,939
Total Mutual Funds	380,840	329074	330,791

Grand Total	1,607,672	1,188,594	1,277,173

Finance Factors Foundation
Supplemental Information
EIN 31-1642776
12/31/2009

List of officers & directors; Part VIII, line 1:

President/Secretary/Director	Daniel B.T. Lau 704 Onaha Street Honolulu, HI 96816
Vice-president/Treasurer/Director	Russell J. Lau 1503 Ualakaa Pl Honolulu, HI 96822
Vice President	Patrick Chun 1164 Bishop Street Honolulu, HI 96813
Vice-president/Assistant Secretary/Director	Jeffrey D. Lau 4734 Analii Street Honolulu, HI 96825
Vice President/Assistant Treasurer	June Yip 1164 Bishop Street Honolulu, HI 96813
Directors	Daniel B.T. Lau 1164 Bishop Street Honolulu, HI 96813
	Dale Fong 1446-C Alewa Drive Honolulu, HI 96817
	Jeffrey D. Lau 1164 Bishop Street Honolulu, HI 96813
	Jennifer Chapman 91-1036 Kauoha Street Ewa Beach, HI 96706
	Pearl Fong 1565 Ala Amoamo St. Honolulu, HI 96819
	Russell J. Lau 1164 Bishop Street Honolulu, HI 96813

All officers and directors contributed less than ten hours per annum.
No compensation was paid, expenses reimbursed or benefit plans established on behalf of the officers and directors in 2009

Finance Factors Foundation
Supplemental Information
EIN 31-1642776
12/31/2009

Grants and Contributions paid durıng the year -- Part XV, Line 3a:

Organization	Purpose	Donation
Ahahui Koa Anuenue	General Purpose	3,500
Aloha Council Boy Scouts of America	General Purpose	500
Aloha Council Boy Scouts of America	General Purpose	1,000
Aloha Medical Mission	General Purpose	100
Aloha Medical Mission	General Purpose	150
Alzheimer's Association, Hilo	General Purpose	100
American Cancer Society	General Purpose	1,000
American Heart Association	General Purpose	1,500
American Heart Association	General Purpose	1,085
Assets School	General Purpose	100
Better Business Bureau of Hawaii	General Purpose	1,000
Castle Medical Center	General Purpose	10
Chinese Chmber of Commerce of HI	General Purpose	3,000
Chinese Community Action Coalition	General Purpose	300
Dyslexia Association Hawaii	General Purpose	155
East-West Center Foundation	General Purpose	2,500
Eye of the Pacific Guide Dogs Foundation	General Purpose	10
Family Programs Hawaii	General Purpose	350
CCAC	General Purpose	100
Friends of the Missing Child Center	General Purpose	50
Girl Scouts of Hawaii	General Purpose	500
Hale Makua	General Purpose	500
Hawaii Foodbank - ee Match	General Purpose	915
Hawaii Hotel & Lodging Association	General Purpose	35
Hawaii Meals on Wheels	General Purpose	500
Hawaii Pacific University	General Purpose	3,000
Hawaiian Humane Society	General Purpose	1,000
Hawaiian Humane Society	General Purpose	20
Hawaiian Humane Society	General Purpose	10
Hawaiian Humane Society	General Purpose	50
Hawaiian Humane Society	General Purpose	65
Honolulu Habitat for Humanity	General Purpose	100
Honolulu Habitat for Humanity	General Purpose	100
Iolani Raiders Boosters Club	General Purpose	100
Junior Achievement of Hawaii, Inc.	General Purpose	7,500
McKinley Alumni Association	General Purpose	300
Marvin & Sandy Fong Family Foundation	General Purpose	57,116
Mid Pacific Institute	General Purpose	3,000
Na Hoaloha O Mckinley - Golf Tourmament	General Purpose	100
National Multiple Sclerosis	General Purpose	1,000
National Multiple Sclerosis	General Purpose	390
National Multiple Sclerosis	General Purpose	165
National Multiple Sclerosis	General Purpose	1,317
National Multiple Sclerosis	General Purpose	1,200
Palolo Chinese Home	General Purpose	50
PCH Dynasty Invitational	General Purpose	1,000
Pearl City High School Band	General Purpose	2,000
Pikake Foundation	General Purpose	329,487
SCORE of Hawaii	General Purpose	1,000
Special Olympics Hawaii	General Purpose	2,500
St. Andrews Priory - Queen Emma Balls	General Purpose	2,500
The Chamber of Commerce of Hawaii	General Purpose	1,000
The Honolulu Advertiser - Spelling Bee	General Purpose	400
The USS Missouri Memorial Association	General Purpose	250
UCPA Hawaii	General Purpose	100
UH-Foundation	General Purpose	60
United Church of Christ	General Purpose	792
University of Hawaii Alumni Association	General Purpose	3,000
YWCA	General Purpose	1,500
	Total	441,132

Form 990-PF, Part VII-A, Item 5

This statement is submitted in accordance with Reg.1.6043-3(a)(1), and Form990-PF General Instruction T to report the distribution of certain assets that resulted in a substantial contraction of assets during the current tax year.

During 2009, Finance Factor Foundation made two distributions from sources other than current income. Such distributions represented 26.62% of Finance Factor Foundation's net assets of $1,452,555 (as measured by fair market value) at the beginning of 2009. Information regarding these distributions are as follows:

Name of Distributees	Assets Distributed	Date of Distribution	Fair Market Value of Distribution
Marvin and Sandy Fong Family Foundation	Cash	12/22/2009	57,116
Pikake Foundation	Cash	12/22/2009	329,487

Marvin and Sandy Fong Family Foundation and Pikake Foundation are exempt from taxes under IRC Sec.501 c (3). They are not controlled (directly or indirectly) by Finance Factor Foundation or any disqualified persons with respect to Finance Factor Foundation.

Marvin and Sandy Fong Family Foundation and Pikake Foundation are under no obligation to use the funds in a manner that will directly benefit Finance Factor Foundation.