Form **990-PF**

Department of the Treasury
Internal Revenue Service

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

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

OMB No 1545-0052

2009

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

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

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

Name of foundation: THE VATTIKUTI FOUNDATION

Number and street (or P O box number if mail is not delivered to street address) / Room/suite: 3350 EASTPOINTE LANE

City or town, state, and ZIP code: BLOOMFIELD HILLS, MI 48302

A Employer identification number 38-3380162

B Telephone number (248) 380-5653

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)* ▶$ 26,541,067.

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

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

		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received	0.		N/A	
	2 Check ▶ [X] if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	348,733.	342,498.		STATEMENT 1
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	124,867.			
	b Gross sales price for all assets on line 6a 39,682,065.				
	7 Capital gain net income (from Part IV, line 2)		124,867.		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit or (loss)				
	11 Other income	39,809.	7,306.		STATEMENT 2
	12 **Total** Add lines 1 through 11	513,409.	474,671.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	0.	0.		0.
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees				
	b Accounting fees				
	c Other professional fees				
	17 Interest				
	18 Taxes STMT 3	2,157.	2,157.		0.
	19 Depreciation and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses STMT 4	144,780.	117,761.		27,019.
	24 **Total operating and administrative expenses.** Add lines 13 through 23	146,937.	119,918.		27,019.
	25 Contributions, gifts, grants paid				
	26 **Total expenses and disbursements.** Add lines 24 and 25	146,937.	119,918.		27,019.
	27 Subtract line 26 from line 12:				
	a Excess of revenue over expenses and disbursements	366,472.			
	b **Net investment income** (if negative, enter -0-)		354,753.		
	c **Adjusted net income** (if negative, enter -0-)			N/A	

SCANNED APR 23 2010

RECEIVED APR 21 2010 OGDEN, UT IRS-OSC 303

P 20

Part II Balance Sheets (Attached schedules and amounts in the description column should be for end-of-year amounts only)	Beginning of year (a) Book Value	End of year (b) Book Value	(c) Fair Market Value
Assets			
1 Cash - non-interest-bearing			
2 Savings and temporary cash investments	24,959,258.	1,017,008.	1,017,008.
3 Accounts receivable ▶			
Less: allowance for doubtful accounts ▶			
4 Pledges receivable ▶			
Less: allowance for doubtful accounts ▶			
5 Grants receivable			
6 Receivables due from officers, directors, trustees, and other disqualified persons			
7 Other notes and loans receivable ▶			
Less: allowance for doubtful accounts ▶			
8 Inventories for sale or use			
9 Prepaid expenses and deferred charges			
10a Investments - U.S. and state government obligations STMT 5	0.	638,103.	638,103.
b Investments - corporate stock STMT 6	0.	3,924,990.	3,924,990.
c Investments - corporate bonds STMT 7	0.	10,058,973.	10,058,973.
11 Investments - land, buildings, and equipment basis ▶			
Less accumulated depreciation ▶			
12 Investments - mortgage loans			
13 Investments - other STMT 8	0.	10,901,993.	10,901,993.
14 Land, buildings, and equipment: basis ▶			
Less accumulated depreciation ▶			
15 Other assets (describe ▶)			
16 **Total assets** (to be completed by all filers)	24,959,258.	26,541,067.	26,541,067.
Liabilities			
17 Accounts payable and accrued expenses			
18 Grants payable			
19 Deferred revenue			
20 Loans from officers, directors, trustees, and other disqualified persons			
21 Mortgages and other notes payable			
22 Other liabilities (describe ▶)			
23 **Total liabilities** (add lines 17 through 22)	0.	0.	
Net Assets or Fund Balances			
Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31			
24 Unrestricted			
25 Temporarily restricted			
26 Permanently restricted			
Foundations that do not follow SFAS 117, check here ▶ [X] and complete lines 27 through 31.			
27 Capital stock, trust principal, or current funds	0.	0.	
28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
29 Retained earnings, accumulated income, endowment, or other funds	24,959,258.	26,541,067.	
30 **Total net assets or fund balances**	24,959,258.	26,541,067.	
31 **Total liabilities and net assets/fund balances**	24,959,258.	26,541,067.	

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	24,959,258.
2	Enter amount from Part I, line 27a	2	366,472.
3	Other increases not included in line 2 (itemize) ▶ UNREALIZED GAINS ON INVESTMENTS	3	1,215,337.
4	Add lines 1, 2, and 3	4	26,541,067.
5	Decreases not included in line 2 (itemize) ▶	5	0.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	26,541,067.

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	CREDIT SUISSE - SEE ATTACHMENT FOR DETAIL	P	VARIOUS	VARIOUS
b	CAPITAL GAINS DIVIDENDS			
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	39,668,394.		39,557,198.	111,196.
b	13,671.			13,671.
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				111,196.
b				13,671.
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 — 124,867.

3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter -0- in Part I, line 8 — 3 — N/A

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

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

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

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

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

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2008	1,390,908.	25,580,257.	.054374
2007	5,833,469.	19,557,827.	.298268
2006	26,839.	5,931,136.	.004525
2005	71,237.	4,863,744.	.014647
2004	1,364,618.	5,374,386.	.253911

2	**Total** of line 1, column (d)	2	.625725
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	.125145
4	Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	29,087,626.
5	Multiply line 4 by line 3	5	3,640,171.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	3,548.
7	Add lines 5 and 6	7	3,643,719.
8	Enter qualifying distributions from Part XII, line 4	8	27,019.

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

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

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1. Date of ruling or determination letter: ______ (attach copy of letter if necessary-see instructions)			
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☐ and enter 1% of Part I, line 27b		1	7,095.
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	7,095.
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	7,095.
6	Credits/Payments:			
a	2009 estimated tax payments and 2008 overpayment credited to 2009	6a 20,000.		
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	20,000.
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	12,905.
11	Enter the amount of line 10 to be: **Credited to 2010 estimated tax** ▶ 12,905. **Refunded** ▶		11	0.

Part VII-A Statements Regarding Activities

			Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see instructions for definition)? *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.*	1b		X
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: **(1)** On the foundation. ▶ $ 0. **(2)** On foundation managers. ▶ $ 0.			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ▶ $ 0.			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities.*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year? N/A	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T.*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV.*	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ MI			
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 ▶ RAJENDRA VATTIKUTI Telephone no. ▶ 248-380-5653

Located at ▶ 3350 EASTPOINTE LANE, BLOOMFIELD HILLS, MI ZIP+4 ▶ 48302

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

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

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

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.			Yes	No
1a During the year did the foundation (either directly or indirectly):				
(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	☐ Yes ☒ No			
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	☐ Yes ☒ No			
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	☐ Yes ☒ No			
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	☐ Yes ☒ No			
(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	☐ Yes ☒ No			
(6) Agree to pay money or property to a government official? (**Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.)	☐ Yes ☒ No			
b If any answer is "Yes" to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see page 20 of the instructions)?	N/A	1b		
Organizations relying on a current notice regarding disaster assistance check here	▶ ☐			
c Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2009?		1c		X
2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)):				
a At the end of tax year 2009, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2009?	☐ Yes ☒ No			
If "Yes," list the years ▶ ______, ______, ______, ______				
b Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement - see instructions.)	N/A	2b		
c If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here. ▶ ______, ______, ______, ______				
3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	☐ Yes ☒ No			
b If "Yes," did it have excess business holdings in 2009 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969; **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest; or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2009.)*	N/A	3b		
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4a		X
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2009?		4b		X

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

			Yes	No
5a During the year did the foundation pay or incur any amount to:				
(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?	☐ Yes ☒ No			
(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive?	☐ Yes ☒ No			
(3) Provide a grant to an individual for travel, study, or other similar purposes?	☐ Yes ☒ No			
(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)?	☐ Yes ☒ No			
(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?	☐ Yes ☒ No			
b If any answer is "Yes" to 5a(1)-(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)?	N/A	5b		
Organizations relying on a current notice regarding disaster assistance check here	▶ ☐			
c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? *If "Yes," attach the statement required by Regulations section 53 4945-5(d).*	N/A ☐ Yes ☐ No			
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? *If "Yes" to 6b, file Form 8870*		6b		X
7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	☐ Yes ☒ No			
b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?	N/A	7b		

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

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

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
RAJENDRA B. VATTIKUTI 3350 EASTPOINTE LANE BLOOMFIELD HILLS, MI 48302	PRESIDENT 4.00	0.	0.	0.
PADMAJA VATTIKUTI 3350 EASTPOINTE LANE BLOOMFIELD HILLS, MI 48302	VICE PRESIDENT 3.00	0.	0.	0.
NICHOLAS STASEVICH 150 W. JEFFERSON, SUITE 900 DETROIT, MI 48226	SECRETARY 2.00	0.	0.	0.
FRANK STELLA 150 W. JEFFERSON, SUITE 900 DETROIT, MI 48226	TREASURER 2.00	0.	0.	0.

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

(a) Name and address of each employee paid more than $50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
NONE				

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

923551
02-02-10

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

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

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

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	23,710,626.
b	Average of monthly cash balances	1b	5,819,959.
c	Fair market value of all other assets	1c	
d	**Total** (add lines 1a, b, and c)	1d	29,530,585.
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	29,530,585.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	442,959.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	29,087,626.
6	**Minimum investment return** Enter 5% of line 5	6	1,454,381.

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	1,454,381.
2a	Tax on investment income for 2009 from Part VI, line 5	2a	7,095.		
b	Income tax for 2009. (This does not include the tax from Part VI.)	2b			
c	Add lines 2a and 2b			2c	7,095.
3	Distributable amount before adjustments. Subtract line 2c from line 1			3	1,447,286.
4	Recoveries of amounts treated as qualifying distributions			4	0.
5	Add lines 3 and 4			5	1,447,286.
6	Deduction from distributable amount (see instructions)			6	0.
7	**Distributable amount** as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1			7	1,447,286.

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	27,019.
b	Program-related investments - total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
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	27,019.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	0.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	27,019.

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				1,447,286.
2 Undistributed income, if any, as of the end of 2009				
a Enter amount for 2008 only			0.	
b Total for prior years: ______, ______, ______		0.		
3 Excess distributions carryover, if any, to 2009:				
a From 2004 1,097,429.				
b From 2005				
c From 2006				
d From 2007 5,341,516.				
e From 2008 124,227.				
f Total of lines 3a through e	6,563,172.			
4 Qualifying distributions for 2009 from Part XII, line 4: ▶ $ 27,019.				
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				27,019.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a).)	1,420,267.			1,420,267.
6 **Enter the net total of each column as indicated below:**				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	5,142,905.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2008. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7	0.			
9 **Excess distributions carryover to 2010** Subtract lines 7 and 8 from line 6a	5,142,905.			
10 Analysis of line 9:				
a Excess from 2005				
b Excess from 2006				
c Excess from 2007 5,018,678.				
d Excess from 2008 124,227.				
e Excess from 2009				

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

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

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

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

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

1 **Information Regarding Foundation Managers:**

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

RAJENDRA B. VATTIKUTI

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*				
NONE				
Total			▶ 3a	0.
b *Approved for future payment*				
NONE				
Total			▶ 3b	0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income (a) Business code	(b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	(d) Amount	(e) Related or exempt function income
1 Program service revenue:					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments					
4 Dividends and interest from securities			14	348,733.	
5 Net rental income or (loss) from real estate:					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory			18	124,867.	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue:					
a FEDERAL TAX REFUND					32,503.
b PARTNERSHIP INCOME					7,306.
c					
d					
e					
12 Subtotal. Add columns (b), (d), and (e)		0.		473,600.	39,809.

13 Total. Add line 12, columns (b), (d), and (e) 13 513,409.

(See worksheet in line 13 instructions to verify calculations.)

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

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes).
11A	INCOME FROM FEDERAL EXCISE TAX REFUND
11B	INCOME FROM PARTNERSHIP INVESTMENTS

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

Rajendra R. Vattikuti 4/13/2010

Signature of officer or trustee | Date | Title

Paid Preparer's Use Only

Preparer's signature	SEAN C SANT	Date 04/07/10	Check if self-employed ☐	Preparer's identifying number
Firm's name (or yours if self-employed), address, and ZIP code	BAKER TILLY VIRCHOW KRAUSE, LLP ONE TOWNE SQUARE, SUITE 600 SOUTHFIELD, MI 48076	EIN	
		Phone no. 248-372-7300	

923622
02-02-10

TRANSACTIONS WE DO NOT REPORT TO THE IRS

(Continued)

SECURITIES PURCHASED

(Continued)

Description	CUSIP	Trade/Process Date	Quantity	Net Cost	Accrued Interest Purchased Amount	Security Type
WILLIAMS COS INC COM	969457100	08/25/2009	2,000	35,100.00		
		09/10/2009	1,500	25,875 00		
		10/08/2009	1,000	18,948 40		
		12/15/2009	1,000	20,468 40		
				100,391 80		
WYETH NT 5.500% 03/15/13 B/E DTD 02/14/03 CLB	983024AA8	03/31/2009	100,000	105,369.00	275.00	U.S. Corporation
		04/27/2009	200,000	213,012 00	1,375.00	
				318,381.00	1,650.00	
Total				63,520,057.57	92,945.10	

Securities Purchased. Securities purchased through your account during 2009 are displayed in this section We provide this information to you because you will need it to calculate a gain or loss upon disposition of the securities The net cost displayed includes commissions and fees If the security purchased is a debt Instrument, the net cost does not include accrued interest purchased Accrued interest purchased is reported separately in this section of your Tax Information Statement The cost of securities purchased during 2009 should be reported on your tax return in the year in which the securities are sold or redeemed on IRS Form 1040, Schedule D

SCHEDULE of REALIZED GAINS and LOSSES

Disposition Date	Acquisition Date	Closing Transaction	Description	Security Identifier	Quantity	Cost Basis	Proceeds	Realized Gain/Loss
Short Term								
03/26/09	03/03/09	MAT	UNITED STATES TREAS BILLS Original Cost Basis: 0.00	912795K91	5,000,000.000	4,999,983.19	5,000,000.00	16.81
04/30/09	04/06/09	MAT	UNITED STATES TREAS BILLS Original Cost Basis: 0.00	912795L66	5,000,000 000	4,999,979.86	5,000,000.00	20.14
05/13/09	03/26/09	SELL	SPDR S&P 500 ETF TR UNIT SER 1 STANDARD	SPY	1,000.000	82,765.00	88,960.00	6,195.00
05/13/09	04/02/09	SELL	SPDR S&P 500 ETF TR UNIT SER 1 STANDARD	SPY	500.000	41,580.00	44,480.00	2,900.00
05/13/09	03/26/09	SELL	UNITED STS OIL FD LP UNITS	USO	750.000	23,796.00	24,380.40	584.40
05/13/09	04/02/09	SELL	UNITED STS OIL FD LP UNITS	USO	500.000	15,325.80	16,253.60	927.80

TRANSACTIONS WE DO NOT REPORT TO THE IRS *(Continued)*

SCHEDULE of REALIZED GAINS and LOSSES *(Continued)*

Disposition Date	Acquisition Date	Closing Transaction	Description	Security Identifier	Quantity	Cost Basis	Proceeds	Realized Gain/Loss
Short Term *(continued)*								
05/13/09	03/03/09	SELL	UNITED STATES TREAS BILLS Original Cost Basis. 0.00	912795Q79	2,000,000.000	1,999,684.71	1,999,840.50	155.79
05/18/09	04/27/09	SELL	VORNADO RLTY TR SBI	VNO	1,000.000	44,513.00	45,883.00	1,370.00
05/20/09	04/24/09	SELL	FEDEX CORP COM	FDX	750.000	42,231.00	42,630.98	399.98
05/20/09	03/03/09	SELL	UNITED STATES TREAS BILLS Original Cost Basis· 0.00	912795Q79	2,000,000.000	1,999,785 02	1,999,912.08	127.06
05/20/09	03/03/09	SELL	UNITED STATES TREAS BILLS Original Cost Basis. 0.00	912795Q79	1,000,000.000	999,892.51	999,952.08	59.57
05/22/09	04/28/09	SELL	ELECTRONIC ARTS	ERTS	1,500.000	30,870.00	33,435.00	2,565 00
05/22/09	05/04/09	SELL	ELECTRONIC ARTS	ERTS	1,000.000	20,770.00	22,290.00	1,520.00
05/27/09	04/08/09	SELL	ISHARES TR MSCI EAFE INDEX FD	EFA	1,000.000	39,195.10	46,373.40	7,178.30
05/27/09	04/22/09	SELL	ISHARES TR S&P U S PFD STK	PFF	750.000	18,906.23	22,875.00	3,968.77
06/01/09	05/20/09	BUY	EURO CURRENCY	EUR999995	(350 000)	497.35	476.35	(21.00)
06/01/09	03/30/09	SELL	ISHARES TR BARCLAYS 7 10 YR TRES INDEX	IEF	500.000	48,303.70	44,752.65	(3,551.05)
06/01/09	05/11/09	SELL	ISHARES TR BARCLAYS 7 10 YR TRES INDEX	IEF	250.000	23,289.50	22,376.33	(913.17)
06/04/09	03/26/09	SELL	POWERSHARES DB U S DLR INDEX TR	UDN	1,500.000	38,517 00	40,293.00	1,776.00
06/04/09	03/31/09	SELL	POWERSHARES DB U S DLR INDEX TR	UDN	500.000	12,594.00	13,431.00	837.00
06/04/09	03/03/09	MAT	UNITED STATES TREAS BILLS Original Cost Basis· 0.00	912795Q79	5,000,000.000	4,999,964.16	5,000,000.00	35.84

TRANSACTIONS WE DO NOT REPORT TO THE IRS *(Continued)*

SCHEDULE of REALIZED GAINS and LOSSES *(Continued)*

Disposition Date	Acquisition Date	Closing Transaction	Description	Security Identifier	Quantity	Cost Basis	Proceeds	Realized Gain/Loss
Short Term *(continued)*								
06/05/09	03/26/09	SELL	ISHARES TR IBOXX USD INVT GRADE	LQD	350.000	32,451.30	34,286.70	1,835.40
06/05/09	03/26/09	SELL	ISHARES TR BARCLAYS 1 3 YR TREAS INDEX	SHY	1,000.000	84,100.00	83,350.00	(750.00)
06/05/09	03/27/09	SELL	ISHARES TR BARCLAYS 1 3 YR TREAS INDEX	SHY	1,000.000	84,163.00	83,350 00	(813.00)
06/05/09	03/30/09	SELL	ISHARES TR BARCLAYS 1 3 YR TREAS INDEX	SHY	500.000	42,104.95	41,675.00	(429.95)
06/08/09	03/27/09	SELL	ISHARES TR IBOXX USD INVT GRADE	LQD	350.000	32,773.30	34,160.35	1,387.05
06/08/09	03/31/09	SELL	ISHARES TR IBOXX USD INVT GRADE	LQD	150.000	14,062.20	14,640.15	577.95
06/08/09	03/30/09	SELL	ISHARES TR BARCLAYS 1 3 YR TREAS INDEX	SHY	500.000	42,104.95	41,500.05	(604.90)
06/16/09	04/02/09	SELL	SPDR S&P 500 ETF TR UNIT SER 1 STANDARD	SPY	500.000	41,580 00	45,940.00	4,360.00
06/22/09	06/15/09	SELL	VORNADO RLTY TR SBI	VNO	11.000	529.07	469.70	(59.37)
06/30/09	05/20/09	SELL	CARNIVAL PLC NOTES GTD Original Cost Basis: 304,523 75	G19081AN1	250,000.000	304,523.75	318,074.77	13,551.02
07/01/09	05/18/09	SELL	MONSANTO CO NEW COM	MON	500.000	45,199.00	36,665.00	(8,534.00)
07/02/09	06/04/09	MAT	UNITED STATES TREAS BILLS Original Cost Basis 0.00	912795Q87	2,500,000.000	2,499,995.27	2,500,000 00	4.73
07/08/09	03/03/09	SELL	UNITED STATES TREAS BILLS Original Cost Basis 0.00	912795N98	1,700,000.000	1,698,874.21	1,699,628.46	754.25
07/08/09	07/02/09	SELL	UNITED STATES TREAS BILLS Original Cost Basis. 0.00	912795P54	2,500,000.000	2,499,055.35	2,499,122.08	66.73
07/10/09	03/03/09	SELL	UNITED STATES TREAS BILLS Original Cost Basis· 0.00	912795N98	300,000.000	299,815 51	299,947.78	132.27

Recipient's Name and Address:

THE VATTIKUTI FOUNDATION
3350 EASTPOINTE

Account Number: 22N-002757

Recipient's Identification
Number: 38-3380162

2009 TAX and YEAR-END STATEMENT

TRANSACTIONS WE DO NOT REPORT TO THE IRS

(Continued)

SCHEDULE of REALIZED GAINS and LOSSES

(Continued)

Disposition Date	Acquisition Date	Closing Transaction	Description	Security Identifier	Quantity	Cost Basis	Proceeds	Realized Gain/Loss
Short Term *(continued)*								
07/14/09	06/19/09	SELL	EURO CURRENCY	EUR999995	2.040	2.84	2.84	0.00
07/14/09	06/30/09	SELL	EURO CURRENCY	EUR999995	232,620.890	326,995.19	324,389.84	(2,605.35)
07/21/09	03/31/09	SELL	ISHARES TR BARCLAYS 1 3 YR TREAS INDEX	SHY	1,000.000	84,269.80	83,821.20	(448.60)
07/24/09	05/18/09	SELL	UNION PACIFIC CORP COM	UNP	750.000	36,108.60	43,377.23	7,268.63
07/30/09	05/27/09	SELL	LEGG MASON INC 7% CORP UNIT CONV PFD	LMI	1,500.000	31,822.20	47,004.60	15,182.40
08/12/09	03/31/09	SELL	ISHARES TR BARCLAYS 1 3 YR TREAS INDEX	SHY	500.000	42,134.90	41,720.05	(414.85)
08/12/09	03/31/09	SELL	ISHARES TR BARCLAYS 1 3 YR TREAS INDEX	SHY	500.000	42,134.90	41,731.00	(403.90)
08/12/09	07/08/09	SELL	*PIMCO SHORT-TERM FUND (ADMIN SHARES)	PSFAX	20,533.881	198,562.63	200,000.00	1,437.37
08/17/09	04/13/09	SELL	ISHARES TR FTSE XINHUA HK CHINA 25	FXI	800.000	25,838.40	31,504.64	5,666.24
08/17/09	06/04/09	SELL	POWERSHARES DB G10 CURRENCY HARVEST FD	DBV	1,000.000	21,198 00	21,900.00	702.00
08/17/09	03/31/09	SELL	POWERSHARES DB U S DLR INDEX TR	UDN	500.000	12,594.00	13,501.00	907 00
08/17/09	05/07/09	SELL	POWERSHARES DB U S DLR INDEX TR	UDN	1,000.000	25,798.40	27,002.00	1,203.60
08/17/09	05/20/09	SELL	POWERSHARES DB U S DLR INDEX TR	UDN	500.000	13,229 00	13,501.00	272.00
08/18/09	06/30/09	SELL	PROSHARES ULTRASHORT LEHMAN	TBT	1,000 000	51,183.00	48,812.00	(2,371.00)
08/18/09	07/21/09	SELL	PROSHARES ULTRASHORT LEHMAN	TBT	1,000.000	52,264.00	48,812.00	(3,452.00)
08/20/09	07/27/09	SELL	PROSHARES ULTRASHORT LEHMAN	TBT	1,000.000	54,642.00	47,760.00	(6,882.00)
08/24/09	07/27/09	SELL	PROSHARES ULTRASHORT LEHMAN	TBT	1,000.000	54,642.00	48,212.00	(6,430 00)

Recipient's Name and Address:

THE VATTIKUTI FOUNDATION
3350 EASTPOINTE

Account Number: 22N-002757

Recipient's Identification
Number. 38-3380162

2009 TAX and YEAR-END STATEMENT

TRANSACTIONS WE DO NOT REPORT TO THE IRS *(Continued)*

SCHEDULE of REALIZED GAINS and LOSSES *(Continued)*

Disposition Date	Acquisition Date	Closing Transaction	Description	Security Identifier	Quantity	Cost Basis	Proceeds	Realized Gain/Loss
Short Term *(continued)*								
08/25/09	05/18/09	SELL	EATON CORP COM	ETN	1,000.000	46,461.80	55,520.00	9,058.20
09/03/09	08/26/09	BUY	CALL 100 ISHARES COMEX G 01-16-10 @ 95.00	IAU-AS	(7 000)	5,320.00	3,010.00	(2,310.00)
09/03/09	03/03/09	MAT	UNITED STATES TREAS BILLS Original Cost Basis· 0.00	912795N98	3,000,000.000	2,999,964.50	3,000,000.00	35.50
09/03/09	06/04/09	MAT	UNITED STATES TREAS BILLS Original Cost Basis· 0.00	912795N98	2,500,000 000	2,499,991.59	2,500,000.00	8.41
09/11/09	08/26/09	BUY	CALL 100 ISHARES INC MSC 12-19-09 @ 65 00	EWZ-LM	(5.000)	1,800.00	1,410.00	(390.00)
09/11/09	09/10/09	BUY	CALL 100 ISHARES INC MSC 01-16-10 @ 50 00	EWY-AX	(10.000)	1,650.00	1,450.00	(200.00)
09/11/09	09/03/09	SELL	UNITED STATES TREAS BILLS Original Cost Basis. 0.00	912795Q61	300,000.000	299,898.70	299,916.33	17.63
09/11/09	09/03/09	SELL	UNITED STATES TREAS BILLS Original Cost Basis: 0.00	912795Q61	300,000.000	299,898.70	299,919.67	20.97
09/17/09	09/11/09	SELL	ANHEUSER BUSCH INBEV SA NV SPONSORED ADR	BUD	1,500.000	68,325.00	70,048.05	1,723.05
09/22/09	08/21/09	BUY	CALL 100 TOTAL S A 02-20-10 @ 65.00	TOT-BM	(10.000)	2,850.00	1,600.00	(1,250.00)
09/23/09	09/08/09	BUY	CALL 100 GENERAL MILLS I 01-16-10 @ 65.00	GIS-AM	(10.000)	2,220.00	1,000.00	(1,220.00)
09/24/09	08/21/09	BUY	CALL 100 MICROSOFT CO 01-16-10 @ 26.00	MSQ-AA	(25.000)	3,975.00	2,450.00	(1,525.00)

TRANSACTIONS WE DO NOT REPORT TO THE IRS

(Continued)

SCHEDULE of REALIZED GAINS and LOSSES

(Continued)

Disposition Date	Acquisition Date	Closing Transaction	Description	Security Identifier	Quantity	Cost Basis	Proceeds	Realized Gain/Loss
Short Term *(continued)*								
09/25/09	08/12/09	SELL	PROSHARES ULTRASHORT LEHMAN	TBT	2,000 000	104,445.00	89,742 00	(14,703 00)
09/29/09	03/26/09	SELL	ISHARES TR S&P GLOBAL	IGF	1,000.000	25,359 60	33,417.70	8,058.10
09/29/09	04/22/09	SELL	ISHARES TR S&P U S PFD STK	PFF	750.000	18,906.22	27,226 50	8,320.28
09/29/09	09/28/09	BUY	CALL 100 MEAD JOHNSON 11-21-09 @ 45.00	5828399KI	(10 000)	3,900.00	2,000.00	(1,900.00)
09/29/09	08/25/09	BUY	CALL 100 NOVARTIS A G 01-16-10 @ 50.00	NVS-AJ	(10.000)	2,650.00	1,350.00	(1,300.00)
09/29/09	05/20/09	SELL	POWERSHARES DB U S DLR INDEX TR	UDN	500.000	13,229.00	13,896.00	667.00
09/29/09	05/22/09	SELL	POWERSHARES DB U S DLR INDEX TR	UDN	1,500.000	40,137.00	41,688.00	1,551.00
10/01/09	03/26/09	SELL	ISHARES TR S&P GLOBAL	IGF	500.000	12,679.80	16,380.80	3,701.00
10/01/09	04/02/09	SELL	ISHARES TR S&P GLOBAL	IGF	1,000.000	25,602.00	32,761.60	7,159.60
10/02/09	10/01/09	SELL	PROSHARES ULTRASHORT 500	SDS	2,500.000	105,200.00	107,843.00	2,643.00
10/06/09	09/23/09	BUY	CALL 100 GENERAL MILLS I 04-17-10 @ 70.00	GIS-DN	(10.000)	1,500.00	1,250.00	(250.00)
10/07/09	05/18/09	SELL	CREDIT SUISSE 7.9% GUERNSEY BRH CAP	CRP	2,000.000	43,868.00	50,200.00	6,332.00
10/12/09	10/01/09	BUY	CALL 100 POWERSHARES DB 12-19-09 @ 28.00	UDN-LU	(9.000)	630.00	450.00	(180.00)
10/12/09	09/03/09	SELL	WELLS FARGO ULTRA SHORT-TERM MUNI	SMAVX	104,166 667	498,958.33	500,000.00	1,041.67
10/15/09	08/21/09	BUY	CALL 100 CHEVRON CORP 12-19-09 @ 80.00	CVX-LP	(15 000)	1,800.00	1,350 00	(450.00)

Recipient's Name and Address:

THE VATTIKUTI FOUNDATION
3350 EASTPOINTE

Account Number: 22N-002757

Recipient's Identification Number: 38-3380162

2009 TAX and YEAR-END STATEMENT

TRANSACTIONS WE DO NOT REPORT TO THE IRS *(Continued)*

SCHEDULE of REALIZED GAINS and LOSSES *(Continued)*

Disposition Date	Acquisition Date	Closing Transaction	Description	Security Identifier	Quantity	Cost Basis	Proceeds	Realized Gain/Loss
Short Term *(continued)*								
10/15/09	08/21/09	BUY	CALL 100 PFIZER INC 01-16-10 @ 17.50	PFE-AW	(40.000)	4,160 00	3,320 00	(840.00)
10/15/09	10/02/09	SELL	PROSHARES ULTRASHORT LEHMAN	TBT	2,000.000	85,678 80	93,973.80	8,295.00
10/15/09	10/06/09	SELL	PROSHARES ULTRASHORT LEHMAN	TBT	750.000	32,880.00	35,240.18	2,360.18
10/15/09	10/08/09	SELL	PROSHARES ULTRASHORT LEHMAN	TBT	1,000 000	44,308.00	46,986.90	2,678.90
10/15/09	10/09/09	SELL	PROSHARES ULTRASHORT LEHMAN	TBT	1,000.000	44,749.00	46,986.90	2,237.90
10/16/09	05/27/09	SELL	ISHARES INC MSCI SOUTH KOREA INDEX FD	EWY	1,000.000	34,558.00	46,150.00	11,592.00
10/16/09	06/01/09	SELL	ISHARES INC MSCI SOUTH KOREA INDEX FD	EWY	500.000	18,455.00	23,075.00	4,620.00
10/16/09	06/10/09	SELL	ISHARES INC MSCI SOUTH KOREA INDEX FD	EWY	500.000	17,964.00	23,075.00	5,111.00
10/19/09	08/25/09	BUY	CALL 100 DISNEY WALT 01-16-10 @ 30.00	DIS-AF	(15 000)	2,175 00	1,350.00	(825.00)
10/19/09	08/21/09	BUY	CALL 100 GLAXO WELLCOME 11-21-09 @ 42.50	37733W9KV	(15.000)	1,210.05	1,395.00	184.95
10/19/09	10/01/09	BUY	CALL 100 POWERSHARES DB 12-19-09 @ 28.00	UDN-LU	(10.000)	850.00	500.00	(350.00)
10/23/09	08/25/09	BUY	CALL 100 MICROSOFT CORP 04-17-10 @ 28.00	MSQ-DC	(25.000)	6,400.00	2,500.00	(3,900.00)
10/26/09	08/25/09	BUY	CALL 100 BP PLC SPONS AD 01-16-10 @ 60.00	BUP-AL	(7.000)	805.00	511.00	(294.00)
10/26/09	09/03/09	SELL	WELLS FARGO ULTRA SHORT-TERM MUNI	SMAVX	52,083 333	249,479.17	250,000 00	520.83

Recipient's Name and Address:

THE VATTIKUTI FOUNDATION
3350 EASTPOINTE

Account Number: 22N-002757

Recipient's Identification Number: 38-3380162

2009 TAX and YEAR-END STATEMENT

TRANSACTIONS WE DO NOT REPORT TO THE IRS *(Continued)*

SCHEDULE of REALIZED GAINS and LOSSES *(Continued)*

Disposition Date	Acquisition Date	Closing Transaction	Description	Security Identifier	Quantity	Cost Basis	Proceeds	Realized Gain/Loss
Short Term *(continued)*								
10/27/09	10/26/09	BUY	CALL 100 BP PLC SPONS AD 04-17-10 @ 65.00	BUP-DM	(10 000)	1,100.00	740.00	(360.00)
10/30/09	10/29/09	BUY	CALL 100 GENERAL MILLS I 04-17-10 @ 75.00	GIS-DO	(17.000)	1,139.00	935.00	(204.00)
11/03/09	04/22/09	SELL	ISHARES TR S&P U S PFD STK	PFF	500.000	12,604.15	16,695.95	4,091.80
11/03/09	05/04/09	SELL	ISHARES TR S&P U S PFD STK	PFF	500.000	13,559.00	16,695 95	3,136 95
11/03/09	05/04/09	SELL	ISHARES TR S&P U S PFD STK	PFF	750.000	20,458.50	25,043.93	4,585.43
11/05/09	09/03/09	SELL	UNITED STATES TREAS BILLS Original Cost Basis 0.00	912795Q61	2,150,000.000	2,149,754.92	2,149,934.69	179.77
11/09/09	09/24/09	BUY	CALL 100 NOVARTIS A G 04-17-10 @ 55.00	NVS-DK	(15.000)	3,070.05	1,500.00	(1,570.05)
11/09/09	09/10/09	BUY	CALL 100 PROCTER & GAMBL 04-17-10 @ 62.50	PG-DZ	(17.000)	4,199.00	2,023.00	(2,176.00)
11/16/09	10/21/09	BUY	CALL 100 NOVARTIS A G 04-17-10 @ 55.00	NVS-DK	(10.000)	2,250 00	1,500.00	(750.00)
11/17/09	08/21/09	BUY	CALL 100 DIAGEO PLC 01-16-10 @ 70.00	DEO-AN	(10 000)	2,150 00	1,100.00	(1,050.00)
11/17/09	10/19/09	BUY	CALL 100 KELLOGG CO 03-20-10 @ 55.00	K-CK	(7.000)	980.00	525.00	(455.00)
11/17/09	10/08/09	BUY	CALL 100 MICROSOFT CORP 04-17-10 @ 29.00	MSQ-DX	(25.000)	5,975.00	1,900.00	(4,075.00)

Recipient's Name and Address:

THE VATTIKUTI FOUNDATION
3350 EASTPOINTE

Account Number: 22N-002757

Recipient's Identification
Number 38-3380162

TRANSACTIONS WE DO NOT REPORT TO THE IRS (Continued)

SCHEDULE of REALIZED GAINS and LOSSES (Continued)

Disposition Date	Acquisition Date	Closing Transaction	Description	Security Identifier	Quantity	Cost Basis	Proceeds	Realized Gain/Loss
Short Term *(continued)*								
11/18/09	10/20/09	BUY	CALL 100 PFIZER INC 06-19-10 @ 20.00	PFE-FD	(15.000)	1,125.00	1,110.00	(15.00)
11/20/09	03/31/09	SELL	ISHARES TR IBOXX USD INVT GRADE	LQD	650.000	60,936.20	68,940.89	8,004.69
11/23/09	09/28/09	BUY	CALL 100 CAMPBELL SOUP C 02-20-10 @ 35.00	CPB-BG	(10.000)	1,100.00	750.00	(350.00)
11/23/09	09/02/09	BUY	CALL 100 CAMPBELL SOUP C 02-20-10 @ 32 50	CPB-BZ	(1.000)	275.00	100.00	(175.00)
11/23/09	10/19/09	BUY	CALL 100 KELLOGG CO 03-20-10 @ 55.00	K-CK	(10 000)	1,500.00	750 00	(750.00)
11/23/09	10/20/09	BUY	CALL 100 PFIZER INC 06-19-10 @ 20 00	PFE-FD	(15.000)	1,485.00	1,110.00	(375.00)
11/23/09	08/21/09	BUY	CALL 100 TEVA PHARMACEUT 12-19-09 @ 55.00	TVQ-LK	(15.000)	750.00	1,860.00	1,110.00
12/04/09	08/25/09	BUY	CALL 100 BP PLC SPONS AD 01-16-10 @ 60.00	BUP-AL	(3.000)	390.00	219.00	(171.00)
12/04/09	09/02/09	BUY	CALL 100 BP PLC SPONS AD 01-16-10 @ 60 00	BUP-AL	(7.000)	910.00	560.00	(350.00)
12/04/09	08/24/09	BUY	CALL 100 JOHNSON & JOHNS 01-16-10 @ 65.00	JNJ-AM	(10.000)	1,370.00	1,190.00	(180.00)
12/04/09	10/23/09	BUY	CALL 100 MICROSOFT CORP 01-16-10 @ 30.00	MSQ-AF	(15 000)	1,695.00	1,005 60	(689 40)
12/04/09	05/29/09	SELL	POWERSHARES DB U S DLR INDEX TR	UDN	2,000.000	53,860.00	56,763.80	2,903.80

Seq # (22N 135789)

Recipient's Name and Address:

THE VATTIKUTI FOUNDATION
3350 EASTPOINTE

Account Number: 22N-002757

Recipient's Identification Number 38-3380162

2009 TAX and YEAR-END STATEMENT

TRANSACTIONS WE DO NOT REPORT TO THE IRS *(Continued)*

SCHEDULE of REALIZED GAINS and LOSSES *(Continued)*

Disposition Date	Acquisition Date	Closing Transaction	Description	Security Identifier	Quantity	Cost Basis	Proceeds	Realized Gain/Loss
Short Term *(continued)*								
12/08/09	10/19/09	SELL	POWERSHARES DB U S DLR INDEX TR	UDN	900.000	25,613.10	25,345.35	(267.75)
12/14/09	09/11/09	BUY	CALL 100 ISHARES TR 12-19-09 @ 86.00	HYG-LH	(7.000)	980.03	420 00	(560.03)
12/14/09	08/21/09	BUY	CALL 100 STANDARD AND PO 12-19-09 @ 111.00	SPY-LG	(5.000)	595 02	940 00	344.98
12/15/09	12/14/09	BUY	CALL 100 GENERAL MILLS I 04-17-10 @ 72.50	GIS-DV	(10.000)	1,350.04	1,409.96	59.92
12/15/09	08/17/09	SELL	ISHARES TR IBOXX HIGH YIELD	HYG	300 000	24,087.30	25,980.00	1,892.70
12/16/09	08/21/09	SELL	EDISON INTERNATIONAL	EIX	1,000.000	33,478.00	35,630 00	2,152.00
12/18/09	10/21/09	SELL	DUOYUAN GLOBAL WTR INC SPONSORED ADR	DGW	1,500.000	61,182.90	54,147.00	(7,035.90)
12/18/09	08/17/09	SELL	ISHARES TR IBOXX HIGH YIELD	HYG	500.000	40,145.50	43,300 00	3,154 50
12/19/09	08/21/09	XOPTS	CALL 100 STANDARD AND PO 12-19-09 @ 111.00	SPY-LG	(5.000)	0.00	940.00	940.00
12/21/09	10/19/09	SELL	ISHARES INC MSCI SOUTH AFRICA	EZA	500.000	28,812.65	27,365.95	(1,446.70)
12/21/09	10/23/09	BUY	CALL 100 MICROSOFT CORP 01-16-10 @ 30.00	MSQ-AF	(10 000)	1,080 00	670 40	(409.60)
12/21/09	12/18/09	BUY	CALL 100 TEVA PHARMACEUT 06-19-10 @ 57.50	TVQ-FA	(7 000)	1,470 00	980 00	(490 00)
12/22/09	10/26/09	SELL	BARCLAYS BK PLC IPATH DOW JONES UBS	JJC	1,000.000	42,359.70	42,911.90	552.20
Total Short Term						**39,555,877.17**	**39,668,393.61**	**112,516.44**
Total Short Term and Long Term						**39,555,877.17**	**39,668,393.61**	**112,516.44**
Adjustment for United States Oil K-1 received						0.00	1,321.00	-1,321.00
Total Adjusted Short Term and Long Term						39,555,877.12	39,669,714.61	111,195.44

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 1

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
AIM	9,584.	0.	9,584.
BAIRD	1,001.	0.	1,001.
CREDIT SUISSE	444,762.	13,671.	431,091.
CREDIT SUISSE - INTEREST ACCRUED ON BOND PURCHASE	-92,946.	0.	-92,946.
JP MORGAN	3.	0.	3.
TOTAL TO FM 990-PF, PART I, LN 4	362,404.	13,671.	348,733.

FORM 990-PF OTHER INCOME STATEMENT 2

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME
FEDERAL TAX REFUND	32,503.	0.	
PARTNERSHIP INCOME	7,306.	7,306.	
TOTAL TO FORM 990-PF, PART I, LINE 11	39,809.	7,306.	

FORM 990-PF TAXES STATEMENT 3

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FOREIGN TAXES	2,157.	2,157.		0.
TO FORM 990-PF, PG 1, LN 18	2,157.	2,157.		0.

FORM 990-PF	OTHER EXPENSES	STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
INSURANCE EXPENSE	3,366.	1,314.		2,052.
INVESTMENT FEES	116,220.	116,220.		0.
MISCELLANEOUS EXPENSES	227.	227.		0.
OFFICE EXPENSES	24,967.	0.		24,967.
TO FORM 990-PF, PG 1, LN 23	144,780.	117,761.		27,019.

FORM 990-PF	U.S. AND STATE/CITY GOVERNMENT OBLIGATIONS	STATEMENT 5

DESCRIPTION	U.S. GOV'T	OTHER GOV'T	BOOK VALUE	FAIR MARKET VALUE
CREDIT SUISSE - MUNICIPAL BONDS		X	638,103.	638,103.
TOTAL U.S. GOVERNMENT OBLIGATIONS				
TOTAL STATE AND MUNICIPAL GOVERNMENT OBLIGATIONS			638,103.	638,103.
TOTAL TO FORM 990-PF, PART II, LINE 10A			638,103.	638,103.

FORM 990-PF	CORPORATE STOCK	STATEMENT 6

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
CREDIT SUISSE - EQUITIES	3,924,990.	3,924,990.
TOTAL TO FORM 990-PF, PART II, LINE 10B	3,924,990.	3,924,990.

FORM 990-PF CORPORATE BONDS STATEMENT 7

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
CREDIT SUISSE - CORPORATE BONDS	10,058,973.	10,058,973.
TOTAL TO FORM 990-PF, PART II, LINE 10C	10,058,973.	10,058,973.

FORM 990-PF OTHER INVESTMENTS STATEMENT 8

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
CREDIT SUISSE - REAL ESTATE INVESTMENT TRUSTS	FMV	205,212.	205,212.
CREDIT SUISSE - MUTUAL FUNDS	FMV	8,436,773.	8,436,773.
BOARDWALK PIPELINE LIMITED PARTNERS LP	FMV	60,060.	60,060.
CREDIT SUISSE - EXCHANGE TRADED PRODUCTS	FMV	1,526,396.	1,526,396.
POWERSHARES DB AGRICULTURAL FUND	FMV	132,200.	132,200.
POWERSHARES DB CURRENCY HARVEST FUND	FMV	70,620.	70,620.
POWERSHARES DB DOLLAR INDEX BULLISH FUND	FMV	230,800.	230,800.
POWERSHARES DB DOLLAR INDEX BEARISH FUND	FMV	30,294.	30,294.
GLOBAL SECURITIES	FMV	209,638.	209,638.
TOTAL TO FORM 990-PF, PART II, LINE 13		10,901,993.	10,901,993.