Form 990-PF

Department of the Treasury
Internal Revenue Service

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

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

OMB No 1545-0052

2009

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

G Check all that apply: [ ] Initial return [ ] Initial Return of a former public charity [ ] Final return
[ ] Amended return [X] Address change [ ] Name change

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

JOHN & CAROLYN PETERSON CHARITABLE
FOUNDATION, INC.
411 EAST WISCONSIN AVENUE #2040
MILWAUKEE, WI 53202-4497

A Employer identification number
43-1974269

B Telephone number (see the instructions)
414-277-5000

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, column (c), line 16) ► $ 4,614,773.

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 the instructions))*

		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
REVENUE	1 Contributions, gifts, grants, etc, received (att sch)				
	2 Ck ► [X] if the foundn is not req to att Sch B				
	3 Interest on savings and temporary cash investments			N/A	
	4 Dividends and interest from securities	152,570.	152,570.		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain/(loss) from sale of assets not on line 10	-222,237.			
	b Gross sales price for all assets on line 6a 1,365,549.				
	7 Capital gain net income (from Part IV, line 2)		0.		
	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/(loss) (att sch)				
	11 Other income (attach schedule)				
	12 **Total.** Add lines 1 through 11	-69,667.	152,570.		
OPERATING AND ADMINISTRATIVE EXPENSES	13 Compensation of officers, directors, trustees, etc	0.			
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule) SEE ST 1	10,039.	10,039.		
	b Accounting fees (attach sch)				
	c Other prof fees (attach sch) SEE ST 2	17,429.	17,429.		
	17 Interest				
	18 Taxes (attach schedule)(see instr) SEE STM 3	1,993.	1,193.		
	19 Depreciation (attach sch) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule) SEE STATEMENT 4	358.	178.		180.
	24 **Total operating and administrative expenses.** Add lines 13 through 23	29,819.	28,839.		180.
	25 Contributions, gifts, grants paid PART XV	226,200.			217,200.
	26 **Total expenses and disbursements.** Add lines 24 and 25	256,019.	28,839.		217,380.
	27 Subtract line 26 from line 12:				
	a **Excess of revenue over expenses and disbursements.**	-325,686.			
	b **Net investment income** (if negative, enter -0-)		123,731.		
	c **Adjusted net income** (if negative, enter -0-)				

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Part II Balance Sheets

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

		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
ASSETS	1 Cash – non-interest-bearing	1,500.	1,514.	1,514.
	2 Savings and temporary cash investments	409,973.	361,072.	361,072.
	3 Accounts receivable ►			
	Less: allowance for doubtful accounts ►			
	4 Pledges receivable ►			
	Less: allowance for doubtful accounts ►			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see the instructions)			
	7 Other notes and loans receivable (attach sch) ►			
	Less: allowance for doubtful accounts ►			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments – U.S. and state government obligations (attach schedule) STATEMENT 5	334,615.	183,341.	188,641.
	b Investments – corporate stock (attach schedule) STATEMENT 6	1,994,814.	1,772,321.	2,250,385.
	c Investments – corporate bonds (attach schedule) STATEMENT 7	1,441,708.	1,620,968.	1,652,187.
	11 Investments – land, buildings, and equipment: basis ►			
	Less: accumulated depreciation (attach schedule) ►			
	12 Investments – mortgage loans			
	13 Investments – other (attach schedule) STATEMENT 8	241,000.	158,708.	160,974.
	14 Land, buildings, and equipment: basis ►			
	Less: accumulated depreciation (attach schedule) ►			
	15 Other assets (describe ►)			
	16 Total assets (to be completed by all filers – see instructions. Also, see page 1, item I)	4,423,610.	4,097,924.	4,614,773.
LIABILITIES	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, & other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe ►)			
	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 ► ☒ and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds			
	28 Paid-in or capital surplus, or land, building, and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds	4,423,610.	4,097,924.	
	30 Total net assets or fund balances (see the instructions)	4,423,610.	4,097,924.	
	31 Total liabilities and net assets/fund balances (see the instructions)	4,423,610.	4,097,924.	

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	4,423,610.
2	Enter amount from Part I, line 27a	2	-325,686.
3	Other increases not included in line 2 (itemize) ►	3	
4	Add lines 1, 2, and 3	4	4,097,924.
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	4,097,924.

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse; or common stock, 200 shares MLC Company)	(b) How acquired P — Purchase D — Donation	(c) Date acquired (month, day, year)	(d) Date sold (month, day, year)
1a	SEE STATEMENT 9			
b				
c				
d				
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a				
b				
c				
d				
e				

	Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
	(i) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	
a				
b				
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	-222,237.
3	Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c) (see the instructions). If (loss), enter -0- in Part I, line 8	3	0.

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 the instructions before making any entries.

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (column (b) divided by column (c))
2008	187,450.	4,668,092.	0.040156
2007	102,500.	5,015,915.	0.020435
2006	224,059.	4,773,875.	0.046934
2005	210,502.	4,649,986.	0.045269
2004	214,172.	4,595,145.	0.046608

2	**Total** of line 1, column (d)	2	0.199402
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	0.039880
4	Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	4,129,058.
5	Multiply line 4 by line 3	5	164,667.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	1,237.
7	Add lines 5 and 6	7	165,904.
8	Enter qualifying distributions from Part XII, line 4	8	217,380.

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

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

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 instr.)			
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	1,237.
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, column (b)			
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		2	0.
3 Add lines 1 and 2		3	1,237.
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	1,237.
6 Credits/Payments:			
a 2009 estimated tax pmts and 2008 overpayment credited to 2009	6a 2,929.		
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	2,929.
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	0.
10 **Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ►		10	1,692.
11 Enter the amount of line 10 to be: **Credited to 2010 estimated tax** ► 1,692.	**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 the instructions for definition)?	1b		X
*If the answer is 'Yes' to **1a** or **1b**, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities*			
c Did the foundation file **Form 1120-POL** for this year?	1c		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: **(1)** On the foundation ► $ 0. **(2)** On foundation managers ► $ 0.			
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ► $ 0.			
2 Has the foundation engaged in any activities that have not previously been reported to the IRS?	2		X
If 'Yes,' attach a detailed description of the activities			
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If 'Yes,' attach a conformed copy of the changes*	3		X
4a Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b If 'Yes,' has it filed a tax return on **Form 990-T** for this year?	4b	N/A	
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year?	5		X
If 'Yes,' attach the statement required by General Instruction T			
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7 Did the foundation have at least $5,000 in assets at any time during the year? *If 'Yes,' complete Part II, column (c), and Part XV*	7	X	
8a Enter the states to which the foundation reports or with which it is registered (see the instructions) ► WI			
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 ► MICHAEL GUZNICZAK Telephone no. ► 262-821-5378

Located at ► 1355 BARRINGTON WOODS DRIVE BROOKFIELD WI ZIP + 4 ► 53045

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

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

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

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

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

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

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

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

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

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

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

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

b If any answer is 'Yes' to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)? **5b** X (No)

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? ☒ Yes ☐ No

If 'Yes,' attach the statement required by Regulations section 53 4945-5(d)

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

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

If 'Yes' to 6b, file Form 8870

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

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

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

1 List all officers, directors, trustees, foundation managers and their compensation (see instructions).

(a) Name and address	**(b)** Title and average hours per week devoted to position	**(c)** Compensation **(If not paid, enter -0-)**	**(d)** Contributions to employee benefit plans and deferred compensation	**(e)** Expense account, other allowances
SEE STATEMENT 10		0.	0.	0.

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

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

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

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

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

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over $50,000 for professional services ►		0

Part IX-A Summary of Direct Charitable Activities

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

Part IX-B Summary of Program-Related Investments (see instructions)

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

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

1 Fair market value of assets not used (or held for use) directly in carrying out charitable, etc, purposes:			
a Average monthly fair market value of securities		1a	3,927,977.
b Average of monthly cash balances		1b	263,960.
c Fair market value of all other assets (see instructions)		1c	
d **Total** (add lines 1a, b, and c)		1d	4,191,937.
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	4,191,937.
4 Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)		4	62,879.
5 **Net value of noncharitable-use assets** Subtract line 4 from line 3. Enter here and on Part V, line 4		5	4,129,058.
6 **Minimum investment return** Enter 5% of line 5		6	206,453.

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	206,453.
2a Tax on investment income for 2009 from Part VI, line 5	2a 1,237.		
b Income tax for 2009. (This does not include the tax from Part VI.)	2b		
c Add lines 2a and 2b		2c	1,237.
3 Distributable amount before adjustments. Subtract line 2c from line 1		3	205,216.
4 Recoveries of amounts treated as qualifying distributions		4	
5 Add lines 3 and 4		5	205,216.
6 Deduction from distributable amount (see instructions)		6	
7 **Distributable amount** as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1		7	205,216.

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	217,380.
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	217,380.
5 Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see instructions)	5	1,237.
6 **Adjusted qualifying distributions** Subtract line 5 from line 4	6	216,143.

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				205,216.
2	Undistributed income, if any, as of the end of 2009				
	a Enter amount for 2008 only			211,185.	
	b Total for prior years 20___, 20___, 20___		0.		
3	Excess distributions carryover, if any, to 2009:				
	a From 2004				
	b From 2005				
	c From 2006				
	d From 2007				
	e From 2008				
	f Total of lines 3a through e	0.			
4	Qualifying distributions for 2009 from Part XII, line 4: ► $ 217,380.				
	a Applied to 2008, but not more than line 2a			211,185.	
	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				6,195.
	e Remaining amount distributed out of corpus	0.			
5	Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a).)	0.			0.
6	**Enter the net total of each column as indicated below:**				
	a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	0.			
	b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
	c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
	d Subtract line 6c from line 6b. Taxable amount – see instructions		0.		
	e Undistributed income for 2008. Subtract line 4a from line 2a. Taxable amount – see instructions			0.	
	f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				199,021.
7	Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)	0.			
8	Excess distributions carryover from 2004 not applied on line 5 or line 7 (see instructions)	0.			
9	**Excess distributions carryover to 2010.** Subtract lines 7 and 8 from line 6a	0.			
10	Analysis of line 9:				
	a Excess from 2005				
	b Excess from 2006				
	c Excess from 2007				
	d Excess from 2008				
	e Excess from 2009				

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

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 ►

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

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

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

1 **Information Regarding Foundation Managers:**

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

JOHN PETERSON

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*				
SEE STATEMENT 11				
Total			► 3a	226,200.
b *Approved for future payment*				
Total			► 3b	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income		Excluded by section 512, 513, or 514		
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	(e) Related or exempt function income (see the instructions)
1 Program service revenue:					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments					
4 Dividends and interest from securities			14	152,570.	
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	-222,237.	
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)				-69,667.	
13 **Total.** Add line 12, columns (b), (d), and (e)				13	-69,667.

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

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

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

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

		Yes	No
1 Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?			
a Transfers from the reporting foundation to a noncharitable exempt organization of:			
(1) Cash	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

► John J Peterson — 7/17/10 — ► President

Signature of officer or trustee | Date | Title

Paid Preparer's Use Only			
Preparer's signature ►	[signature]	Date 7/16/10	Check if self-employed ► ☐
			Preparer's Identifying number (See Signature in the instrs) N/A
Firm's name (or yours if self-employed), address, and ZIP code ►	QUARLES & BRADY LLP		EIN ► N/A
	411 E WISCONSIN AVE., STE 2040		
	MILWAUKEE, WI 53202-4497		Phone no ► (414) 277-5000

STATEMENT 1
FORM 990-PF, PART I, LINE 16A
LEGAL FEES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ATTORNEY FEES	$ 10,039.	$ 10,039.		
TOTAL	$ 10,039.	$ 10,039.		$ 0.

STATEMENT 2
FORM 990-PF, PART I, LINE 16C
OTHER PROFESSIONAL FEES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
MANAGEMENT FEES	$ 17,429.	$ 17,429.		
TOTAL	$ 17,429.	$ 17,429.		$ 0.

STATEMENT 3
FORM 990-PF, PART I, LINE 18
TAXES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
EXCISE TAX	$ 800.			
FOREIGN TAX WITHELD	1,193.	$ 1,193.		
TOTAL	$ 1,993.	$ 1,193.		$ 0.

STATEMENT 4
FORM 990-PF, PART I, LINE 23
OTHER EXPENSES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ADR FEES	$ 178.	$ 178.		
PO BOX RENTAL	180.			$ 180.
TOTAL	$ 358.	$ 178.		$ 180.

STATEMENT 5
FORM 990-PF, PART II, LINE 10A
INVESTMENTS - U.S. AND STATE GOVERNMENT OBLIGATIONS

U.S. GOVERNMENT OBLIGATIONS	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
GOVERNMENT BONDS ACCOUNT 455	COST	$ 143,341.	$ 148,816.
GOVERNMENT BONDS ACCOUNT 459	COST	40,000.	39,825.
		$ 183,341.	$ 188,641.
	TOTAL	$ 183,341.	$ 188,641.

STATEMENT 6
FORM 990-PF, PART II, LINE 10B
INVESTMENTS - CORPORATE STOCKS

CORPORATE STOCKS	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
COMMON STOCK ACCOUNT 455	COST	$ 347,989.	$ 453,759.
EXCHANGE TRADED FUND ACCOUNT 455	COST	72,910.	75,196.
COMMON STOCK ACCOUNT 457	COST	361,251.	334,402.
COMMON STOCK ACCOUNT 458	COST	792,380.	1,146,035.
EXCHANGE TRADED FUND ACCOUNT 459	COST	106,310.	142,643.
PREFERRED STOCK ACCOUNT 459	COST	91,481.	98,350.
	TOTAL	$ 1,772,321.	$ 2,250,385.

STATEMENT 7
FORM 990-PF, PART II, LINE 10C
INVESTMENTS - CORPORATE BONDS

CORPORATE BONDS	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
CORPORATE BONDS ACCOUNT 455	COST	$ 36,276.	$ 39,549.
CORPORATE BONDS ACCOUNT 459	COST	1,433,348.	1,455,649.
CERTIFICATES OF DEPOSIT ACCOUNT 459	COST	151,344.	156,989.
	TOTAL	$ 1,620,968.	$ 1,652,187.

STATEMENT 8
FORM 990-PF, PART II, LINE 13
INVESTMENTS - OTHER

	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
OTHER PUBLICLY TRADED SECURITIES			
MUTUAL FUNDS ACCOUNT 459	COST	$ 108,708.	$ 113,684.
OTHER ACCOUNT 459	COST	50,000.	47,290.
	TOTAL	$ 158,708.	$ 160,974.

STATEMENT 9
FORM 990-PF, PART IV, LINE 1
CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME

ITEM	(A) DESCRIPTION	(B) HOW ACQUIRED	(C) DATE ACQUIRED	(D) DATE SOLD
1	SEE ATTACHED MORGAN STANLEY ACCOUNT 455	PURCHASED	VARIOUS	VARIOUS
2	SEE ATTACHED MORGAN STANLEY ACCOUNT 455	PURCHASED	VARIOUS	VARIOUS
3	SEE ATTACHED MORGAN STANLEY ACCOUNT 457	PURCHASED	VARIOUS	VARIOUS
4	SEE ATTACHED MORGAN STANLEY ACCOUNT 457	PURCHASED	VARIOUS	VARIOUS
5	SEE ATTACHED MORGAN STANLEY ACCOUNT 458	PURCHASED	VARIOUS	VARIOUS
6	SEE ATTACHED MORGAN STANLEY ACCOUNT 458	PURCHASED	VARIOUS	VARIOUS
7	SEE ATTACHED MORGAN STANLEY ACCOUNT 459	PURCHASED	VARIOUS	VARIOUS
8	SEE ATTACHED MORGAN STANLEY ACCOUNT 459	PURCHASED	VARIOUS	VARIOUS

ITEM	(E) GROSS SALES	(F) DEPREC. ALLOWED	(G) COST BASIS	(H) GAIN (LOSS)	(I) FMV 12/31/69	(J) ADJ. BAS. 12/31/69	(K) EXCESS (I)-(J)	(L) GAIN (LOSS)
1	342,223.		351,288.	-9,065.				$ -9,065.
2	146,675.		160,125.	-13,450.				-13,450.
3	37,276.		55,289.	-18,013.				-18,013.
4	58,727.		113,983.	-55,256.				-55,256.
5	38,065.		64,888.	-26,823.				-26,823.
6	36,801.		33,435.	3,366.				3,366.
7	24,214.		29,860.	-5,646.				-5,646.
8	681,568.		778,918.	-97,350.				-97,350.
							TOTAL	$-222,237.

STATEMENT 10
FORM 990-PF, PART VIII, LINE 1
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN-SATION	CONTRI-BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
JOHN PETERSON 411 EAST WISCONSIN AVENUE MILWAUKEE, WI 53202-4497	PRESIDENT 1.00	$ 0.	$ 0.	$ 0.
MARK L. PETERSON 411 EAST WISCONSIN AVENUE MILWAUKEE, WI 53202-4497	VICE PRESIDENT 1.00	0.	0.	0.
ELINOR GUZNICZAK 411 EAST WISCONSIN AVENUE MILWAUKEE, WI 53202-4497	SECRETARY 1.00	0.	0.	0.
MICHAEL J. GUZNICZAK 411 EAST WISCONSIN AVENUE MILWAUKEE, WI 53202-4497	TREASURER 1.00	0.	0.	0.
RYIA R. PETERSON 411 EAST WISCONSIN AVENUE MILWAUKEE, WI 53202-4497	DIRECTOR 1.00	0.	0.	0.

STATEMENT 10 (CONTINUED)
FORM 990-PF, PART VIII, LINE 1
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN-SATION	CONTRI-BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
RICHARD Z. KABAKER (DECEASED) 411 EAST WISCONSIN AVENUE MILWAUKEE, WI 53202-4497	DIRECTOR 1.00	$ 0.	$ 0.	$ 0.
	TOTAL	$ 0.	$ 0.	$ 0.

STATEMENT 11
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUND-ATION STATUS	PURPOSE OF GRANT	AMOUNT
WISCONSIN PUBLIC TELEVISION 821 UNIVERSITY AVENUE MADISON, WI 53706	NONE	PUBLIC	CHARITABLE	$ 15,000.
WISCONSIN PUBLIC TELEVISION 821 UNIVERSITY AVENUE MADISON, WI 53706	NONE	PUBLIC	CHARITABLE	20,000.
MADISON SYMPHONY ORCHESTRA 222 W. WASHINGTON AVE. MADISON, WI 53703	NONE	PUBLIC	CHARITABLE	15,000.
MUSIC THEATRE OF MADISON 3109 CHURCHILL DR. MADISON, WI 53713	NONE	PUBLIC	CHARITABLE	15,000.
DANE DANCES! INC PO BOX 1672 MADISON, WI 53701	NONE	PUBLIC	CHARITABLE	15,000.
UW WAUKESHA FOUNDATION 1500 N. UNIVERSITY DR. WAUKESHA, WI 53188	NONE	PUBLIC	EDUCATION	25,000.
MADISON OPERA 3414 MONROE ST. MADISON, WI 53711	NONE	PUBLIC	CHARITABLE	45,000.
UW MILWAUKEE FOUNDATION 3271 N. LAKE DRIVE MILWAUKEE, WI 53211	NONE	PUBLIC	EDUCATION	25,000.

STATEMENT 11 (CONTINUED)
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUND-ATION STATUS	PURPOSE OF GRANT	AMOUNT
MADISON MUSEUM OF CONTEMPORARY ART 227 STATE ST. MADISON, WI 53703	NONE	PUBLIC	CHARITABLE	$ 25,000.
WAUNAKEE COMMUNITY BAND 1010 HOLIDAY DR. WAUNAKEE, WI 53579	NONE	PRIVATE	SEE ATTACHED	9,000.
MADISON MUSIC COLLECTIVE PO BOX 2096 MADISON, WI 53701	NONE	PUBLIC	CHARITABLE	8,000.
EMERSON ELEMENTARY SCHOOL 2421 EAST JOHNSON ST. MADISON, WI 53704	NONE	PUBLIC	EDUCATION	9,200.
			TOTAL	$ 226,200.

PART VII-B, LINE 5C

GRANTEE: WAUNAKEE COMMUNITY BAND, INC.
1010 HOLIDAY DRIVE
WAUNAKEE, WI 53579

DATE OF GRANT: 12/24/09

AMOUNT OF GRANT: $9,000

PURPOSE OF GRANT: TO PURCHASE A BASSOON AND RELATED EQUIPMENT FOR THE BAND AND TO COMMISSION AN ORIGINAL PIECE OF MUSIC FOR THE BAND.

AMOUNTS EXPENDED BY THE GRANTEE: $9,000

DIVERSION OF FUNDS: TO THE KNOWLEDGE OF THE GRANTOR, THE GRANTEE HAS NOT DIVERTED ANY PORTION OF THE FUNDS FROM THE PURPOSE OF THE GRANT.

DATE OF REPORTS RECEIVED:

VERIFICATION OF REPORTS: NONE

JOHN & CAROLYN PETERSON Account number [redacted]-0455C-[redacted]

Money fund

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

Number of shares	Description	Current value	Accrued dividends	Annualized % dividend yield	Anticipated Income (annualized)
36,627.74	WESTERN ASSET MONEY MARKET FUND CLASS A	$ 36,627 74		07 %	$ 25.63
Total money fund		$ 36,627.74	$ 0.00	.07 %	$ 25.63

Common stocks & options

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)		Average % yield	Anticipated Income (annualized)
11	TRANSOCEAN LTD SWITZERLAND NEW	RIG	04/02/09	$ 691.31	$ 62.846	$ 82.80	$ 910.80	$ 219.49	ST		
24			04/14/09	1,606.28	66.928	82.80	1,987.20	380.92	ST		
27			04/30/09	1,852.09	68.596	82.80	2,235.60	383.51	ST		
49			05/04/09	3,616.04	73.796	82.80	4,057.20	441.16	ST		
21			05/27/09	1,589.14	75.673	82.80	1,738.80	149.66	ST		
18			10/08/09	1,626.20	90.344	82.80	1,490.40	(135.80)	ST		
47			11/25/09	4,032.99	85.808	82.80	3,891.60	(141.39)	ST		
197				**15,014.05**	**76.213**		**16,311.60**	**1,297.55**			
123	ADOBE SYSTEMS INC (DE)	ADBE	09/14/09	**4,334.13**	35.236	36.78	**4,523.94**	**189.81**	ST		
170	AMERICAN TOWER CORP-CLASS A	AMT	09/11/07	**6,519.50**	38.35	43.21	**7,345.70**	**826.20**	LT		
36	APPLE INC	AAPL	02/14/08	4,625.77	128.493	210.732	7,586.35	2,960.58	LT		
17			03/26/08	2,429.40	142.905	210.732	3,582.44	1,153.04	LT		
19			08/12/08	3,379.10	177.847	210.732	4,003.91	624.81	LT		
32			12/02/08	2,857.49	89.296	210.732	6,743.42	3,885.93	LT		
27			12/03/08	2,532.95	93.813	210.732	5,689.76	3,156.81	LT		
131				**15,824.71**	**120 799**		**27,605.88**	**11,781.17**			
187	BANK OF AMERICA CORP	BAC	05/04/09	1,897.88	10.149	15.06	2,816.22	918.34	ST		
151			05/05/09	1,663.17	11.014	15.06	2,274.06	610.89	ST		
151			06/18/09	1,946.22	12.888	15.06	2,274.06	327.84	ST		
64			10/14/09	1,170.96	18.296	15.06	963.84	(207.12)	ST		
553				**6,678.23**	**12.076**		**8,328.18**	**1,649.95**		.265	22.12
77	BAXTER INTL INC	BAX	12/11/09	**4,492.43**	58.343	58 68	**4,518.36**	**25 93**	ST	**1.976**	**89 32**
205	CAPITAL ONE FINL CORP	COF	04/13/09	**3,759.52**	18.339	38.34	**7,859.70**	**4,100.18**	ST	**.521**	**41.00**

JOHN & CAROLYN PETERSON   Account number [redacted]-0455C-[redacted]

Common stocks & options *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated income (annualized)
18	CELGENE CORP	CELG	02/26/09	$ 901.11	$ 50.061	$ 55.68	$ 1,002.24	$ 101.13 ST		
65			04/07/09	2,671.79	41 104	55.68	3,619.20	947.41 ST		
83				**3,572.90**	**43 047**		**4,621.44**	**1,048.54**		
91	CISCO SYS INC	CSCO	11/24/08	1,478.10	16.242	23.94	2,178.54	700.44 LT		
139			12/01/08	2,098.11	15.094	23.94	3,327.66	1,229.55 LT		
114			03/10/09	1,675.99	14.701	23 94	2,729.16	1,053.17 ST		
82			03/23/09	1,371.24	16.722	23.94	1,963 08	591.84 ST		
65			04/02/09	1,200.95	18.476	23.94	1,556.10	355.15 ST		
95			11/25/09	2,260.26	23.792	23.94	2,274.30	14.04 ST		
108			12/04/09	2,608.02	24.148	23.94	2,585.52	(22.50) ST		
118			12/18/09	2,753.01	23.33	23.94	2,824.92	71.91 ST		
812				**15,445 68**	**19.022**		**19,439.28**	**3,993.60**		
82	WALT DISNEY CO	DIS	11/24/08	1,806.28	22.027	32.25	2,644.50	838.22 LT		
73			12/08/08	1,879.19	25.742	32.25	2,354.25	475.06 LT		
85			03/11/09	1,414.28	16.638	32.25	2,741.25	1,326.97 ST		
63			11/05/09	1,822.95	28.935	32.25	2,031.75	208.80 ST		
303				**6,922.70**	**22.847**		**9,771.75**	**2,849.05**	**1.085**	**106.05**
152	DIRECTV CL A	DTV	11/11/09	4,501.33	29.614	33.35	5,069.20	567.87 ST		
59			11/24/09	1,888.61	32.01	33.35	1,967.65	79.04 ST		
67			12/04/09	2,167.29	32.347	33.35	2,234.45	67.16 ST		
61			12/14/09	2,019.08	33.099	33.35	2,034.35	15.27 ST		
339				**10,576 31**	**31.199**		**11,305.65**	**729.34**		
190	DOW CHEMICAL CO	DOW	08/03/09	4,249.14	22.363	27.63	5,249.70	1,000.56 ST		
185			09/10/09	4,293.31	23.207	27.63	5,111.55	818.24 ST		
88			10/20/09	2,363.18	26.854	27.63	2,431.44	68.26 ST		
463				**10,905.63**	**23.554**		**12,792.69**	**1,887.06**	**2.171**	**277.80**
64	EXPRESS SCRIPTS INC.COMMON	ESRX	04/20/09	3,736.79	58.387	86.42	5,530 88	1,794.09 ST		
27			04/28/09	1,658.29	61.418	86.42	2,333.34	675.05 ST		
25			04/30/09	1,624.17	64.966	86.42	2,160.50	536.33 ST		
30			07/23/09	2,089.63	69.654	86.42	2,592.60	502.97 ST		
27			07/29/09	1,930 78	71 51	86.42	2,333.34	402.56 ST		
173				**11,039.66**	**63.813**		**14,950.66**	**3,911.00**		
49	FEDEX CORP	FDX	12/15/09	**4,491 43**	91.661	83.45	**4,089.05**	**(402.38)** ST	**.527**	**21.56**

MorganStanley SmithBarney

Ref: 00002937 00102455

Reserved
Client Statement
December 1 - December 31, 2009

JOHN & CAROLYN PETERSON *Account number* [redacted]*-0455C-*[redacted]

Common stocks & options *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)		Average % yield	Anticipated Income (annualized)
75	FREEPORT MCMORAN COPPER & GOLD	FCX	01/29/09	$ 2,005.72	$ 26.742	$ 80.29	$ 6,021.75	$ 4,016.03	ST		
36	CL B		09/11/09	2,542 45	70.623	80.29	2,890.44	347.99	ST		
111				**4,548 17**	**40.975**		**8,912 19**	**4,364 02**		**.747**	**66 60**
66	GENERAL DYNAMICS CORP	GD	10/20/09	4,453.00	67.469	68.17	4,499 22	46.22	ST		
35			11/25/09	2,373.11	67.803	68.17	2,385.95	12.84	ST		
28			12/14/09	1,964.36	70 155	68 17	1,908.76	(55.60)	ST		
31			12/15/09	2,185.17	70.489	68.17	2,113 27	(71.90)	ST		
160				**10,975 64**	**68.598**		**10,907 20**	**(68.44)**		**2.229**	**243 20**
24	GILEAD SCIENCES INC	GILD	03/11/09	1,078.39	44.933	43.27	1,038 48	(39.91)	ST		
41			04/07/09	1,967.28	47.982	43.27	1,774 07	(193.21)	ST		
31			07/22/09	1,480.23	47.749	43.27	1,341.37	(138 86)	ST		
61			09/08/09	2,847.14	46.674	43.27	2,639.47	(207.67)	ST		
157				**7,373.04**	**46 962**		**6,793.39**	**(579.65)**			
22	GOLDMAN SACHS GROUP INC	GS	12/29/08	1,664 13	75.642	168.84	3,714.48	2,050.35	LT		
41			01/05/09	3,679.53	89.744	168.84	6,922 44	3,242.91	ST		
47			01/06/09	4,203.10	89.427	168.84	7,935.48	3,732.38	ST		
16			03/24/09	1,824 62	114.039	168.84	2,701 44	876.82	ST		
126				**11,371.38**	**90.249**		**21,273.84**	**9,902.46**		**.829**	**176.40**
3	GOOGLE INC	GOOG	09/11/07	1,555.23	518.41	619.98	1,859 94	304.71	LT		
9	CLASS A		03/13/08	3,912.09	434.676	619.98	5,579 82	1,667.73	LT		
3			04/29/08	1,684.03	561 342	619.98	1,859.94	175.91	LT		
7			08/06/08	3,322.44	474.634	619.98	4,339.86	1,017.42	LT		
10			10/14/08	3,708 98	370.898	619.98	6,199 80	2,490 82	LT		
5			01/23/09	1,636.38	327.275	619.98	3,099 90	1,463.52	ST		
13			02/09/09	4,911 18	377.783	619.98	8,059.74	3,148.56	ST		
50				**20,730.33**	**414.607**		**30,999 00**	**10,268.67**			
35	HEWLETT PACKARD CO	HPQ	09/11/07	1,728.87	49.396	51.51	1,802.85	73.98	LT		
41			01/25/08	1,833 43	44.717	51.51	2,111.91	278.48	LT		
53			03/25/08	2,561.85	48.336	51.51	2,730.03	168.18	LT		
58			05/01/08	2,760.63	47.597	51.51	2,987.58	226.95	LT		
100			10/14/08	4,025.10	40.251	51.51	5,151.00	1,125.90	LT		
117			12/01/08	4,028.64	34.432	51.51	6,026.67	1,998.03	LT		
29			12/21/09	1,505.42	51 911	51.51	1,493.79	(11.63)	ST		
433				**18,443.94**	**42.596**		**22,303.83**	**3,859.89**		**.621**	**138.56**

JOHN & CAROLYN PETERSON **Account number [redacted]-0455C-[redacted]**

Common stocks & options *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
48	INTL BUSINESS MACHINES CORP	IBM	01/25/08	$ 5,085.41	$ 105.946	$ 130.90	$ 6,283.20	$ 1,197.79 LT		
26			03/25/08	3,071.32	118.127	130.90	3,403.40	332.08 LT		
23			07/11/08	2,779.52	120.848	130.90	3,010.70	231.18 LT		
5			10/13/08	455.43	91.085	130.90	654.50	199.07 LT		
21			10/14/08	1,981.19	94.342	130 90	2,748.90	767.71 LT		
45			12/29/08	3,613 39	80.297	130.90	5,890.50	2,277.11 LT		
13			03/16/09	1,202.60	92 507	130.90	1,701.70	499.10 ST		
181				**18,188.86**	**100.491**		**23,692.90**	**5,504.04**	**1.68**	**398.20**
89	JPMORGAN CHASE & CO	JPM	03/11/09	1,801.75	20.244	41.67	3,708.63	1,906.88 ST		
69			03/12/09	1,502.11	21.769	41.67	2,875.23	1,373.12 ST		
119			03/18/09	3,013.02	25.319	41.67	4,958.73	1,945.71 ST		
45			03/18/09	1,139.38	25 319	41.67	1,875.15	735.77 ST		
322				**7,456 26**	**23 156**		**13,417.74**	**5,961.48**	**.479**	**64.40**
84	KOHLS CORP	KSS	03/26/09	3,605.12	42.918	53 93	4,530.12	925.00 ST		
27			10/08/09	1,614.76	59 805	53.93	1,456.11	(158.65) ST		
111				**5,219.88**	**47.026**		**5,986.23**	**766.35**		
46	MEDCO HEALTH SOLUTIONS INC	MHS	06/30/08	2,208 45	48.009	63.91	2,939.86	731.41 LT		
84			07/11/08	3,934 39	46 838	63.91	5,368 44	1,434.05 LT		
66			03/10/09	2,580.16	39.093	63 91	4,218.06	1,637.90 ST		
196				**8,723.00**	**44 505**		**12,526 36**	**3,803.36**		
93	MERCK & CO INC NEW	MRK	03/09/09	1,950.45	20.972	36.54	3,398.22	1,447.77 ST		
138			03/10/09	3,040 08	22.029	36.54	5,042.52	2,002.44 ST		
60			03/12/09	1,432.04	23.867	36.54	2,192.40	760.36 ST		
291				**6,422.57**	**22.071**		**10,633.14**	**4,210.57**	**4.159**	**442.32**
59	MICROSOFT CORP	MSFT	03/10/09	964.04	16.339	30.48	1,798.32	834.28 ST		
92			03/23/09	1,630 86	17.726	30.48	2,804.16	1,173.30 ST		
95			03/26/09	1,760.35	18.53	30.48	2,895.60	1,135.25 ST		
172			04/01/09	3,296.31	19.164	30.48	5,242.56	1,946.25 ST		
113			05/06/09	2,247.59	19.89	30.48	3,444.24	1,196.65 ST		
531				**9,899 15**	**18.642**		**16,184.88**	**6,285.73**	**1.706**	**276.12**
47	OCCIDENTAL PETROLEUM CORP-DEL	OXY	01/06/09	2,915.55	62.033	81.35	3,823.45	907.90 ST		
71			03/30/09	3,971.06	55.93	81.35	5,775.85	1,804.79 ST		
14			04/02/09	860.30	61.45	81.35	1,138.90	278.60 ST		
34			05/06/09	2,198.31	64.656	81.35	2,765.90	567.59 ST		
10			11/04/09	806.85	80.684	81.35	813.50	6.65 ST		

Common stocks & options *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
10	OCCIDENTAL PETROLEUM CORP-DEL	OXY	11/05/09	$ 812.85	$ 81.285	$ 81.35	$ 813.50	$ .65 ST		
186				**11,564 92**	**62.177**		**15,131.10**	**3,566.18**	**1.622**	**245.52**
190	ORACLE CORP	ORCL	09/09/09	4,277.26	22.511	24.53	4,660.70	383.44 ST		
105			11/16/09	2,398.23	22.84	24.53	2,575.65	177.42 ST		
107			11/25/09	2,407.92	22 503	24.53	2,624.71	216.79 ST		
402				**9,083.41**	**22.596**		**9,861.06**	**777.65**	**.815**	**80.40**
243	PFIZER INC	PFE	11/25/09	**4,515.81**	18.583	18.19	**4,420.17**	**(95.64)** ST	**3.958**	**174.96**
35	PHILIP MORRIS INTL INC	PM	07/11/08	1,875.71	53.591	48.19	1,686.65	(189.06) LT		
56			10/13/08	2,406.62	42.975	48.19	2,698.64	292.02 LT		
47			11/24/08	1,982.34	42.177	48.19	2,264.93	282.59 LT		
138				**6,264.67**	**45.396**		**6,650.22**	**385.55**	**4.814**	**320.16**
53	PRAXAIR INC	PX	04/30/09	**3,952.10**	74.568	80 31	**4,256 43**	**304 33** ST	**1.992**	**84 80**
43	PRECISION CASTPARTS CORP	PCP	11/18/09	4,521.08	105.141	110.35	4,745 05	223.97 ST		
21			12/07/09	2,333.14	111.102	110.35	2,317.35	(15.79) ST		
25			12/21/09	2,834.22	113.368	110.35	2,758.75	(75.47) ST		
89				**9,688.44**	**108 859**		**9,821.15**	**132.71**	**.108**	**10 68**
61	SALESFORCE.COM INC	CRM	12/30/09	**4,479.83**	73.439	73.77	**4,499.97**	**20.14** ST		
191	STAPLES INC	SPLS	06/09/09	3,991.59	20.898	24.59	4,696.69	705.10 ST		
95			08/11/09	2,091.87	22.019	24.59	2,336.05	244.18 ST		
286				**6,083 46**	**21.271**		**7,032.74**	**949.28**	**1.342**	**94.38**
59	3M COMPANY	MMM	10/08/09	4,402 63	74.62	82.67	4,877.53	474.90 ST		
28			10/20/09	2,125.51	75.91	82.67	2,314.76	189.25 ST		
28			10/23/09	2,184 16	78.005	82.67	2,314 76	130.60 ST		
36			12/14/09	2,944.97	81.804	82.67	2,976.12	31.15 ST		
151				**11,657.27**	**77.20**		**12,483.17**	**825.90**	**2.467**	**308.04**
14	UNION PACIFIC CORP	UNP	11/03/08	900.48	64.32	63.90	894.60	(5.88) LT		
35			12/11/08	1,708.59	48.816	63.90	2,236.50	527.91 LT		
58			03/11/09	2,126 70	36.667	63.90	3,706.20	1,579.50 ST		
75			03/24/09	3,198.47	42.646	63.90	4,792.50	1,594.03 ST		
24			08/03/09	1,449.04	60.376	63.90	1,533.60	84.56 ST		
206				**9,383 28**	**45.55**		**13,163.40**	**3,780.12**	**1.69**	**222.48**
1	UNITED TECHNOLOGIES CORP	UTX	01/25/08	73.68	73.676	69.41	69.41	(4.27) LT		
34			07/17/08	2,197.30	64 626	69.41	2,359.94	162.64 LT		
30			07/22/08	1,945.30	64.843	69 41	2,082.30	137.00 LT		
32			08/06/08	2,102.70	65.709	69.41	2,221.12	118 42 LT		

Common stocks & options *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
10	UNITED TECHNOLOGIES CORP	UTX	11/05/08	$ 559.55	$ 55.954	$ 69.41	$ 694.10	$ 134.55 LT		
89			11/06/08	4,484.97	50.392	69.41	6,177.49	1,692.52 LT		
20			11/10/08	1,047.82	52.391	69.41	1,388.20	340.38 LT		
216				**12,411.32**	**57.46**		**14,992.56**	**2,581.24**	**2.218**	**332.64**
22	VALE S A SPON ADR	VALE	02/26/09	296.70	13.486	29.03	638.66	341.96 ST		
138			03/11/09	1,893.53	13.721	29.03	4,006.14	2,112.61 ST		
160				**2,190.23**	**13.689**		**4,644.80**	**2,454.57**	**.775**	**36.00**
59	VISA INC COM CL A	V	04/30/09	3,930.31	66.615	87.46	5,160.14	1,229.83 ST		
26			05/06/09	1,748.26	67.24	87.46	2,273.96	525.70 ST		
26			11/10/09	2,106.84	81.032	87.46	2,273.96	167.12 ST		
111				**7,785.41**	**70.139**		**9,708.06**	**1,922.65**	**.571**	**55.50**
Total common stocks and options				**$ 347,989.25**			**$ 453,759.41**	**$ 67,681.84 ST**	**.95**	
								$ 38,088.32 LT		**$ 4,329.21**

Exchange traded & closed end funds

Citi Investment Research & Analysis (CIRA) ratings may be shown for certain closed-end funds. All research ratings represent the "opinions" of the research provider and are not representations or guarantees of performance. Because the research report contains more complete information regarding the analyst's opinions, analysis, and rating, you should read the entire research report and not infer its contents from the rating CIRA closed-end fund recommendations include an investment rating and a risk rating. The Investment Rating code (1,2, 3) is based upon CIRA's expectation of the security's performance relative to its peer group of closed-end funds. The Risk Rating (L, M, H or S) represents the fund's expected risk, taking into account the quality and liquidity of the underlying securities, financial leverage and foreign currency exposure. Please refer to the end of this statement for a guide describing CIRA ratings.

Closed end investment companies are grouped below by portfolio designations. Gain/Loss is provided to assist in tax preparation. It is not intended to calculate investment returns or performance.

Consulting Group Research (CGR) rating codes (FL, AL or NL) may be shown for certain exchange-traded funds. Please refer to the "Guide to Investment Ratings" at the end of this statement for a description of these rating codes. All research ratings represent the "opinions" of Consulting Group Research and are not representations or guarantees of performance.

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
198	ISHARES IBOXX $ INVESTOP	LQD	05/13/09	$ 19,254.05	$ 97 242	$ 104.15	$ 20,621.70	$ 1,367.65 ST		
64	INVESTMENT GRADE CORP FD FD		06/30/09	6,410.95	100.171	104.15	6,665.60	254.65 ST		
416	Taxable bond portfolio **Rating:** CG RESEARCH · AL		08/05/09	42,654 98	102.536	104.15	43,326.40	671.42 ST		
44			12/30/09	4,590.29	104.324	104.15	4,582.60	(7 69) ST		
722				**72,910.27**	**100.984**		**75,196.30**	**2,286.03**	**5.496**	**4,133.45**
Total closed end fund taxable bond allocation							**$ 75,196.30**			
Total exchange traded funds and closed end funds				**$ 72,910.27**			**$ 75,196.30**	**$ 2,286.03 ST**	**5.49**	
								$ 0.00 LT		**$ 4,133.45**

Bonds

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

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

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

Corporate bonds

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
23,000	HEWLETT PACKARD CO	12/23/08	$ 24,576.42	$ 106.854	111.739	**$ 25,699.97**	$ 1,123.55	LT	**5.481**	**$ 0.00**
	BOOK/ENTRY	428236AT0	**$ 24,297.89**	$ 105 643	**$ 469.58**		**$ 1,402 08**	LT	**$ 1,408.75**	**$ 1,402.08**
	DTD 12/05/2008									
	INT: 06.125% MATY: 03/01/2014									
	Rating: A2/A									
8,000	MARATHON OIL CORP	03/06/09	7,930.48	99.131	115.412	9,232.96	1,302.48	ST		0.00
	BOOK/ENTRY	565849AH9	7,930.48	99.131			1,302 48	ST		1,302 48
4,000	DTD 02/17/2009	03/26/09	4,050.24	101.256	115.412	4,616.48	566.24	ST		0.00
	INT 07.500% MATY: 02/15/2019		4,047.52	101.188			568.96	ST		568 96
12,000	Rating: BAA1/BBB+		11,980.72	99.80		**13,849.44**	1,868.72		**6 498**	**0.00**
			11,978 00	99.80	**340.00**		**1,871.44**		**900.00**	**1,871.44**
Total corporate bonds			$ 36,557.14		**$ 809.58**	**$ 39,549.41**	**$ 1,871.44**	**ST**	**5.83**	**$ 0.00**
35,000			**$ 36,275.89**				**$ 1,402.08**	**LT**	**$ 2,308.75**	**$ 3,273.52**

Government & government sponsored entity (GSE) bonds

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
67,000	FEDERAL HOME LN MTG CRP GLOBAL	09/11/07	$ 68,905.31	$ 102.843	108.625	$ 72,778.75	$ 3,873.44	LT		$ 0.00
	REFERENCE NOTES BK/ENTRY	3134A4QD9	$ 68,051.23	$ 101.569			$ 4,727.52	LT		$ 4,727.52
5,000	DTD 7/16/02	09/24/07	5,085 81	101.716	108.625	5,431.25	345.44	LT		0 00
	INT: 05.125% MATY: 07/15/2012		5,047.85	100 957			383 40	LT		383.40
48,000		03/26/09	52,905 00	110.218	108.625	52,140.00	(765 00)	ST		0.00
			51,812.16	107 942			327 84	ST		327.84

Government & government sponsored entity (GSE) bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
17,000	FEDERAL HOME LN MTG CRP GLOBAL	05/18/09	$ 18,767.32	$ 110.396	108.625	$ 18,466.25	($ 301.07)	ST		$ 0.00
	REFERENCE NOTES BK/ENTRY	3134A4QD9	$ 18,429.70	$ 108.41			$ 36.55	ST		$ 36.55
137,000	DTD 7/16/02		145,663.44	106.30		148,816.25	3,152.81		4.718	0.00
	INT: 05.125% MATY: 07/15/2012		143,340.94	104.60	3,237.58		5,475.31		7,021.25	5,475.31
Total government & government sponsored entity (GSE) bonds			$ 145,663.44		$ 3,237.58	$ 148,816.25	$ 364.39	ST	4.71	$ 0.00
137,000			$ 143,340.94				$ 5,110.92	LT	$ 7,021.25	$ 5,475.31
Total portfolio value			$ 637,144.09			$ 753,949.11	$ 72,203.70	ST	2.36	$ 0.00
							$ 44,601.32	LT	$ 17,818.29	$ 8,748.83

MorganStanley SmithBarney

Ref: 00002937 00102472

Reserved Client Statement
December 1 - December 31, 2009

JOHN & CAROLYN PETERSON *Account number [redacted]-0457C-[redacted]*

Common stocks & options

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
87	SIGNET JEWELERS LTD-USD	SIG	09/06/07	**$ 3,178.42**	$ 36 743	$ 26.72	**$ 2,324.64**	**($ 853.78)** LT	**.718%**	**$ 16.70**
31	ALLIANZ SE ADR	AZSEY	02/25/05	390.03	12.581	12.45	385.95	(4.08)*LT		
15			04/27/05	179.66	11 977	12.45	186.75	7.09* LT		
32			04/28/05	380.60	11.893	12.45	398.40	17.80* LT		
16			05/24/05	188.58	11.786	12.45	199.20	10.62* LT		
50			05/25/05	590.20	11.804	12.45	622.50	32.30* LT		
48			12/04/06	934.56	19.47	12.45	597.60	(336.96)*LT		
55			05/24/07	1,207.13	21.947	12.45	684.75	(522.38)*LT		
285			09/06/07	6,050.55	21.23	12.45	3,548.25	(2,502.30) LT		
532				**9,921.31**	**18.649**		**6,623.40**	**(3,297.91)**	**2.73**	**180.88**
4	ASAHI KASEI CORP ADR	AHKSY	03/01/05	212.29	53.072	49.80	199 20	(13.09)*LT		
21			03/02/05	1,128.74	53.749	49.80	1,045.80	(82.94)*LT		
7			03/03/05	377.01	53.858	49.80	348.60	(28.41)*LT		
11			04/06/05	554.41	50 40	49 80	547.80	(6.61)*LT		
18			12/04/06	1,164.60	64.70	49.80	896.40	(268.20)*LT		
23			05/25/07	1,479.32	64.318	49.80	1,145.40	(333.92)*LT		
23			06/11/07	1,525.33	66.318	49.80	1,145 40	(379.93)*LT		
20			09/06/07	1,517.00	75.85	49.80	996.00	(521.00) LT		
127				**7,958.70**	**62.667**		**6,324.60**	**(1,634.10)**	**1.558**	**98.55**
145	ASTRAZENECA PLC SPON ADR	AZN	11/12/09	**6,595.67**	45.487	46.94	**6,806.30**	**210.63** ST	**4.452**	**303 05**
255	AXA S.A.SPONS ADR	AXA	09/06/07	**9,992.69**	39.187	23.68	**6,038.40**	**(3,954.29)** LT	**1.929**	**116.54**
240	BAE SYSTEMS PLC SPON ADR	BAESY	05/08/09	5,170.51	21.543	23.18	5,563.20	392.69 ST		
75			11/05/09	1,569 23	20.923	23.18	1,738.50	169 27 ST		
315				**6,739.74**	**21.396**		**7,301.70**	**561.96**	**4.098**	**299 25**
3	BP PLC SPONS ADR	BP	06/01/06	212.29	70.764	57.97	173.91	(38.38)*LT		
16			09/14/06	1,065.43	66.589	57.97	927.52	(137.91)*LT		
26			12/04/06	1,754.22	67 47	57.97	1,507.22	(247.00)*LT		
17			01/22/07	1,095.98	64.469	57.97	985.49	(110.49)*LT		
25			02/05/07	1,594.15	63.766	57.97	1,449.25	(144.90)*LT		
18			02/13/07	1,127.60	62.644	57.97	1,043.46	(84.14)*LT		
105				**6,849 67**	**65.235**		**6,086.85**	**(762.82)**	**5.796**	**352 80**
11	BNP PARIBAS SPON ADR	BNPQY	03/19/07	571.23	51.93	40.16	441 76	(129.47)*LT		
125			09/06/07	6,368.75	50.95	40.16	5,020.00	(1,348.75) LT		
136				**6,939 98**	**51.029**		**5,461.76**	**(1,478.22)**	**1.292**	**70.58**

Common stocks & options *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
37	BANCO SANTANDER S.A.	STD	03/19/07	$ 656 85	$ 17.752	$ 16.44	$ 608.28	($ 48.57)*LT		
305			09/06/07	5,452.12	17.875	16.44	5,014.20	(437.92) LT		
190			11/21/08	1,294.01	6.81	16.44	3,123.60	1,829 59 LT		
532				**7,402.98**	**13.915**		**8,746 08**	**1,343.10**	**5.328**	**466.03**
100	BHP BILLITON LTD SPONS ADR	BHP	03/17/09	**4,107.68**	41.076	76.58	**7,658.00**	**3,550.32** ST	**2.141**	**164.00**
107	BRASIL TELECOM S A SPONSORED ADR REPSTG PFD SHS	BTM	04/03/08	**4,166.55**	39 171	29.13	**3,116.91**	**(1,049.64)** LT	**4.483**	**139.74**
61	BRASIL TELECOM SA ADR	BTMC	04/03/08	**1,249.96**	20.512	15.99	**975.39**	**(274.57)** LT		
710	CENTRAL JAPAN RY CO-JPY UNSPONS ADR	CJPRY	02/19/09	**4,366.50**	6.15	6.67	**4,735.70**	**369.20** ST	**1.214**	**57.51**
30	CHINA PETROLEUM&CHEM ADR	SNP	11/05/07	4,231.13	141.037	88.07	2,642.10	(1,589.03) LT		
35			11/15/07	4,977.63	142.218	88.07	3,082.45	(1,895.18) LT		
65				**9,208.76**	**141.673**		**5,724.55**	**(3,484.21)**	**2.349**	**134.49**
111	COCA-COLA FEMSA S.A.B DE C.V.SPONS ADR	KOF	09/06/07	**4,601.86**	41.458	65.72	**7,294.92**	**2,693.06** LT	**1.571**	**114 66**
202	COMPANHIA PARANAENSE DE ENERGIA COPEL SPONS ADR	ELP	05/12/09	**2,633.74**	13.038	21.45	**4,332.90**	**1,699.16** ST	**.303**	**13.13**
8	DBS GROUP HLDG LTD SP ADR	DBSDY	11/01/04	301.20	37.65	44.00	352 00	50.80* LT		
26			03/07/06	1,041.38	40.053	44.00	1,144.00	102.62* LT		
19			03/31/06	771.51	40.605	44.00	836.00	64.49* LT		
8			06/26/06	346.34	43.292	44.00	352.00	5.66* LT		
31			12/04/06	1,731.35	55.85	44.00	1,364.00	(367.35)*LT		
15			04/09/07	898.50	59.90	44.00	660.00	(238.50)*LT		
105			09/06/07	5,643.75	53.75	44.00	4,620.00	(1,023.75) LT		
212				**10,734 03**	**50.632**		**9,328.00**	**(1,406.03)**	**3.534**	**329.66**
330	DEUTSCHE LUFTHANSA AG SPONS ADR	DLAKY	03/25/08	**8,606.50**	26.08	16.90	**5,577.00**	**(3,029.50)** LT	**12.692**	**707.85**
19	ENI SPA SPONSORED ADR	E	05/17/04	751 91	39.574	50.61	961.59	209.68* LT		
27			12/04/06	1,767.15	65.45	50.61	1,366 47	(400.68)*LT		
80			09/06/07	5,531.20	69.14	50 61	4,048.80	(1,482.40) LT		
10			04/01/09	389.30	38 929	50.61	506 10	116.80 ST		
136				**8,439 56**	**62 056**		**6,882.96**	**(1,556.60)**	**4.688**	**322.73**
12	GLAXOSMITHKLINE PLC SP ADR	GSK	05/17/04	502.75	41.896	42.25	507.00	4.25* LT		
8			07/20/04	320 66	40.082	42.25	338 00	17.34* LT		
11			03/01/06	565.39	51.399	42.25	464.75	(100 64)*LT		

JOHN & CAROLYN PETERSON   Account number [redacted]-0457C-[redacted]

Common stocks & options *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
9	GLAXOSMITHKLINE PLC SP ADR	GSK	04/24/06	$ 474.96	$ 52.773	$ 42.25	$ 380.25	($ 94.71)*LT		
6			04/25/06	319 50	53.25	42.25	253.50	(66.00)*LT		
11			09/18/06	608.85	55.35	42 25	464 75	(144.10)*LT		
12			11/20/06	623.44	51.953	42.25	507.00	(116.44)*LT		
40			12/04/06	2,132.80	53.32	42.25	1,690 00	(442.80)*LT		
19			01/22/07	1,060.02	55.79	42 25	802.75	(257.27)*LT		
128				**6,608 37**	**51 628**		**5,408.00**	**(1,200.37)**	**4 39**	**237.44**
14	HANNOVER REINS CORP-EUR ADR	HVRRY	12/15/05	249.15	17.796	23.60	330.40	81.25* LT		
36			01/27/06	697.50	19.375	23.60	849.60	152.10* LT		
50			12/04/06	1,077.50	21.55	23.60	1,180.00	102.50* LT		
200			09/06/07	4,580.00	22.90	23.60	4,720 00	140.00 LT		
120			12/06/07	2,921.71	24.347	23.60	2,832.00	(89 71) LT		
420				**9,525 86**	**22.681**		**9,912.00**	**386.14**	**4.516**	**447.72**
200	HUANENG POWER INTL SP ADR	HNP	07/17/09	**5,536.66**	27.683	22.40	**4,480.00**	**(1,056.66)** ST	**2.522**	**113.00**
14	HUTCHISON WHAMPOA LTD-ADR	HUWHY	10/26/06	629.34	44.952	34.40	481.60	(147.74)*LT		
15			10/31/06	667.11	44.474	34.40	516.00	(151.11)*LT		
25			11/06/06	1,123.34	44.933	34 40	860 00	(263.34)*LT		
17			12/04/06	796.45	46.85	34.40	584.80	(211.65)*LT		
110			09/06/07	5,500.00	50.00	34.40	3,784.00	(1,716.00) LT		
181				**8,716 24**	**48.156**		**6,226.40**	**(2,489 84)**	**3.127**	**194.76**
120	KDDI CORP-JPY	KDDIY	12/11/09	**6,630.49**	55.254	53.50	**6,420.00**	**(210.49)** ST	**2.168**	**139.20**
485	KONINKLIJKE AHOLD NV ADR (NEW)	AHONY	10/09/09	**5,968.90**	12.307	13.25	**6,426.25**	**457.35** ST	**1.35**	**86.82**
105	LAFARGE SPONS ADR NEW LAFARGE COPPEE	LFRGY	09/06/07	3,973.42	37.842	20.67	2,170.35	(1,803 07) LT		
80			05/05/09	1,222 12	15.276	20.67	1,653.60	431.48 ST		
100			05/13/09	1,463.87	14 638	20.67	2,067.00	603.13 ST		
285				**6,659.41**	**23.366**		**5,890.95**	**(768.46)**	**2.52**	**148.49**
75	MACQUARIE GROUP SPONS ADR	MQBKY	09/06/07	**4,455.00**	59.40	43.50	**3,262.50**	**(1,192.50)** LT	**2.393**	**78.08**
110	MALAYAN BKG BERHAD SPONSORED ADR	MLYBY	06/12/07	622.08	5.655	3.92	431.20	(190.88)*LT		
140			06/13/07	786.13	5.615	3.92	548.80	(237.33)*LT		
236.25			06/26/07	1,352.03	5 722	3.92	926.10	(425.93)*LT		
112.5			07/09/07	649 62	5.774	3.92	441.00	(208.62)*LT		
36.25			07/10/07	210.07	5 795	3.92	142 10	(67 97)*LT		
635				**3,619.93**	**5.701**		**2,489.20**	**(1,130.73)**	**.79**	**19.69**
515	MARKS & SPENCER GROUP PLC SPONSORED ADR	MAKSY	12/22/08	**3,369 80**	6 543	13.00	**6,695 00**	**3,325 20** LT	**3 484**	**233 30**

Ref: 00002937 00102475

MorganStanley SmithBarney

Reserved Client Statement

December 1 - December 31, 2009

JOHN & CAROLYN PETERSON   Account number [redacted]-0457C-[redacted]

Common stocks & options *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
340	MEDIASET S P A SPONSORED ADR-USD	MDIUY	04/30/08	**$ 9,134.10**	$ 26.865	$ 24.70	**$ 8,398.00**	**($ 736.10)** LT	**4.55%**	**$ 382.16**
29	MITSUBISHI CORP SPONS ADR	MSBHY	11/16/06	1,035.91	35.721	49.76	1,443.04	407.13* LT		
25			12/04/06	956 25	38.25	49.76	1,244.00	287.75* LT		
33			01/22/07	1,236.88	37.481	49.76	1,642.08	405.20* LT		
29			05/01/07	1,247 99	43.034	49.76	1,443.04	195.05* LT		
100			09/06/07	5,495.00	54.95	49.76	4,976.00	(519.00) LT		
216				**9,972.03**	**46.167**		**10,748.16**	**776.13**	**1.252**	**134.57**
385	NATIONAL AUSTRALIA BK LTD SPONSORED ADR -USD-	NABZY	01/30/09	**4,675.90**	12.145	24.42	**9,401 70**	**4,725.80** ST	**4.856**	**456.61**
130	NETEASE.COM INC ADR	NTES	12/03/09	**5,075.19**	39.039	37.62	**4,890.60**	**(184 59)** ST		
125	NOVARTIS AG ADR	NVS	04/30/09	**4,773.90**	38.191	54 43	**6,803.75**	**2,029.85** ST	**2.671**	**181.75**
365	PRUDENTIAL PLC ADR	PUK	09/06/07	**10,377.02**	28.43	20.39	**7,442.35**	**(2,934.67)** LT	**2.991**	**222 65**
40	RWE AG SPONS ADR -USD	RWEOY	09/06/07	4,376.00	109.40	96.90	3,876.00	(500.00) LT		
20			04/01/09	1,412 99	70.649	96.90	1,938.00	525.01 ST		
60				**5,788.99**	**96.483**		**5,814.00**	**25.01**	**4.424**	**257.22**
216	REED ELSEVIER NV	ENL	09/06/07	**8,982.11**	41.664	24.40	**5,270 40**	**(3,711.71)** LT	**3.881**	**204.55**
18	REXAM PLC SPONS ADR -NEW-	REXMY	02/08/07	958 51	53.25	23.79	428.22	(530.29)*LT		
4			02/09/07	212.34	53.085	23.79	95.16	(117.18)*LT		
25			03/20/07	1,313.47	52.538	23.79	594.75	(718.72)*LT		
20			06/12/07	993.70	49.685	23.79	475.80	(517.90)*LT		
100			09/06/07	5,333.92	53.339	23.79	2,379.00	(2,954.92) LT		
120			08/28/09	2,654.28	22.119	23.79	2,854.80	200.52 ST		
287				**11,466.22**	**39.952**		**6,827.73**	**(4,638.49)**	**7.04**	**480.73**
165	ROCHE HLDG LTD SPON ADR	RHHBY	06/12/09	**5,640.01**	34.181	42.20	**6,963.00**	**1,322 99** ST	**1.575**	**109.73**
185	ROLLS ROYCE GROUP PLC SPONSORED ADR	RYCEY	07/24/08	**6,837.89**	36.961	39.01	**7,216.85**	**378 96** LT	**.763**	**55.13**
7	SANOFI-AVENTIS SPONS ADR	SNY	10/18/05	285.00	40.714	39.27	274.89	(10.11)*LT		
10			10/21/05	406.09	40.609	39.27	392.70	(13.39)*LT		
10			08/08/06	444.48	44.448	39.27	392.70	(51.78)*LT		
18			08/09/06	797.33	44.296	39.27	706.86	(90.47)*LT		
21			09/13/06	920.02	43.81	39.27	824.67	(95.35)*LT		
5			09/14/06	216 70	43.34	39.27	196.35	(20.35)*LT		
24			10/13/06	1,036 30	43.179	39.27	942.48	(93.82)*LT		
22			12/01/06	962.50	43.75	39.27	863.94	(98.56)*LT		
59			12/04/06	2,590.69	43.91	39.27	2,316.93	(273.76)*LT		

MorganStanley SmithBarney

Ref: 00002937 00102476

Reserved Client Statement
December 1 - December 31, 2009

JOHN & CAROLYN PETERSON — Account number [redacted]-0457C-[redacted]

Common stocks & options *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
28	SANOFI-AVENTIS SPONS ADR	SNY	02/07/07	$ 1,237.68	$ 44.202	$ 39.27	$ 1,099.56	($ 138.12)*LT		
31			03/21/07	1,330.97	42.934	39.27	1,217.37	(113.60)*LT		
19			06/14/07	793 85	41.781	39 27	746 13	(47.72)*LT		
254				**11,021.61**	**43.392**		**9,974.58**	**(1,047.03)**	**2.844**	**283.72**
30	SECOM LTD ADR	SOMLY	10/02/09	3,036.48	101 216	95.65	2,869.50	(166.98) ST		
30			11/06/09	2,801.21	93.373	95.65	2,869 50	68.29 ST		
60				**5,837.69**	**97.295**		**5,739 00**	**(98 69)**	**1.705**	**97.86**
95	SHIN ETSU CHEM CO LTD-JPY	SHECY	01/16/09	**4,532.54**	47.71	56.75	**5,391.25**	**858.71** ST	**1.693**	**91 30**
189	STATOILHYDRO ASA SPONS ADR	STO	10/16/07	6,399.55	33.86	24.91	4,707.99	(1,691.56) LT		
60			04/29/08	2,144.69	35.744	24.91	1,494.60	(650.09) LT		
249				**8,544.24**	**34.314**		**6,202.59**	**(2,341.65)**	**2.348**	**145 67**
251	TNT N V SPONSORED ADR-USD	TNTTY	09/06/07	**10,542.00**	42.02	30.80	**7,730.80**	**(2,811.20)** LT	**.636**	**49 20**
200	TAKEDA PHARMACEUTICAL CO LTD-JPY	TKPHY	02/27/09	**4,046.20**	20.231	20 55	**4,110.00**	**63.80** ST	**4.296**	**176.60**
480	TALISMAN ENERGY INC	TLM	09/06/07	**8,534.40**	17 78	18.64	**8,947.20**	**412.80** LT	**1.126**	**100.80**
60	TELEFONICA S.A SPON ADR	TEF	07/02/08	**4,904.24**	81.737	83.52	**5,011.20**	**106.96** LT	**4.127**	**206 82**
165	TELENOR ASA ADR REPSTG	TELNY	09/06/07	**9,565.18**	57 97	41.80	**6,897.00**	**(2,668.18)** LT	**4.122**	**284.30**
36	TOTAL S A SPONS ADR	TOT	05/17/04	1,662.90	46.191	64.04	2,305.44	642.54* LT		
16			02/21/06	1,016 90	63.556	64.04	1,024 64	7.74* LT		
26			12/04/06	1,826.50	70.25	64.04	1,665.04	(161.46)*LT		
23			02/23/07	1,598.66	69 506	64.04	1,472.92	(125.74)*LT		
101				**6,104.96**	**60.445**		**6,468.04**	**363 08**	**4.337**	**280.58**
140	TREND MICRO INC SPON ADR	TMICY	02/10/09	**4,209.52**	30.068	38.06	**5,328.40**	**1,118.88** ST	**2.335**	**124.46**
55	USIMINAS SA PFD A SPONS ADR	USNZY	08/18/09	**1,396 42**	25.389	29.03	**1,596.65**	**200.23** ST	**.568**	**9.08**
175	VIVENDI SA SPONSORED ADR FRANCE	VIVDY	01/28/09	4,775.35	27.287	29.75	5,206.25	430.90 ST		
10			05/11/09	240.89	24.089	29.75	297.50	56.61 ST		
185				**5,016.24**	**27.115**		**5,503 75**	**487.51**	**4.813**	**264.92**

JOHN & CAROLYN PETERSON *Account number [redacted]-0457C-[redacted]*

Common stocks & options *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
330	ZURICH FINCL SVCS SPON ADR	ZFSVY	09/06/07	$ 9,487.50	$ 28.75	$ 21.74	$ 7,174.20	($ 2,313.30) LT	3.638%	$ 261.03
Total common stocks and options				$ 361,251.06			$ 334,401.56	$ 17,982.90 ST	3.12	
								($ 44,832.40) LT		$ 10,448.09
Total portfolio value				$ 373,414.72			$ 346,555.22	$ 17,982.90 ST	3.01	$ 10,456.60
								($ 44,832.40) LT		

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

JOHN & CAROLYN PETERSON CH. FD **Account number [redacted]-0458C-[redacted]**

PORTFOLIO DETAILS

Your holdings are valued using the most current prices available to Citigroup Global Markets Inc. (CGMI). In most cases, these values are as of 12/31/09, but in some cases CGMI's sources are unable to provide timely information. To see the date of the most recent price update, please view your account online at www.smithbarney.com.

Securities purchased or sold are included or excluded in this section as of the trade-date. This section may include securities that have not settled as of this statement closing date. Please see the "Unsettled Purchases/Sales" section for more information. Dividend yield is the estimated annual income, assuming the current dividend, divided by the security's market price at the end of the statement period. We do not guarantee the accuracy of the prices reflected on the statement nor do these prices represent levels at which securities can be bought or sold.
Please Note: *unrealized gain/(loss) is being shown for informational purposes only and should not be used for tax preparation without the assistance of your tax advisor.*

Money fund

An investment in a money market fund is neither insured nor guaranteed by the FDIC or any other government agency Although money market funds seek to preserve the value of your investment at $1.00 per share, there can be no assurance that will occur and it is possible to lose money should the fund value per share fall. Moreover, in some circumstances money market funds may be forced to cease operations when the value of a fund drops below $1 00 per share. In that event, the fund's holdings would be liquidated and distributed to the fund's shareholders. This liquidation process could take up to one month or more. During that time, these funds would not be available to you to support purchases, withdrawals, and if applicable, check writing or ATM debits from your account.

Number of shares	Description	Current value	Accrued dividends	Annualized % dividend yield	Anticipated Income (annualized)
81,433.20	WESTERN ASSET MONEY MARKET FUND CLASS A	**$ 81,433.20**		**.07%**	**$ 57.00**
Total money fund		**$ 81,433.20**	**$ 0.00**	**.07%**	**$ 57.00**

Common stocks & options

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
24,000	ILLINOIS TOOL WORKS INC	ITW	07/23/03	**$ 802,440.00**	$ 33.435	$ 47.99	**$ 1,151,760.00**	**$ 349,320.00*** LT	**2.583%**	**$ 29,760.00**
-70	CALL ITW JAN 10 @ 50.00 ILLINOIS TOOL WORKS INC 100 SHS EXP: 01/16/2010 SHORT CALL Covered		10/12/09	**-5,707.90** Short sale proceeds	.85	.25	**-1,750.00** Cost to close	**3,957.90** ST		

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Ref· 00002937 00102486

Reserved Client Statement

December 1 - December 31, 2009

JOHN & CAROLYN PETERSON CH. FD   Account number [redacted]-0458C-[redacted]

Common stocks & options *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
-30	CALL ITW MAR 10 @ 50.00 ILLINOIS TOOL WORKS INC 100 SHS EXP: 03/20/2010 SHORT CALL Covered		12/18/09	$ -4,351 88 Short sale proceeds	$ 1.50	$ 1.325	$ -3,975.00 Cost to close	$ 376.88 ST		
Total common stocks and options				**$ 792,380.22**			**$ 1,146,035.00**	**$ 4,334.78 ST** **$ 349,320.00 LT**	**2.58**	**$ 29,760.00**
Total portfolio value				**$ 873,813.42**			**$ 1,227,468.20**	**$ 4,334.78 ST** **$ 349,320.00 LT**	**2.42**	**$ 29,817.00**

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

Exchange traded & closed end funds

Citi Investment Research & Analysis (CIRA) ratings may be shown for certain closed-end funds. All research ratings represent the "opinions" of the research provider and are not representations or guarantees of performance. Because the research report contains more complete information regarding the analyst's opinions, analysis, and rating, you should read the entire research report and not infer its contents from the rating. CIRA closed-end fund recommendations include an investment rating and a risk rating The Investment Rating code (1,2, 3) is based upon CIRA's expectation of the security's performance relative to its peer group of closed-end funds. The Risk Rating (L, M, H or S) represents the fund's expected risk, taking into account the quality and liquidity of the underlying securities, financial leverage and foreign currency exposure. Please refer to the end of this statement for a guide describing CIRA ratings.

Closed end investment companies are grouped below by portfolio designations. Gain/Loss is provided to assist in tax preparation. It is not intended to calculate investment returns or performance.

Consulting Group Research (CGR) conducts on-going research on a wide variety of exchange-traded funds for certain investment advisory programs. Your individual exchange-traded fund holdings in your brokerage account may or may not be covered by CGR Please contact your Financial Advisor for further information regarding whether your exchange-traded fund holdings are covered by CGR.

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
80	UTS SPDR TRUST SER 1	SPY	01/31/03	$ 6,890.41	$ 86.13	$ 111.44	$ 8,915.20	$ 2,024.79* LT		
1,200	Equity portfolio		02/10/03	99,420.00	82.85	111.44	133,728.00	34,308.00* LT		
1,280				**106,310 41**	**83.055**		**142,643.20**	**36,332.79**	**2.118**	**3,022.08**
Total closed end fund equity allocation							**$ 142,643.20**			
Total exchange traded funds and closed end funds				**$ 106,310.41**			**$ 142,643.20**	**$ 0.00 ST**	**2.11**	
								$ 36,332.79 LT		**$ 3,022.08**

Preferred stocks

Citi Investment Research & Analysis (CIRA) ratings may be shown for certain securities. In addition, Standard & Poor's research ratings may be shown for certain securities. CIRA is not the author of, does not take responsibility for, and does not guarantee the accuracy, completeness, or timeliness of research prepared by Standard & Poor's. All research ratings represent the "opinions" of the research provider and are not representations or guarantees of performance. CIRA stock recommendations include an investment rating and risk rating. The Investment Rating Code (1, 2 or 3) is a function of CIRA's expectation of total return (forecast price appreciation and dividend yield within the next 12 months) and a Risk Rating. The Risk Rating (L, M, H or S) represents the stock's expected risk, taking into account price volatility and fundamental criteria. Please refer to the end of this statement for a guide describing CIRA ratings.

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
1,000	ALABAMA PWR CO 5.625% GTD FGIC Rated A	ALF	09/11/07	**$ 24,710 00**	$ 24.71	$ 25.08	**$ 25,080.00**	**$ 370 00** LT	**5.607 %**	**$ 1,406.25**
1,000	GENERAL ELEC CAP CORP PINES 6.1% Rated AA+ Next call on 02/03/10	GEC	05/11/04	**23,995.76**	23.995	23.98	**23,980.00**	**(15.76)***LT	**6.359**	**1,525.00**
1,000	GOLDMAN SACHS GROUP INC 6.20% Rated BBB Next call on 10/31/10	GSPRB	12/12/08	**18,885.00**	18.88	25.24	**25,240.00**	**6,355.00** LT	**6.141**	**1,550.00**

Preferred stocks *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)		Average % yield	Anticipated Income (annualized)
1,000	JP MORGAN CHASE CAPITAL 6.20% Rated BBB+	JPMPRY	10/15/09	$ 23,890.00	$ 23 89	$ 24.05	$ 24,050.00	$ 160.00	ST	6.444%	$ 1,550.00
Total preferred stocks				**$ 91,480.76**			**$ 98,350.00**	**$ 160.00**	**ST**	**6.13**	
								$ 6,709.24	**LT**		**$ 6,031.25**

Mutual funds

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

Certain mutual funds may not be transferable to other broker-dealers. For further information, please refer to the fund's Prospectus or call your Financial Advisor. Consulting Group Research (CGR) conducts on-going research on a wide variety of mutual funds for certain investment advisory programs. Your individual mutual fund holdings in your brokerage account may or may not be covered by CGR. Please contact your Financial Advisor for further information regarding whether your mutual fund holdings are covered by CGR.

Yield is the current distribution annualized, divided by the fund's net asset value at the end of the statement period. Distributions may consist of income, capital gains or the return of capital. Distributions and current dividend for funds are based upon information provided by an outside vendor and are not verified by us. ***"Tax-Based Cost vs. Current Value"*** *is being provided for information purposes only.* ***"Cash Distributions (since inception)"*** *when shown, may reflect distributions on positions no longer held in the account, and may not reflect all distributions received in cash due to but not limited to the following: investments made prior to 1/1/89, asset transfers, recent activity and certain adjustments made in your account.* ***"Total Purchases vs. Current Value"*** *is provided to assist you in comparing your* ***"Total purchases"*** *excluding reinvested distributions, with the current value of the fund's shares in your account.* ***"Fund Value Increase/Decrease"*** *reflects the difference between your total purchases and the current value of the fund's shares, plus cash distributions since inception.*

Number of shares	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)		Net Value Increase/ Decrease	Yield	Anticipated income (annualized)
3,996.004	PIMCO TOTAL RETURN FUND CL C	PTTCX	02/25/09	$ 40,000.00	$ 10.01	$ 10.80	$ 43,156.84	$ 3,156.84	ST			
3,891.051			05/07/09	40,000.00	10 28	10.80	42,023.35	2,023.35	ST			
2,293.578			10/15/09	25,000.00	10.90	10.80	24,770.64	(229.36)	ST			
10,180.633	**Total Purchases**			**105,000.00**	**10.31**	**10.80**	**109,950.83**	**4,950.83**				
345.66	Reinvestments to date			3,708.00	10.727	10.80	3,733.13	25.13	ST			
10,526.293	**Tax-based Cost vs. Current Value**			**108,708.00**	**10.327**		**113,683.96**	**4,975.96**			**4.472**	**5,084.19**
	Total Purchases vs. Current Value			**105,000.00**			**113,683 96**			**8,683.96**		
	Fund Value Increase/Decrease									**8,683.96**		
Total mutual funds (Tax based)				**$ 108,708.00**			**$ 113,683.96**	**$ 4,975.96**	**ST**		**4.47**	
								$ 0.00	**LT**			**$ 5,084.19**
Total Fund Value Increase/Decrease										**$ 8,683.96**		

Other investments

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

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
50,000	JPMORGAN CHASE BANK MLD LINKED TO THE DJUBS COMMODITY INDEX FDIC DTD 11/27/09 R/MD 11/24/1		11/23/09	$ 50,000.00	$ 100.00	$ 94.58	$ 47,290.00	($ 2,710.00) ST		
Total other investments				$ 50,000.00			$ 47,290.00	($ 2,710.00) ST $ 0.00 LT		

Bonds

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

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

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

Corporate bonds

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
50,000	TEXTRON INC SR NOTES-BK/ENTRY DTD 07/25/2003 INT: 04.500% MATY: 08/01/2010 Rating: BAA3/BBB-	03/06/06 883203BJ9	$ 48,973.50 $ 48,973 50	$ 97.947 $ 97.947	100.388 $ 937.50	$ 50,194 00	$ 1,220.50* LT $ 1,220.50* LT	4.482 $ 2,250.00	$ 875.50 $ 345.00
50,000	BOEING CAPITAL CORP DTD 3/8/01 INT: 06.100% MATY. 03/01/2011 Rating: A2/A	06/16/03 097014AD6	56,482 73 51,113 50	112.965 102 227	105.703 1,016 67	52,851 50	(3,631 23)* LT 1,738.00* LT	5.77 3,050.00	0 00 1,738.00
50,000	HOUSEHOLD FIN CORP INTERNOTES BK/ENTRY INT: 06.300% MATY: 03/15/2011 Rating: A3/A	06/12/03 44181EAC2	55,783 82 51,031 50	111 567 102 063	103.131 927.50	51,565.50	(4,218.32)* LT 534.00* LT	6 108 3,150 00	0 00 534.00

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued Interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
50,000	BANKERS TRUST N Y CORP SUB NOTES-BK/ENTRY-DTD 10/22/1996 INT. 07.250% MATY: 10/15/2011 Rating: A2/A-	06/12/03 066365DC8	$ 61,633.36 **$ 52,820.00**	$ 123.266 $ 105.64	106.487 **$ 765.28**	**$ 53,243 50**	($ 8,389 86)* LT **$ 423.50*** LT	**6.808** **$ 3,625 00**	**$ 0 00** **$ 423.50**
50,000	CREDIT SUISSE FB USA INC DTD 1/11/02 INT: 06.500% MATY: 01/15/2012 Rating: AA1/A+	06/23/03 22541LAC7	59,028.64 **52,434 00**	118 057 104.868	108.819 **1,498.61**	**54,409.50**	(4,619.14)* LT **1,975 50*** LT	**5.973** **3,250.00**	**0 00** **1,975.50**
25,000	BEAR STEARNS CO INC SR NOTES BOOK/ENTRY DD 1/25/2007 INT: 05.350% MATY: 02/01/2012 Rating: AA3/A+	09/11/07 073902PP7	24,700 00 **24,700 00**	98.78 98.78	106.257 **557.29**	**26,564.25**	1,864.25 LT **1,864.25** LT	**5 034** **1,337.50**	**150.00** **1,714.25**
40,000	ALLSTATE CORP DTD 02/20/2002 INT· 06.125% MATY: 02/15/2012 Rating: A3/A-	05/07/09 020002AN1	41,404.40 **41,091.60**	103.496 102.729	108.278 **925 56**	**43,311 20**	1,906.80 ST **2,219.60** ST	**5.656** **2,450.00**	**0.00** **2,219.60**
50,000	GENERAL ELEC CAP CORP MEDIUM TERM NTS BK/ENTRY DTD 06/07/2002 INT: 06.000% MATY: 06/15/2012 Rating: AA2/AA+	09/25/08 36962GYY4	49,977.00 **49,977 00**	99.944 99.944	107.791 **133.33**	**53,895.50**	3,918.50 LT **3,918.50** LT	**5.566** **3,000.00**	**0.00** **3,918.50**
50,000	BANK AMER CORP SUB INTERNOTES BK/ENTRY DTD 7/25/02 INT: 05.600% MATY: 07/15/2012 Rating: A3/A-	06/02/03 06050XGT4	54,821.33 **51,535.00**	109.642 103.07	103.885 **1,291.11**	**51,942 50**	(2,878.83)* LT **407.50*** LT	**5.39** **2,800.00**	**0.00** **407.50**
50,000	AMERICAN GEN FIN CORP INTERNOTES BK/ENTRY DTD 06/04/2004 INT: 05.250% MATY: 12/15/2012 Int paid monthly Rating: B2/BB+	06/01/04 02639EFB5	50,000.00 **50,000.00**	100.00 100.00	74.262 **116.67**	**37,131.00**	(12,869.00)* LT **(12,869.00)*** LT	**7.069** **2,625.00**	**0.00** **(12,869.00)**
50,000	EMERSON ELEC CO DTD 04/29/2003 INT: 04.500% MATY: 05/01/2013 Rating: A2/A	12/29/03 291011AT1	50,000.00 **50,000 00**	100.00 100.00	106.08 **375 00**	**53,040.00**	3,040.00* LT **3,040.00*** LT	**4.242** **2,250.00**	**0.00** **3,040.00**
25,000	WISCONSIN ELECTRIC POWER DTD 5/6/03 INT: 04.500% MATY: 05/15/2013 Rating: A1/A-	01/28/04 976656BX5	25,170.08 **25,069.00**	100.68 100.276	102 841 **143.75**	**25,710.25**	540.17* LT **641 25*** LT	**4.375** **1,125.00**	**0.00** **641.25**

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted	Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
100,000	GE CAPITAL INTERNOTES BK/ENTRY DTD 6/12/03 INT: 04.150% MATY· 06/15/2013 Rating: AA2/AA+	06/09/03 36966RFR2	$ 100,000.00 **$ 100,000.00**	$ 100 00 $ 100.00	99.473 **$ 184.44**	**$ 99,473.00**	($ 527.00)* LT **($ 527.00)*** LT	**4.171** **$ 4,150.00**	**$ 0.00** **($ 527.00)**
50,000	INTERNATIONAL BUSINESS MACHS DEBS-DTD 6/15/1993 INT: 07.500% MATY: 06/15/2013 Exchange: NYSE Rating: A1/A+	06/17/03 459200AL5	65,315.00 **55,954.00**	130.63 111.908	115.886 **166.67**	**57,943.00**	(7,372.00)* LT **1,989 00*** LT	**6.471** **3,750.00**	**0.00** **1,989.00**
50,000	BANK OF AMERICA CORP SUB NOTES BOOK/ENTRY DD 7/22/03 INT. 04.750% MATY: 08/15/2013 Rating: A3/A-	12/29/03 060505BD5	50,100.00 **50,041.50**	100 20 100.083	101 632 **897.22**	**50,816 00**	716.00* LT **774.50*** LT	**4.673** **2,375.00**	**0.00** **774.50**
50,000	GENERAL ELEC CAP COR DTD 09/20/2007 INT: 05.400% MATY: 09/20/2013 Rating: AA2/AA+	06/24/08 36962G3F9	51,006.00 **50,736.50**	102.002 101.473	106.309 **757.50**	**53,154.50**	2,148.50 LT **2,418 00** LT	**5.079** **2,700.00**	**0.00** **2,418.00**
40,000	CAMPBELL SOUP CO DTD 09/18/2003 INT: 04 875% MATY: 10/01/2013 Rating A2/A	12/14/05 134429AS8	39,792.40 **39,792 40**	99.481 99 481	108.041 **487.50**	**43,216.40**	3,424.00* LT **3,424.00*** LT	**4.512** **1,950.00**	**0.00** **3,424.00**
50,000	GOLDMAN SACHS GROUP INC DTD 10/14/03 INT: 05.250% MATY: 10/15/2013 Rating: A1/A	01/06/04 38141GDQ4	51,250.00 **50,553.50**	102 50 101.107	106.201 **554.17**	**53,100.50**	1,850 50* LT **2,547.00*** LT	**4.943** **2,625 00**	**0.00** **2,547.00**
60,000	HSBC FINANCE CORPORA DTD 11/21/2006 GLOBAL INT: 05.250% MATY: 01/15/2014 Rating: A3/A	01/26/09 40429CFW7	60,239.60 **60,195.00**	100.391 100 325	104.648 **1,452 50**	**62,788 80**	2,549.20 ST **2,593 80** ST	**5.016** **3,150.00**	**0.00** **2,593.80**
25,000	J P MORGAN CHASE CO DTD 09/15/2004 INT: 05.125% MATY. 09/15/2014 Rating· A1/A	09/11/07 46625HBV1	24,819.75 **24,819.75**	99.259 99.259	105.476 **377.26**	**26,369.00**	1,549.25 LT **1,549.25** LT	**4.858** **1,281.25**	**0.00** **1,549.25**
50,000	BANK OF AMERICA CORP DTD 11/07/2002 INT: 05.125% MATY· 11/15/2014 Rating: A2/A	12/10/03 060505AU8	50,250.00 **50,126.00**	100.50 100 252	103.679 **327.43**	**51,839.50**	1,589 50* LT **1,713.50*** LT	**4.943** **2,562.50**	**0.00** **1,713.50**

Corporate bonds *continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip income (annualized)	Ordinary income/ Capital gain/(loss)
50,000	THE DOW CHEMICAL CO DTD 08/07/2009 INT: 05.900% MATY: 02/15/2015 Rating: BAA3/BBB-	11/02/09 260543CA9	$ 52,740.00 **$ 52,663.50**	$ 105.468 $ 105.327	107.458 **$ 1,180.00**	**$ 53,729.00**	$ 989.00 **$ 1,065.50**	ST ST	**5 49** **$ 2,950.00**	**$ 0.00** **$ 1,065.50**
50,000	J P MORGAN CHASE & CO NOTES BK/ENTRY DTD 10/04/2005 INT: 05.150% MATY: 10/01/2015 Rating: A1/A	10/04/07 46625HDF4	49,504.50 **49,504.50**	98.999 98 999	103.555 **643.75**	**51,777.50**	2,273.00 **2,273.00**	LT LT	**4 973** **2,575.00**	**0.00** **2,273.00**
25,000	ST PAUL TRAVELERS COS INC SR UNSECD NOTES-BK/ENTRY DTD 11/28/2005 INT. 05 500% MATY: 12/01/2015 Rating: A2/A-	09/14/07 792860AH1	25,461.25 **25,348.25**	101.825 101.393	108.328 **114.58**	**27,082.00**	1,620.75 **1,733.75**	LT LT	**5.077** **1,375.00**	**0.00** **1,733.75**
25,000	GOLDMAN SACHS GROUP INC DTD 1/17/06 INT: 05.350% MATY: 01/15/2016 Rating: A1/A	09/14/07 38141GEE0	24,600.25 **24,600.25**	98.381 98.381	103.867 **616.74**	**25,966.75**	1,366 50 **1,366.50**	LT LT	**5.15** **1,337.50**	**0.00** **1,366.50**
25,000	HSBC FIN CORP NOTES-BK/ENTRY DTD 01/19/2006	09/11/07 40429CFN7	24,945 50 24,945.50	99.762 99.762	104.908	26,227.00	1,281.50 1,281.50	LT LT		0.00 1,281.50
50,000	INT: 05.500% MATY: 01/19/2016 Rating: A3/A	10/04/07	50,143.00 50,108.50	100.276 100.217	104.908	52,454.00	2,311.00 2,345.50	LT LT		0.00 2,345.50
75,000			75,088.50 **75,054.00**	100.10 100.10	**1,856.25**	**78,681.00**	3,592.50 **3,627.00**		**5.242** **4,125.00**	**0.00** **3,627.00**
25,000	WACHOVIA BK NATL ASSN MEDIUM TERM NOTES-BK/ENTRY DTD 03/09/2006 INT: 05.600% MATY: 03/15/2016 Rating: AA3/AA-	09/14/07 92976GAE1	25,170.25 **25,125.75**	100.661 100.503	102.288 **412.22**	**25,572.00**	401.75 **446.25**	LT LT	**5.474** **1,400.00**	**0.00** **446.25**
50,000	AMERICAN INTL GROUP INC MEDIUM TERM NTS BK/ENTRY DTD 12/12/07 INT: 05 850% MATY: 01/16/2018 Rating: A3/A-	01/24/08 02687QDG0	51,871.50 **51,578.00**	103.733 103.156	82.053 **1,340.63**	**41,026.50**	(10,845.00) **(10,551.50)**	LT LT	**7.129** **2,925.00**	**0.00** **(10,551.50)**
95,000	BERKSHIRE HATHAWAY INC BK/ENTRY DTD 12/01/08 INT: 05.400% MATY: 05/15/2018 Rating: AA2/AAA	04/16/09 084664BE0	98,751.85 **98,510.25**	103.943 103.695	104.479 **655.50**	**99,255.05**	503.20 **744.80**	ST ST	**5.168** **5,130.00**	**0.00** **744.80**
Total corporate bonds **1,410,000**			$ 1,473,935.71 **$ 1,433,348.25**		**$ 20,712.63**	**$ 1,455,649.20**	**$ 6,623.70** **$ 15,677.25**	**ST** **LT**	**5.30** **$ 77,273.75**	**$ 1,025.50** **$ 21,275.45**

Government & government sponsored entity (GSE) bonds

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value	Unrealized Gain/(loss) Original/ Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
40,000	FEDERAL FARM CREDIT BANK CONS	02/25/09	$ 40,000.00	$ 100.00	99 563	**$ 39,825.20**	($ 174.80)	ST	**4 017**	**$ 0.00**
	BONDS BK/ENTRY	31331GPF0	**$ 40,000.00**	$ 100.00	**$ 524.44**		**($ 174 80)**	ST	**$ 1,600.00**	**($ 174 80)**
	DTD 03/03/2009									
	INT: 04.000% MATY: 03/03/2016									
	Next call on 03/03/10 @ 100.000									
Total government & government sponsored entity (GSE) bonds			$ 40,000.00		**$ 524.44**	**$ 39,825.20**	**($ 174.80)**	**ST**	**4.01**	**$ 0.00**
40,000			**$ 40,000.00**				**$ 0.00**	**LT**	**$ 1,600.00**	**($ 174.80)**

Certificates of deposit

CDs maturing on or before December 31, 2013, are insured by the FDIC up to $250,000. Through December 31, 2013, FDIC insurance has been increased to $250,000 for all ownership categories, principal and interest combined, per depositor, per institution, for all deposits held in each insurable capacity. Insurance coverage will revert to the $100,000 limit on January 1, 2014, except for IRAs and certain self-directed retirement accounts which will remain at $250,000. Any CD with a maturity date after December 31, 2013, will be FDIC insured only for $100,000 principal and interest combined, if held in an account ownership category for which the insurance limit was up to $100,000 prior to October 3, 2008 Certificates of deposit ("CDs") are insured by the FDIC up to $250,000 per account owner per depository institution (principal and accrued interest combined) when aggregated with other deposits held in the same insurable capacity at the same depository institution. The market value of any CD on this statement is estimated using a matrix based on interest rates. If a CD cannot be priced using this method, the statement will not reflect a market value for the CD. The estimated market value may not reflect the actual price you would receive if you were able to sell your CD prior to maturity. FDIC insurance is based on the outstanding principal amount of the CD, or the accreted value in the case of a zero coupon CD, not the estimated market value.

*Issuer names followed by a *C* indicate that issuer is an affiliate of Citigroup Global Markets Inc.*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value/ Maturity value	Unrealized Gain/(loss) Original/Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary Income/ Capital gain/(loss)
50,000	KEY BK NATL ASSN OHIO	06/09/03	$ 54,172.50	$ 108.345	104 988	**$ 52,494 00**	($ 1,678.50)*	LT	**4.762**	**$ 0.00**
	DTD 8/14/02	49306SDQ6	**$ 51,343.50**	$ 102.687	**$ 958.90**	$ 50,000.00	**$ 1,150.50***	LT	**$ 2,500.00**	**$ 1,150.50**
	INT: 05.000% MATY: 08/14/2012									
	Int paid semi-annually									
50,000	WASHINGTON MUT BK FA STOCKTON	09/19/05	50,000.00	100.00	103.40	**51,700.00**	1,700.00*	LT	**4.158**	**0.00**
	CA C/D DD 9/28/2005	939369DN1	**50,000.00**	100 00	**559 59**	50,000.00	**1,700.00***	LT	**2,150.00**	**1,700.00**
	INT: 04.300% MATY: 09/28/2012									
	Int paid semi-annually									

Certificates of deposit-*continued*

Amount	Description	Date acquired/ CUSIP #	Cost/ Adjusted cost	Share cost/ Adjusted share cost	Current share price/Accrued interest	Current value/ Maturity value	Unrealized Gain/(loss) Original/Adjusted		Current % Yield/ Anticip Income (annualized)	Ordinary income/ Capital gain/(loss)
50,000	GE CAPITAL FINANCIAL INC, - UT	08/13/08	$ 50,000.00	$ 100.00	105.589	$ 52,794 50	$ 2,794.50	LT	4.735	$ 0.00
	DTD 08/20/08 INT : SEMI-ANN	36160TCX2	$ 50,000.00	$ 100.00	$ 917.81	$ 50,000.00	$ 2,794.50	LT	$ 2,500.00	$ 2,794.50
	INT: 05.000% MATY: 08/20/2013									
Total certificates of deposit			$ 154,172.50		$ 2,436.30	$ 156,988.50	$ 0.00	ST	4.55	$ 0.00
150,000			$ 151,343.50				$ 5,645.00	LT	$ 7,150.00	$ 5,645.00
Total portfolio value			$ 2,233,532.61			$ 2,306,771.75	$ 8,874.86	ST	4.34	$ 1,025.50
							$ 64,364.28	LT	$ 100,337.80	$ 26,745.65

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

MorganStanley SmithBarney

Ref: 00000632 00017630

Reserved
Client Statement
2009 Year End Summary

JOHN & CAROLYN PETERSON
Account Number [redacted]-0455C-[redacted]

Details of Short Term Gain (Loss) 2009

This section shows your sales of securities during the year. The "Sale Proceeds" column excludes any accrued income you may have received. In addition, although cash in lieu less than $20 is not included on Form 1099-B (if applicable), it is included in this section. Please note, this material is being prepared for informational purposes only and should not be used for tax preparation without the assistance of your tax advisor. For additional information regarding this section see enclosed brochure.

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000020	14	ACE LIMITED	09/22/08	06/18/09	$ 596.32	$ 839.21	($ 242.89)	$ 0.00
		Morgan Stanley Smi				**$ 839.21**	**($ 242.89)**	$ 0.00
	29	th Barney LLC acted as yo	10/09/08		1,235.22	1,369.70	(134.48)	0.00
		ur agent in this transa				**1,369.70**	**(134.48)**	0.00
125000030	50	ACE LIMITED	10/09/08	09/17/09	2,549.79	2,361.54	188.25	0.00
		Morgan Stanley Smi				**2,361.54**	**188.25**	0.00
	28	th Barney LLC acted as yo	10/29/08		1,427.88	1,497.60	(69.72)	0.00
		ur agent in this transa				**1,497.60**	**(69.72)**	0.00
125000040	80	ACE LIMITED	02/26/09	11/25/09	4,025.40	3,127.60	897.80	0.00
		MorganStanley SmithBarney LLC				**3,127.60**	**897.80**	0.00
		acted as your agent						
		in this transaction.						
125000050	195	WEATHERFORD INTERNATIONAL	06/09/09	11/25/09	3,188.06	4,157.75	(969.69)	0.00
		LTD.-CHF				**4,157.75**	**(969.69)**	0.00
		MorganStanley SmithBarney LLC						
		acted as your agent						
125000060	50	TRANSOCEAN LTD SWITZERLAND	04/02/09	07/30/09	3,941.24	3,142.33	798.91	0.00
		NEW				**3,142.33**	**798.91**	0.00
		Morgan Stanley Smi						
		th Barney LLC acted as yo						
125000070	6,000	AT&T CORP	12/23/08	03/26/09	6,377.28	6,388.26	(10.98)	0.00
		BOOK/ENTRY				**6,370.20**	**7.08**	7.08
		DTD 11/17/2008						
		DUE 11/15/2013 RATE 6.700						
125000080	23,000	AT&T CORP	12/23/08	08/05/09	25,906.51	24,488.33	1,418.18	0.00
		BOOK/ENTRY				**24,319.74**	**1,586.77**	1,586.77
		DTD 11/17/2008						
		DUE 11/15/2013 RATE 6.700						
125000110	38	AT&T INC	06/25/08	05/06/09	1,002.93	1,320.94	(318.01)	0.00
						1,320.94	**(318.01)**	0.00

2009 YEAR END SUMMARY

JOHN & CAROLYN PETERSON
Account Number [redacted]-0455C-[redacted]

Details of Short Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost / Adjusted Cost	Original Gain/(Loss) / Adjusted Gain/(Loss)	Ordinary Income / Capital Gain/(Loss)
125000120	9	AT&T INC	06/25/08	06/09/09	$ 218.36	$ 312.85	($ 94.49)	$ 0.00
		Morgan Stanley Smi				**$ 312.85**	**($ 94.49)**	$ 0.00
	104	th Barney LLC acted as yo	10/13/08		2,523.30	2,602.85	(79.55)	0.00
		ur agent in this transa				**2,602.85**	**(79.55)**	0.00
125000130	2	AT&T INC	10/13/08	06/18/09	48.32	50.05	(1.73)	0.00
		Morgan Stanley Smi				**50.05**	**(1.73)**	0.00
	88	th Barney LLC acted as yo	10/14/08		2,126.05	2,336.95	(210.90)	0.00
		ur agent in this transa				**2,336.95**	**(210.90)**	0.00
	73		02/26/09		1,763.65	1,773.26	(9.61)	0.00
						1,773.26	**(9.61)**	0.00
125000140	68	AT&T INC	02/26/09	10/22/09	1,776.23	1,651.81	124.42	0.00
		MorganStanley SmithBarney LLC				**1,651.81**	**124.42**	0.00
	93	acted as your agent	03/17/09		2,429.25	2,277.57	151.68	0.00
		in this transaction.				**2,277.57**	**151.68**	0.00
125000180	32	ABBOTT LABORATORIES	10/02/08	04/14/09	1,422.99	1,906.28	(483.29)	0.00
						1,906.28	**(483.29)**	0.00
	37		10/14/08		1,645.33	2,032.55	(387.22)	0.00
						2,032.55	**(387.22)**	0.00
125000200	42	AETNA INC NEW	06/02/08	04/29/09	930.30	1,897.05	(966.75)	0.00
						1,897.05	**(966.75)**	0.00
	57		06/11/08		1,262.55	2,572.84	(1,310.29)	0.00
						2,572.84	**(1,310.29)**	0.00
125000210	8	AETNA INC NEW	06/11/08	04/30/09	178.30	361.10	(182.80)	0.00
						361.10	**(182.80)**	0.00
	161		12/29/08		3,588.20	4,334.04	(745.84)	0.00
						4,334.04	**(745.84)**	0.00
125000220	159	ALLSTATE CORP	04/14/09	10/27/09	4,788.38	3,796.28	992.10	0.00
		MorganStanley SmithBarney LLC				**3,796.28**	**992.10**	0.00
		acted as your agent						
		in this transaction.						
125000230	8,000	ALTRIA GROUP INC	03/06/09	08/05/09	9,479.76	8,426.08	1,053.68	0.00
		BOOK/ENTRY				**8,416.16**	**1,063.60**	1,063.60
	3,000	DTD 02/06/2009	03/27/09		3,554.91	3,236.40	318.51	0.00
		DUE 08/06/2019 RATE 9.250				**3,231.54**	**323.37**	323.37
125000240	65	AMGEN INC	07/30/09	10/22/09	3,676.22	4,166.89	(490.67)	0.00
		MorganStanley SmithBarney LLC				**4,166.89**	**(490.67)**	0.00
		acted as your agent						
		in this transaction.						

2009 YEAR END SUMMARY

JOHN & CAROLYN PETERSON

Account Number [redacted]-0455C-[redacted]

Details of Short Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000260	113	BANK OF AMERICA CORP Morgan Stanley Smi th Barney LLC acted as yo ur agent in this transa	05/04/09	07/20/09	$ 1,385.69	$ 1,146.85 **$ 1,146.85**	$ 238.84 **$ 238.84**	$ 0.00 $ 0.00
125000290	48	CVS CAREMARK CORP	06/11/08	05/27/09	1,412.50	1,981.77 **1,981.77**	(569.27) **(569.27)**	0.00 0.00
125000310	64	CVS CAREMARK CORP MorganStanley SmithBarney LLC acted as your agent in this transaction.	12/11/08	11/16/09	1,939.43	1,886.87 **1,886.87**	52.56 **52.56**	0.00 0.00
125000320	52	CELGENE CORP Morgan Stanley Smi th Barney LLC acted as yo ur agent in this transa	02/26/09	07/09/09	2,393.38	2,603.22 **2,603.22**	(209.84) **(209.84)**	0.00 0.00
125000330	47	CHEVRON CORP	12/10/08	05/04/09	3,128.52	3,665.51 **3,665.51**	(536.99) **(536.99)**	0.00 0.00
	42		12/11/08		2,795.70	3,410.58 **3,410.58**	(614.88) **(614.88)**	0.00 0.00
	29		04/02/09		1,930.36	2,051.74 **2,051.74**	(121.38) **(121.38)**	0.00 0.00
125000340	58	CHUBB CORP	10/29/08	03/03/09	2,097.46	2,934.12 **2,934.12**	(836.66) **(836.66)**	0.00 0.00
125000350	16	CHUBB CORP	10/29/08	04/30/09	624.98	809.41 **809.41**	(184.43) **(184.43)**	0.00 0.00
	35		12/11/08		1,367.14	1,765.02 **1,765.02**	(397.88) **(397.88)**	0.00 0.00
	43		12/29/08		1,679.62	2,081.73 **2,081.73**	(402.11) **(402.11)**	0.00 0.00
125000360	22	CISCO SYS INC	11/24/08	01/12/09	362.90	357.34 **357.34**	5.56 **5.56**	0.00 0.00
125000370	103	CISCO SYS INC	11/24/08	02/05/09	1,658.51	1,673.01 **1,673.01**	(14.50) **(14.50)**	0.00 0.00
125000380	69	CONOCOPHILLIPS	12/10/08	01/20/09	3,205.87	3,671.98 **3,671.98**	(466.11) **(466.11)**	0.00 0.00
125000390	4	WALT DISNEY CO	02/08/08	01/20/09	81.95	128.25 **128.25**	(46.30) **(46.30)**	0.00 0.00
	22		02/14/08		450.71	713.19 **713.19**	(262.48) **(262.48)**	0.00 0.00

JOHN & CAROLYN PETERSON
Account Number [redacted]-0455C-[redacted]

Details of Short Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000400	46	WALT DISNEY CO	02/14/08	02/04/09	$ 874.04	$ 1,491.23 **$ 1,491.23**	($ 617.19) **($ 617.19)**	$ 0.00 $ 0.00
	59		02/27/08		1,121.06	1,955.23 **1,955.23**	(834.17) **(834.17)**	0.00 0.00
	80		08/06/08		1,520.08	2,479.71 **2,479.71**	(959.63) **(959.63)**	0.00 0.00
	4		08/08/08		76.00	128.11 **128.11**	(52.11) **(52.11)**	0.00 0.00
125000410	49	WALT DISNEY CO Morgan Stanley Smi th Barney LLC acted as yo ur agent in this transa	11/24/08	09/09/09	1,316.33	1,079.36 **1,079.36**	236.97 **236.97**	0.00 0.00
125000440	34,000	FEDERAL NATL MTG ASSN GLOBAL DEBS-BK/ENTRY DTD 09/26/2003 DUE 10/15/2013 RATE 4.625	09/22/08	03/26/09	37,081.25	35,050.26 **34,953.70**	2,030.99 **2,127.55**	0.00 2,127.55
125000450	17,000	FEDERAL NATL MTG ASSN GLOBAL DEBS-BK/ENTRY DTD 09/26/2003 DUE 10/15/2013 RATE 4.625	09/22/08	05/13/09	18,662.77	17,525.13 **17,464.10**	1,137.64 **1,198.67**	0.00 1,198.67
125000460	58	FREEPORT MCMORAN COPPER & GOLD CL B MorganStanley SmithBarney LLC acted as your agent	01/29/09	12/29/09	4,732.02	1,551.09 **1,551.09**	3,180.93 **3,180.93**	0.00 0.00
125000470	65	GENENTECH INC	10/30/08	03/26/09	6,175.00	5,411.61 **5,411.61**	763.39 **763.39**	0.00 0.00
125000480	20	GENERAL DYNAMICS CORP	07/23/08	01/20/09	1,046.05	1,711.73 **1,711.73**	(665.68) **(665.68)**	0.00 0.00
	19		08/11/08		993.76	1,784.14 **1,784.14**	(790.38) **(790.38)**	0.00 0.00
125000490	24	GENZYME CORP	09/10/08	04/24/09	1,275.61	1,918.86 **1,918.86**	(643.25) **(643.25)**	0.00 0.00
125000500	20	GENZYME CORP	09/10/08	04/27/09	1,085.64	1,599.04 **1,599.04**	(513.40) **(513.40)**	0.00 0.00

JOHN & CAROLYN PETERSON
Account Number [redacted]-0455C-[redacted]

Details of Short Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost / Adjusted Cost	Original Gain/(Loss) / Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000510	8	GENZYME CORP	09/10/08	09/09/09	$ 448.26	$ 639.62	($ 191.36)	$ 0.00
		Morgan Stanley Smi				**$ 639.62**	**($ 191.36)**	$ 0.00
	26	th Barney LLC acted as yo	09/12/08		1,456.86	2,084.02	(627.16)	0.00
		ur agent in this transa				**2,084.02**	**(627.16)**	0.00
	18		10/28/08		1,008.60	1,303.81	(295.21)	0.00
						1,303.81	**(295.21)**	0.00
125000520	52	GENZYME CORP	10/28/08	09/10/09	2,869.54	3,766.57	(897.03)	0.00
		Morgan Stanley Smi				**3,766.57**	**(897.03)**	0.00
		th Barney LLC acted as yo						
		ur agent in this transa						
125000530	50	GILEAD SCIENCES INC	01/29/09	05/27/09	2,099.20	2,556.18	(456.98)	0.00
						2,556.18	**(456.98)**	0.00
125000540	23	GILEAD SCIENCES INC	01/29/09	12/18/09	984.56	1,175.85	(191.29)	0.00
		MorganStanley SmithBarney LLC				**1,175.85**	**(191.29)**	0.00
	71	acted as your agent	02/26/09		3,039.30	3,469.54	(430.24)	0.00
		in this transaction.				**3,469.54**	**(430.24)**	0.00
	23		03/11/09		984.56	1,033.46	(48.90)	0.00
						1,033.46	**(48.90)**	0.00
125000550	7	GOLDMAN SACHS GROUP INC	05/01/08	03/03/09	571.35	1,380.52	(809.17)	0.00
						1,380.52	**(809.17)**	0.00
	15		07/17/08		1,224.31	2,710.49	(1,486.18)	0.00
						2,710.49	**(1,486.18)**	0.00
125000560	17	GOLDMAN SACHS GROUP INC	07/17/08	06/18/09	2,423.02	3,071.88	(648.86)	0.00
		Morgan Stanley Smi				**3,071.88**	**(648.86)**	0.00
	7	th Barney LLC acted as yo	07/23/08		997.71	1,315.16	(317.45)	0.00
		ur agent in this transa				**1,315.16**	**(317.45)**	0.00
125000570	9	GOLDMAN SACHS GROUP INC	07/23/08	07/08/09	1,232.58	1,690.91	(458.33)	0.00
		Morgan Stanley Smi				**1,690.91**	**(458.33)**	0.00
	1	th Barney LLC acted as yo	12/29/08		136.95	75.64	61.31	0.00
		ur agent in this transa				**75.64**	**61.31**	0.00
125000580	5,000	HEWLETT PACKARD CO	12/23/08	03/26/09	5,280.45	5,342.70	(62.25)	0.00
		BOOK/ENTRY				**5,327.70**	**(47.25)**	(47.25)
		DTD 12/05/2008						
		DUE 03/01/2014 RATE 6.125						
125000610	130	INTEL CORP	03/05/09	04/21/09	2,000.41	1,653.65	346.76	0.00
						1,653.65	**346.76**	0.00

2009 YEAR END SUMMARY

MorganStanley SmithBarney

Ref: 00000632 00017635

Reserved
Client Statement
2009 Year End Summary

JOHN & CAROLYN PETERSON

Account Number [redacted]-0455C-[redacted] [redacted]

Details of Short Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost / Adjusted Cost	Original Gain/(Loss) / Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000620	140	INTEL CORP	03/05/09	11/25/09	$ 2,715.36	$ 1,780.86	$ 934.50	$ 0.00
		MorganStanley SmithBarney LLC				**$ 1,780.86**	**$ 934.50**	$ 0.00
	99	acted as your agent	03/10/09		1,920.14	1,332.26	587.88	0.00
		in this transaction.				**1,332.26**	**587.88**	0.00
125000650	81	JPMORGAN CHASE & CO	03/11/09	04/21/09	2,536.91	1,639.80	897.11	0.00
						1,639.80	**897.11**	0.00
125000660	61	JOHNSON & JOHNSON	10/10/08	01/08/09	3,589.06	3,419.55	169.51	0.00
						3,419.55	**169.51**	0.00
125000670	4	JOHNSON & JOHNSON	10/10/08	02/27/09	202.72	224.23	(21.51)	0.00
						224.23	**(21.51)**	0.00
	12		10/13/08		608.16	733.55	(125.39)	0.00
						733.55	**(125.39)**	0.00
125000680	12	JOHNSON & JOHNSON	10/13/08	04/14/09	617.39	733.55	(116.16)	0.00
						733.55	**(116.16)**	0.00
	59		10/14/08		3,035.50	3,781.30	(745.80)	0.00
						3,781.30	**(745.80)**	0.00
	54		10/17/08		2,778.25	3,435.28	(657.03)	0.00
						3,435.28	**(657.03)**	0.00
	47		10/29/08		2,418.10	2,910.49	(492.39)	0.00
						2,910.49	**(492.39)**	0.00
125000760	29	MEDCO HEALTH SOLUTIONS INC	06/30/08	05/27/09	1,304.43	1,392.29	(87.86)	0.00
						1,392.29	**(87.86)**	0.00
125000770	70	MERCK & CO INC	03/09/09	04/28/09	1,627.16	1,468.08	159.08	0.00
						1,468.08	**159.08**	0.00
125000780	109	METLIFE INC	11/03/08	03/03/09	1,533.37	3,893.08	(2,359.71)	0.00
						3,893.08	**(2,359.71)**	0.00
	92		11/26/08		1,294.22	2,304.92	(1,010.70)	0.00
						2,304.92	**(1,010.70)**	0.00
125000790	18	METLIFE INC	11/26/08	03/09/09	224.39	450.96	(226.57)	0.00
						450.96	**(226.57)**	0.00
	55		12/01/08		685.64	1,451.81	(766.17)	0.00
						1,451.81	**(766.17)**	0.00
	66		01/28/09		822.77	2,158.53	(1,335.76)	0.00
						2,158.53	**(1,335.76)**	0.00
	3		02/27/09		37.40	55.28	(17.88)	0.00
						55.28	**(17.88)**	0.00
125000800	150	METLIFE INC	02/27/09	05/05/09	4,291.59	2,763.91	1,527.68	0.00
						2,763.91	**1,527.68**	0.00

2009 YEAR END SUMMARY

JOHN & CAROLYN PETERSON
Account Number [redacted]-0455C-[redacted] [redacted]

Details of Short Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000810	134	METLIFE INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	02/27/09	10/27/09	$ 4,704.84	$ 2,469.10 **$ 2,469.10**	$ 2,235.74 **$ 2,235.74**	$ 0.00 $ 0.00
125000820	160	MICROSOFT CORP	12/03/08	01/23/09	2,763.07	3,085.17 **3,085.17**	(322.10) **(322.10)**	0.00 0.00
125000830	21	MICROSOFT CORP	12/03/08	02/17/09	382.25	404.93 **404.93**	(22.68) **(22.68)**	0.00 0.00
	188		01/05/09		3,422.06	3,833.34 **3,833.34**	(411.28) **(411.28)**	0.00 0.00
125000840	147	MICROSOFT CORP Morgan Stanley Smi th Barney LLC acted as yo ur agent in this transa	03/10/09	07/24/09	3,422.64	2,401.94 **2,401.94**	1,020.70 **1,020.70**	0.00 0.00
125000850	46	OCCIDENTAL PETROLEUM CORP-DEL Morgan Stanley Smi th Barney LLC acted as yo ur agent in this transa	12/10/08	07/08/09	2,718.28	2,613.53 **2,613.53**	104.75 **104.75**	0.00 0.00
125000860	10	OCCIDENTAL PETROLEUM CORP-DEL MorganStanley SmithBarney LLC acted as your agent in this transaction.	01/06/09	12/14/09	770.67	620.33 **620.33**	150.34 **150.34**	0.00 0.00
125000890	90	QUALCOMM INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	08/24/09	12/14/09	4,037.43	4,264.16 **4,264.16**	(226.73) **(226.73)**	0.00 0.00
125000900	24	RESEARCH IN MOTION LTD-CAD MorganStanley SmithBarney LLC acted as your agent in this transaction.	04/30/09	09/25/09	1,673.46	1,655.65 **1,655.65**	17.81 **17.81**	0.00 0.00
125000910	33	RESEARCH IN MOTION LTD-CAD MorganStanley SmithBarney LLC	04/30/09	09/30/09	2,252.89	2,276.51 **2,276.51**	(23.62) **(23.62)**	0.00 0.00
	17	acted as your agent in this transaction.	05/27/09		1,160.58	1,328.02 **1,328.02**	(167.44) **(167.44)**	0.00 0.00
	32		07/23/09		2,184.61	2,455.64 **2,455.64**	(271.03) **(271.03)**	0.00 0.00

JOHN & CAROLYN PETERSON
Account Number [redacted]-0455C-[redacted] [redacted]

Details of Short Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost / Adjusted Cost	Original Gain/(Loss) / Adjusted Gain/(Loss)	Ordinary Income / Capital Gain/(Loss)
125000920	81	STATE STREET CORP	09/10/09	11/16/09	$ 3,299.75	$ 4,322.26	($ 1,022.51)	$ 0.00
		MorganStanley SmithBarney LLC				**$ 4,322.26**	**($ 1,022.51)**	$ 0.00
		acted as your agent						
		in this transaction.						
125000930	94	TARGET CORP	12/03/08	08/18/09	4,170.29	3,182.58	987.71	0.00
		Morgan Stanley Smi				**3,182.58**	**987.71**	0.00
		th Barney LLC acted as yo						
		ur agent in this transa						
125000940	12	TARGET CORP	12/03/08	11/23/09	567.06	406.29	160.77	0.00
		MorganStanley SmithBarney LLC				**406.29**	**160.77**	0.00
	31	acted as your agent	03/23/09		1,464.91	1,005.04	459.87	0.00
		in this transaction.				**1,005.04**	**459.87**	0.00
125000950	47	TARGET CORP	03/23/09	12/01/09	2,210.56	1,523.77	686.79	0.00
		MorganStanley SmithBarney LLC				**1,523.77**	**686.79**	0.00
		acted as your agent						
		in this transaction.						
125000960	36	TARGET CORP	03/23/09	12/04/09	1,649.93	1,167.15	482.78	0.00
		MorganStanley SmithBarney LLC				**1,167.15**	**482.78**	0.00
	48	acted as your agent	04/02/09		2,199.90	1,752.34	447.56	0.00
		in this transaction.				**1,752.34**	**447.56**	0.00
	58		04/14/09		2,658.22	2,305.59	352.63	0.00
						2,305.59	**352.63**	0.00
125000970	8	UNION PACIFIC CORP	01/25/08	01/20/09	302.80	491.09	(188.29)	0.00
						491.09	**(188.29)**	0.00
125000980	21	UNION PACIFIC CORP	11/03/08	06/18/09	1,067.83	1,350.73	(282.90)	0.00
		Morgan Stanley Smi				**1,350.73**	**(282.90)**	0.00
		th Barney LLC acted as yo						
		ur agent in this transa						
125000990	112	UNITED STATES STEEL CORP NEW	01/29/09	02/24/09	2,326.12	3,752.46	(1,426.34)	0.00
						3,752.46	**(1,426.34)**	0.00
125001000	31	UNITED TECHNOLOGIES CORP	01/25/08	01/13/09	1,570.87	2,283.98	(713.11)	0.00
						2,283.98	**(713.11)**	0.00
125001010	143	VALE S A SPON ADR	02/26/09	12/07/09	4,005.73	1,928.55	2,077.18	0.00
		MorganStanley SmithBarney LLC				**1,928.55**	**2,077.18**	0.00
		acted as your agent						
		in this transaction.						

JOHN & CAROLYN PETERSON

Account Number [redacted]-0455C-[redacted] [redacted]

Details of Short Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125001020	96	VALE S A SPON ADR MorganStanley SmithBarney LLC acted as your agent in this transaction.	02/26/09	12/18/09	$ 2,638.97	$ 1,294.70 **$ 1,294.70**	$ 1,344.27 **$ 1,344.27**	$ 0.00 $ 0.00
125001030	10	WAL-MART STORES INC	07/17/08	01/08/09	514.63	577.23 **577.23**	(62.60) **(62.60)**	0.00 0.00
125001040	44	WAL-MART STORES INC	07/17/08	01/14/09	2,266.85	2,539.82 **2,539.82**	(272.97) **(272.97)**	0.00 0.00
125001050	19	WAL-MART STORES INC Morgan Stanley Smi	07/17/08	06/09/09	966.29	1,096.74 **1,096.74**	(130.45) **(130.45)**	0.00 0.00
	33	th Barney LLC acted as yo ur agent in this transa	07/22/08		1,678.30	1,946.25 **1,946.25**	(267.95) **(267.95)**	0.00 0.00
	21		08/04/08		1,068.01	1,233.24 **1,233.24**	(165.23) **(165.23)**	0.00 0.00
125001090	76	WELLPOINT INC Morgan Stanley Smi	06/19/09	07/30/09	3,933.76	3,877.42 **3,877.42**	56.34 **56.34**	0.00 0.00
	5	th Barney LLC acted as yo ur agent in this transa	07/01/09		258.80	259.77 **259.77**	(.97) **(.97)**	0.00 0.00
125001100	6	WELLPOINT INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	07/01/09	10/01/09	282.11	311.73 **311.73**	(29.62) **(29.62)**	0.00 0.00
125001110	27	WELLPOINT INC MorganStanley SmithBarney LLC	07/01/09	10/08/09	1,199.96	1,402.76 **1,402.76**	(202.80) **(202.80)**	0.00 0.00
	36	acted as your agent in this transaction.	07/07/09		1,599.95	1,861.71 **1,861.71**	(261.76) **(261.76)**	0.00 0.00
	49		07/23/09		2,177.71	2,535.85 **2,535.85**	(358.14) **(358.14)**	0.00 0.00
125001120	129	WELLS FARGO & CO NEW Morgan Stanley Smi th Barney LLC acted as yo ur agent in this transa	05/04/09	08/11/09	3,488.44	3,049.37 **3,049.37**	439.07 **439.07**	0.00 0.00
125001130	253	YAHOO INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	10/01/09	11/25/09	3,854.89	4,362.61 **4,362.61**	(507.72) **(507.72)**	0.00 0.00

2009 YEAR END SUMMARY

JOHN & CAROLYN PETERSON
Account Number [redacted]-0455C-[redacted]

Details of Short Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost / Adjusted Cost	Original Gain/(Loss) / Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125001140	51	YUM BRANDS INC	05/06/09	09/17/09	$ 1,743.96	$ 1,781.90	($ 37.94)	$ 0.00
		Morgan Stanley Smi				**$ 1,781.90**	**($ 37.94)**	$ 0.00
		th Barney LLC acted as yo						
		ur agent in this transa						
125001150	4	YUM BRANDS INC	05/06/09	10/07/09	137.24	139.76	(2.52)	0.00
		MorganStanley SmithBarney LLC				**139.76**	**(2.52)**	0.00
	59	acted as your agent	07/15/09		2,024.26	2,004.54	19.72	0.00
		in this transaction.				**2,004.54**	**19.72**	0.00
	66		08/11/09		2,264.43	2,312.53	(48.10)	0.00
						2,312.53	**(48.10)**	0.00
Total						$ 351,662.01	($ 9,439.42)	$ 0.00
					$ 342,222.59	**$ 351,287.99**	**($ 9,065.40)**	$ 6,259.79

Details of Long Term Gain (Loss) 2009

This section shows your sales of securities during the year. The "Sale Proceeds" column excludes any accrued income you may have received. In addition, although cash in lieu less than $20 is not included on Form 1099-B (if applicable), it is included in this section. Please note, this material is being prepared for informational purposes only and should not be used for tax preparation without the assistance of your tax advisor. For additional information regarding this section see enclosed brochure.

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost / Adjusted Cost	Original Gain/(Loss) / Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000010	112	ACE LIMITED	09/11/07	06/09/09	$ 5,142.94	$ 6,441.12	($ 1,298.18)	$ 0.00
		Morgan Stanley Smi				**$ 6,441.12**	**($ 1,298.18)**	$ 0.00
		th Barney LLC acted as yo						
		ur agent in this transa						
125000040	5	ACE LIMITED	10/29/08	11/25/09	251.59	267.43	(15.84)	0.00
		MorganStanley SmithBarney LLC				**267.43**	**(15.84)**	0.00
		acted as your agent						
		in this transaction.						
125000090	42	AT&T INC	10/23/07	01/12/09	1,093.24	1,742.98	(649.74)	0.00
						1,742.98	**(649.74)**	0.00
	39		12/12/07		1,015.15	1,613.38	(598.23)	0.00
						1,613.38	**(598.23)**	0.00

2009 YEAR END SUMMARY

Reserved
Client Statement
2009 Year End Summary

JOHN & CAROLYN PETERSON

Account Number [redacted]-0455C-[redacted]

Details of Long Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000100	75	AT&T INC	12/12/07	01/29/09	$ 1,855.69	$ 3,102.64	($ 1,246.95)	$ 0.00
						$ 3,102.64	**($ 1,246.95)**	$ 0.00
	76		01/23/08		1,880.44	2,681.87	(801.43)	0.00
						2,681.87	**(801.43)**	0.00
125000110	27	AT&T INC	01/23/08	05/06/09	712.60	952.77	(240.17)	0.00
						952.77	**(240.17)**	0.00
125000150	23	ABBOTT LABORATORIES	09/11/07	02/26/09	1,202.05	1,195.08	6.97	0.00
						1,195.08	**6.97**	0.00
125000160	34	ABBOTT LABORATORIES	09/11/07	02/27/09	1,634.85	1,766.64	(131.79)	0.00
						1,766.64	**(131.79)**	0.00
125000170	59	ABBOTT LABORATORIES	09/11/07	04/02/09	2,690.61	3,065.64	(375.03)	0.00
						3,065.64	**(375.03)**	0.00
125000180	62	ABBOTT LABORATORIES	09/11/07	04/14/09	2,757.03	3,221.52	(464.49)	0.00
						3,221.52	**(464.49)**	0.00
	28		01/07/08		1,245.11	1,607.36	(362.25)	0.00
						1,607.36	**(362.25)**	0.00
125000190	39	AETNA INC NEW	12/05/07	02/26/09	943.19	2,227.70	(1,284.51)	0.00
						2,227.70	**(1,284.51)**	0.00
	38		01/07/08		919.01	2,187.74	(1,268.73)	0.00
						2,187.74	**(1,268.73)**	0.00
	21		01/08/08		507.87	1,234.06	(726.19)	0.00
						1,234.06	**(726.19)**	0.00
125000200	15	AETNA INC NEW	01/08/08	04/29/09	332.25	881.48	(549.23)	0.00
						881.48	**(549.23)**	0.00
125000250	21	APPLE INC MorganStanley SmithBarney LLC acted as your agent in this transaction.	09/11/07	10/16/09	3,965.31	2,871.96	1,093.35	0.00
						2,871.96	**1,093.35**	0.00
125000270	54	CVS CAREMARK CORP	09/11/07	01/12/09	1,346.20	2,014.67	(668.47)	0.00
						2,014.67	**(668.47)**	0.00
125000280	88	CVS CAREMARK CORP	09/11/07	01/14/09	2,296.29	3,283.16	(986.87)	0.00
						3,283.16	**(986.87)**	0.00
	6		09/24/07		156.57	227.88	(71.31)	0.00
						227.88	**(71.31)**	0.00
125000290	39	CVS CAREMARK CORP	09/24/07	05/27/09	1,147.66	1,481.22	(333.56)	0.00
						1,481.22	**(333.56)**	0.00

JOHN & CAROLYN PETERSON
Account Number [redacted]-0455C-[redacted]

Details of Long Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost / Adjusted Cost	Original Gain/(Loss) / Adjusted Gain/(Loss)	Ordinary Income / Capital Gain/(Loss)
125000300	25	CVS CAREMARK CORP	06/11/08	09/17/09	$ 910.66	$ 1,032.17	($ 121.51)	$ 0.00
		Morgan Stanley Smi				**$ 1,032.17**	**($ 121.51)**	$ 0.00
	55	th Barney LLC acted as yo	07/11/08		2,003.44	2,111.63	(108.19)	0.00
		ur agent in this transa				**2,111.63**	**(108.19)**	0.00
125000310	14	CVS CAREMARK CORP	07/11/08	11/16/09	424.25	537.51	(113.26)	0.00
		MorganStanley SmithBarney LLC				**537.51**	**(113.26)**	0.00
	103	acted as your agent	10/30/08		3,121.28	2,997.02	124.26	0.00
		in this transaction.				**2,997.02**	**124.26**	0.00
125000410	49	WALT DISNEY CO	08/08/08	09/09/09	1,316.32	1,569.36	(253.04)	0.00
		Morgan Stanley Smi				**1,569.36**	**(253.04)**	0.00
		th Barney LLC acted as yo						
		ur agent in this transa						
125000420	32,000	FEDERAL HOME LOAN MTG CORP	09/11/07	03/26/09	34,740.00	31,795.00	2,945.00	0.00
		GLOBAL REFERENCE NOTES				**31,795.00**	**2,945.00**	2,945.00
		DTD 01/16/2004						
		DUE 01/15/2014 RATE 4.500						
125000430	10,000	FEDERAL HOME LOAN MTG CORP	09/11/07	05/18/09	10,889.60	9,935.94	953.66	0.00
		GLOBAL REFERENCE NOTES				**9,935.94**	**953.66**	953.66
	7,000	DTD 01/16/2004	09/24/07		7,622.72	6,888.83	733.89	25.84
		DUE 01/15/2014 RATE 4.500				**6,888.83**	**733.89**	708.05
125000480	23	GENERAL DYNAMICS CORP	12/07/07	01/20/09	1,202.96	2,143.60	(940.64)	0.00
						2,143.60	**(940.64)**	0.00
125000590	45	HEWLETT PACKARD CO	09/11/07	02/19/09	1,398.99	2,222.83	(823.84)	0.00
						2,222.83	**(823.84)**	0.00
125000600	54	HEWLETT PACKARD CO	09/11/07	02/23/09	1,580.32	2,667.39	(1,087.07)	0.00
						2,667.39	**(1,087.07)**	0.00
125000630	31	INTL BUSINESS MACHINES CORP	01/23/08	02/19/09	2,762.32	3,092.20	(329.88)	0.00
						3,092.20	**(329.88)**	0.00
125000640	3	INTL BUSINESS MACHINES CORP	01/23/08	02/23/09	253.41	299.24	(45.83)	0.00
						299.24	**(45.83)**	0.00
	11		01/25/08		929.19	1,165.41	(236.22)	0.00
						1,165.41	**(236.22)**	0.00
125000690	35	MCDONALDS CORP	09/11/07	04/28/09	1,920.80	1,802.50	118.30	0.00
						1,802.50	**118.30**	0.00
125000700	42	MCDONALDS CORP	09/11/07	05/06/09	2,265.40	2,163.00	102.40	0.00
						2,163.00	**102.40**	0.00

JOHN & CAROLYN PETERSON
Account Number [redacted]-0455C-[redacted]

Details of Long Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost / Adjusted Cost	Original Gain/(Loss) / Adjusted Gain/(Loss)	Ordinary Income / Capital Gain/(Loss)
125000710	46	MCDONALDS CORP	09/11/07	07/29/09	$ 2,594.64	$ 2,369.00	$ 225.64	$ 0.00
		Morgan Stanley Smi				**$ 2,369.00**	**$ 225.64**	$ 0.00
		th Barney LLC acted as yo						
		ur agent in this transa						
125000720	32	MCDONALDS CORP	09/11/07	09/09/09	1,760.46	1,648.00	112.46	0.00
		Morgan Stanley Smi				**1,648.00**	**112.46**	0.00
		th Barney LLC acted as yo						
		ur agent in this transa						
125000730	15	MCDONALDS CORP	09/11/07	09/10/09	822.51	772.50	50.01	0.00
		Morgan Stanley Smi				**772.50**	**50.01**	0.00
	12	th Barney LLC acted as yo	07/11/08		658.00	691.17	(33.17)	0.00
						691.17	**(33.17)**	0.00
	51		09/02/08		2,796.52	3,209.11	(412.59)	0.00
						3,209.11	**(412.59)**	0.00
125000740	111	MEDCO HEALTH SOLUTIONS INC	09/11/07	02/26/09	4,744.89	4,891.77	(146.88)	0.00
						4,891.77	**(146.88)**	0.00
125000750	53	MEDCO HEALTH SOLUTIONS INC	09/11/07	02/27/09	2,176.67	2,335.71	(159.04)	0.00
						2,335.71	**(159.04)**	0.00
125000760	32	MEDCO HEALTH SOLUTIONS INC	09/11/07	05/27/09	1,439.37	1,410.24	29.13	0.00
						1,410.24	**29.13**	0.00
125000860	19	OCCIDENTAL PETROLEUM CORP-DEL	12/10/08	12/14/09	1,464.28	1,079.50	384.78	0.00
		MorganStanley SmithBarney LLC				**1,079.50**	**384.78**	0.00
		acted as your agent						
		in this transaction.						
125000870	13	PHILIP MORRIS INTL INC	08/27/03	01/08/09	549.73	277.24 e	272.49	0.00
						277.24	**272.49**	0.00
	5		07/20/04		211.43	129.36 e	82.07	0.00
						129.36	**82.07**	0.00
	3		12/04/06		126.86	134.09 e	(7.23)	0.00
						134.09	**(7.23)**	0.00
125000880	7	PHILIP MORRIS INTL INC	12/04/06	12/11/09	340.18	312.86 e	27.32	0.00
		MorganStanley SmithBarney LLC				**312.86**	**27.32**	0.00
	15	acted as your agent	04/25/07		728.96	730.61 e	(1.65)	0.00
		in this transaction.				**730.61**	**(1.65)**	0.00
	52		09/11/07		2,527.07	2,441.98	85.09	0.00
						2,441.98	**85.09**	0.00

JOHN & CAROLYN PETERSON

Account Number [redacted]-0455C-[redacted] [redacted]

Details of Long Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
	48		01/30/08		$ 2,332.68	$ 2,567.95	($ 235.27)	$ 0.00
						$ 2,567.95	**($ 235.27)**	$ 0.00
	3		07/11/08		145.79	160.78	(14.99)	0.00
						160.78	**(14.99)**	0.00
125000970	17	UNION PACIFIC CORP	09/11/07	01/20/09	643.46	907.29	(263.83)	0.00
						907.29	**(263.83)**	0.00
125000980	20	UNION PACIFIC CORP	01/25/08	06/18/09	1,016.97	1,227.73	(210.76)	0.00
		Morgan Stanley Smi				**1,227.73**	**(210.76)**	0.00
	36	th Barney LLC acted as yo	02/05/08		1,830.55	2,214.26	(383.71)	0.00
		ur agent in this transa				**2,214.26**	**(383.71)**	0.00
125001000	45	UNITED TECHNOLOGIES CORP	12/07/07	01/13/09	2,280.29	3,527.96	(1,247.67)	0.00
						3,527.96	**(1,247.67)**	0.00
125001060	16	WAL-MART STORES INC	08/04/08	08/18/09	822.86	939.61	(116.75)	0.00
		Morgan Stanley Smi				**939.61**	**(116.75)**	0.00
	38	th Barney LLC acted as yo	08/06/08		1,954.29	2,295.57	(341.28)	0.00
		ur agent in this transa				**2,295.57**	**(341.28)**	0.00
125001070	35	WAL-MART STORES INC	08/06/08	09/11/09	1,777.31	2,114.33	(337.02)	0.00
		Morgan Stanley Smi				**2,114.33**	**(337.02)**	0.00
		th Barney LLC acted as yo						
		ur agent in this transa						
125001080	30	WAL-MART STORES INC	08/06/08	11/10/09	1,566.93	1,812.29	(245.36)	0.00
		MorganStanley SmithBarney LLC				**1,812.29**	**(245.36)**	0.00
	56	acted as your agent	09/08/08		2,924.94	3,432.30	(507.36)	0.00
		in this transaction.				**3,432.30**	**(507.36)**	0.00
Total						$ 160,125.14	($ 13,450.19)	$ 25.84
					$ 146,674.95	**$ 160,125.14**	**($ 13,450.19)**	$ 4,606.71

[e] *Based on information supplied by Client or other financial institution, not verified by us.*

2009 YEAR END SUMMARY

JOHN & CAROLYN PETERSON
Account Number [redacted]-0457C-[redacted]

Details of Earnings 2009 - *continued*

Dividends and Distributions, Section 2

Reference number	Description	Nondividend distributions	Foreign tax paid	Cash liquidation distributions	Non cash liquidation distributions	Investment expense	NRA Withholding
160004600	*** TOTAL S.A SPONS ADR THIS AMOUNT INCLUDES TAXES PAID TO A FOREIGN GOVERNMENT		$ 82.75				
160004900	*** ZURICH FINCL SVCS SPON ADR THIS AMOUNT INCLUDES TAXES PAID TO A FOREIGN GOVERNMENT A PORTION OF THIS INCOME HAS BEEN RECLASSIFIED		47.45				
Totals			**$ 1,224.89**				

Details of Short Term Gain (Loss) 2009

This section shows your sales of securities during the year. The "Sale Proceeds" column excludes any accrued income you may have received. In addition, although cash in lieu less than $20 is not included on Form 1099-B (if applicable), it is included in this section. Please note, this material is being prepared for informational purposes only and should not be used for tax preparation without the assistance of your tax advisor.

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000030	285	ANGLO AMERICAN PLC ADR	08/14/08	05/28/09	$ 3,801.54	$ 7,754.91	($ 3,953.37)	
	195		01/07/09		2,601.06	2,527.10		73.96
125000040	255	AXA S.A.SPONS ADR SALE OF RTS ON 255.0000 SHS RECORD 11/13/09 PAY 12/04/09	11/13/09	11/13/09	147.83	.01		147.82
125000050	136	BNP PARIBAS SPON ADR SALE OF RTS ON 136.0000 SHS RECORD 11/02/09 PAY 11/09/09	11/02/09	11/02/09	131.23	.01		131.22
125000060	205	BT GROUP PLC ADR-USD	03/05/08	02/20/09	2,543.21	9,017.56	(6,474.35)	
125000080	.6379	BRASIL TELECOM S A SPONSORED ADR REPSTG PFD SHS MERGER 11/16/09 105530109001	11/24/09	11/24/09	20.21	19.86		.35
125000090	.0623	BRASIL TELECOM SA ADR MERGER 11/16/09 105530109001	11/24/09	11/24/09	1.00	1.04	(.04)	
125000110	270	CRH PLC ADR-USD SALE OF RTS ON 270.0000 SHS	03/16/09	03/16/09	452.10	.01		452.09

JOHN & CAROLYN PETERSON
Account Number [redacted]-0457C-[redacted]

Details of Short Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000130	70	CRH PLC ADR-USD	03/10/09	05/12/09	$ 1,695.59	$ 1,332.96		$ 362.63
125000140	160	CARNIVAL PLC ADR MorganStanley SmithBarney LLC acted as your agent in this transaction.	06/03/09	12/09/09	5,369.12	4,324.69		1,044.43
125000150	420	CHINA UNICOM HONG KONG LTD SPONSORED ADR Morgan Stanley Smi th Barney LLC acted as yo	03/27/09	07/10/09	5,743.10	4,721.18		1,021.92
125000170	212	DBS GROUP HLDG LTD SP ADR SALE OF RTS ON 212.0000 SHS RECORD 01/29/09 PAY 02/05/09	01/29/09	01/29/09	827.54	.01		827.53
125000180	560	DANSKE BAN A/S SPONS ADR	10/16/08	02/26/09	1,842.83	5,173.50	(3,330.67)	
125000210	205	LAFARGE SPONS ADR NEW LAFARGE COPPEE SALE OF RTS ON 205.0000 SHS RECORD 04/27/09 PAY 05/04/09	04/27/09	04/27/09	333.85	.01		333.84
125000230	635	MALAYAN BKG BERHAD SPONSORED ADR SALE OF RTS ON 635.0000 SHS RECORD 04/24/09 PAY 05/04/09	04/24/09	04/24/09	160.79	.01		160.78
125000240	245	MARKS & SPENCER GROUP PLC SPONSORED ADR	12/22/08	04/30/09	2,436.36	1,603.11		833.25
125000300	360 75	NIPPON YUSEN KABUSHIKI KAISHA-JPY SPONS ADR MorganStanley SmithBarney LLC acted as your agent	11/19/08 12/17/08	10/02/09	2,701.73 562.86	3,434.76 914.25	(733.03) (351.39)	
125000310	340	NOKIA CORP SPONSORED ADR	06/17/08	01/28/09	4,392.33	8,717.63	(4,325.30)	
125000320	355	NORSK HYDRO A S SPONS ADR	05/06/08	03/10/09	1,117.39	5,746.74	(4,629.35)	
125000330	167	REXAM PLC SPONS ADR -NEW- SALE OF RTS ON 167.0000 SHS RECORD 08/05/09 PAY 08/26/09	08/05/09	08/05/09	394.40	.01		394.39
Total					**$ 37,276.07**	**$ 55,289.36**	**($ 23,797.50)**	**$ 5,784.21**

(18,013.29)

2009 YEAR END SUMMARY

JOHN & CAROLYN PETERSON
Account Number [redacted]-0457C-[redacted]

Details of Long Term Gain (Loss) 2009

This section shows your sales of securities during the year. The "Sale Proceeds" column excludes any accrued income you may have received. In addition, although cash in lieu less than $20 is not included on Form 1099-B (if applicable), it is included in this section. Please note, this material is being prepared for informational purposes only and should not be used for tax preparation without the assistance of your tax advisor.

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000010	5	AEGON N V-ADR AMER REG-ADR	07/09/04	02/12/09	$ 25.49	$ 58.87	($ 33.38) c	
	20		07/12/04		101.97	235.13	(133.16) c	
	14		07/13/04		71.38	163.15	(91.77) c	
	39		07/20/04		198.84	443.63	(244.79) c	
	23		08/12/04		117.27	239.65	(122.38) c	
	45		10/14/04		229.44	481.80	(252.36) c	
	2		09/29/05		10.20	40.01	(29.81) c	
	2		05/24/06		10.20	42.29	(32.09) c	
	2		09/25/06		10.20	45.99	(35.79) c	
	57		12/04/06		290.62	1,034.55	(743.93) c	
	4		06/04/07		20.39	82.06	(61.67) c	
	410		09/06/07		2,090.41	7,400.50	(5,310.09)	
125000020	135	AKZO NOBEL N.V.ADR-EUR	09/06/07	03/27/09	5,265.65	10,362.60	(5,096.95)	
125000070	17	BANCO SANTANDER S.A.	12/12/05	10/02/09	259.66	219.52		40.14 c
	71	MorganStanley SmithBarney LLC	04/07/06		1,084.47	1,035.48		48.99 c
	95	acted as your agent	03/07/07		1,451.06	1,703.35	(252.29) c	
	27	in this transaction.	03/19/07		412.41	479.32	(66.91) c	
125000100	71	BRASIL TELECOM PARTICIPACO SA SPONSORED ADR	04/03/08	11/24/09	4,370.94	5,442.63	(1,071.69)	
125000120	176	CRH PLC ADR-USD	09/06/07	05/11/09	4,164.30	7,487.04	(3,322.74)	
125000130	24	CRH PLC ADR-USD	09/06/07	05/12/09	581.34	1,020.96	(439.62)	
125000160	235	COMMERZBANK A G SPONSORED ADR	11/30/07	01/09/09	1,481.59	9,394.20	(7,912.61)	
125000190	103	INFOSYS TECHNOLOGIE SP ADR	12/10/07	02/18/09	2,581.50	4,697.48	(2,115.98)	
125000200	225	ING GROEP NV SPONS ADR	09/06/07	04/14/09	1,924.29	9,067.50	(7,143.21)	
125000220	100	LAFARGE SPONS ADR NEW LAFARGE COPPEE MorganStanley SmithBarney LLC acted as your agent	09/06/07	11/13/09	2,140.42	3,784.21	(1,643.79)	
125000250	120	NINTENDO CO LTD ADR NEW MorganStanley SmithBarney LLC acted as your agent in this transaction.	10/31/08	11/03/09	3,809.43	4,841.47	(1,032.04)	

JOHN & CAROLYN PETERSON
Account Number [redacted]-0457C-[redacted]

Details of Long Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000260	75	NIPPON TEL & TEL SPON ADR	09/06/07	02/09/09	$ 1,723.93	$ 1,706.36		$ 17.57
125000270	59	NIPPON TEL & TEL SPON ADR Morgan Stanley Smi th Barney LLC acted as yo ur agent in this transa	09/06/07	09/14/09	1,397.58	1,342.34		55.24
125000280	113	NIPPON TEL & TEL SPON ADR Morgan Stanley Smi th Barney LLC acted as yo ur agent in this transa	09/06/07	09/15/09	2,623.21	2,570.92		52.29
125000290	73	NIPPON TEL & TEL SPON ADR Morgan Stanley Smi th Barney LLC acted as yo ur agent in this transa	09/06/07	09/16/09	1,679.15	1,660.86		18.29
125000320	220	NORSK HYDRO A S SPONS ADR	09/06/07	03/10/09	692.46	8,501.92	(7,809.46)	
125000340	11	RICOH CO LTD ADR-NEW	01/20/06	01/16/09	687.29	954.95	(267.66) c	
	13		12/04/06		812.25	1,218.75	(406.50) c	
	60		09/06/07		3,748.83	6,273.00	(2,524.17)	
125000350	35	ROLLS ROYCE GROUP PLC SPONSORED ADR MorganStanley SmithBarney LLC acted as your agent	07/24/08	11/12/09	1,347.81	1,276.86		70.95
125000360	.125	TNT N V SPONSORED ADR-USD CASH IN LIEU OF .12500 RECORD 04/13/09 PAY 04/28/09	09/06/07	04/28/09	2.30	5.25	(2.95)	
125000370	35	TELEFONICA S.A. SPON ADR Morgan Stanley Smi th Barney LLC acted as yo ur agent in this transa	07/02/08	08/03/09	2,647.15	2,860.81	(213.66)	
125000380	75	TELENOR ASA ADR REPSTG MorganStanley SmithBarney LLC acted as your agent	09/06/07	11/05/09	2,984.46	4,347.81	(1,363.35)	
125000390	245	VALEO SPONS ADR -USD-	09/06/07	04/23/09	2,279.30	5,867.75	(3,588.45)	
	245		02/20/08		2,279.30	4,570.97	(2,291.67)	
125000400	8	VODAFONE GROUP PLC SPONS	02/08/05	11/25/09	185.30	259.33	(74.03) c	
	24	ADR NEW	02/15/05		555.89	722.45	(166.56) c	
	46	MorganStanley SmithBarney LLC	05/24/05		1,065.46	1,350.49	(285.03) c	
	22	acted as your agent	06/03/05		509.57	618.73	(109.16) c	

2009 YEAR END SUMMARY

MorganStanley SmithBarney

Ref: 00000632 00017662

Reserved
Client Statement
2009 Year End Summary

JOHN & CAROLYN PETERSON

Account Number [redacted]-0457C-[redacted]

Details of Long Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
	12		06/06/05		$ 277.94	$ 321.33	($ 43.39) c	
	28		11/29/05		648.54	696.87	(48.33) c	
	37		01/20/06		857.00	892.25	(35.25) c	
	60		12/04/06		1,389.71	1,602.60	(212.89) c	
Total					**$ 63,097.90**	**$ 119,425.99**	**($ 56,631.56)**	**$ 303.47**
					58,726.96	113,983.36	(55,256.40)	

2009

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

JOHN & CAROLYN PETERSON CH. FD
Account Number [redacted]-0458C-[redacted]

Details of Earnings 2009

Dividends and Distributions, Section 1

Amounts displayed for dividends include dividend reinvestments, money fund earnings, accrued dividends received and dividends exempt from Federal income tax.
"Total dividends" includes both Qualified and non-qualified dividends received.
"Total capital gain distributions" is a total of long term capital gain distributions, Unrecaptured Sec. 1250 gain and Section 1202 gain.

Reference number	Description	Total dividends	Qualified dividends	Short term capital gains	Total capital gain distributions	Unrecaptured Sec 1250 gain	Section 1202 gain	Alternative minimum tax
160000100	ILLINOIS TOOL WORKS INC	$ 30,690.00	$ 30,690.00					
160000200	WESTERN ASSET MONEY MARKET FUND CLASS A SHARES (EX)	381.26						
160000300	WESTERN ASSET MONEY MARKET FUND CLASS A	92.12						
Totals		**$ 31,163.38**	**$ 30,690.00**					

Details of Short Term Gain (Loss) 2009

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Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000020	-50	CALL ITW FEB 09 @ 35.00 ILLINOIS TOOL WORKS INC 100 SHS	12/23/08	02/24/09	5,775.81			5,775.81
125000030	-50	CALL ITW FEB 09 @ 40.00 ILLINOIS TOOL WORKS INC 100 SHS	01/08/09	02/24/09	4,781.72			4,781.72
125000040	-40	CALL ITW APR 09 @ 30.00 ILLINOIS TOOL WORKS INC 100 SHS EXP 04/18/2009	03/18/09	04/15/09	2,093.98	7,076.59	(4,982.61)	
125000050	-10	CALL ITW APR 09 @ 35.00 ILLINOIS TOOL WORKS INC 100 SHS	02/23/09	04/20/09	513.79			513.79

2009 YEAR END SUMMARY

MorganStanley
SmithBarney

Ref: 00000632 00017670

Reserved
Client Statement
2009 Year End Summary

JOHN & CAROLYN PETERSON CH. FD
Account Number [redacted]-0458C-[redacted]

Details of Short Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000060	-10	CALL ITW MAY 09 @ 35.00	03/31/09	05/18/09	717.55			717.55
	-40	ILLINOIS TOOL WORKS INC 100 SHS	03/31/09		2,870.23			2,870.23
125000070	-30	CALL ITW SEP 09 @ 35.00 ILLINOIS TOOL WORKS INC 100 SHS EXP 09/19/2009	04/15/09	09/16/09	6,264.95	25,862.89	(19,597.94)	
125000080	-50	CALL ITW SEP 09 @ 40.00 ILLINOIS TOOL WORKS INC 100 SHS EXP 09/19/2009	05/14/09	09/10/09	4,781.62	18,957.57	(14,175.95)	
125000090	-50	CALL ITW OCT 09 @ 45.00 ILLINOIS TOOL WORKS INC 100 SHS EXP 10/17/2009	09/10/09	10/12/09	4,930.72	4,689.38		241.34
125000100	-30	CALL ITW DEC 09 @ 45.00 ILLINOIS TOOL WORKS INC 100 SHS EXP 12/19/2009	09/16/09	12/18/09	5,334.21	8,301.22	(2,967.01)	
Total					**$ 38,064.58**	**$ 64,887.65**	**($ 41,723.51)**	**$ 14,900.44**

(26,823.07)

Details of Long Term Gain (Loss) 2009

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Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Cost	(Loss)	Gain
125000010	1,000	ILLINOIS TOOL WORKS INC ACCOUNT ASSIGNED OCC CALL 09-09 85987540 OPTION PREMIUM -2,088.32	07/23/03	09/18/09	$ 36,800.85	$ 33,435.00		$ 3,365.85 [c]
Total					**$ 36,800.85**	**$ 33,435.00**		**$ 3,365.85**

[c] *Based on information supplied by Client or other financial institution, not verified by us.*

2009 YEAR END SUMMARY

JOHN & CAROLYN PETERSON
Account Number [redacted]-0459C-[redacted]

Details of Short Term Gain (Loss) 2009

This section shows your sales of securities during the year. The "Sale Proceeds" column excludes any accrued income you may have received. In addition, although cash in lieu less than $20 is not included on Form 1099-B (if applicable), it is included in this section. Please note, this material is being prepared for informational purposes only and should not be used for tax preparation without the assistance of your tax advisor. For additional information regarding this section see enclosed brochure.

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000010	74.8856	BLACKROCK DIVID ACHIEVERS TM	10/14/08	04/16/09	$ 501.20	$ 719.24	($ 218.04)	$ 0.00
		TR				**$ 719.24**	**($ 218.04)**	$ 0.00
	1.4161		01/16/09		9.48	12.00	(2.52)	0.00
						12.00	**(2.52)**	0.00
	1.6983		04/13/09		11.36	11.25	.11	0.00
						11.25	**.11**	0.00
125000020	.1734	BLACKROCK DIVID ACHIEVERS TM	04/13/09	04/17/09	1.14	1.15	(.01)	0.00
		TR				**1.15**	**(.01)**	0.00
		LIQUIDATION OF FRACTIONAL SHS						
125000050	10.018	DAVIS NEW YORK VENTURE FUND	12/03/08	10/09/09	287.72	206.57	81.15	0.00
		CLASS C				**206.57**	**81.15**	0.00
		CONFIRM #500092820173294						
125000130	66.627	IVY ASSET STRATEGY FUND	12/11/08	10/09/09	1,424.49	1,145.98	278.51	0.00
		CLASS C				**1,145.98**	**278.51**	0.00
	183.931	CONFIRM #500092820173880	12/11/08		3,932.44	3,163.61	768.83	0.00
						3,163.61	**768.83**	0.00
125000140	1,000	JP MORGAN CHASE & CO. 8.625%	12/12/08	02/23/09	18,045.89	24,600.00	(6,554.11)	0.00
		STRIP YIELD = 12.041%				**24,600.00**	**(6,554.11)**	0.00
		8.6250% DUE 99/99/9999						
		NEXT CALL:09/01/13 AT 25.000						
Total						$ 29,859.80	($ 5,646.08)	$ 0.00
					$ 24,213.72	**$ 29,859.80**	**($ 5,646.08)**	$ 0.00

2009 YEAR END SUMMARY

Ref: 00000632 00017681

MorganStanley SmithBarney

Reserved Client
Financial Management Account
2009 Year End Summary

JOHN & CAROLYN PETERSON
Account Number [redacted]-0459C-[redacted]

Details of Long Term Gain (Loss) 2009

This section shows your sales of securities during the year. The "Sale Proceeds" column excludes any accrued income you may have received. In addition, although cash in lieu less than $20 is not included on Form 1099-B (if applicable), it is included in this section. Please note, this material is being prepared for informational purposes only and should not be used for tax preparation without the assistance of your tax advisor. For additional information regarding this section see enclosed brochure.

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
125000030	50,000	CATERPILLAR FINL SVCS CORP	08/25/03	11/16/09	$ 50,000.00	$ 50,000.00 e	$ 0.00	$ 0.00
		MED TERM NOTE CALLABLE				**$ 50,000.00**	**$ 0.00**	$ 0.00
		BK/ENTRY DTD 8/28/03						
		DUE 08/15/2013 RATE 5.250						
125000040	40,000	CATERPILLAR FINL SVCS CORP	12/19/05	12/15/09	40,000.00	40,000.00 e	0.00	0.00
		POWERNOTES BOOK ENTRY				**40,000.00**	**0.00**	0.00
		DTD 12/22/2005						
		DUE 12/15/2012 RATE 5.200						
125000050	2,746	DAVIS NEW YORK VENTURE FUND	11/29/06	10/09/09	78,865.12	99,981.85 e	(21,116.73)	0.00
		CLASS C				**99,981.85**	**(21,116.73)**	0.00
	8.208	CONFIRM #500092820173294	12/06/07		235.73	318.55	(82.82)	0.00
						318.55	**(82.82)**	0.00
125000060	3,327	DAVIS OPPORTUNITY FUND	09/30/05	10/09/09	57,224.40	74,990.57 e	(17,766.17)	0.00
		CLASS C				**74,990.57**	**(17,766.17)**	0.00
	2	CONFIRM #500092820173708	12/02/05		34.40	44.38 e	(9.98)	0.00
						44.38	**(9.98)**	0.00
	87		12/02/05		1,496.40	1,930.53 e	(434.13)	0.00
						1,930.53	**(434.13)**	0.00
	6		12/02/05		103.20	133.14 e	(29.94)	0.00
						133.14	**(29.94)**	0.00
	1		12/05/05		17.20	22.19 e	(4.99)	0.00
						22.19	**(4.99)**	0.00
	1		12/05/05		17.20	22.19 e	(4.99)	0.00
						22.19	**(4.99)**	0.00
	1		12/04/06		17.20	24.64 e	(7.44)	0.00
						24.64	**(7.44)**	0.00
	107		12/04/06		1,840.40	2,636.48 e	(796.08)	0.00
						2,636.48	**(796.08)**	0.00
	3		12/04/06		51.60	73.92 e	(22.32)	0.00
						73.92	**(22.32)**	0.00
	2		12/05/06		34.40	49.84 e	(15.44)	0.00
						49.84	**(15.44)**	0.00

2009 YEAR END SUMMARY

JOHN & CAROLYN PETERSON

***Account Number* [redacted]-0459C-[redacted]**

Details of Long Term Gain (Loss) 2009 - *continued*

Reference number	Quantity	Security Description	Opening Trade Date	Closing Trade Date	Sale Proceeds	Original Cost Adjusted Cost	Original Gain/(Loss) Adjusted Gain/(Loss)	Ordinary Income Capital Gain/(Loss)
	25.455		12/06/07		$ 437.83	$ 587.50 **$ 587.50**	($ 149.67) **($ 149.67)**	$ 0.00 $ 0.00
	245.567		12/06/07		4,223.75	5,667.68 **5,667.68**	(1,443.93) **(1,443.93)**	0.00 0.00
125000070	2,000	EATON VANCE TAX ADVANTAGED DIVIDEND INCOME FUND	09/25/03	10/09/09	29,696.23	40,000.00 e **40,000.00**	(10,303.77) **(10,303.77)**	0.00 0.00
125000080	60,000	FEDERAL HOME LOAN MTG CORP STEP UP BK/ENTRY DTD 5/28/03 DUE 05/28/2013 RATE 4.125	06/02/03	01/23/09	60,000.00	60,000.00 e **60,000.00**	0.00 **0.00**	0.00 0.00
125000090	100,000	FEDERAL NATL MTG ASSN FANNIE NOTES BK/ENTRY DTD 6/13/03 DUE 12/11/2014 RATE 4.000	06/05/03	04/24/09	100,000.00	100,000.00 e **100,000.00**	0.00 **0.00**	0.00 0.00
125000100	50,000	GENERAL MOTORS ACCEPTANCE CORP DTD 10/15/03 DUE 10/15/2009 RATE 6.500	05/07/04	10/15/09	50,000.00	52,900.00 e **50,000.00**	(2,900.00) **0.00**	0.00 0.00
125000110	1,000	HSBC HOLDINGS PLC 6.20% STRIP YIELD = 13.865% 6.2000% DUE 99/99/9999 NEXT CALL:12/16/10 AT 25.000	01/04/08	02/23/09	11,547.93	21,790.00 **21,790.00**	(10,242.07) **(10,242.07)**	0.00 0.00
125000120	1,650	ILLINOIS TOOL WORKS INC	07/23/03	10/09/09	73,780.09	55,168.00 e **55,168.00**	18,612.09 **18,612.09**	0.00 0.00
125000130	1,836.21	IVY ASSET STRATEGY FUND CLASS C CONFIRM #500092820173880	03/18/08	10/09/09	39,258.17	49,980.03 **49,980.03**	(10,721.86) **(10,721.86)**	0.00 0.00
125000150	2,000	PPLUS TR SER GSG-1 TR CTF CL A 6% PFD	06/12/03	02/23/09	26,823.19	52,066.67 e **52,066.67**	(25,243.48) **(25,243.48)**	0.00 0.00
	1,000	STRIP YIELD = 11.224% 6.0000% DUE 02/15/2033	05/11/04		13,411.59	21,020.83 e **21,020.83**	(7,609.24) **(7,609.24)**	0.00 0.00
125000160	50,000	ROYAL BANK SCOTLAND DTD 10/02/2002 GLOBAL DUE 10/01/2014 RATE 5.000	06/23/03	02/23/09	42,452.50	54,361.11 e **52,409.00**	(11,908.61) **(9,956.50)**	0.00 (9,956.50)
Total					**$ 681,568.53**	$ 783,770.10 **$ 778,917.89**	($ 102,201.57) **($ 97,349.46)**	$ 0.00 ($ 9,956.50)

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

2009 YEAR END SUMMARY

Form **8868**
(Rev April 2009)
Department of the Treasury
Internal Revenue Service

Application for Extension of Time To File an Exempt Organization Return

► **File a separate application for each return.**

OMB No 1545-1709

- If you are filing for an **Automatic 3-Month Extension, complete only Part I** and check this box ► [X]
- If you are filing for an **Additional (Not Automatic) 3-Month Extension, complete only Part II** (on page 2 of this form).

Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.

Part I **Automatic 3-Month Extension of Time.** Only submit original (no copies needed).

A corporation required to file Form 990-T and requesting an automatic 6-month extension– check this box and complete Part I only ► [ ]

All other corporations (including 1120-C filers), partnerships, REMICS, and trusts must use Form 7004 to request an extension of time to file income tax returns

Electronic Filing ***(e-file).*** Generally, you can electronically file Form 8868 if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for a corporation required to file Form 990-T). However, you cannot file Form 8868 electronically if (1) you want the additional (not automatic) 3-month extension or (2) you file Forms 990-BL, 6069, or 8870, group returns, or a composite or consolidated Form 990-T. Instead, you must submit the fully completed and signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit *www irs gov/efile* and click on *e-file for Charities & Nonprofits*

Type or print File by the due date for filing your return See instructions	Name of Exempt Organization JOHN & CAROLYN PETERSON CHARITABLE FOUNDATION, INC.	**Employer identification number** 43-1974269
	Number, street, and room or suite number If a P O box, see instructions 411 EAST WISCONSIN AVENUE #2040	
	City, town or post office, state, and ZIP code For a foreign address, see instructions MILWAUKEE, WI 53202-4497	

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

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

- The books are in the care of ► MICHAEL GUZNICZAK

Telephone No. ► 262-821-5378 FAX No. ►

- If the organization does not have an office or place of business in the United States, check this box ► [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) ______. If this is for the whole group, check this box ► [ ]. If it is for part of the group, check this box ► [ ] and attach a list with the names and EINs of all members the extension will cover.

1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until 8/15, 20 10, to file the exempt organization return for the organization named above. The extension is for the organization's return for:
► [X] calendar year 20 09 or
► [ ] tax year beginning ________, 20 ___, and ending ________, 20 ___.

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

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions	**3a**	$ 1,237.
b If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit	**3b**	$ 2,929.
c Balance Due. Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System) See instructions	**3c**	$ 0.

Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.