



See a Social Security Number? Say Something!
Report Privacy Problems to <https://public.resource.org/privacy>
Or call the IRS Identity Theft Hotline at 1-800-908-4490



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

OMB No 1545-0052

2009

Department of the Treasury
Internal Revenue Service

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

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

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

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

H FUND
1800 S. WASHINGTON, SUITE 215
AMARILLO, TX 79102

A Employer identification number

75-2853493

B Telephone number (see the instructions)

806-371-8771

C If exemption application is pending, check here ☐D 1 Foreign organizations, check here ☐2 Foreign organizations meeting the 85% test, check here and attach computation ☐

E If private foundation status was terminated

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

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

I Fair market value of all assets at end of year
(from Part II, column (c), line 16)

\$ 738,276.

J Accounting method ☒ Cash ☐ Accrual
☐ Other (specify) _____

(Part I, column (d) must be on cash basis)

Part I Analysis of Revenue and

Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see the instructions).)

(a) Revenue and expenses per books

(b) Net investment income

(c) Adjusted net income

(d) Disbursements for charitable purposes (cash basis only)

REVENUE

1 Contributions, gifts, grants, etc., received (att sch)

146,500.

2 Ck ☐ if the foundn is not req to att Sch B

3 Interest on savings and temporary cash investments

135.

135.

N/A

4 Dividends and interest from securities

26,522.

26,522.

5a Gross rents

b Net rental income or (loss)

6a Net gain/(loss) from sale of assets not on line 10

-63,163.

b Gross sales price for all assets on line 6a 502,900.

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

109,994.

26,657.

13 Compensation of officers, directors, trustees, etc

1,200.

1,200.

14 Other employee salaries and wages

15 Pension plans, employee benefits

16a Legal fees (attach schedule)

b Accounting fees (attach sch) SEE ST 1

794.

794.

c Other prof fees (attach sch)

17 Interest

18 Taxes (attach schedule)(see instr) SEE STM 2

133.

133.

19 Depreciation (attach sch) and depletion

20 Occupancy

21 Travel, conferences, and meetings

22 Printing and publications

23 Other expenses (attach schedule)

SEE STATEMENT 3

4,750.

4,750.

24 Total operating and administrative expenses. Add lines 13 through 23

6,877.

6,877.

25 Contributions, gifts, grants paid PART XV

128,300.

128,300.

26 Total expenses and disbursements. Add lines 24 and 25

135,177.

6,877.

128,300.

27 Subtract line 26 from line 12:

a Excess of revenue over expenses and disbursements

-25,183.

b Net investment income (if negative, enter -0-)

19,780.

c Adjusted net income (if negative, enter -0-)

SCANNED NOV 18 2010

ADMINISTRATIVE AND EXPENSES

17G18

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

A S S E T S	1	Cash — non-interest-bearing			
	2	Savings and temporary cash investments	115,792.	68,606.	68,606.
	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 — US and state government obligations (attach schedule)	53,428.	53,379.	56,786.
	b	Investments — corporate stock (attach schedule)	186,747.	436,242.	496,876.
	c	Investments — corporate bonds (attach schedule)	361,916.	134,473.	116,008.
	L I A B I L I T I E S	11	Investments — land, buildings, and equipment basis		
		Less: accumulated depreciation (attach schedule)			
12		Investments — mortgage loans			
13		Investments — other (attach schedule)			
14		Land, buildings, and equipment basis			
		Less: accumulated depreciation (attach schedule)			
15		Other assets (describe)			
16		Total assets (to be completed by all filers — see instructions Also, see page 1, item I)	717,883.	692,700.	738,276.
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.		
N E T F U N D A S S E T B A L A N C E S	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	717,883.	692,700.	
	30	Total net assets or fund balances (see the instructions)	717,883.	692,700.	
	31	Total liabilities and net assets/fund balances (see the instructions)	717,883.	692,700.	

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	717,883.
2	Enter amount from Part I, line 27a	2	-25,183.
3	Other increases not included in line 2 (itemize)	3	
4	Add lines 1, 2, and 3	4	692,700.
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	692,700.

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)
1 a SEE STATEMENT 4				
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	-63,163.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6)	If gain, also enter in Part I, line 8, column (c) (see the instructions) If (loss), enter -0- in Part I, line 8		3	6,967.

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	151,558.	622,648.	0.243409
2007	20,300.	594,280.	0.034159
2006	108,569.	536,469.	0.202377
2005	70,558.	497,022.	0.141962
2004	64,125.	465,145.	0.137860

2 Total of line 1, column (d)	2	0.759767
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	0.151953
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	641,064.
5 Multiply line 4 by line 3	5	97,412.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	198.
7 Add lines 5 and 6	7	97,610.
8 Enter qualifying distributions from Part XII, line 4	8	128,300.

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

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

1 a Exempt operating foundations described in section 4940(d)(2), check here ☐ and enter 'N/A' on line 1 Date of ruling or determination letter _____ (attach copy of letter if necessary - see instr.)			
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here ☒ and enter 1% of Part I, line 27b		1	198.
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	198.
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	198.
6 Credits/Payments			
a 2009 estimated tax pmts and 2008 overpayment credited to 2009	6a	214.	
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	214.	
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	16.	
11 Enter the amount of line 10 to be: Credited to 2010 estimated tax 16. Refunded	11	0.	

Part VII-A Statements Regarding Activities

	Yes	No
1 a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see the instructions for definition)? <i>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</i>		X
c Did the foundation file Form 1120-POL for this year?		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? <i>If 'Yes,' attach a detailed description of the activities</i>		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? <i>If 'Yes,' attach a conformed copy of the changes</i>		X
4 a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If 'Yes,' has it filed a tax return on Form 990-T for this year?		N/A
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? <i>If 'Yes,' attach the statement required by General Instruction T</i>		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	X	
7 Did the foundation have at least \$5,000 in assets at any time during the year? <i>If 'Yes,' complete Part II, column (c), and Part XV</i>	X	
8 a Enter the states to which the foundation reports or with which it is registered (see the instructions) TX		
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 <i>General Instruction G</i> ? <i>If 'No,' attach explanation</i>	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)? <i>If 'Yes,' complete Part XIV</i>		X
10 Did any persons become substantial contributors during the tax year? <i>If 'Yes,' attach a schedule listing their names and addresses</i>		X

BAA

Form 990-PF (2009)

Part VII-A Statements Regarding Activities *Continued*

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? Website address <u>N/A</u>	13	X	
14	The books are in care of <u>JACK S. HUDGINS</u> Telephone no <u>806-371-8771</u> Located at <u>1800 S. WASHINGTON, SUITE 215 AMARILLO TX</u> ZIP + 4 <u>79102</u>			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 – Check here and enter the amount of tax-exempt interest received or accrued during the year <u>15</u>		N/A	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
1 a 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)? Organizations relying on a current notice regarding disaster assistance check here ☐	1 b	X
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?	1 c	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? If 'Yes,' list the years <u>20__</u> , <u>20__</u> , <u>20__</u> , <u>20__</u> ☐ Yes ☒ No		
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)	2 b	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 <u>20__</u> , <u>20__</u> , <u>20__</u> , <u>20__</u>		
3 a 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)	3 b	N/A
4 a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4 a	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?	4 b	X

BAA

Form 990-PF (2009)

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required (continued)**5a** During the year did the foundation pay or incur any amount to

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?

☐ Yes ☒ No

(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?

☐ Yes ☒ No

(3) Provide a grant to an individual for travel, study, or other similar purposes?

☐ Yes ☒ No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see instructions)

☐ Yes ☒ No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?

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

5b N/A

Organizations relying on a current notice regarding disaster assistance check here

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

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

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

6b X

If 'Yes' to 6b, file Form 8870

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?☐ Yes ☒ No**b** If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?

7b N/A

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors**1** List all officers, directors, trustees, foundation managers and their compensation (see instructions).

(a) Name and address	(b) Title and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
SEE STATEMENT 5		1,200.	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.

BAA

Form 990-PF (2009)

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	556,859.
b Average of monthly cash balances	1b	93,967.
c Fair market value of all other assets (see instructions)	1c	
d Total (add lines 1a, b, and c)	1d	650,826.
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	650,826.
4 Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	9,762.
5 Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	641,064.
6 Minimum investment return. Enter 5% of line 5	6	32,053.

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	32,053.
2a Tax on investment income for 2009 from Part VI, line 5	2a	198.	
b Income tax for 2009 (This does not include the tax from Part VI)	2b		
c Add lines 2a and 2b		2c	198.
3 Distributable amount before adjustments. Subtract line 2c from line 1		3	31,855.
4 Recoveries of amounts treated as qualifying distributions		4	
5 Add lines 3 and 4		5	31,855.
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	31,855.

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	128,300.
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	128,300.
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	198.
6 Adjusted qualifying distributions. Subtract line 5 from line 4	6	128,102.

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				31,855.
2 Undistributed income, if any, as of the end of 2009:				
a Enter amount for 2008 only			0.	
b Total for prior years: 20__, 20__, 20__		0.		
3 Excess distributions carryover, if any, to 2009.				
a From 2004	14,017.			
b From 2005	46,431.			
c From 2006	82,508.			
d From 2007				
e From 2008	121,110.			
f Total of lines 3a through e	264,066.			
4 Qualifying distributions for 2009 from Part XII, line 4. ► \$ 128,300.				
a Applied to 2008, but not more than line 2a			0.	
b Applied to undistributed income of prior years (Election required – see instructions)		0.		
c Treated as distributions out of corpus (Election required – see instructions)	0.			
d Applied to 2009 distributable amount				31,855.
e Remaining amount distributed out of corpus	96,445.			
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	360,511.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b Taxable amount – see instructions		0.		
e Undistributed income for 2008. Subtract line 4a from line 2a Taxable amount – see instructions			0.	
f Undistributed income for 2009. Subtract lines 4d and 5 from line 1 This amount must be distributed in 2010				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7 (see instructions)	14,017.			
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a	346,494.			
10 Analysis of line 9:				
a Excess from 2005	46,431.			
b Excess from 2006	82,508.			
c Excess from 2007				
d Excess from 2008	121,110.			
e Excess from 2009	96,445.			

N/A

- (4) Gross investment income**

[illegible]

SEE STATEMENT FOR LINE 2A

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 8				
Total			▶ 3a	128,300.
b Approved for future payment				
Total			▶ 3b	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated

Enter gross amounts unless otherwise indicated		Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (see the instructions)
		(a) Business code	(b) Amount	(c) Exclu- sion code	(d) Amount	
1	Program service revenue					
a						
b						
c						
d						
e						
f						
g	Fees and contracts from government agencies					
2	Membership dues and assessments					
3	Interest on savings and temporary cash investments			14	135.	
4	Dividends and interest from securities			14	26,522.	
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	-63,163.	
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)				-36,506.	
13	Total. Add line 12, columns (b), (d), and (e)				13	-36,506.

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

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

[illegible]

Form 990-PF (2009)

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

Department of the Treasury
Internal Revenue Service

Schedule of Contributors

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

OMB No 1545-0047

2009

Name of the organization

H FUND

Employer identification number

75-2853493

Organization type (check one):

Filers of:

Form 990 or 990-EZ

Section:

- ☐ 501(c)() (enter number) organization
☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
☐ 527 political organization

Form 990-PF

- ☒ 501(c)(3) exempt private foundation
☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation
☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**

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

General Rule –

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

Special Rules –

- ☐ For a section 501(c)(3) organization filing Form 990 or 990-EZ, that met the 33-1/3% support test of the regulations under sections 509(a)(1)/170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1. Complete Parts I and II.
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ, that received from any one contributor, during the year, aggregate contributions of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. Complete Parts I, II, and III.
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ, that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not aggregate to more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc., contributions of \$5,000 or more during the year. . . . ► \$ _____

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

BAA For Privacy Act and Paperwork Reduction Act Notice, see the Instructions for Form 990, 990-EZ, or 990-PF.

Schedule B (Form 990, 990-EZ, or 990-PF) (2009)

Name of organization

Employer identification number

H FUND

75-2853493

Part I Contributors (see instructions)

(a) Number	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	JACK & MARLENE HUDGINS 1800 S. WASHINGTON, SUITE 215 AMARILLO, TX 79102,	\$ 27,000.	Person ☒ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution)
2	MICHAEL & LIZ HUGHES 2806 PARKER AMARILLO, TX 79109,	\$ 100,000.	Person ☒ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution)
3	DALE & JOYCE BUTLER 1525 ZIMMERS PAMPA, TX 79065,	\$ 16,000.	Person ☒ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution)
		\$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
		\$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
		\$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution)

Name of organization

H FUND

Employer identification number

75-2853493

Part II Noncash Property (see instructions)

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
	N/A		
		\$	
		\$	
		\$	
		\$	
		\$	
		\$	

BAA

Schedule B (Form 990, 990-EZ, or 990-PF) (2009)

Name of organization

H FUND

Employer identification number

75-2853493

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

For organizations completing Part III, enter total of exclusively religious, charitable, etc., contributions of \$1,000 or less for the year (Enter this information once - see instructions)

► \$

N/A

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
	N/A		
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee

H FUND

75-2853493

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

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
TAX PREPERATION	\$ 794.	\$ 794.		
TOTAL	\$ 794.	\$ 794.		\$ 0.

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

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FOREIGN TAXES	\$ 133.	\$ 133.		
TOTAL	\$ 133.	\$ 133.		\$ 0.

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

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ML ANNUAL FEE	\$ 4,662.	\$ 4,662.		
OTHER INVESTMENT EXPENSE	88.	88.		
TOTAL	\$ 4,750.	\$ 4,750.		\$ 0.

STATEMENT 4
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	800 SPDR GOLD TRUST	PURCHASED	VARIOUS	VARIOUS
2	210 CVS CAREMARK CORP	PURCHASED	5/28/2009	6/12/2009
3	100 ISHARES IBOXX \$	PURCHASED	5/28/2009	8/12/2009
4	190 ISHARES BARLCYS 20+ YR	PURCHASED	VARIOUS	8/12/2009
5	250 ISHARES BARCLAYS AGGRGT	PURCHASED	5/28/2009	8/12/2009
6	450 S&P US PFD STK INDEX FD	PURCHASED	VARIOUS	8/12/2009
7	70 GENERAL MILLS	PURCHASED	5/28/2009	6/24/2009
8	120 JOHNSON AND JOHNSON COM	PURCHASED	5/28/2009	6/24/2009
9	449 BLACKROCK GLOBAL ALLOC A	PURCHASED	VARIOUS	5/28/2009
10	2,419.956 TMLTIN GLBL BD FD ADV CL	PURCHASED	VARIOUS	10/01/2009
11	140 DU PONT E I DE NEMOURS	PURCHASED	5/28/2009	6/08/2009
12	90 GENL DYNAMICS CORP COM	PURCHASED	5/28/2009	7/27/2009
13	750 SOUTHWEST AIRLNS CO	PURCHASED	5/28/2009	6/24/2009
14	25,000 MERRILL LYNCH & C 6.50% 1	PURCHASED	2/02/2007	8/04/2009

H FUND

75-2853493

STATEMENT 4 (CONTINUED)
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
15	9,053 BLACKROCK GLOBAL ALLOC A	PURCHASED	VARIOUS	5/28/2009
16	27,000 JOHN DEERE CAP 6.00% 2009	PURCHASED	2/02/2007	2/17/2009
17	MERRILL LYNCH #2073 ST - SEE ATTACHED	PURCHASED	VARIOUS	VARIOUS
18	MERRILL LYNCH #2073 LT - SEE ATTACHED	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	16,728.		14,978.	1,750.				\$ 1,750.
2	6,361.		6,188.	173.				173.
3	10,208.		9,638.	570.				570.
4	17,390.		17,344.	46.				46.
5	25,613.		25,158.	455.				455.
6	16,092.		13,915.	2,177.				2,177.
7	3,852.		3,566.	286.				286.
8	6,690.		6,486.	204.				204.
9	7,099.		6,687.	412.				412.
10	30,177.		28,334.	1,843.				1,843.
11	3,653.		3,801.	-148.				-148.
12	4,588.		5,032.	-444.				-444.
13	4,726.		4,956.	-230.				-230.
14	24,031.		26,986.	-2,955.				-2,955.
15	143,128.		180,060.	-36,932.				-36,932.
16	27,000.		27,000.	0.				0.
17	54,039.		54,166.	-127.				-127.
18	101,525.		131,768.	-30,243.				-30,243.
TOTAL								\$ -63,163.

STATEMENT 5
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
JACK S. HUDGINS 1800 S. WASHINGTON, SUITE 215 AMARILLO, TX 79102	PRESIDENT 0	\$ 1,200.	\$ 0.	\$ 0.
MARLENE HOGE HUDGINS 1800 S. WASHINGTON, SUITE 215 AMARILLO, TX 79102	VICE PRESIDENT 0	0.	0.	0.
JACK S. HUDGINS, JR. 3009 HAYDEN AMARILLO, TX 79109	VICE PRESIDENT 0	0.	0.	0.

H FUND

75-2853493

STATEMENT 5 (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
JULIE HUDGINS MORRIS 406 MURRAY PLACE PEACHTREE CITY, GA 30269	VICE PRESIDENT 0	\$ 0.	\$ 0.	\$ 0.
DEBBIE LAND HUDGINS 3009 HAYDEN AMARILLO, TX 79109	VICE PRESIDENT 0	0.	0.	0.
TOTAL		\$ 1,200.	\$ 0.	\$ 0.

STATEMENT 6
FORM 990-PF, PART XV, LINE 1A
FOUNDATION MANAGERS - 2% OR MORE CONTRIBUTORS

JACK S. HUDGINS
MARLENE HOGE HUDGINS
JACK S. HUDGINS, JR.

STATEMENT 7
FORM 990-PF, PART XV, LINE 2A-D
APPLICATION SUBMISSION INFORMATION

NAME OF GRANT PROGRAM: JACK S HUDGINS, H FUND

NAME: CARE OF:

STREET ADDRESS: 1800 S. WASHINGTON #215, AMARILLO, TX 79102

CITY, STATE, ZIP CODE:

TELEPHONE:

FORM AND CONTENT: APPLICATION MAY BE MADE IN THE FORM OF A WRITTEN LETTER AND SHOULD INCLUDE GENERAL ORGANIZATIONAL INFORMATION, AMOUNTS REQUESTED, USE OF FUNDS REQUESTED AND CURRENT INFORMATION REGARDING QUALIFICATION UNDER IRS SECTION 501(C)(3).

SUBMISSION DEADLINES: NONE

RESTRICTIONS ON AWARDS: ORGANIZATION MUST BE A QUALIFIED 501(C)(3) ORGANIZATION.

H FUND

75-2853493

STATEMENT 8
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUND- ATION STATUS	PURPOSE OF GRANT	AMOUNT
WESTMINSTER PRESBYTERIAN CHURCH 2525 WIMBERLY ROAD AMARILLO, TX 79109-2138,	NONE	PUB CH	GENERAL OPERATING BUDGET & CAPITAL CAMPAIGN	\$ 6,600.
RICE UNIVERSITY PO BOX 200175 HOUSTON, TX 77216,	NONE	STATE	RICE OWLS TRACK CLUB & RICE ANNUAL FUND	1,300.
HIGH PLAINS FOODBANK 815 S. ROSS AMARILLO, TX 79102,	NONE	PUB CH	GENERAL OPERATING BUDGET	500.
TRINITY FELLOWSHIP CHURCH 5000 HOLLYWOOD ROAD AMARILLO, TX 79118	NONE	PUB CH	BUILDING FUND	75,000.
GRACE LUTHERN CHURCH 1025 N STATE ROUTE 47 MORRIS, IL 60450,	NONE	PUB CH	GENERAL OPERATING BUDGET	1,000.
CITYCHURCH OUTREACH MINISTRIES 205 S POLK AMARILLO, TX 79101,	NONE	PUB CH	GENERAL OPERATING BUDGET.	700.
ST ANDREWS EPISCOPAL CHURCH 1601 S. GEORGIA AMARILLO, TX 79102	NONE	PUB CH	LEGACY CAMPAIGN	25,100.
FIRST BAPTIST CHURCH 203 N WEST ST. PAMPA, TX 79065	NONE	PUB CH	GENERAL OPERATING BUDGET	16,000.
AMARILLO SPCA 11901 S. COULTER ST. AMARILLO, TX 79119	NONE	PUB CH	GEN OP. BUDGET	100.
PARAMOUNT BAPTIST CHURCH 3801 S. WESTERN AMARILLO, TX 79109	NONE	PUB CH	MISSION TRIP FUND	100.
PLEASANT VALLEY ASSEMBLY OF GOD 4413 SLOPE AMARILLO, TX 79108	NONE	PUB CH	GEN. OP. BUDGET	100.
WEST TEXAS A&M UNIVERSITY 2501 4TH AVE. CANYON, TX 79016	NONE	PUB CH	RECITAL HALL	1,000.

H FUND

75-2853493

STATEMENT 8 (CONTINUED)
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

<u>NAME AND ADDRESS</u>	<u>DONEE RELATIONSHIP</u>	<u>FOUND- ATION STATUS</u>	<u>PURPOSE OF GRANT</u>	<u>AMOUNT</u>
OLIVIA'S ANGELS, BSA HOSPICE P.O. BOX 950 AMARILLO, TX 79105	NONE	PUB CH	GEN. OP. BUDGET	\$ 100.
TWIN CITY MISSION P.O. BOX 3490 BRYAN, TX 77805	NONE	PUB CH	GEN. OP. BUDGET	100.
AMERICAN HEART ASSOCIATION 2514 82ND ST., SUITE B LUBBOCK, TX 79423	NONE	PUB CH	GEN. OP. BUDGET	100.
OREGON HEALTH & SCIENCE UNIVERSITY FOUND 1121 S.W. SALMON ST., SUITE 200 PORTLAND, OR 97205	NONE	PUB CH	GEN. OP. BUDGET	100.
THE NORTHPORT PROMISE 104 WING ST. NORTHPORT, MI 49670	NONE	PUB CH	GEN. OP. BUDGET	100.
FIRST UNITED METHODIST CHURCH OF MORRIS 118 W. JACKSON ST. MORRIS, IL 60450	NONE	PUB CH	GEN. OP. BUDGET	100.
ODYSSEY HEALTHCARE 6901 W. INTERSTATE 40, SUITE 150 AMARILLO, TX 79106	NONE	PUB CH	GEN. OP. BUDGET	100.
ST. MARY'S CATHOLIC CHURCH 1200 S. WASHINGTON ST. AMARILLO, TX 79102	NONE	PUB CH	GEN. OP. BUDGET	100.

TOTAL \$ 128,300.



H FUND



CURRENT PORTFOLIO SUMMARY

Quantity	Security Description	Date Acquired	Total/Adj Cost Basis	Fiscal Year Value 12/31/09	Unrealized Gain or (Loss)	Est Accrued Interest	Est Annual Income
Cash and Money Funds							
44,260	CASH ML Bus. Deposit Program	05/28/09	1,049.20 44,260.00	1,049.20 44,260.00			177.04
	Total Cash and Money Funds		45,309.20	45,309.20			177.04
Government Securities							
26,000	FEDERAL NATL MTG ASSOC CALLABLE NOTES 05.450% OCT 18 2021	02/02/07	26,095.39	27,625.00	1,529.61	287.34	1,417.00
27,000	FEDERAL HOME LN MTG CORP CALLABLE NOTES 05.550% OCT 04 2018	02/02/07	27,283.33	28,510.65	1,227.32	362.14	1,499.00
	Total Government Securities		53,378.72	56,135.65	2,756.93	649.48	2,916.00
Corporate Bonds							
25,000	HSBC FINANCE CORP GLB 07.000% MAY 15 2012	02/02/07	26,063.97	27,184.00	1,120.03	223.61	1,750.00
27,000	LOWE'S COMPANIES INC 05.000% OCT 15 2015 MOODY'S: A1 S&P: A +	02/02/07	26,378.73	29,238.03	2,859.30	285.00	1,350.00

PLEASE SEE REVERSE SIDE
Page 5 of 25
Statement Period
Year Ending 12/31/09

X 01318035





Merrill Lynch

H FUND

BIA Fiscal Statement

CURRENT PORTFOLIO SUMMARY

Quantity	Security Description	Date Acquired	Total/Adj Cost Basis	Fiscal Year Value 12/31/09	Unrealized Gain or (Loss)	Est Accrued Interest	Est Annual Income
Corporate Bonds							
27,000	LEHMAN BROTHERS HOLDINGS SUBORDINATED 05.750% JAN 03 2017	02/02/07	27,461.37	8.10	(27,453.27)		
27,000	WYETH COMPANY GUARNT GLB 05.500% FEB 15 2018	02/02/07	27,299.37	29,021.49	1,722.12	561.00	1,485.00
27,000	WALT DISNEY COMPANY SER MTNC GLB 05.700% JUL 15 2011	02/02/07	27,269.17	28,777.41	1,508.24	709.65	1,539.00
	Total Corporate Bonds		134,472.61	114,229.03	(20,243.58)	1,779.26	6,124.00

CURRENT PORTFOLIO SUMMARY

Quantity	Security Description	Date Acquired	Total/Adj Cost Basis	Fiscal Year Value 12/31/09	Unrealized Gain or (Loss)	Est Annual Income
Equities						
150	ALTRIA GROUP INC	05/28/09	2,513.60	2,944.50	430.90	204.00
200	AFLAC INC COM	08/24/09	6,291.56	9,250.00	2,958.44	224.00
100	CHEVRON CORP	05/28/09	6,502.73	7,699.00	1,196.27	272.00
200	CATERPILLAR INC DEL	07/27/09	8,474.58	11,398.00	2,923.42	336.00

PLEASE SEE REVERSE SIDE
Page 6 of 25
Statement Period Year Ending 12/31/09

X 01318034

60600 11-01



CURRENT: PORTFOLIO SUMMARY

PLEASE SEE REVERSE SIDE
Page 7 of 25
Statement Period
Year Ending 12/31/09

☒



CURRENT PORTFOLIO SUMMARY

Quantity	Security Description	Date Acquired	Total/Adj Cost Basis	Fiscal Year Value, 12/31/09	Unrealized Gain or (Loss)	Est Annual Income
	Equities					
130	WAL-MART STORES INC	05/28/09	6,408.00	6,948.50	539.50	142.00
135	WALGREEN CO	06/12/09	4,197.15	4,957.20	760.05	75.00
65	WALGREEN CO	08/15/09	1,982.97	2,388.80	403.83	36.00
180	WASTE MANAGEMENT INC NEW	05/28/09	4,942.31	6,085.80	1,143.49	209.00
	Total Equities		130,576.08	157,185.60	26,609.52	3,591.00

Mutual Funds/Closed-End Funds/UIT

880	ISHARES RUSSELL 1000 GROWTH INDEX FUND	05/28/09	34,837.42	43,868.00	9,030.58	699.00
450	ISHARES RUSSELL 1000 VALUE INDEX FUND	08/12/09	23,858.80	25,830.00	1,971.40	631.00
950	ISHARES RUSSELL MIDCAP VALUE INDEX FUND	08/12/09	31,662.65	35,102.50	3,439.85	734.00
930	ISHARES MSCI EAFE INDEX FUND	05/28/09	44,250.57	51,410.40	7,159.83	1,340.00
320	ISHARES IBOXX \$ INVT GRADE CORP BD FUND	05/28/09	151,075.78	159,328.00	2,252.22	1,833.00
180	ISHARES BARCLAYS AGGRGT AGGREGATE BD FUND	05/28/09	16,199.37	16,510.40	311.03	642.00

PLEASE SEE REVERSE SIDE
Page
8 of 25
Statement Period
Year Ending 12/31/09



Merrill Lynch

H FUND



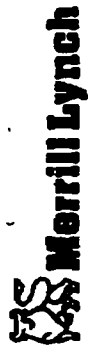
CURRENT PORTFOLIO SUMMARY

Quantity	Security Description	Date Acquired	Total/Adj Cost Basis	Fiscal Year Value 12/31/09	Unrealized Gain or (Loss)	Est Annual Income
Mutual Funds/Closed End Funds/UIT						
140	ISHARES BARCLAYS TIPS BO PROTECTED SECS FD	05/28/09	14,025.82	14,546.00	520.18	566.00
180	ISHARES IBOX\$ HIGH YIEL CORPORATE BOND FUND	08/23/09	13,891.00	15,811.20	1,920.20	1,500.00
310	SPDR S P CHINA	05/28/09	17,926.29	22,273.50	4,347.21	103.00
1,180	POWERSHARES GLOBAL EXCHANGE TRADED FD TR	08/12/09	15,828.87	15,989.00	160.13	2,029.00
1,140	SECTOR SPDR UTILITIES	05/28/09	31,898.16	35,362.80	3,466.64	1,683.00
4,634	OPPENHEIMER INTERNATL BOND FD CL A .1720 Fractional Share	10/01/09	30,213.67	29,657.60	(556.07)	1,066.00
		10/01/09		1.10		1.00
Total Mutual Funds/Closed End Funds/UIT			305,666.20	339,690.50	34,023.20	12,827.00

PLEASE SEE REVERSE SIDE
Statement Period
Page 9 of 25
Year Ending 12/31/09

X 01310097





Taxpayer No.
75-2863493

Page
24 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

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

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

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

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

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
SHORT TERM CAPITAL GAINS								
AT&T INC	11.0000	05/16/08	02/04/09			276.09	275.77	0.32
ALABAMA POWER CO	6.0000	05/16/08	02/04/09			148.73	148.14	0.59
ALLIANZ SE	25.0000	10/31/08	05/21/09			535.60	471.08	64.52
	3.0000	11/03/08	05/21/09			64.27	58.29	5.98
	19.0000	12/24/08	05/21/09			407.08	347.05	60.01
		Security Subtotal				1,006.93	876.42	130.51
ARCH CAPITAL GROUP	16.0000	10/13/08	05/21/09			348.47	228.00	120.47
	5.0000	12/30/08	05/21/09			108.89	93.15	15.74
	8.0000	12/31/08	05/21/09			174.24	156.25	17.99
	5.0000	01/02/09	05/21/09			108.89	101.68	7.21
	5.0000	03/12/09	05/21/09			108.90	86.21	22.69
	3.0000	03/13/09	05/21/09			65.34	53.49	11.85
	2.0000	03/16/09	05/21/09			43.57	38.08	5.49
		Security Subtotal				858.30	758.86	201.44



Taxpayer No.
75-2863483

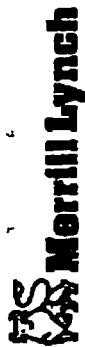
Page
25 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion		Sales Price	Cost Basis	Gain or (Loss)
				Year-to-Date	Life-to-Date			
BARCLAYS BANK PLC	8.0000	09/19/08	05/21/09			140.07	127.53	12.54
	14.0000	10/31/08	05/21/09			245.14	228.88	16.26
	5.0000	11/03/08	05/21/09			87.55	84.56	2.99
	3.0000	11/12/08	05/21/09			52.53	51.00	1.53
		Security Subtotal				625.29	491.97	33.32
BARCLAYS BANK PLC	22.0000	10/24/08	05/21/09			401.48	357.57	43.91
	10.0000	12/02/08	05/21/09			182.50	135.23	47.27
	8.0000	12/03/08	05/21/09			145.00	104.15	41.85
		Security Subtotal				729.98	596.95	133.03
BB&T CAPITAL TRUST V	35.0000	09/09/08	05/21/09			883.72	862.75	20.97
CITIGROUP CAPITAL XVI	17.0000	09/19/08	05/21/09			255.16	208.33	46.83
CREDIT SUISSE	15.0000	12/24/08	05/21/09			340.05	281.81	58.24
ENTERGY MISSISSIPPI INC	3.0000	11/12/08	02/20/09			74.70	69.42	5.28
	4.0000	11/24/08	03/20/09			95.75	88.24	7.51
	1.0000	11/24/08	03/23/09			24.06	22.07	1.99
	3.0000	12/10/08	03/23/09			72.21	66.00	6.21
	1.0000	12/10/08	04/15/09			24.26	22.00	2.26
	2.0000	12/12/08	04/15/09			48.52	44.99	3.53
	3.0000	12/15/08	04/15/09			72.79	67.63	5.16
		Security Subtotal				412.29	380.35	31.94
FIFTH THIRD CAPTRUST VII	15.0000	01/28/09	05/21/09			272.38	230.62	41.76
	8.0000	01/28/09	05/21/09			145.28	130.71	14.57
		Security Subtotal				417.66	381.33	58.33
FPL GROUP CAPITAL INC	12.0000	03/20/09	05/21/09	0.01(u)	0.01(u)	324.23	303.85(c)	20.38(g)



Taxpayer No.
75-2853493

Page
26 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Year-to-Date Life-to-Date	Amortization/Accretion	Sales Price	Cost Basis	Gain or (Loss)
HSBC HLDGS PLC	12.0000	02/26/09	05/21/09			227.15	145.93	81.22
	4.0000	03/02/09	05/21/09			75.71	52.29	23.42
	5.0000	03/02/09	05/21/09			94.66	61.34	33.32
Security Subtotal						397.52	259.56	137.96
KIMCO REALTY CORP	12.0000	10/24/08	05/21/09			233.99	214.93	19.06
	17.0000	12/30/08	05/21/09			331.50	295.05	36.45
Security Subtotal						565.49	509.98	55.51
ING GROUP NV	12.0000	01/26/09	05/21/09			188.15	146.34	41.81
	4.0000	01/27/09	05/21/09			62.72	49.90	12.82
	20.0000	04/07/09	05/21/09			313.60	196.59	117.01
	16.0000	04/08/09	05/21/09			250.88	165.08	85.80
Security Subtotal						615.35	557.91	257.44
JPM CHASE CAPITAL XXVI	13.0000	12/11/08	05/21/09			311.47	299.65	11.82
	14.0000	12/24/08	05/21/09			335.43	323.49	11.94
	15.0000	01/13/09	05/21/09			359.40	358.11	1.29
Security Subtotal						1,006.30	981.25	25.05
ING GROEP NV	16.0000	01/26/09	05/21/09			287.19	222.84	64.35
	3.0000	01/29/09	05/21/09			53.85	42.55	11.30
Security Subtotal						341.04	265.39	75.65
MARKEL CORPORATION	18.0000	08/22/08	05/21/09			388.87	374.90	23.97
NATIONAL CITY CAP TR II	22.0000	11/21/08	05/21/09			391.80	275.74	116.06
	18.0000	12/23/08	05/21/09			320.57	312.79	7.78
	12.0000	01/26/09	05/21/09			213.71	197.79	15.92
	8.0000	01/27/09	05/21/09			142.48	133.89	8.59
	12.0000	03/03/09	05/21/09			213.71	129.40	84.31
	11.0000	03/04/09	05/21/09			195.92	124.26	71.66
Security Subtotal						1,478.19	1,173.87	304.32
M&T CAPITAL TRUST IV	16.0000	09/22/08	05/21/09			384.06	353.22	40.84



Taxpayer No.
75-2853493

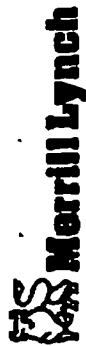
Page
27 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Year-to-Date Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
FLORIDA PWR & LT CAP TR	16.0000	09/23/08	05/21/09		380.06	303.47	76.59
CITIGROUP CAPITAL VIII	13.0000	11/21/08	05/21/09		200.09	124.94	75.15
TELEPHONE & DATA SYSTEMS	38.0000	02/04/09	05/21/09		707.73	661.02	46.71
ENTERGY LOUISIANA INC	8.0000	10/06/08	05/21/09		198.67	184.73	13.94
ING GROUP NV	9.0000	11/20/08	05/21/09		134.80	92.82	41.98
	5.0000	11/21/08	05/21/09		74.89	49.62	25.27
	25.0000	12/23/08	05/21/09		374.48	284.10	90.38
Security Subtotal					584.17	426.54	157.63
ING GROUP NV	9.0000	11/20/08	05/21/09		139.22	98.08	41.14
	4.0000	11/21/08	05/21/09		61.88	45.22	16.66
Security Subtotal					201.10	143.30	57.80
MORGAN STANLEY CAP TR IV	7.0000	01/26/09	05/21/09		124.00	103.37	20.63
	8.0000	01/28/09	05/21/09		141.71	126.55	15.16
	7.0000	01/28/09	05/21/09		124.00	117.86	6.14
	10.0000	04/07/09	05/21/09		177.15	147.96	29.19
	10.0000	04/08/09	05/21/09		177.15	149.62	27.53
Security Subtotal					744.01	645.36	98.65
MORGAN STANLEY CAP TR V	21.0000	01/13/09	05/21/09		356.03	293.52	62.51
	8.0000	01/14/09	05/21/09		135.64	112.18	23.46
Security Subtotal					491.67	405.70	85.97
LINCOLN NATIONAL CAP VI	8.0000	11/20/08	01/12/09		157.43	90.36	67.07
	5.0000	11/21/08	01/12/09		98.40	57.89	40.51
	10.0000	11/21/08	05/21/09		163.51	115.79	47.72
	9.0000	12/23/08	05/21/09		147.16	138.24	8.92



Taxpayer No.
75-2853483

Page
28 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
LINCOLN NATIONAL CAP VI								
	4.0000	12/24/08	05/21/09			65.41	62.33	3.08
	3.0000	12/26/08	05/21/08			49.05	47.26	1.79
	4.0000	12/29/08	05/21/09			65.42	63.59	1.83
Security Subtotal						748.38	575.46	170.92
CITIGROUP CAPITAL X								
	15.0000	09/19/08	05/21/09			198.18	178.61	19.57
HSBC FINANCE CORPORATION								
	7.0000	10/01/08	05/21/09			147.89	137.50	10.39
	9.0000	10/01/08	05/21/09			190.16	175.93	14.23
Security Subtotal						338.05	313.43	24.62
PRUDENTIAL PLC								
	4.0000	11/21/08	05/21/09			64.77	40.26	24.51
	9.0000	11/21/08	05/21/09			145.74	86.31	57.43
	5.0000	12/10/08	05/21/09			80.97	55.86	25.11
	3.0000	12/11/08	05/21/09			48.58	32.61	15.97
	2.0000	12/15/08	05/21/09			32.39	21.70	10.69
	2.0000	12/19/08	05/21/09			32.39	24.15	8.24
	2.0000	12/23/08	05/21/09			32.39	25.60	6.79
	2.0000	12/24/08	05/21/09			32.40	25.20	7.20
Security Subtotal						469.83	313.68	155.94
CBS CORP								
	6.0000	01/13/09	05/21/09			103.54	97.91	5.63
	13.0000	01/14/09	05/21/09			224.34	212.27	12.07
	5.0000	01/15/09	05/21/09			86.28	82.35	3.93
	20.0000	01/26/09	05/21/09			345.14	321.09	24.05
	21.0000	02/12/09	05/21/09			362.40	298.08	64.32
	5.0000	05/13/09	05/21/09			86.28	81.14	5.14
	3.0000	05/14/09	05/21/09			51.77	49.41	2.36
	1.0000	05/15/09	05/21/09			17.26	16.47	0.79
	2.0000	05/18/09	05/21/09			34.52	33.75	0.77
Security Subtotal						1,311.53	1,182.47	119.06
ALABAMA POWER COMPANY								
	19.0000	02/04/09	05/21/09			472.06	454.90	17.16



Taxpayer No.
76-2863493

Page
29 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
ARCH CAPITAL GROUP LTD	5.0000	12/23/08	05/21/09			101.46	88.05	13.41
	6.0000	12/29/08	05/21/09			121.76	111.34	10.42
	1.0000	12/30/08	05/21/09			20.30	19.22	1.08
Security Subtotal						243.52	218.61	24.91
PUBLIC STORAGE INC	9.0000	09/30/08	05/21/09			202.97	164.08	38.89
CITIGROUP CAP TRUST XV	11.0000	10/31/08	05/21/09			189.24	162.71	26.53
	7.0000	11/04/08	05/21/09			120.42	105.54	14.88
	6.0000	11/04/08	05/21/09			103.23	91.54	11.69
Security Subtotal						412.89	359.79	53.10
ING GROEP N.V.	8.0000	01/14/09	05/21/09			110.00	108.79	1.21
PPL CAPITAL FUNDING INC	10.0000	10/02/08	05/21/09			245.27	214.72	30.55
FIFTH THIRD CAP TRUST V	3.0000	01/15/09	05/21/09			46.76	45.28	1.48
DEUTSCHE BK CAPITAL FDG	4.0000	11/18/08	05/21/09			71.20	58.36	12.84
	5.0000	11/19/08	05/21/09			89.01	68.72	20.29
	2.0000	11/24/08	05/21/09			35.61	22.70	12.91
Security Subtotal						195.82	149.78	46.04
DB CONT CAP TRUST III	16.0000	12/23/08	05/21/09			291.95	236.96	54.99
	7.0000	12/24/08	05/21/09			127.74	103.59	24.15
Security Subtotal						419.69	340.55	79.14
NATIONAL CITY CAPITAL TR	15.0000	01/14/09	05/21/09			262.19	257.20	4.99
	6.0000	05/12/09	05/21/09			104.87	103.83	1.04
	10.0000	05/13/09	05/21/09			174.80	171.72	3.08
	8.0000	05/14/09	05/21/09			157.32	153.34	3.98
Security Subtotal						699.18	688.09	13.09
PS BUSINESS PARKS INC	11.0000	04/09/09	05/21/09			200.30	185.05	15.25



Taxpayer No.
75-2853483

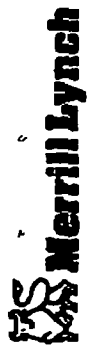
Page
30 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Year-to-Date Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
PARTNER RE LTD	10.0000	11/12/08	05/21/09		193.99	188.83	5.16
	3.0000	11/17/08	05/21/09		58.19	56.76	1.43
	2.0000	11/18/08	05/21/09		38.80	38.20	0.60
	12.0000	12/30/08	05/21/09		232.80	216.39	16.41
	4.0000	12/31/08	05/21/09		77.60	73.89	3.71
	2.0000	01/02/09	05/21/09		38.80	38.00	0.80
		Security Subtotal			640.18	612.07	28.11
NATIONAL RURAL UTIL CORP	3.0000	11/14/08	05/21/09		83.38	54.25	9.13
	3.0000	11/14/08	05/21/09		63.39	54.82	8.77
	2.0000	11/17/08	05/21/09		42.26	35.59	6.67
	2.0000	11/18/08	05/21/09		42.26	36.80	5.46
	3.0000	12/03/08	05/21/09		63.39	53.76	9.63
	5.0000	12/08/08	05/21/09		105.65	92.32	13.33
		Security Subtotal			380.33	327.34	52.99
PUBLIC STORAGE	10.0000	10/06/08	05/21/09		201.99	172.42	29.57
PUBLIC STORAGE INC	11.0000	01/30/09	05/21/09		228.88	222.14	6.54
PUBLIC STORAGE INC	8.0000	02/04/09	05/21/09		166.39	155.82	10.57
	27.0000	02/17/09	05/21/09		561.59	508.14	53.45
		Security Subtotal			727.98	663.96	64.02
PRUDENTIAL FINANCIAL	12.0000	11/20/08	05/21/09		273.71	190.45	83.26
	12.0000	12/23/08	05/21/09		273.72	254.13	19.59
		Security Subtotal			547.43	444.58	102.85
RENAISSANCE HLDGS LTD	5.0000	12/04/08	05/21/09		86.74	61.09	25.65
	5.0000	12/08/08	05/21/09		86.74	61.67	25.07
	5.0000	12/08/08	05/21/09		104.11	82.16	21.95
		Security Subtotal			277.59	204.92	72.67



Taxpayer No.
75-2853493

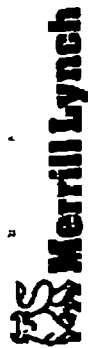
Page
31 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Year-to-Date Life-to-Date	Amortization/Accretion	Sales Price	Cost Basis	Gain or (Loss)
RENAISSANCE HLDGS LTD	5.0000	12/30/08	05/21/09			98.24	90.52	5.72
	4.0000	12/31/08	05/21/09			76.99	72.47	4.52
	3.0000	01/02/09	05/21/09			57.76	54.49	3.27
Security Subtotal						230.99	217.48	13.51
ROYAL BK SCOTLND GRP PLC	36.0000	10/01/08	05/21/09			379.07	327.36	51.71
ROYAL BK OF SCOTLAND PLC	10.0000	10/07/08	05/21/09			107.98	86.38	21.60
	14.0000	10/07/08	05/21/09			151.18	102.12	49.06
Security Subtotal						259.16	188.60	70.66
REGENCY CENTERS CORP	20.0000	02/04/09	05/21/09			373.79	352.00	21.79
REGIONS FINANCING TR III	4.0000	09/18/08	05/21/09			78.19	74.32	3.87
SANTANDER FIN PFD SA UNI	12.0000	11/20/08	05/21/09			194.51	175.95	18.56
	6.0000	11/21/08	05/21/09			97.26	90.30	6.96
Security Subtotal						291.77	266.25	25.52
TELEPHONE & DATA SYSTEMS	13.0000	03/30/09	05/21/09			218.39	190.06	28.33
USB CAPITAL XI	7.0000	09/19/08	05/21/09			157.29	126.92	30.37
	7.0000	09/22/08	05/21/09			157.28	147.24	10.05
Security Subtotal						314.58	274.16	40.42
USB CAPITAL XII	8.0000	11/21/08	05/21/09			164.79	133.58	31.21
VORNADO REALTY TRUST	10.0000	11/17/08	05/21/09			182.89	155.70	27.19
	1.0000	11/18/08	05/21/09			18.28	15.51	2.78
Security Subtotal						201.18	171.21	29.97
VIACOM INC	4.0000	09/19/08	05/21/09			74.47	68.43	6.04



Taxpayer No.
76-2853493

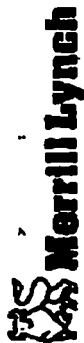
Page
32 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
XCEL ENERGY INC	1.0000	05/16/08	01/26/09			25.56	25.40	0.16
	5.0000	09/18/08	05/21/09			127.93	111.01	16.92
	3.0000	09/22/08	05/21/09			76.77	71.50	5.27
Security Subtotal						230.26	207.91	22.35
Short Term Capital Gains Subtotal						27,315.80	23,535.66	3,780.14
SHORT TERM CAPITAL LOSSES								
AEGON NV	24.0000	07/18/08	05/21/09			335.03	408.96	(73.93)
ALLIANZ SE	114.0000	06/17/08	05/21/09			2,442.32	2,847.58	(405.26)
ARCH CAPITAL GROUP	52.0000	09/12/08	05/21/09			1,132.52	1,145.56	(13.04)
BARCLAYS BANK PLC	14.0000	09/22/08	05/21/09			245.13	268.24	(23.11)
	1.0000	08/23/08	05/21/09			17.50	17.77	(0.27)
Security Subtotal						282.63	286.01	(23.38)
CITIGROUP CAPITAL XVI	13.0000	09/22/08	05/21/09			195.13	199.66	(4.53)
CREDIT SUISSE	16.0000	06/12/08	05/21/09			362.70	396.32	(33.62)
DEVELOPERS DIVERSIFIED	10.0000	05/16/08	01/02/09			80.99	229.61	(148.62)
ENERGY TEXAS INC	10.0000	05/19/09	05/21/09			251.99	252.00	(0.01)
GEORGIA POWER COMPANY	17.0000	05/16/08	02/09/09			415.64	416.33	(0.69)



Taxpayer No.
75-2853483

Page
33 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Year-to-Date Life-to-Date	Amortization/Accretion	Sales Price	Cost Basis	Gain or (Loss)
HSBC HOLDINGS PLC	8.0000	05/16/08	02/26/09			143.16	208.98	(66.83)
	3.0000	05/16/08	03/02/09			55.66	78.75	(23.09)
	3.0000	05/16/08	03/02/09			53.20	78.75	(25.55)
	17.0000	07/18/08	05/21/09			398.13	431.46	(33.33)
	14.0000	09/19/08	05/21/09			327.87	327.95	(0.08)
	17.0000	01/13/09	05/21/09			398.14	414.76	(16.62)
Security Subtotal						1,376.16	1,541.66	(165.50)
ING GROUP NV	8.0000	01/14/09	05/21/09			125.43	129.39	(3.96)
	15.0000	01/13/09	05/21/09			235.19	247.84	(12.65)
Security Subtotal						360.62	377.23	(16.61)
JPMORGAN CHASE & CO.	18.0000	09/05/08	05/21/09			448.90	452.64	(3.74)
ING GROEP NV	38.0000	06/18/08	05/21/09			682.08	949.89	(267.81)
METLIFE INC	25.0000	05/16/08	05/01/09			450.48	575.00	(124.52)
NATIONAL BANK OF GREECE	19.0000	08/11/08	05/21/09			421.78	483.64	(61.86)
	16.0000	07/18/08	05/21/09			355.20	378.19	(22.99)
Security Subtotal						778.98	861.83	(84.85)
EVEREST RE CAP TRUST II	8.0000	05/16/08	02/04/09			137.43	159.78	(22.35)
	8.0000	05/16/08	02/04/09			135.61	159.78	(24.17)
	3.0000	05/16/08	02/09/09			51.50	59.91	(8.41)
	3.0000	05/16/08	02/12/09			48.99	58.91	(10.92)
	1.0000	05/16/08	02/13/09			16.72	19.97	(3.25)
	2.0000	05/16/08	02/26/09			28.28	39.84	(11.56)
Security Subtotal						418.53	499.29	(80.76)



Taxpayer No.
75-2853493

Page
34 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Year-to-Date Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
ZIONS CAPITAL TRUST B	8.0000	11/21/08	04/28/09		113.97	150.34	(36.37)
	8.0000	11/21/08	04/29/09		116.59	150.34	(33.75)
	3.0000	03/03/09	04/29/09		43.73	45.58	(1.85)
	8.0000	03/03/09	05/01/09		119.98	121.58	(1.60)
	3.0000	03/04/09	05/01/09		45.00	48.99	(3.99)
Security Subtotal					439.27	516.83	(77.56)
MORGAN STANLEY CP TR III	24.0000	05/23/08	05/21/09		428.04	504.73	(76.69)
CITIGROUP CAPITAL X	13.0000	09/22/08	05/21/09		171.77	188.52	(16.75)
PRUDENTIAL PLC	47.0000	06/02/08	05/21/09		768.06	1,077.06	(309.00)
CBS CORP	2.0000	05/19/09	05/21/09		34.52	34.92	(0.40)
COMCAST CORP	2.0000	05/13/09	05/21/09		44.84	45.26	(0.42)
	4.0000	05/14/09	05/21/09		89.68	91.55	(1.87)
	2.0000	05/15/09	05/21/09		44.85	46.49	(1.64)
Security Subtotal					179.37	183.30	(3.93)
CITIGROUP CAPITAL XIV(C)	21.0000	05/18/08	05/12/09		411.17	473.79	(62.62)
CBS CORPORATION	13.0000	09/22/08	05/21/09		209.99	234.25	(24.26)
WELLS FARGO CAPITAL XI	63.0000	08/02/08	05/21/09		1,170.26	1,429.71	(259.45)
ING GROEP N.V.	27.0000	06/11/08	05/21/09		371.21	520.93	(149.72)
	18.0000	01/13/09	05/21/09		247.48	254.90	(7.42)
Security Subtotal					818.69	775.83	(157.14)
FIFTH THIRD CAP TRUST V	23.0000	01/13/09	05/21/09		358.44	380.57	(22.13)
	20.0000	01/15/09	05/21/09		311.68	317.32	(5.64)
Security Subtotal					670.12	697.89	(27.77)
FIFTH THIRD CAPITAL TR	22.0000	01/13/09	05/21/09		340.25	363.17	(22.92)



Taxpayer No.
75-2853493

Page
35 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Year-to-Date Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
CITIGROUP INC	20.0000	06/11/08	01/15/09		204.07	464.10	(260.03)
PNC CAPITAL TRUST E	10.0000	05/21/08	05/21/09		227.46	250.14	(22.68)
	10.0000	05/22/08	05/21/09		227.46	249.96	(22.50)
Security Subtotal					454.92	500.10	(45.18)
NATIONAL CITY CAPITAL TR	7.0000	01/13/09	05/21/09		122.35	123.18	(0.83)
NATL RURAL UTILITY CFC	5.0000	06/10/08	01/22/09		107.49	112.25	(4.76)
	4.0000	06/10/08	01/26/09		86.19	89.80	(3.61)
	3.0000	06/10/08	01/27/09		64.64	67.35	(2.71)
	3.0000	06/10/08	01/28/09		64.74	67.35	(2.61)
	3.0000	06/10/08	01/29/09		64.64	67.35	(2.71)
	1.0000	06/10/08	01/30/09		21.63	22.46	(0.83)
	1.0000	06/11/08	02/02/09		21.45	22.48	(1.03)
	17.0000	06/11/08	02/04/09		363.79	382.30	(18.51)
	2.0000	06/11/08	03/30/09		40.00	44.97	(4.97)
	3.0000	06/11/08	03/31/09		60.51	67.46	(6.95)
	1.0000	06/11/08	04/01/09		20.32	22.48	(2.16)
	1.0000	06/11/08	04/02/09		20.14	22.48	(2.34)
	34.0000	06/13/08	05/21/09		715.34	765.00	(49.66)
	24.0000	06/16/08	05/21/09		504.85	540.00	(35.05)
	10.0000	06/11/08	05/21/09		210.39	224.91	(14.52)
Security Subtotal					2,366.22	2,518.64	(152.42)
PARTNERRE LTD	115.0000	06/04/08	05/21/09		2,105.59	2,410.73	(305.14)
PUBLIC STORAGE INC	8.0000	05/16/08	01/21/09		189.15	195.84	(6.69)
	2.0000	05/16/08	01/22/09		47.25	48.96	(1.71)
	8.0000	05/16/08	02/04/09		186.95	195.84	(8.89)
	9.0000	05/16/08	02/04/09		202.49	220.32	(17.83)
	26.0000	05/16/08	02/12/09		555.59	636.48	(80.89)
Security Subtotal					1,181.43	1,287.44	(106.01)
PRUDENTIAL FINANCIAL	72.0000	07/02/08	05/21/09		1,642.27	1,792.04	(149.77)



Taxpayer No.
76-2853493

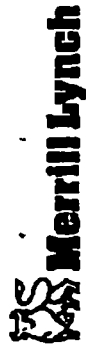
Page
36 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Year-to-Date Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
ROYAL BK OF SCOT GRP PLC	11.0000	06/18/08	05/21/09		110.43	209.88	(99.45)
	9.0000	06/19/08	05/21/09		90.35	168.57	(78.22)
	2.0000	06/20/08	05/21/09		20.08	37.08	(17.00)
	3.0000	06/23/08	05/21/09		30.13	55.80	(25.67)
Security Subtotal					290.99	471.33	(220.34)
ROYAL BK OF SCOTLAND PLC	11.0000	10/06/08	05/21/09		118.77	120.27	(1.50)
REGENCY CENTERS CORP	8.0000	05/01/09	05/21/09		152.40	154.00	(1.60)
REGIONS FINANCING TR III	16.0000	09/19/08	05/21/09		312.80	321.98	(9.18)
SANTANDER FIN PFD SA UNI	9.0000	01/26/09	05/21/09		145.88	151.73	(5.85)
	8.0000	01/27/09	05/21/09		129.69	140.89	(11.20)
Security Subtotal					275.57	292.62	(17.05)
SANTANDER FINANCE UNIP	41.0000	01/13/09	05/21/09		654.35	688.80	(34.45)
WELLS FARGO CAPITAL XII	18.0000	08/12/08	05/21/09		449.33	473.10	(23.77)
USB CAPITAL XII	5.0000	01/08/09	05/21/09		102.99	110.00	(7.01)
	12.0000	01/09/09	05/21/09		247.20	264.00	(16.80)
Security Subtotal					350.18	374.00	(23.81)
VIACOM INC	18.0000	07/18/08	05/21/09		335.12	392.89	(57.77)
	5.0000	09/22/08	05/21/09		93.09	95.07	(1.98)
	5.0000	09/23/08	05/21/09		93.09	93.73	(0.64)
Security Subtotal					521.30	581.69	(60.39)
XCEL ENERGY INC	5.0000	05/16/08	01/27/09		126.62	126.99	(0.37)
Short Term Capital Losses Subtotal					26,723.38	30,630.58	(3,907.20)
NET SHORT TERM CAPITAL GAIN (LOSS)							(127.06)



Taxpayer No.
75-2863483

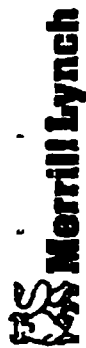
Page
37 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Year-to-Date Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
LONG TERM CAPITAL GAINS							
AT&T INC	90.0000	05/16/08	05/21/09		2,292.24	2,256.31	35.93
ALABAMA POWER CO	16.0000	05/16/08	05/21/09		408.54	395.05	11.49
GEORGIA POWER COMPANY	48.0000	05/16/08	05/21/09		1,189.40	1,175.53	13.87
PPL ENERGY SUPPLY LLC	59.0000	05/16/08	05/21/09		1,483.56	1,464.19	19.37
PPL CAPITAL FUNDING INC	20.0000	05/16/08	05/21/09		480.52	480.91	9.61
XCEL ENERGY INC	94.0000	05/16/08	05/21/09		2,405.18	2,387.61	17.57
					8,267.44	8,159.60	107.84
Long Term Capital Gains Subtotal							
LONG TERM CAPITAL LOSSES							
AEGON NV	68.0000	05/16/08	05/21/09		949.25	1,445.68	(496.43)
AEGON NV	21.0000	05/16/08	05/21/09		305.54	485.10	(179.56)
AEGON NV	41.0000	05/16/08	05/21/09		633.84	983.87	(350.03)
AEGON NV PFD	22.0000	05/16/08	05/21/09		310.19	479.82	(169.63)
AEGON NV	75.0000	05/16/08	05/21/09		757.48	1,500.44	(742.96)
BARCLAYS BANK PLC	70.0000	05/16/08	05/21/09		1,095.47	1,670.15	(574.68)
BARCLAYS BANK PLC	80.0000	05/16/08	05/21/09		1,345.56	1,958.40	(612.84)
BARCLAYS BANK PLC	39.0000	05/16/08	05/21/09		711.73	983.19	(271.46)



Taxpayer No.
75-2853493

Page
38 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Year-to-Date Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
COMCAST CORP	103.0000	05/16/08	05/21/09		2,320.39	2,492.19	(171.80)
CITIGROUP CAPITAL XVI	44.0000	05/16/08	05/21/09		660.42	944.25	(283.83)
COMCAST CORPORATION	89.0000	05/16/08	05/21/09		1,844.92	2,000.71	(155.79)
CREDIT SUISSE	59.0000	05/16/08	05/21/09		1,337.49	1,511.28	(173.79)
DB CONT CAP TRST II	168.0000	05/16/08	05/21/09		2,752.77	3,879.76	(1,126.99)
FPL GROUP CAPITAL, INC	80.0000	05/16/08	05/21/09		1,983.14	2,038.00	(54.86)
GENERAL ELECTRIC CAP COR	79.0000	05/16/08	05/21/09		1,715.83	2,006.60	(290.77)
GENERAL ELECTRIC CAPITAL	77.0000	05/16/08	05/21/09		1,656.22	1,966.58	(310.36)
GOLDMAN SACHS GROUP INC	65.0000	05/16/08	05/21/09		984.72	1,265.56	(280.84)
GENERAL ELEC CAP CORP	57.0000	05/16/08	05/21/09		1,313.81	1,497.08	(183.27)
HRPT PROPERTIES TRUST	90.0000	05/16/08	05/21/09		1,302.26	2,042.10	(739.84)
HSBC HLDGS PLC	44.0000	05/16/08	05/21/09		832.89	1,011.56	(178.67)
HSBC HOLDINGS PLC	5.0000	05/16/08	05/21/09		117.09	131.26	(14.17)
ING GROEP NV	66.0000	05/16/08	05/21/09		902.19	1,430.22	(528.03)
KIMCO REALTY CORP	41.0000	05/16/08	05/21/09		799.47	1,019.67	(220.20)
ING GROUP NV	59.0000	05/16/08	05/21/09		925.09	1,472.05	(546.96)
JPM CHASE CAPITAL XIX	20.0000	05/16/08	05/21/09		423.58	493.40	(69.82)
JPM CHASE CAPITAL XXVI	39.0000	05/20/08	05/21/09		934.41	997.23	(62.82)

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Year-to-Date Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
METLIFE INC	114.0000	05/16/08	05/21/09		2,292.48	2,622.01	(329.53)
MARKEL CORPORATION	79.0000	05/16/08	05/21/09		1,750.59	1,981.49	(230.90)
MORGAN STANLEY	61.0000	05/16/08	05/21/09		787.85	1,250.51	(462.66)
MORGAN STANLEY CAP TR VII	66.0000	05/16/08	05/21/09		1,222.28	1,469.56	(247.28)
PNC CAPITAL TRUST D	131.0000	05/16/08	05/21/09		2,568.08	2,810.47	(242.39)
ABN AMRO CAP FUND TR VII	161.0000	05/16/08	05/21/09		1,764.15	3,419.70	(1,655.55)
CITIGROUP CAPITAL XVII	45.0000	05/16/08	05/21/09		636.79	935.90	(299.11)
EVEREST RE CAP TRUST II	141.0000	05/16/08	05/21/09		2,391.09	2,816.20	(425.11)
JP MORGAN CHASE CAP X	44.0000	05/16/08	05/21/09		1,012.68	1,094.75	(82.07)
WELLS FARGO CAPITAL IX	47.0000	05/16/08	05/21/09		859.34	1,015.38	(156.02)
ING GROUP NV	21.0000	05/16/08	05/21/09		314.54	498.82	(184.28)
CITIGROUP CAP TRUST IX	24.0000	05/16/08	05/21/09		311.99	489.76	(177.77)
GENERAL ELECTRIC CAPTL	39.0000	05/16/08	05/21/09		829.72	951.31	(121.59)
MORGAN STANLEY CP TR III	23.0000	05/16/08	05/21/09		410.19	488.13	(77.94)
MORGAN STANLEY CAP TR IV	23.0000	05/16/08	05/21/09		407.42	487.08	(79.64)
BNY CAPITAL V	131.0000	05/16/08	05/21/09		2,746.61	2,956.35	(209.74)
WELLS FARGO CAPTL TR VII	45.0000	05/16/08	05/21/09		832.46	991.88	(159.42)
JPM CHASE CAP TR XI	45.0000	05/16/08	05/21/09		889.37	1,000.75	(111.38)

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
ABN AMRO CAP FD TR V	95.0000	05/16/08	05/21/09			1,037.81	1,958.44	(920.63)
MORGAN STANLEY CAP TR V	25.0000	05/16/08	05/21/09			423.84	495.11	(71.27)
CITIGROUP CAPITAL XI	23.0000	05/16/08	05/21/09			296.06	464.22	(168.16)
JP MORGAN CHASE CAP XIV	44.0000	05/16/08	05/21/09			899.73	1,016.18	(116.45)
CITIGROUP CAPITAL X	23.0000	05/16/08	05/21/09			303.88	488.70	(164.82)
ING GROEP NV	44.0000	05/16/08	05/21/09			590.04	988.37	(378.33)
USB CAPITAL VI	24.0000	05/16/08	05/21/09			463.75	506.75	(43.00)
LINCOLN NATIONAL CORP	82.0000	05/16/08	05/21/09			1,319.88	1,970.41	(650.53)
COMCAST CORP	20.0000	05/16/08	05/21/09			448.42	487.62	(39.20)
KEYCORP CAPITAL VIII	65.0000	05/16/08	05/21/09			976.25	1,398.73	(422.48)
PROTECTIVE LIFE CORP	21.0000	05/16/08	05/21/09			329.75	489.10	(139.35)
CITIGROUP CAP TRUST XV	66.0000	05/16/08	05/21/09			1,135.42	1,413.13	(277.71)
DB CAPITAL FDG VIII	114.0000	05/16/08	05/21/09			1,869.26	2,645.26	(776.00)
KEYCORP CAPITAL IX	91.0000	05/16/08	05/21/09			1,335.75	1,874.60	(538.85)
CBS CORPORATION	153.0000	05/16/08	05/21/09			2,471.36	3,348.98	(877.62)
ING GROEP N.V.	44.0000	05/16/08	05/21/09			604.95	981.99	(357.04)
FIFTH THIRD CAPITAL TR	42.0000	05/16/08	05/21/09			649.54	947.93	(298.39)
PROLOGIS TRUST	21.0000	05/16/08	05/21/09			290.00	498.75	(208.75)



Taxpayer No.
75-2853483

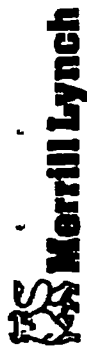
Page
41 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Amortization/Accretion Year-to-Date	Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
PUBLIC STORAGE	23.0000	05/16/08	05/21/09			460.21	508.53	(48.32)
JPMCHASE CAPITAL XVI	42.0000	05/16/08	05/21/09			894.57	1,023.54	(128.97)
PUBLIC STORAGE INC	14.0000	05/16/08	05/21/09			318.63	342.73	(24.10)
RENAISSANCE HLDGS LTD	94.0000	05/16/08	05/21/09			1,840.56	2,068.00	(227.44)
PUBLIC STORAGE, INC.	105.0000	05/16/08	05/21/09			2,163.99	2,325.76	(161.77)
ROYAL BK OF SCOT GRP PLC	96.0000	05/16/08	05/21/09			911.01	1,927.68	(1,016.67)
ROYAL BK OF SCOT GRP PLC	45.0000	05/16/08	05/21/09			456.28	1,023.76	(567.48)
REGENCY CENTERS CORP	24.0000	05/16/08	05/21/09			432.46	549.38	(116.90)
ROYAL BK SCOTLND GRP PLC	43.0000	05/16/08	05/21/09			452.77	987.60	(534.83)
REALTY INCOME CORP	60.0000	05/16/08	05/21/09			1,154.97	1,425.01	(270.04)
ROYAL BK SCOTLAND GROUP	68.0000	05/16/08	05/21/09			667.06	1,469.48	(802.42)
ROYAL BK SCOTLND GRP PLC	20.0000	05/16/08	05/21/09			235.99	495.00	(259.01)
REGENCY CENTERS CORP	21.0000	05/16/08	05/21/09			400.03	509.88	(109.85)
REGIONS FINANCING TR III	20.0000	05/16/08	05/21/09			390.98	515.00	(124.02)
SANTANDER FIN PFD SA UNI	44.0000	05/16/08	05/21/09			713.21	1,016.40	(303.19)
SANTANDER FINANCE UNIP	92.0000	05/16/08	05/21/09			1,468.27	2,006.52	(538.25)



Taxpayer No.
75-2853493

Page
42 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

Security Description	Quantity	Date Acquired Cover of Short	Date Liquidated Short Sale	Year-to-Date	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
SUNTRUST CAPITAL IX	20.0000	05/16/08	05/21/09			392.98	506.00	(113.02)
	10.0000	05/19/08	05/21/09			196.49	250.71	(54.22)
	10.0000	05/20/08	05/21/09			196.50	250.41	(53.91)
Security Subtotal						785.97	1,007.12	(221.15)
W.R. BERKLEY CAPTL TR II	131.0000	05/16/08	05/21/09			2,554.43	3,060.16	(505.73)
WEINGARTEN REALTY	92.0000	05/16/08	05/21/09			1,455.40	2,020.32	(564.92)
USB CAPITAL VII	47.0000	05/16/08	05/21/09			938.56	1,036.35	(97.79)
USB CAPITAL XI	63.0000	05/16/08	05/21/09			1,415.56	1,510.36	(94.80)
US BANCORP	26.0000	05/16/08	05/21/09			389.98	525.20	(135.22)
UBS PREF FNDNG TRUST IV	139.0000	05/16/08	05/21/09			1,136.99	2,652.12	(1,515.13)
VIACOM INC	128.0000	05/16/08	05/21/09			2,383.05	2,942.72	(559.67)
WACHOVIA PFD FUNDING	161.0000	05/16/08	05/21/09			2,848.01	3,779.62	(931.61)
Long Term Capital Losses Subtotal						93,258.01	123,608.65	(30,350.64)
NET LONG TERM CAPITAL GAIN (LOSS)								(30,242.80)
TOTAL CAPITAL GAINS AND LOSSES						155,564.63	185,934.49	(30,369.86)
TOTAL REPORTABLE GROSS PROCEEDS						155,564.63		
DIFFERENCE						0.00		



Taxpayer No.
75-2853493

Page
43 of 74

H FUND

2009 ANNUAL STATEMENT SUMMARY

2009 CAPITAL GAIN AND LOSS TRANSACTIONS

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

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

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

• Bonds purchased at a discount show accretion.

(A) - Year-to-Date and Life-to-Date amortization/accretion figures are net adjustments and may include original issue discount, and/or premium or market discount adjustments, if applicable. These figures assume that the client has made all elections to amortize bond premium and accrete market discount on a current basis. A negative figure indicates a net reduction in cost basis due to such factors as premium amortization.

(C) - The cost basis reflects adjustments for amortized and/or accreted amounts.

(G) - Contingent Payment Debt Instrument (CPDI) Gain recognized on the sale, exchange, or retirement of a CPDI is treated as ordinary interest income. Loss is treated as ordinary loss to the extent of the holder's total OID inclusions (including any positive adjustments) with respect to the instrument exceed the total net negative adjustments. Any additional loss is treated as capital loss. Accordingly, gains and ordinary losses should be backed out of Schedule D, Form 1040 and shown on Schedule B, Form 1040. The adjusted basis shown is generally original cost increased by accrued OID and decreased by the amount of any projected payment previously made on the debt instrument. Where the instrument was purchased in the secondary market at a price greater than the adjusted issue price, the adjusted basis is also reduced by the allocable portion of the difference between purchase price and adjusted issue price. The differential is reflected in the "Amortization/Accretion" column, but is not included as a negative adjustment in the "Additional Information on Contingent Payment Debt Instruments" section of the Tax Reporting Statement. Thus, you may need to make an additional adjustment on your return for this amount. If you held an instrument purchased at original issuance until maturity, and the instrument provided for a single projected payment at maturity, the adjusted basis shown is equal to the amount realized at maturity (gain/loss is shown as \$0.00) and any gain/loss that would have resulted had the basis not been set to the amount realized, is reflected as a net positive or negative adjustment in the "Additional Information on Contingent Payment Debt Instruments" section of the Tax Reporting Statement. Please contact your tax advisor for more information.

REALIZED CAPITAL GAIN AND LOSS SUMMARY

	SHORT TERM GAINS	SHORT TERM LOSSES	LONG TERM GAINS	LONG TERM LOSSES
TOTAL	3,780.14	(3,907.20)	107.84	(30,350.64)