Form **990-PF**

Department of the Treasury
Internal Revenue Service (77)

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

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

OMB No 1545-0052

**2009**

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

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

| Use the IRS label. Otherwise, print or type. See Specific Instructions. | | |
|---|---|---|
| Name of foundation: OSCAR KENCK CHARITABLE REMAINDER UNITRUST | | A Employer identification number: 81-0540289 |
| Number and street (or P O box number if mail is not delivered to street address): PO BOX 308 C/O MARK & JULIE YOUNG | Room/suite | B Telephone number (see page 10 of the instructions): (406)562-3250 |
| City or town, state, and ZIP code: AUGUSTA MT 59410 | | 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 ▶ ☐

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

E If private foundation status was terminated under section 507(b)(1)(A), check here ▶ ☐

I Fair market value of all assets at end of year *(from Part II, col. (c), line 16)* ▶ $ 1,089,977

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

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

**Part I Analysis of Revenue and Expenses** *(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see page 11 of the instructions) )*

| | | (a) Revenue and expenses per books | (b) Net investment income | (c) Adjusted net income | (d) Disbursements for charitable purposes (cash basis only) |
|---|---|---|---|---|---|
| Revenue | 1 Contributions, gifts, grants, etc , received (attach schedule) | | | | |
| | 2 Check ▶ ☐ if the foundation is **not** required to attach Sch B | | | | |
| | 3 Interest on savings and temporary cash investments | 0 | 0 | | |
| | 4 Dividends and interest from securities | 44,232 | 44,232 | | |
| | 5 a Gross rents | | 0 | | |
| | b Net rental income or (loss) 0 | | | | |
| | 6 a Net gain or (loss) from sale of assets not on line 10 | -51,332 | | | |
| | b Gross sales price for all assets on line 6a 242,391 | | | | |
| | 7 Capital gain net income (from Part IV, line 2) | | 0 | | |
| | 8 Net short-term capital gain | | | 0 | |
| | 9 Income modifications | | | | |
| | 10 a Gross sales less returns and allowances 0 | | | | |
| | b Less Cost of goods sold 0 | | | | |
| | c Gross profit or (loss) (attach schedule) | 0 | | | |
| | 11 Other income (attach schedule) | 381 | 381 | 0 | |
| | 12 **Total.** Add lines 1 through 11 | -6,719 | 44,613 | 0 | |
| Operating and Administrative Expenses | 13 Compensation of officers, directors, trustees, etc. | 5,500 | | | |
| | 14 Other employee salaries and wages | | | | |
| | 15 Pension plans, employee benefits | | | | |
| | 16 a Legal fees (attach schedule) | 0 | 0 | 0 | 0 |
| | b Accounting fees (attach schedule) | 1,625 | 0 | 0 | 0 |
| | c Other professional fees (attach schedule) | 0 | 0 | 0 | 0 |
| | 17 Interest | | | | |
| | 18 Taxes (attach schedule) (see page 14 of the instructions) | -380 | 0 | 0 | 0 |
| | 19 Depreciation (attach schedule) and depletion | 0 | 0 | 0 | |
| | 20 Occupancy | | | | |
| | 21 Travel, conferences, and meetings | | | | |
| | 22 Printing and publications | | | | |
| | 23 Other expenses (attach schedule) | 10,393 | 10,393 | 0 | 0 |
| | 24 **Total operating and administrative expenses.** Add lines 13 through 23 | 17,138 | 10,393 | 0 | 0 |
| | 25 Contributions, gifts, grants paid | 48,915 | | | 48,915 |
| | 26 **Total expenses and disbursements.** Add lines 24 and 25 | 66,053 | 10,393 | 0 | 48,915 |
| | 27 Subtract line 26 from line 12 | | | | |
| | a **Excess of revenue over expenses and disbursements** | -72,772 | | | |
| | b **Net investment income** (if negative, enter -0-) | | 34,220 | | |
| | c **Adjusted net income** (if negative, enter -0-) | | | 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 )

| | Line | Description | Beginning of year (a) Book Value | End of year (b) Book Value | End of year (c) Fair Market Value |
|---|---|---|---|---|---|
| Assets | 1 | Cash—non-interest-bearing | 1,912 | 1,437 | 1,437 |
| | 2 | Savings and temporary cash investments | 42,615 | 44,270 | 44,270 |
| | 3 | Accounts receivable ▶ 0 | | | |
| | | Less allowance for doubtful accounts ▶ 0 | 0 | 0 | 0 |
| | 4 | Pledges receivable ▶ 0 | | | |
| | | Less allowance for doubtful accounts ▶ 0 | 0 | 0 | 0 |
| | 5 | Grants receivable | | | |
| | 6 | Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 15 of the instructions) | 0 | 0 | 0 |
| | 7 | Other notes and loans receivable (attach schedule) ▶ 0 | | | |
| | | Less allowance for doubtful accounts ▶ 0 | 0 | 0 | 0 |
| | 8 | Inventories for sale or use | | | |
| | 9 | Prepaid expenses and deferred charges | | | |
| | 10 a | Investments—U S and state government obligations (attach schedule) | 51,917 | 45,982 | 45,896 |
| | b | Investments—corporate stock (attach schedule) | 767,969 | 700,233 | 677,953 |
| | c | Investments—corporate bonds (attach schedule) | 0 | 70,729 | 72,954 |
| | 11 | Investments—land, buildings, and equipment basis ▶ 0 | | | |
| | | Less accumulated depreciation (attach schedule) ▶ 0 | 0 | 0 | 0 |
| | 12 | Investments—mortgage loans | | | |
| | 13 | Investments—other (attach schedule) | 398,708 | 327,698 | 247,467 |
| | 14 | Land, buildings, and equipment basis ▶ 0 | | | |
| | | Less accumulated depreciation (attach schedule) ▶ 0 | 0 | 0 | 0 |
| | 15 | Other assets (describe ▶ ) | 0 | 0 | 0 |
| | 16 | **Total assets** (to be completed by all filers—see the instructions Also, see page 1, item I) | 1,263,121 | 1,190,349 | 1,089,977 |
| Liabilities | 17 | Accounts payable and accrued expenses | | | |
| | 18 | Grants payable | | | |
| | 19 | Deferred revenue | | | |
| | 20 | Loans from officers, directors, trustees, and other disqualified persons | 0 | 0 | |
| | 21 | Mortgages and other notes payable (attach schedule) | 0 | 0 | |
| | 22 | Other liabilities (describe ▶ ) | 0 | 0 | |
| | 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 | 1,263,121 | 1,190,349 | |
| | 28 | Paid-in or capital surplus, or land, bldg , and equipment fund | | | |
| | 29 | Retained earnings, accumulated income, endowment, or other funds | | | |
| | 30 | **Total net assets or fund balances** (see page 17 of the instructions) | 1,263,121 | 1,190,349 | |
| | 31 | **Total liabilities and net assets/fund balances** (see page 17 of the instructions) | 1,263,121 | 1,190,349 | |

## Part III Analysis of Changes in Net Assets or Fund Balances

| | Description | Line | Amount |
|---|---|---|---|
| 1 | Total net assets or fund balances at beginning of year—Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return) | 1 | 1,263,121 |
| 2 | Enter amount from Part I, line 27a | 2 | -72,772 |
| 3 | Other increases not included in line 2 (itemize) ▶ | 3 | 0 |
| 4 | Add lines 1, 2, and 3 | 4 | 1,190,349 |
| 5 | Decreases not included in line 2 (itemize) ▶ | 5 | 0 |
| 6 | Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30 | 6 | 1,190,349 |

## Part IV Capital Gains and Losses for Tax on Investment Income

| | (a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co ) | (b) How acquired P—Purchase D—Donation | (c) Date acquired (mo , day, yr ) | (d) Date sold (mo , day, yr ) |
|---|---|---|---|---|
| 1a | SCHEDULED | | | |
| 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 | 242,391 | 0 | 293,723 | -51,332 |
| b | 0 | 0 | 0 | 0 |
| c | 0 | 0 | 0 | 0 |
| d | 0 | 0 | 0 | 0 |
| e | 0 | 0 | 0 | 0 |

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69

| | (i) F M V as of 12/31/69 | (j) Adjusted basis as of 12/31/69 | (k) Excess of col (i) over col (j), if any | (l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h)) |
|---|---|---|---|---|
| a | 0 | 0 | 0 | -51,332 |
| b | 0 | 0 | 0 | 0 |
| c | 0 | 0 | 0 | 0 |
| d | 0 | 0 | 0 | 0 |
| e | 0 | 0 | 0 | 0 |

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** -51,332

3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) (see pages 13 and 17 of the instructions). If (loss), enter -0- in Part I, line 8 . . . . . . . . . . . . . . . . **3** 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 [X] No

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

1 Enter the appropriate amount in each column for each year, see page 18 of the instructions before making any entries.

| (a) Base period years Calendar year (or tax year beginning in) | (b) Adjusted qualifying distributions | (c) Net value of noncharitable-use assets | (d) Distribution ratio (col (b) divided by col (c)) |
|---|---|---|---|
| 2008 | 78,000 | 1,047,755 | 0.074445 |
| 2007 | 82,300 | 1,511,063 | 0 054465 |
| 2006 | 49,000 | 1,352,061 | 0.036241 |
| 2005 | 67,000 | 1,149,461 | 0.058288 |
| 2004 | 74,251 | 1,211,388 | 0.061294 |

| | | |
|---|---|---|
| 2 **Total** of line 1, column (d) . . . . . . . . . . . . . . . . . . . . | 2 | 0 284733 |
| 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 056947 |
| 4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5 . . . | 4 | 961,661 |
| 5 Multiply line 4 by line 3 . . . . . . . . . . . . . . . . . . . . . | 5 | 54,764 |
| 6 Enter 1% of net investment income (1% of Part I, line 27b) . . . . | 6 | 342 |
| 7 Add lines 5 and 6 . . . . . . . . . . . . . . . . . . . . . | 7 | 55,106 |
| 8 Enter qualifying distributions from Part XII, line 4 . . . . . . . . . . | 8 | 48,915 |

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate See the Part VI instructions on page 18

**Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948—see page 18 of the instructions)**

| | | | |
|---|---|---|---|
| 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 instructions) | | |
| b | Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☐ and enter 1% of Part I, line 27b | 1 | 684 |
| c | All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col (b) | | |
| 2 | Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-) | 2 | 0 |
| 3 | Add lines 1 and 2 | 3 | 684 |
| 4 | Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-) | 4 | |
| 5 | **Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0- | 5 | 684 |
| 6 | Credits/Payments | | |
| a | 2009 estimated tax payments and 2008 overpayment credited to 2009 — 6a: 500 | | |
| b | Exempt foreign organizations—tax withheld at source — 6b: | | |
| c | Tax paid with application for extension of time to file (Form 8868) — 6c: 0 | | |
| d | Backup withholding erroneously withheld — 6d: | | |
| 7 | Total credits and payments Add lines 6a through 6d | 7 | 500 |
| 8 | Enter any **penalty** for underpayment of estimated tax Check here ☐ if Form 2220 is attached | 8 | 0 |
| 9 | **Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶ | 9 | 184 |
| 10 | **Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶ | 10 | 0 |
| 11 | Enter the amount of line 10 to be **Credited to 2010 estimated tax** ▶ 0 **Refunded** ▶ | 11 | 0 |

**Part VII-A Statements Regarding Activities**

| | | | Yes | No |
|---|---|---|---|---|
| 1 a | During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign? | 1a | | X |
| b | Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)? | 1b | | X |
| | *If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities* | | | |
| c | Did the foundation file **Form 1120-POL** for this year? | 1c | | |
| d | Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year **(1)** On the foundation ▶ $ ______ **(2)** On foundation managers ▶ $ ______ | | | |
| e | Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ ______ | | | |
| 2 | Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities* | 2 | | X |
| 3 | Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes* | 3 | | X |
| 4 a | Did the foundation have unrelated business gross income of $1,000 or more during the year? | 4a | | X |
| b | If "Yes," has it filed a tax return on **Form 990-T** for this year? | 4b | N/A | |
| 5 | Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T* | 5 | | X |
| 6 | Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument? | 6 | X | |
| 7 | Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV* | 7 | X | |
| 8 a | Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) ▶ MT | | | |
| b | If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by *General Instruction G? If "No," attach explanation* | 8b | X | |
| 9 | Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2009 or the taxable year beginning in 2009 (see instructions for Part XIV on page 27)? *If "Yes," complete Part XIV* | 9 | | X |
| 10 | Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses* | 10 | | X |

## Part VII-A Statements Regarding Activities *(continued)*

| | | | Yes | No |
|---|---|---|---|---|
| 11 | At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see page 20 of the instructions) | 11 | | X |
| 12 | Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008? | 12 | | X |
| 13 | Did the foundation comply with the public inspection requirements for its annual returns and exemption application? | 13 | X | |

Website address ▶

14 The books are in care of ▶ MARK & JULIE YOUNG Telephone no. ▶ (406)562-3250
Located at ▶ PO BOX 308 AUGUSTA MT ZIP+4 ▶ 59410

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of **Form 1041**—Check here ▶ ☐
and enter the amount of tax-exempt interest received or accrued during the year ▶ | 15 |

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

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

| | | | Yes | No |
|---|---|---|---|---|
| 1a | During the year did the foundation (either directly or indirectly) | | | |
| | **(1)** Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ Yes ☒ No | | | |
| | **(2)** Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☒ No | | | |
| | **(3)** Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ Yes ☒ No | | | |
| | **(4)** Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☐ Yes ☒ No | | | |
| | **(5)** Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? ☐ Yes ☒ No | | | |
| | **(6)** Agree to pay money or property to a government official? (**Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days ) ☐ Yes ☒ No | | | |
| b | If any answer is "Yes" to 1a(1)–(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see page 20 of the instructions)? | 1b | N/A | |
| | Organizations relying on a current notice regarding disaster assistance check here ▶ ☐ | | | |
| c | Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2009? | 1c | | X |
| 2 | Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)) | | | |
| a | At the end of tax year 2009, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2009? ☐ Yes ☒ No | | | |
| | If "Yes," list the years ▶ 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 page 20 of 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 page 22 of the 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 page 22 of the 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? ☐ 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** No: 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**

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

**1 List all officers, directors, trustees, foundation managers and their compensation (see page 22 of the instructions).**

| (a) Name and address | (b) Title, and average hours per week devoted to position | (c) Compensation (If not paid, enter -0-) | (d) Contributions to employee benefit plans and deferred compensation | (e) Expense account, other allowances |
|---|---|---|---|---|
| MARK YOUNG<br>PO BOX 308 AUGUSTA MT 59410 | TRUSTEE | 2,750 | 0 | 0 |
| JULIE YOUNG<br>PO BOX 308 AUGUSTA MT 59410 | TRUSTEE | 2,750 | 0 | 0 |
| | 00 | 0 | 0 | 0 |
| | 00 | 0 | 0 | 0 |

**2 Compensation of five highest-paid employees (other than those included on line 1—see page 23 of the instructions). If none, enter "NONE."**

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

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

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

**3 Five highest-paid independent contractors for professional services (see page 23 of the instructions). If none, enter "NONE."**

| (a) Name and address of each person paid more than $50,000 | (b) Type of service | (c) Compensation |
|---|---|---|
| NONE | | 0 |
| | | 0 |
| | | 0 |
| | | 0 |
| | | 0 |

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

**Part IX-A Summary of Direct Charitable Activities**

| List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc | Expenses |
|---|---|
| 1 DONATIONS WERE MADE DIRECTLY TO VARIOUS CHARITABLE ORGANIZATIONS IN THE AUGUSTA MT AREA, INCLUDING AUGUSTA SCHOOL, VOLUNTEER FIRE DEPT AND OTHER NON-PROFIT ORGANIZATIONS | 48,915 |
| 2 | |
| 3 | |
| 4 | |

**Part IX-B Summary of Program-Related Investments** (see page 24 of the instructions)

| Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2 | Amount |
|---|---|
| 1 | |
| 2 | |
| All other program-related investments See page 24 of the instructions<br>3 | 0 |
| **Total.** Add lines 1 through 3 ▶ | 0 |

**Part X** **Minimum Investment Return** (All domestic foundations must complete this part Foreign foundations, see page 24 of the instructions )

| | | | | |
|---|---|---|---|---|
| 1 | Fair market value of assets not used (or held for use) directly in carrying out charitable, etc , purposes | | | |
| a | Average monthly fair market value of securities | | 1a | 927,055 |
| b | Average of monthly cash balances | | 1b | 49,251 |
| c | Fair market value of all other assets (see page 24 of the instructions) | | 1c | |
| d | **Total** (add lines 1a, b, and c) | | 1d | 976,306 |
| e | Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) | 1e | | |
| 2 | Acquisition indebtedness applicable to line 1 assets | | 2 | |
| 3 | Subtract line 2 from line 1d | | 3 | 976,306 |
| 4 | Cash deemed held for charitable activities Enter 1½ % of line 3 (for greater amount, see page 25 of the instructions) | | 4 | 14,645 |
| 5 | **Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4 | | 5 | 961,661 |
| 6 | **Minimum investment return.** Enter 5% of line 5 | | 6 | 48,083 |

**Part XI** **Distributable Amount** (see page 25 of the instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ▶ ☐ and do not complete this part.)

| | | | | | |
|---|---|---|---|---|---|
| 1 | Minimum investment return from Part X, line 6 | | | 1 | 48,083 |
| 2a | Tax on investment income for 2009 from Part VI, line 5 | 2a | 684 | | |
| b | Income tax for 2009. (This does not include the tax from Part VI ) | 2b | | | |
| c | Add lines 2a and 2b | | | 2c | 684 |
| 3 | Distributable amount before adjustments Subtract line 2c from line 1 | | | 3 | 47,399 |
| 4 | Recoveries of amounts treated as qualifying distributions | | | 4 | |
| 5 | Add lines 3 and 4 | | | 5 | 47,399 |
| 6 | Deduction from distributable amount (see page 25 of the instructions) | | | 6 | |
| 7 | **Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1 | | | 7 | 47,399 |

**Part XII** **Qualifying Distributions** (see page 25 of the instructions)

| | | | |
|---|---|---|---|
| 1 | Amounts paid (including administrative expenses) to accomplish charitable, etc , purposes. | | |
| a | Expenses, contributions, gifts, etc.—total from Part I, column (d), line 26 | 1a | 48,915 |
| b | Program-related investments—total from Part IX-B | 1b | 0 |
| 2 | Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes | 2 | |
| 3 | Amounts set aside for specific charitable projects that satisfy the | | |
| a | Suitability test (prior IRS approval required) | 3a | |
| b | Cash distribution test (attach the required schedule) | 3b | 0 |
| 4 | **Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4 | 4 | 48,915 |
| 5 | Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see page 26 of the instructions) | 5 | 0 |
| 6 | **Adjusted qualifying distributions.** Subtract line 5 from line 4 | 6 | 48,915 |

**Note.** The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years

**Part XIII Undistributed Income** (see page 26 of the instructions)

| | | | (a) Corpus | (b) Years prior to 2008 | (c) 2008 | (d) 2009 |
|---|---|---|---|---|---|---|
| 1 | Distributable amount for 2009 from Part XI, line 7 | | | | | 47,399 |
| 2 | Undistributed income, if any, as of the end of 2009 | | | | | |
| a | Enter amount for 2008 only | | | | 7,781 | |
| b | Total for prior years 20____, 20____, 20___ | | | 0 | | |
| 3 | Excess distributions carryover, if any, to 2009 | | | | | |
| a | From 2004 | 0 | | | | |
| b | From 2005 | 0 | | | | |
| c | From 2006 | 0 | | | | |
| d | From 2007 | 0 | | | | |
| e | From 2008 | 0 | | | | |
| f | **Total** of lines 3a through e | | 0 | | | |
| 4 | Qualifying distributions for 2009 from Part XII, line 4 ▶ $ 48,915 | | | | | |
| a | Applied to 2008, but not more than line 2a | | | | 7,781 | |
| b | Applied to undistributed income of prior years (Election required—see page 26 of the instructions) | | | 0 | | |
| c | Treated as distributions out of corpus (Election required—see page 26 of the instructions) | | 0 | | | |
| d | Applied to 2009 distributable amount | | | | | 41,134 |
| 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 | | | | | |
| d | Subtract line 6c from line 6b Taxable amount—see page 27 of the instructions | | | 0 | | |
| e | Undistributed income for 2008 Subtract line 4a from line 2a. Taxable amount—see page 27 of the instructions | | | | 0 | |
| f | Undistributed income for 2009. Subtract lines 4d and 5 from line 1 This amount must be distributed in 2010 | | | | | 6,265 |
| 7 | Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see page 27 of the instructions) | | | | | |
| 8 | Excess distributions carryover from 2004 not applied on line 5 or line 7 (see page 27 of the instructions) | | 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 | 0 | | | | |
| b | Excess from 2006 | 0 | | | | |
| c | Excess from 2007 | 0 | | | | |
| d | Excess from 2008 | 0 | | | | |
| e | Excess from 2009 | 0 | | | | |

**Part XIV Private Operating Foundations** (see page 27 of the instructions and Part VII-A, question 9)

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

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

| | Tax year (a) 2009 | Prior 3 years (b) 2008 | (c) 2007 | (d) 2006 | (e) Total |
|---|---|---|---|---|---|
| 2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed | 0 | | | | 0 |
| b 85% of line 2a | 0 | 0 | 0 | 0 | 0 |
| c Qualifying distributions from Part XII, line 4 for each year listed | 0 | | | | 0 |
| d Amounts included in line 2c not used directly for active conduct of exempt activities | | | | | 0 |
| e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c | 0 | 0 | 0 | 0 | 0 |
| 3 Complete 3a, b, or c for the alternative test relied upon | | | | | |
| a "Assets" alternative test—enter (1) Value of all assets | | | | | 0 |
| (2) Value of assets qualifying under section 4942(j)(3)(B)(i) | | | | | 0 |
| b "Endowment" alternative test—enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed | 0 | | | | 0 |
| 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) | | | | | 0 |
| (2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii) | | | | | 0 |
| (3) Largest amount of support from an exempt organization | | | | | 0 |
| (4) Gross investment income | | | | | 0 |

**Part XV Supplementary Information (Complete this part only if the foundation had $5,000 or more in assets at any time during the year—see page 28 of the instructions.)**

1 **Information Regarding Foundation Managers:**

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

NONE

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest

NONE

2 **Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:**

Check here ▶ ☒ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds If the foundation makes gifts, grants, etc (see page 28 of the instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

a The name, address, and telephone number of the person to whom applications should be addressed

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<br>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* | | | | |
| AUGUSTA AMERICAN LEGION AUXILIARY<br>PO BOX 332 AUGUSTA MT 59410 | | | RODEO GROUNDS UPK | 2,000 |
| AUGUSTA ST MATHIS CATHOLIC CHURCH<br>AUGUSTA MT 59410 | | | FURNACE | 2,000 |
| AUGUSTA COMMUNITY CHURCH<br>PO BOX 309 AUGUSTA MT 59410 | | | YOUTH PASTOR | 3,700 |
| AUGUSTA VOLUNTEER FIRE DEPT.<br>AUGUSTA MT 59410 | | | AIR COMPRESSOR OR | 1,000 |
| AUGUSTA HISTORIC AL SOCIETY<br>AUGUSTA MT 59410 | | | KENCK WAGON OR BU | 4,000 |
| AUGUSTA SENIOR CENTER<br>AUGUSTA MT 59410 | | | PAINT & SUPPLIES | 515 |
| AUGUSTA YOUTH CENTER<br>PO BOX 9 AUGUSTA MT 59410 | | | POOL UTILITIES OR MA | 5,000 |
| AUGUSTA SCHOOL<br>PO BOX 307 AUGUSTA MT 59410 | | | TRACK TENT & COACH | 4,200 |
| AUGUSTA SCHOOL<br>PO BOX 307 AUGUSTA MT 59410 | | | SCHOLARSHIPS | 20,000 |
| AUGUSTA SCHOOL<br>PO BOX 307 AUGUSTA MT 59410 | | | CONFERENCE CHAIRS | 4,500 |
| AUGUSTA SCHOOL<br>PO BOX 307 AUGUSTA MT 59410 | | | MUSIC DEPT OR OTHE | 2,000 |
| | | | | 0 |
| | | | | 0 |
| | | | | 0 |
| | | | | 0 |
| | | | | 0 |
| **Total** | | | ▶ 3a | 48,915 |
| **b** *Approved for future payment* | | | | |
| | | | | 0 |
| | | | | 0 |
| | | | | 0 |
| | | | | 0 |
| | | | | 0 |
| | | | | 0 |
| | | | | 0 |
| | | | | 0 |
| | | | | 0 |
| **Total** | | | ▶ 3b | 0 |

## Part XVI-A Analysis of Income-Producing Activities

| Enter gross amounts unless otherwise indicated. | Unrelated business income | | Excluded by section 512, 513, or 514 | | (e) Related or exempt function income (See page 28 of the instructions ) |
|---|---|---|---|---|---|
| | (a) Business code | (b) Amount | (c) Exclusion code | (d) Amount | |
| 1 Program service revenue | | | | | |
| a | | 0 | | 0 | 0 |
| b | | 0 | | 0 | 0 |
| c | | 0 | | 0 | 0 |
| d | | 0 | | 0 | 0 |
| e | | 0 | | 0 | 0 |
| f | | 0 | | 0 | 0 |
| 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 | 44,232 | |
| 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 | -51,332 | |
| 9 Net income or (loss) from special events | | | | | |
| 10 Gross profit or (loss) from sales of inventory | | | | | |
| 11 Other revenue a CLASS ACTION PROCEEDS (INVESTEM | | 0 | 14 | 381 | 0 |
| b | | 0 | | 0 | 0 |
| c | | 0 | | 0 | 0 |
| d | | 0 | | 0 | 0 |
| e | | 0 | | 0 | 0 |
| 12 Subtotal Add columns (b), (d), and (e) | | 0 | | -6,719 | 0 |

13 Total. Add line 12, columns (b), (d), and (e) 13 -6,719

(See worksheet in line 13 instructions on page 28 to verify calculations )

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

| Line No. ▼ | Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes) (See page 28 of the instructions ) |
|---|---|

**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 |
|---|---|---|---|
| | 0 | | |
| | 0 | | |
| | 0 | | |
| | 0 | | |
| | 0 | | |
| | 0 | | |
| | 0 | | |
| | 0 | | |
| | 0 | | |
| | 0 | | |
| | 0 | | |
| | 0 | | |
| | 0 | | |
| | 0 | | |
| | 0 | | |
| | 0 | | |

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 |
|---|---|---|
| | | |
| | | |
| | | |
| | | |

**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

Mark Young — Signature of officer or trustee | 1/3/10 — Date | TRUSTEE — Title

**Paid Preparer's Use Only**

| Preparer's signature | Date 2/19/2010 | Check if self-employed ☐ | Preparer's identifying number (see Signature on page 30 of the instructions) P00226277 |
|---|---|---|---|
| Firm's name (or yours if self-employed), address, and ZIP code | LOPACH & CARPARELLI PC | | EIN ▶ 81-0528258 |
| | 863 GREAT NORTHERN BLVD STE 202 HELENA MT 59601 | | Phone no (406) 495-0020 |

**OSCAR A KENCK CHARITABLE REMAINDER UNITRUST**
FORM 990 PF
YEAR 2009
EIN 81-0540289

**Part I**

**Line 16b** Accounting fees of $1625 were paid to Lopach and Carparelli, PC

| | (a) Revenue and expense per books | (b) Net investment income | (c) Adjusted net income | (d) Disbursements for charitable purposes |
|---|---|---|---|---|
| **Line 18** | | | | |
| 2008 Excise Tax (Part VI) | 467 | | | |
| 2009 estimated Excise Tax on Investment Inc (Part VI) | 500 | | | |
| Less refund of Excise taxes paid | -1347 | | | |
| | -380 | | | |
| **Line 23** | | | | |
| Investment fees | 10302 | 10302 | | |
| Foreign taxes paid | 91 | 91 | | |
| | 10393 | 10393 | | |

**OSCAR A KENCK CHARITABLE REMAINDER UNITRUST**
FORM 990 PF
YEAR 2009
EIN 81-0540289

**Part II**

| | Cost (Book Value) | | | Market Value | | |
|---|---|---|---|---|---|---|
| | Wells Fargo | DA Davidson | **Total** | Wells Fargo | DA Davidson | **Total** |
| Investments | | | | | | |
| US and state govt obligations | | 45,982 | **45,982** | | 45,896 | **45,896** |
| Equities corp stock | 656,421 | 43,812 | **700,233** | 643,217 | 34,736 | **677,953** |
| Corp bonds | | 70,729 | **70,729** | | 72,954 | **72,954** |
| Other equities | 79,868 | 247,830 | **327,698** | 76,428 | 171,039 | **247,467** |
| | 736,289 | 408,353 | **1,144,642** | 719,645 | 324,625 | **1,044,270** |
| | | | | * | * | |

* Statements are attached

**OSCAR A KENCK CHARITABLE REMAINDER UNITRUST**
FORM 990 PF
YEAR 2009
EIN 81-0540289

**Part IV**
Stock Sales

| | Buy Date | Sell Date | SP | Cost | Short Term Gain | Short Term (Loss) | Long Term Gain | Long Term (Loss) | Total |
|---|---|---|---|---|---|---|---|---|---|
| DA Davidson Sales | | | | | | | | | |
| Blackrock Global | 10/24/2005 | 7/30/2009 | 1,787 | 2,513 | | | | -726 | -726 |
| Blackrock Global | 10/24/2005 | 7/30/2009 | 1,787 | 2,513 | | | | -726 | -726 |
| Blackrock Global | 10/24/2005 | 7/30/2009 | 3,483 | 4,901 | | | | -1,418 | -1,418 |
| Blackrock Global | 10/24/2005 | 7/30/2009 | 407 | 573 | | | | -166 | -166 |
| Blackrock Global | 8/29/2007 | 7/30/2009 | 1,066 | 1,689 | | | | -623 | -623 |
| Blackrock Global | 8/29/2007 | 7/30/2009 | 1,066 | 1,663 | | | | -597 | -597 |
| Blackrock Global | 8/29/2007 | 7/30/2009 | 1,066 | 1,654 | | | | -588 | -588 |
| Blackrock Global | 2/1/2008 | 7/30/2009 | 6,325 | 8,261 | | | | -1,936 | -1,936 |
| Unit FT Tgt Focus | 10/5/2007 | 1/6/2009 | 4,349 | 9,007 | | | | -4,658 | -4,658 |
| Unit FT Target Triad | 2/13/2008 | 5/4/2009 | 5,901 | 10,010 | | | | -4,109 | -4,109 |
| Unit FT Target Triad | 6/19/2008 | 9/2/2009 | 6,350 | 10,011 | | | | -3,661 | -3,661 |
| Royal Bk Scotland | 9/20/2007 | 11/4/2009 | 8,450 | 25,005 | | | | -16,555 | -16,555 |
| | | | | | | | | | |
| Fed Hm Ln | 7/8/2008 | 5/5/2009 | 10,000 | 9,388 | 612 | | | | 612 |
| GE Money & Gateway | Var | Var | 66,000 | 66,000 | | | | | 0 |
| Ishares Barclays | 2/20/2009 | 4/28/2009 | 1,520 | 1,501 | 19 | | | | 19 |
| Fed Hm Ln | 7/6/2007 | 10/14/2009 | 20,000 | 18,346 | | | 1,654 | | 1,654 |
| Fed Hm Ln | 2/3/2005 | 10/14/2009 | 4,000 | 4,005 | | | | -5 | -5 |
| Fed Hm Ln Bnk | 3/12/2003 | 4/13/2009 | 10,000 | 10,221 | | | | -221 | -221 |
| Capital Gain Distributions and other | | Var | 431 | 5 | | | 426 | | 426 |
| | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total DA Davidson | | | 153,988 | 187,266 | 631 | 0 | 2,080 | -35,989 | -33,278 |
| | | | | | | | | | |
| Wells Fargo Sales | | | | | | | | | |
| Abbott Labs | | 8/12/2009 | 2,197 | 1,910 | | | 287 | | 287 |
| altria Group | | 4/17/2009 | 1,228 | 1,473 | | | | -245 | -245 |
| American Exp | | 8/12/2009 | 1,604 | 2,026 | | | | -422 | -422 |
| Bank NY Mellon | | 8/12/2009 | 1,463 | 2,260 | | | | -797 | -797 |
| BP PLC | | 4/17/2009 | 3,927 | 6,019 | | | | -2,092 | -2,092 |
| Chevron | | 8/12/2009 | 1,745 | 1,297 | | | 448 | | 448 |
| Colgate | | 8/12/2009 | 1,796 | 1,375 | | | 421 | | 421 |
| Exxon Mobil | | 8/12/2009 | 1,747 | 963 | | | 784 | | 784 |
| HP | | 8/12/2009 | 4,287 | 2,130 | | | 2,157 | | 2,157 |
| Intel | | 8/12/2009 | 2,833 | 6,303 | | | | -3,470 | -3,470 |
| IBM | | 4/17/2009 | 2,486 | 2,405 | | | 81 | | 81 |
| IBM | | 8/12/2009 | 2,955 | 2,405 | | | 550 | | 550 |
| Ipath DOW | | 4/17/2009 | 9,359 | 15,056 | | -5,697 | | | -5,697 |
| Ishares MSCI | | 8/12/2009 | 10,220 | 14,654 | | | | -4,434 | -4,434 |
| Ishares TR MSCI | | 4/17/2009 | 12,582 | 15,593 | | | | -3,011 | -3,011 |
| Johnson & Johnson | | 8/12/2009 | 1,503 | 1,558 | | | | -55 | -55 |
| Microsoft | | 4/17/2009 | 1,918 | 2,782 | | | | -864 | -864 |
| Microsoft | | 8/12/2009 | 4,747 | 5,502 | | | | -755 | -755 |
| Nokia | | 8/12/2009 | 1,327 | 1,698 | | | | -371 | -371 |
| Rohm & Haas | | 3/17/2009 | 6,332 | 2,731 | | | 3,601 | | 3,601 |
| Safeway | | 8/5/2009 | 3,792 | 7,046 | | | | -3,254 | -3,254 |
| Travelers | | 8/12/2009 | 2,345 | 2,113 | | | 232 | | 232 |
| Wyeth | | 4/17/2009 | 4,191 | 5,813 | | | | -1,622 | -1,622 |
| 3M | | 0812/09 | 1,819 | 1,345 | | | 474 | | 474 |
| | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Wells Fargo | | | 88,403 | 106,457 | 0 | -5,697 | 9,035 | -21,392 | -18,054 |
| Total Overall | | | 242,391 | 293,723 | 631 | -5,697 | 11,115 | -57,381 | -51,332 |

## ASSET SUMMARY

| | Account Value as of 12/31/09 | % of Assets | Unrealized Gain/Loss | Accrued Income |
|---|---|---|---|---|
| **Cash & Equivalents** | | | | |
| Cash | $2,275.74 | 0 31% | $0 00 | |
| Money Market | 18,171.83 | 2 46 | 0 00 | $0 15 |
| **Total Cash & Equivalents** | **$20,447.57** | **2.76%** | **$0.00** | **$0.15** |
| **Equities** | | | | |
| Consumer Discretionary | $37,134 85 | 5 02% | $13,537 14 | $49.00 |
| Consumer Staples | 39,335 90 | 5 31 | 5,503 60 | 161 00 |
| Energy | 37,879 17 | 5 12 | 9,226 92 | |
| Financials | 50,190.13 | 6 78 | - 23,700 93 | 53 40 |
| Health Care | 47,507 25 | 6 42 | - 330 52 | 69 00 |
| Industrials | 41,109 40 | 5 55 | - 1,005 99 | 35 00 |
| Information Technology | 81,906 71 | 11 07 | 14,743 29 | 69 00 |
| Materials | 14,833 00 | 2 00 | 1,059 17 | 33 75 |
| Telecommunication Services | 15,091 22 | 2 04 | - 2,710 84 | |
| Utilities | 23,039 25 | 3 11 | 6,944 00 | |
| Mutual Funds | 255,190 45 | 34 48 | - 36,469 23 | |
| **Total Equities** | **$643,217.33** | **86.91%** | **- $13,203.39** | **$470.15** |
| **Alternative Investments** | | | | |
| Other | $36,755 10 | 4 97% | $1,006 15 | |
| **Total Alternative Investments** | **$36,755.10** | **4.97%** | **$1,006.15** | |
| **Real Estate & Specialty Assets** | | | | |
| Real Estate Funds | $39,672 77 | 5 36% | - $4,446 47 | |
| **Total Real Estate & Specialty Assets** | **$39,672.77** | **5.36%** | **- $4,446.47** | |
| **TOTAL ASSETS** | **$740,092.77** | **100%** | **- $16,643.71** | **$470.30** |

643,217·00 +
36,755·00 +
39,673·00 +
0003
719,645·00 *
Value of securities

WELLS FARGO

Account Statement For:
KENCK, OSCAR CHAR. AGENCY

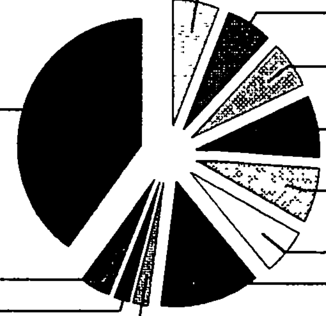
Period Covered January 1, 2009 - December 31, 2009

Account Number 10811400

## EQUITY ANALYSIS

### Industry Sector Analysis

| | Market Value as of 12/31/09 | % of Equities |
|---|---|---|
| Consumer Discretionary | $37,134 85 | 5 77% |
| Consumer Staples | 39,335 90 | 6 12 |
| Energy | 37,879 17 | 5 89 |
| Financials | 50,190 13 | 7 80 |
| Health Care | 47,507 25 | 7 39 |
| Industrials | 41,109 40 | 6 39 |
| Information Technology | 81,906 71 | 12 73 |
| Materials | 14,833 00 | 2 31 |
| Telecommunication Services | 15,091 22 | 2 35 |
| Utilities | 23,039 25 | 3 58 |
| Other | 255,190 45 | 39 67 |
| **Total Equities** | **$643,217.33** | **100%** |




Percentages may not be exact due to rounding Amounts less than 50 are not displayed on graphs

### Largest Individual Equities

| Asset Description | Industry Sector | Quantity | Market Value as of 12/31/09 | % of Sector | % of Equities | % of Assets |
|---|---|---|---|---|---|---|
| INTERNATIONAL BUSINESS MACHS CORP | Information Technology | 100 00 | $13,090 00 | 15 98% | 2 04% | 1 77% |
| MCDONALDS CORP | Consumer Discretionary | 200 00 | 12,488 00 | 33 63 | 1.94 | 1 69 |
| HEWLETT PACKARD CO | Information Technology | 225 00 | 11,589 75 | 14 15 | 1 80 | 1 57 |
| CHEVRON CORP | Energy | 133 00 | 10,239 67 | 27 03 | 1 59 | 1 38 |
| EXXON MOBIL CORPORATION | Energy | 150 00 | 10,228.50 | 27 00 | 1 59 | 1 38 |
| TARGET CORP | Consumer Discretionary | 205 00 | 9,915 85 | 26 70 | 1 54 | 1 34 |
| MICROSOFT CORP | Information Technology | 300 00 | 9,144 00 | 11 16 | 1 42 | 1 24 |
| PEPSICO INC | Consumer Staples | 150 00 | 9,120 00 | 23 18 | 1.42 | 1 23 |
| PROCTER & GAMBLE CO | Consumer Staples | 150 00 | 9,094 50 | 23 12 | 1.41 | 1 23 |
| UNITED TECHNOLOGIES CORP | Industrials | 125 00 | 8,676 25 | 21 11 | 1 35 | 1 17 |
| **Total Largest Individual Equities** | | | **$103,586.52** | | **16.10%** | **14.00%** |





>5188>0199>003>0>

## ASSET DETAIL

| ASSET DESCRIPTION | QUANTITY | PRICE | MARKET VALUE AS OF 12/31/09 | COST BASIS | UNREALIZED GAIN/LOSS | CURRENT YIELD | ACCRUED INCOME |
|---|---|---|---|---|---|---|---|
| **Cash & Equivalents** | | | | | | | |
| CASH | | | | | | | |
| INCOME | | | $2,275.74 | $2,275 74 | $0 00 | | |
| **Total Cash** | | | **$2,275.74** | **$2,275.74** | **$0.00** | | |
| MONEY MARKET | | | | | | | |
| WELLS FARGO ADVANTAGE CASH INVESTMENT MONEY MARKET SERVICE #250 | 14,511 710 | | $14,511 71 | $14,511 71 | $0 00 | 0 01% | $0 12 |
| *Asset held in Invested Income Portfolio* | | | | | | | |
| WELLS FARGO ADVANTAGE CASH INVESTMENT MONEY MARKET SERVICE #250 | 3,660 120 | | 3,660 12 | 3,660.12 | 0 00 | 0 01 | 0 03 |
| **Total Money Market** | | | **$18,171.83** | **$18,171.83** | **$0.00** | **0.01%** | **$0.15** |
| **Total Cash & Equivalents** | | | **$20,447.57** | **$20,447.57** | **$0.00** | **0.01%** | **$0.15** |

## ASSET DETAIL *(continued)*

| Asset Description | Quantity | Price | Market Value as of 12/31/09 | Cost Basis | Unrealized Gain/Loss | Current Yield | Accrued Income |
|---|---|---|---|---|---|---|---|
| **Equities** | | | | | | | |
| CONSUMER DISCRETIONARY | | | | | | | |
| BEST BUY INC<br>SYMBOL: BBY CUSIP. 086516101 | 100 000 | $39.460 | $3,946 00 | $3,856 40 | $89 60 | 1 42% | $14 00 |
| FORTUNE BRANDS INC<br>SYMBOL: FO CUSIP: 349631101 | 175 000 | 43 200 | 7,560 00 | 5,526 04 | 2,033 96 | 1 76 | 0 00 |
| MCDONALDS CORP<br>SYMBOL: MCD CUSIP 580135101 | 200 000 | 62 440 | 12,488 00 | 4,872 00 | 7,616 00 | 3 52 | 0 00 |
| TARGET CORP<br>SYMBOL: TGT CUSIP: 87612E106 | 205 000 | 48 370 | 9,915 85 | 6,776 27 | 3,139 58 | 1 41 | 0 00 |
| WALT DISNEY CO<br>SYMBOL· DIS CUSIP: 254687106 | 100 000 | 32 250 | 3,225 00 | 2,567 00 | 658 00 | 1 08 | 35 00 |
| **Total Consumer Discretionary** | | | **$37,134.85** | **$23,597.71** | **$13,537.14** | **2.16%** | **$49.00** |
| CONSUMER STAPLES | | | | | | | |
| COLGATE PALMOLIVE CO<br>SYMBOL: CL CUSIP: 194162103 | 100 000 | $82 150 | $8,215 00 | $5,501.00 | $2,714 00 | 2 14% | $0 00 |
| CVS/CAREMARK CORPORATION<br>SYMBOL. CVS CUSIP: 126650100 | 115 000 | 32 210 | 3,704 15 | 3,876 52 | - 172 37 | 0 95 | 0 00 |
| PEPSICO INC<br>SYMBOL: PEP CUSIP. 713448108 | 150 000 | 60 800 | 9,120 00 | 7,355 28 | 1,764 72 | 2 96 | 67 50 |
| PHILIP MORRIS INTERNATIONAL IN<br>SYMBOL: PM CUSIP. 718172109 | 75 000 | 48 190 | 3,614 25 | 3,356 50 | 257 75 | 4 81 | 43 50 |
| PROCTER & GAMBLE CO<br>SYMBOL· PG CUSIP: 742718109 | 150 000 | 60 630 | 9,094 50 | 6,921 00 | 2,173 50 | 2 90 | 0.00 |
| SYSCO CORP<br>SYMBOL: SYY CUSIP. 871829107 | 200 000 | 27.940 | 5,588 00 | 6,822 00 | - 1,234 00 | 3 58 | 50 00 |
| **Total Consumer Staples** | | | **$39,335.90** | **$33,832.30** | **$5,503.60** | **2.84%** | **$161.00** |

## ASSET DETAIL *(continued)*

| Asset Description | Quantity | Price | Market Value as of 12/31/09 | Cost Basis | Unrealized Gain/Loss | Current Yield | Accrued Income |
|---|---|---|---|---|---|---|---|
| **Equities** *(continued)* | | | | | | | |
| ENERGY | | | | | | | |
| CHEVRON CORP<br>SYMBOL· CVX CUSIP. 166764100 | 133 000 | $76 990 | $10,239 67 | $6,898 15 | $3,341 52 | 3 53% | $0 00 |
| CONOCOPHILLIPS<br>SYMBOL: COP CUSIP: 20825C104 | 150 000 | 51 070 | 7,660 50 | 4,264 50 | 3,396.00 | 3 92 | 0 00 |
| EXXON MOBIL CORPORATION<br>SYMBOL XOM CUSIP· 30231G102 | 150 000 | 68 190 | 10,228 50 | 5,778 00 | 4,450 50 | 2 46 | 0 00 |
| HALLIBURTON CO<br>SYMBOL· HAL CUSIP· 406216101 | 100 000 | 30 090 | 3,009 00 | 3,141 00 | - 132 00 | 1 20 | 0 00 |
| MARATHON OIL CORP<br>SYMBOL· MRO CUSIP: 565849106 | 75 000 | 31.220 | 2,341 50 | 4,317 00 | - 1,975 50 | 3 07 | 0 00 |
| POWERSHARES WILDER HILL CLEAN ENERGY PORTFOLIO<br>SYMBOL: PBW CUSIP: 73935X500 | 400 000 | 11 000 | 4,400 00 | 4,253 60 | 146 40 | 0 00 | 0 00 |
| **Total Energy** | | | **$37,879.17** | **$28,652.25** | **$9,226.92** | **2.70%** | **$0.00** |
| FINANCIALS | | | | | | | |
| ALLSTATE CORP<br>SYMBOL ALL CUSIP: 020002101 | 200 000 | $30 040 | $6,008 00 | $8,150 00 | - $2,142 00 | 2 66% | $40 00 |
| AMERICAN EXPRESS CO<br>SYMBOL: AXP CUSIP: 025816109 | 200.000 | 40 520 | 8,104 00 | 7,531.44 | 572 56 | 1 78 | 0 00 |
| BANK NEW YORK MELLON CORP COM COM<br>SYMBOL. BK CUSIP: 064058100 | 180 000 | 27 970 | 5,034 60 | 7,252 54 | - 2,217 94 | 1 29 | 0 00 |
| BANK OF AMERICA CORP<br>SYMBOL· BAC CUSIP: 060505104 | 275 000 | 15 060 | 4,141 50 | 10,094 64 | - 5,953 14 | 0 27 | 0 00 |
| CITIGROUP INC<br>SYMBOL: C CUSIP· 172967101 | 300.000 | 3 310 | 993 00 | 14,190 00 | - 13,197 00 | 0 00 | 0 00 |

## ASSET DETAIL *(continued)*

| ASSET DESCRIPTION | QUANTITY | PRICE | MARKET VALUE AS OF 12/31/09 | COST BASIS | UNREALIZED GAIN/LOSS | CURRENT YIELD | ACCRUED INCOME |
|---|---|---|---|---|---|---|---|
| **Equities** *(continued)* | | | | | | | |
| FINANCIALS *(continued)* | | | | | | | |
| JPMORGAN CHASE & CO<br>SYMBOL JPM CUSIP 46625H100 | 100 000 | 41 670 | 4,167 00 | 3,795 00 | 372 00 | 0 48 | 0 00 |
| METLIFE INC<br>SYMBOL MET CUSIP. 59156R108 | 150 000 | 35 350 | 5,302 50 | 4,590 00 | 712 50 | 2 09 | 0 00 |
| STATE STREET CORP<br>SYMBOL: STT CUSIP· 857477103 | 75 000 | 43.540 | 3,265 50 | 6,005 47 | - 2,739 97 | 0 09 | 0 75 |
| TRAVELERS COMPANIES, INC<br>SYMBOL TRV CUSIP: 89417E109 | 150 000 | 49 860 | 7,479 00 | 6,339 00 | 1,140 00 | 2 65 | 0 00 |
| US BANCORP DEL NEW<br>SYMBOL. USB CUSIP. 902973304 | 253 000 | 22 510 | 5,695 03 | 5,942 97 | - 247 94 | 0 89 | 12 65 |
| **Total Financials** | | | **$50,190.13** | **$73,891.06** | **- $23,700.93** | **1.52%** | **$53.40** |

## ASSET DETAIL *(continued)*

| Asset Description | Quantity | Price | Market Value as of 12/31/09 | Cost Basis | Unrealized Gain/Loss | Current Yield | Accrued Income |
|---|---|---|---|---|---|---|---|
| **Equities** *(continued)* | | | | | | | |
| HEALTH CARE | | | | | | | |
| ABBOTT LABS<br>SYMBOL. ABT CUSIP. 002824100 | 150 000 | $53 990 | $8,098 50 | $5,726 62 | $2,371 88 | 2 96% | $0 00 |
| BECTON DICKINSON & CO<br>SYMBOL· BDX CUSIP: 075887109 | 100 000 | 78 860 | 7,886 00 | 4,765 00 | 3,121 00 | 1 88 | 37 00 |
| BRISTOL MYERS SQUIBB CO<br>SYMBOL: BMY CUSIP: 110122108 | 100 000 | 25.250 | 2,525.00 | 2,193 00 | 332 00 | 5 07 | 32 00 |
| CELGENE CORP COM<br>SYMBOL: CELG CUSIP: 151020104 | 50.000 | 55 680 | 2,784 00 | 2,770 00 | 14 00 | 0 00 | 0 00 |
| GILEAD SCIENCES INC<br>SYMBOL: GILD CUSIP. 375558103 | 50 000 | 43 270 | 2,163 50 | 2,318.50 | - 155 00 | 0 00 | 0 00 |
| JOHNSON & JOHNSON<br>SYMBOL: JNJ CUSIP: 478160104 | 125 000 | 64 410 | 8,051 25 | 6,728 98 | 1,322 27 | 3 04 | 0 00 |
| MEDTRONIC INC<br>SYMBOL. MDT CUSIP: 585055106 | 150 000 | 43 980 | 6,597 00 | 6,409 50 | 187 50 | 1 86 | 0 00 |
| PFIZER INC<br>SYMBOL. PFE CUSIP: 717081103 | 300 000 | 18 190 | 5,457 00 | 12,210 00 | - 6,753 00 | 3 96 | 0 00 |
| SCHEIN HENRY INC<br>SYMBOL: HSIC CUSIP: 806407102 | 75 000 | 52.600 | 3,945 00 | 4,716.17 | - 771 17 | 0 00 | 0 00 |
| **Total Health Care** | | | **$47,507.25** | **$47,837.77** | **- $330.52** | **2.32%** | **$69.00** |

## ASSET DETAIL *(continued)*

| Asset Description | Quantity | Price | Market Value as of 12/31/09 | Cost Basis | Unrealized Gain/Loss | Current Yield | Accrued Income |
|---|---|---|---|---|---|---|---|
| **Equities** *(continued)* | | | | | | | |
| INDUSTRIALS | | | | | | | |
| EMERSON ELECTRIC CO SYMBOL: EMR CUSIP: 291011104 | 200 000 | $42 600 | $8,520 00 | $6,500 00 | $2,020 00 | 3 15% | $0 00 |
| GENERAL ELECTRIC CO SYMBOL. GE CUSIP. 369604103 | 350 000 | 15 130 | 5,295 50 | 10,962 50 | - 5,667 00 | 2 64 | 35 00 |
| HONEYWELL INTERNATIONAL INC SYMBOL: HON CUSIP· 438516106 | 137 000 | 39 200 | 5,370 40 | 5,952 65 | - 582.25 | 3 09 | 0 00 |
| ROCKWELL AUTOMATION INC COM SYMBOL: ROK CUSIP: 773903109 | 150 000 | 46 980 | 7,047 00 | 10,506 49 | - 3,459 49 | 2 47 | 0 00 |
| UNITED TECHNOLOGIES CORP SYMBOL. UTX CUSIP: 913017109 | 125 000 | 69 410 | 8,676 25 | 4,153 75 | 4,522 50 | 2 22 | 0 00 |
| 3M CO COM SYMBOL· MMM CUSIP: 88579Y101 | 75 000 | 82 670 | 6,200 25 | 4,040 00 | 2,160 25 | 2 47 | 0 00 |
| **Total Industrials** | | | **$41,109.40** | **$42,115.39** | **- $1,005.99** | **2.66%** | **$35.00** |
| INFORMATION TECHNOLOGY | | | | | | | |
| ACCENTURE PLC SYMBOL: ACN CUSIP G1151C101 | 150 000 | $41 500 | $6,225 00 | $4,846 50 | $1,378 50 | 1 81% | $0 00 |
| APPLE INC SYMBOL: AAPL CUSIP: 037833100 | 30 000 | 210 732 | 6,321 96 | 2,862 17 | 3,459 79 | 0 00 | 0 00 |
| AUTOMATIC DATA PROCESSING INC SYMBOL: ADP CUSIP. 053015103 | 150 000 | 42 820 | 6,423 00 | 6,797 51 | - 374 51 | 3 18 | 51 00 |
| CISCO SYSTEMS INC SYMBOL· CSCO CUSIP: 17275R102 | 300 000 | 23 940 | 7,182 00 | 7,387 00 | - 205 00 | 0 00 | 0 00 |
| CITRIX SYS INC COM SYMBOL CTXS CUSIP: 177376100 | 100.000 | 41.610 | 4,161 00 | 4,129 00 | 32 00 | 0.00 | 0 00 |
| HEWLETT PACKARD CO SYMBOL HPQ CUSIP. 428236103 | 225 000 | 51 510 | 11,589.75 | 4,084 36 | 7,505 39 | 0 62 | 18 00 |

## ASSET DETAIL *(continued)*

| Asset Description | Quantity | Price | Market Value as of 12/31/09 | Cost Basis | Unrealized Gain/Loss | Current Yield | Accrued Income |
|---|---|---|---|---|---|---|---|
| **Equities** *(continued)* | | | | | | | |
| INFORMATION TECHNOLOGY *(continued)* | | | | | | | |
| INTEL CORP COMM SYMBOL. INTC CUSIP: 458140100 | 350 000 | 20 400 | 7,140 00 | 8,227 91 | - 1,087 91 | 2 74 | 0 00 |
| INTERNATIONAL BUSINESS MACHS CORP COM SYMBOL: IBM CUSIP: 459200101 | 100 000 | 130 900 | 13,090 00 | 9,620 00 | 3,470 00 | 1 68 | 0 00 |
| MICROSOFT CORP SYMBOL. MSFT CUSIP· 594918104 | 300 000 | 30 480 | 9,144 00 | 7,856 00 | 1,288 00 | 1 71 | 0 00 |
| NOKIA CORPORATION - ADR SPONSORED ADR SYMBOL: NOK CUSIP· 654902204 | 350 000 | 12 850 | 4,497 50 | 5,943 00 | - 1,445 50 | 3 06 | 0 00 |
| ORACLE CORPORATION SYMBOL: ORCL CUSIP 68389X105 | 250 000 | 24 530 | 6,132 50 | 5,409 97 | 722 53 | 0 81 | 0 00 |
| **Total Information Technology** | | | **$81,906.71** | **$67,163.42** | **$14,743.29** | **1.40%** | **$69.00** |
| MATERIALS | | | | | | | |
| AIR PRODS & CHEMS INC COM SYMBOL: APD CUSIP: 009158106 | 75 000 | $81 060 | $6,079 50 | $3,225 75 | $2,853 75 | 2.22% | $33.75 |
| DU PONT E I DE NEMOURS & CO SYMBOL: DD CUSIP: 263534109 | 175.000 | 33 670 | 5,892.25 | 7,679 71 | - 1,787 46 | 4 87 | 0 00 |
| MONSANTO CO NEW SYMBOL MON CUSIP 61166W101 | 35 000 | 81 750 | 2,861 25 | 2,868 37 | - 7 12 | 1.30 | 0 00 |
| **Total Materials** | | | **$14,833.00** | **$13,773.83** | **$1,059.17** | **3.10%** | **$33.75** |
| TELECOMMUNICATION SERVICES | | | | | | | |
| AT & T INC SYMBOL. T CUSIP: 00206R102 | 250 000 | $28 030 | $7,007 50 | $5,855 50 | $1,152 00 | 5 99% | $0 00 |
| VERIZON COMMUNICATIONS SYMBOL· VZ CUSIP: 92343V104 | 244 000 | 33 130 | 8,083 72 | 11,946 56 | - 3,862 84 | 5 73 | 0 00 |
| **Total Telecommunication Services** | | | **$15,091.22** | **$17,802.06** | **- $2,710.84** | **5.86%** | **$0.00** |

## ASSET DETAIL *(continued)*

| Asset Description | Quantity | Price | Market Value as of 12/31/09 | Cost Basis | Unrealized Gain/Loss | Current Yield | Accrued Income |
|---|---|---|---|---|---|---|---|
| **Equities** *(continued)* | | | | | | | |
| UTILITIES | | | | | | | |
| DOMINION RES INC VA<br>SYMBOL· D CUSIP 25746U109 | 200 000 | $38 920 | $7,784 00 | $5,908 00 | $1,876 00 | 4 50% | $0 00 |
| EXELON CORPORATION<br>SYMBOL. EXC CUSIP· 30161N101 | 75 000 | 48 870 | 3,665.25 | 3,596 75 | 68 50 | 4 30 | 0 00 |
| FPL GROUP INC<br>SYMBOL· FPL CUSIP: 302571104 | 125 000 | 52 820 | 6,602 50 | 3,411.25 | 3,191 25 | 3 58 | 0 00 |
| PUBLIC SVC ENTERPRISE GROUP INC<br>SYMBOL PEG CUSIP. 744573106 | 150 000 | 33 250 | 4,987 50 | 3,179 25 | 1,808 25 | 4 00 | 0 00 |
| **Total Utilities** | | | **$23,039.25** | **$16,095.25** | **$6,944.00** | **4.09%** | **$0.00** |
| MUTUAL FUNDS | | | | | | | |
| ISHARES INC MSCI PACIFIC EX-JAPAN INDEX FD<br>SYMBOL EPP CUSIP. 464286665 | 150 000 | $41 370 | $6,205 50 | $6,268 00 | - $62 50 | 3 45% | $0 00 |
| ISHARES MSCI EAFE<br>SYMBOL. EFA CUSIP: 464287465 | 1,840 000 | 55 280 | 101,715 20 | 127,694 80 | - 25,979 60 | 2 61 | 0 00 |
| ISHARES MSCI JAPAN CLASS I<br>SYMBOL. EWJ CUSIP· 464286848 | 700 000 | 9 740 | 6,818 00 | 10,206 00 | - 3,388 00 | 1 81 | 0 00 |
| ISHARES S&P LATIN AMERICA 40<br>SYMBOL: ILF CUSIP: 464287390 | 125 000 | 47.790 | 5,973.75 | 4,134 25 | 1,839 50 | 0 15 | 0 00 |
| ISHARES TR<br>S & P MIDCAP 400 INDEX FD<br>SYMBOL: IJH CUSIP· 464287507 | 900 000 | 72 410 | 65,169 00 | 72,564.06 | - 7,395 06 | 1 86 | 0 00 |
| ISHARES TR SMALLCAP 600 INDEX FD<br>SYMBOL: IJR CUSIP. 464287804 | 600 000 | 54 720 | 32,832 00 | 38,414 38 | - 5,582 38 | 1 24 | 0 00 |

## ASSET DETAIL *(continued)*

| Asset Description | Quantity | Price | Market Value as of 12/31/09 | Cost Basis | Unrealized Gain/Loss | Current Yield | Accrued Income |
|---|---|---|---|---|---|---|---|
| **Equities** *(continued)* | | | | | | | |
| MUTUAL FUNDS *(continued)* | | | | | | | |
| ISHARES TRFTSE XINHAU HK CHINA 25<br>SYMBOL: FXI CUSIP. 464287184 | 150 000 | 42 260 | 6,339 00 | 4,797 00 | 1,542 00 | 1 05 | 0 00 |
| S & P EUROPE 350 INDEX FUND<br>CLASS I SHS<br>SYMBOL: IEV CUSIP· 464287861 | 300 000 | 38 960 | 11,688 00 | 15,486 00 | - 3,798 00 | 1 49 | 0 00 |
| VANGUARD EMERGING MARKETS ETF<br>SYMBOL: VWO CUSIP. 922042858 | 450 000 | 41 000 | 18,450 00 | 12,095 19 | 6,354 81 | 1 33 | 0 00 |
| **Total Mutual Funds** | | | **$255,190.45** | **$291,659.68** | **- $36,469.23** | **2.00%** | **$0.00** |
| **Total Equities** | | | **$643,217.33** | **$656,420.72** | **- $13,203.39** | **2.24%** | **$470.15** |

| Asset Description | Quantity | Price | Market Value as of 12/31/09 | Cost Basis | Unrealized Gain/Loss | Current Yield | Accrued Income |
|---|---|---|---|---|---|---|---|
| **Alternative Investments** | | | | | | | |
| OTHER | | | | | | | |
| GATEWAY FUND - Y #1986<br>SYMBOL: GTEYX CUSIP· 367829884 | 280 353 | $25 240 | $7,076 11 | $8,104 53 | - $1,028 42 | 2 11% | $0 00 |
| HUSSMAN STRATEGIC GROWTH FUND #601<br>SYMBOL: HSGFX CUSIP: 448108100 | 511 963 | 12 780 | 6,542 89 | 8,355 08 | - 1,812 19 | 0 20 | 0 00 |
| POWERSHARES DB COMMODITY INDEX<br>SYMBOL· DBC CUSIP 73935S105 | 625 000 | 24 620 | 15,387.50 | 13,297 29 | 2,090 21 | 0 00 | 0 00 |
| POWERSHARES LISTED PRIVATE EQUITY<br>PORTFOLIO<br>SYMBOL: PSP CUSIP. 73935X195 | 860 000 | 9 010 | 7,748 60 | 5,992 05 | 1,756 55 | 6 89 | 0 00 |
| **Total Other** | | | **$36,755.10** | **$35,748.95** | **$1,006.15** | **1.89%** | **$0.00** |
| **Total Alternative Investments** | | | **$36,755.10** | **$35,748.95** | **$1,006.15** | **1.89%** | **$0.00** |

## ASSET DETAIL (continued)

| ASSET DESCRIPTION | QUANTITY | PRICE | MARKET VALUE AS OF 12/31/09 | COST BASIS | UNREALIZED GAIN/LOSS | CURRENT YIELD | ACCRUED INCOME |
|---|---|---|---|---|---|---|---|
| **Real Estate & Specialty Assets** | | | | | | | |
| REAL ESTATE FUNDS | | | | | | | |
| CB RICHARD ELLIS REALTY TRUST | 1,086 957 | $10 000 | $10,869 57 | $10,000 00 | $869 57 | 5 75% | $0 00 |
| ISHARES TR COHEN & STEERS REALTY MAJORS INDEX FUND SYMBOL. ICF CUSIP. 464287564 | 160 000 | 52 520 | 8,403 20 | 15,872 51 | - 7,469 31 | 3 69 | 0 00 |
| SPDR DJ WILSHIRE INTERNATIONAL REAL ESTATE ETF SYMBOL· RWX CUSIP: 78463X863 | 200 000 | 34 890 | 6,978.00 | 6,561.52 | 416 48 | 6 74 | 0 00 |
| VANGUARD REIT VIPER SYMBOL VNQ CUSIP: 922908553 | 300 000 | 44 740 | 13,422 00 | 11,685.21 | 1,736 79 | 5 22 | 0 00 |
| **Total Real Estate Funds** | | | **$39,672.77** | **$44,119.24** | **- $4,446.47** | **5.31%** | **$0.00** |
| **Total Real Estate & Specialty Assets** | | | **$39,672.77** | **$44,119.24** | **- $4,446.47** | **5.31%** | **$0.00** |

| | ACCOUNT VALUE AS OF 12/31/09 | COST BASIS | UNREALIZED GAIN/LOSS | ACCRUED INCOME |
|---|---|---|---|---|
| **TOTAL ASSETS** | **$740,092.77** | **$756,736.48** | **- $16,643.71** | **$470.30** |

DAVIDSON COMPANIES | D.A. Davidson & Co. member SIPC

MARK E YOUNG
OSCAR KENCK CHAR REM UNITRUST
UA DATE 03/28/01
MGD ASSETS DIA FIXED INCOME
PO BOX 308
AUGUSTA MT 59410

**ACCOUNT NUMBER**
44906596

**TAX ID NUMBER**
ON FILE

**FINANCIAL CONSULTANT**
CHRIS LEVINE/JOHN HUBER
DAVIDSON BUILDING
EIGHT THIRD STREET NORTH
P O BOX 5015
GREAT FALLS, MT 59403-5015
(406)727-4200 1-800-332-5915
OFFICE# 11W FC NUMBER 0438
ADC9DD

## PORTFOLIO SUMMARY

| ASSET | 11/30/09 VALUE | 12/31/09 VALUE | % |
|---|---|---|---|
| CASH | | | |
| MONEY FUNDS | | | |
| BANK INSURED DEPOSIT PROGRAM** | 20,066.04 | 20,594.73 | 13 |
| EQUITIES/OPTIONS | | | |
| CORPORATE BONDS | 74,210.00 | 72,953.50 | 46 |
| MUNICIPAL BONDS | | | |
| CERTIFICATES OF DEPOSIT | | | |
| US GOVERNMENT BONDS | 41,328.20 | 40,674.20 | 25 |
| ZERO COUPON CORP BONDS | | | |
| ZERO COUPON MUNI BONDS | | | |
| MUTUAL FUNDS | 26,976.15 | 26,452.70 | 16 |
| OTHER | | | |
| ASSETS HELD AT DAD | 162,580.39 | 160,675.13 | 100 |
| LESS: LOANS OUTSTANDING | | | |
| ASSETS NOT HELD AT DAD | | | |
| TOTAL ASSET VALUE | 162,580.39 | 160,675.13 | |

## : TO CLIENTS

iition Available for Review *
ison & Co.'s September 30, 2009,
lon by visiting our web site at
by calling 1-800-332-5915,
Financial Consultant.
:he Uniform Net Capital Rule(15c3-1)
ge Act of 1934. Under the alternate
› maintain a net capital amount in
or 2% of aggregate debit balances
serve Requirements under SEC Rule
. the Company's net capital of
gate debit items and net capital
of $1,468,380 by $60,084,947.
ling deadline for 1099s to 2/16/10.*

I UNDER THE SECTION TITLED
:N THIS STATEMENT.

C
Listed above
72,954.00 +
40,674.00 +
26,453.00 +
See Statement Acct. # 4494050
34,736.00 +
5,222.00 +
112,203.00 +
32,383.00 +
324,625.00 *
Valu of securities

## ACTIVITY SUMMARY

| | THIS MONTH | YEAR-TO-DATE |
|---|---|---|
| TOTAL BEGINNING ACCOUNT VALUE | 162,580.39 | 66,001.56 |
| MONEY ACTIVITY THIS PERIOD: | | |
| MONEY RECEIVED FROM: | | |
| INVESTMENTS SOLD | | 111,520.36 |
| INCOME | 528.69 | 4,728.86 |
| DEPOSITS | | 60,000.00 |
| OTHER | | 8,500.00 |
| TOTAL MONEY RECEIVED | 528.69 | 184,749.22 |
| MONEY USED FOR: | | |
| INVESTMENTS PURCHASED | | (134,114.98) |
| WITHDRAWALS | | (29,000.00) |
| DADVANTAGE CHECKS | | |
| DADVANTAGE VISA | | |
| INTEREST CHARGES | | |
| OTHER | | (1,041.07) |
| TOTAL MONEY USED | | (164,156.05) |
| NET CHANGE IN MONEY BALANCES | 528.69 | 20,593.17 |
| INVESTMENT ACTIVITY THIS PERIOD: | | |
| INVESTMENTS PURCHASED | | 134,114.98 |
| INVESTMENTS SOLD | | (111,520.36) |
| NET PURCHASES AND SALES | | 22,594.62 |
| CHANGE IN INVESTMENT VALUES | (2,433.95) | 51,485.78 |
| TOTAL ACCOUNT VALUE ON 12/31/09 | 160,675.13 | 160,675.13 |

## INCOME SUMMARY

| | THIS MONTH | YEAR-TO-DATE |
|---|---|---|
| TAXABLE DIVIDENDS | 87.80 | 972.98 |
| TAXABLE INTEREST | 440.89 | 3,752.78 |
| NON-TAXABLE DIVIDENDS | | |
| NON-TAXABLE INTEREST | | |
| MONEY FUND DIVIDEND | | |
| NON-TAXABLE MNY FUND DIV | | |
| SHORT TERM CAP GAIN | | 3.10 |
| LONG TERM CAP GAIN | | |
| LIMITED PARTNERSHIP DISB | | |
| TOTAL | 528.69 | 4,728.86 |
| TAXABLE INTEREST PURCHASED | | 546.09* |
| NON-TAX INTEREST PURCHASED | | |
| TAXABLE INTEREST SOLD | | |
| NON-TAX INTEREST SOLD | | |
| TAX WITHHELD | | |

## OTHER INFORMATION

FOR THE PERIOD ENDING 12/31/09, THE INTEREST RATE ON YOUR BANK DEPOSIT PROGRAM IS 0.05%, WHICH EQUATES TO AN APY OF 0.05%. APY IS A PERCENTAGE RATE THAT REFLECTS THE TOTAL AMOUNT OF INTEREST PAID ON THE ACCOUNT, BASED ON THE INTEREST RATE AND THE FREQUENCY OF COMPOUNDING FOR A 365-DAY PERIOD.

*** 2009 YEAR-END TAX INFORMATION ***

BE ON THE LOOKOUT FOR YOUR 2009 DAVIDSON 1099 TAX FORM CONTAINING INFORMATION NEEDED TO PREPARE YOUR 2009 TAX RETURNS. WE WILL HAVE OUR 1099 FORMS PREPARED AND MAILED TO YOU BY FEBRUARY 16,2010. IF YOU OWNED AN INTEREST IN A LIMITED PARTNERSHIP ANYTIME DURING 2009, YOU WILL RECEIVE A TAX REPORTING FORM K-1 DIRECTLY FROM THE PARTNERSHIP. IF YOU HAVE QUESTIONS REGARDING ANY INFORMATION REPORTED TO YOU ON THE DAVIDSON 1099 OR A PARTNERSHIP K-1, PLEASE CONTACT YOUR FINANCIAL CONSULTANT.

## PORTFOLIO SECURITIES HELD AT D.A. DAVIDSON

PLEASE REFER TO THE SECTION "PORTFOLIO SECURITIES HELD AT D.A. DAVIDSON & CO." ON THE BACK OF THIS STATEMENT FOR INFORMATION CONCERNING MARKET PRICES INCLUDED ON THIS STATEMENT. "ESTIMATED ANNUAL INCOME" (EAI) INFORMATION PRESENTED BELOW, WHEN AVAILABLE, REFLECTS THE ESTIMATED AMOUNT YOU WOULD EARN ON A SECURITY IF YOUR CURRENT POSITION AND ITS RELATED INCOME REMAINED CONSTANT FOR A YEAR. "CURRENT EST. YIELD" (EAY), WHEN AVAILABLE, REFLECTS THE CURRENT ESTIMATED ANNUAL INCOME DIVIDED BY THE CURRENT MARKET VALUE OF THE SECURITY AS OF THE STATEMENT CLOSING DATE. EAI AND EAY CONTAIN CERTAIN TYPES OF SECURITIES THAT COULD INCLUDE A RETURN OF PRINCIPAL CAPITAL GAINS, IN WHICH CASE THE EAI OR EAY WOULD BE OVERSTATED. IN ADDITION, BONDS CALLS, MATURITIES, RECLASSIFICATION OF DIVIDENDS, CAPITAL GAINS AND RETURN OF CAPITAL MAY OVERSTATE OR UNDERSTATE EAI OR EAY. EAI AND EAY ARE ESTIMATES AND THE ACTUAL INCOME AND YIELD MIGHT BE LOWER OR HIGHER THAN THE ESTIMATED AMOUNTS. EAY REFLECTS ONLY THE INCOME GENERATED BY AN INVESTMENT AND IT DOES NOT REFLECT CHANGES IN THE SECURITIES' PRICE WHICH MAY FLUCTUATE. THE INFORMATION USED TO DERIVE THESE ESTIMATES IS OBTAINED FROM THIRD PARTIES WE CONSIDER RELIABLE. PAST PERFORMANCE IS NO GUARANTEE OF FUTURE RESULTS.

| QUANTITY | SECURITY DESCRIPTION | DATE ACQUIRED | UNIT COST BASIS | TOTAL COST BASIS | MARKET PRICE | MARKET VALUE | UNREALIZED GAIN OR LOSS | ESTIMATED ANNUAL INCOME | CURRENT EST YIELD % |
|---|---|---|---|---|---|---|---|---|---|
| | **CORPORATE BONDS** | | | | | | | | |
| 10,000 | GOLDMAN SACHS GROUP INC NON-CALLABLE GLOBAL FDIC GTY 3.25% 06/15/12(CUSIP 38146FAA9) RATINGS S&P AAA MOODYS Aaa | 8/05/09 | 103.706 | 10,370.60 | 103.893 | 10,389.30 | 18.70 | 325.00 | 3.12% |
| 10,000 | PHILIP MORRIS INTL INC GLOBAL NON-CALLABLE 4.875% 05/16/13(CUSIP 718172AB5) RATINGS S&P A MOODYS A2 | 2/27/09 | 100.987 | 10,098.70 | 105.566 | 10,556.60 | 457.90 | 487.50 | 4.61% |
| 10,000 | SCHERING-PLOUGH CORP 5.55% 12/01/13(CUSIP 806605AE1) RATINGS S&P AA- MOODYS Aa3 | 2/27/09 | 103.954 | 10,395.40 | 109.906 | 10,990.60 | 595.20 | 555.00 | 5.04% |
| 10,000 | ATT INC GLOBAL 4.85% 02/15/14(CUSIP 00206RAQ5) RATINGS S&P A MOODYS A2 | 2/27/09 | 99.581 | 9,958.10 | 106.329 | 10,632.90 | 674.80 | 485.00 | 4.56% |
| 10,000 | AIRGAS INC 4.5% 09/15/14(CUSIP 009363AG7) RATINGS S&P BBB MOODYS Baa3 | 9/16/09 | 101.303 | 10,130.30 | 101.515 | 10,151.50 | 21.20 | 450.00 | 4.43% |
| 10,000 | GENERAL ELEC CAP CORP | 11/17/09 | 100.358 | 10,035.80 | 99.825 | 9,982.50 | (53.30) | 375.00 | 3.75% |

SEE REVERSE SIDE FOR PAGE 3

## PORTFOLIO SECURITIES HELD AT D.A. DAVIDSON

| QUANTITY | SECURITY DESCRIPTION | DATE ACQUIRED | UNIT COST BASIS | TOTAL COST BASIS | MARKET PRICE | MARKET VALUE | UNREALIZED GAIN OR LOSS | ESTIMATED ANNUAL INCOME | CURRENT EST YIELD % |
|---|---|---|---|---|---|---|---|---|---|
| | **CORPORATE BONDS** | | | | | | | | |
| | NON-CALLABLE GLOBAL<br>3.75% 11/14/14(CUSIP 36962G4G6)<br>RATINGS MOODYS Aa2 | | | | | | | | |
| 10,000 | CISCO SYSTEMS INC<br>NON-CALL GLOBAL SR UNSECURED<br>4.95% 02/15/19(CUSIP 17275RAE2)<br>RATINGS S&P A+ MOODYS A1 | 2/27/09 | 97.40 | 9,740.00 | 102.501 | 10,250.10 | 510.10 | 495.00 | 4.82% |
| 70,000 | SUBTOTAL- CORPORATE BONDS | | | 70,728.90 | | 72,953.50 | 2,224.60 | 3,172.50 | 4.34% |
| | **U.S. GOVERNMENT BONDS** | | | | | | | | |
| 10,000 | FED HOME LOAN MTG CORP<br>GLOBAL ONE-TIME CALL<br>1.2% 11/10/11(CUSIP 3128X9KQ2)<br>CALL DATE 11/10/10 @ 100.00<br>RATINGS S&P AAA MOODYS Aaa | 10/21/09 | 100.00 | 10,000.00 | 99.603 | 9,960.30 | (39.70) | 120.00 | 1.20% |
| 10,000 | FED HOME LOAN MTG CORP<br>ONE-TIME CALL<br>2% 11/05/12(CUSIP 3128X9KL3)<br>CALL DATE 11/05/10 @ 100.00<br>RATINGS S&P AAA MOODYS Aaa | 10/21/09 | 99.94 | 9,994.00 | 99.602 | 9,960.20 | (33.80) | 200.00 | 2.00% |
| 15,000 | FEDERAL HOME LOAN BANK<br>NON-CALLABLE<br>4% 09/06/13(CUSIP 3133XRX88)<br>RATINGS S&P AAA MOODYS Aaa | 5/20/09 | 106.868 | 16,030.20 | 106.188 | 15,928.20 | (102.00) | 600.00 | 3.76% |
| 5,000 | FED HM LN MTGE CORP<br>DEATH PUT @100<br>5% 03/15/23(CUSIP 3133F0H36)<br>RATINGS S&P AAA MOODYS Aaa | 2/23/05 | 99.097 | 4,954.85 | 96.51 | 4,825.50 | (129.35) | 250.00 | 5.18% |
| 40,000 | SUBTOTAL- U.S. GOVERNMENT BONDS | | | 40,979.05 | | 40,674.20 | (304.85) | 1,170.00 | 2.87% |
| | **MUTUAL FUNDS** | | | | | | | | |
| 55 | ISHARES BARCLAYS TIPS BOND<br>SECURITIES FUND(TIP) | 2/20/09 | 100.04 | 5,502.20 | 103.90 | 5,714.50 | 212.30 | 222.31 | 3.89% |
| 60 | ISHARES BARCLAYS MBS BOND FD<br>MBB | 2/20/09 | 104.91 | 6,294.60 | 105.98 | 6,358.80 | 64.20 | 223.80 | 3.51% |

## PORTFOLIO SECURITIES HELD AT D A DAVIDSON

| QUANTITY | SECURITY DESCRIPTION/(SYMBOL) | DATE ACQUIRED | UNIT COST BASIS | TOTAL COST BASIS | MARKET PRICE | MARKET VALUE | UNREALIZED GAIN OR LOSS | ESTIMATED ANNUAL INCOME | CURRENT EST YIELD % |
|---|---|---|---|---|---|---|---|---|---|
| | **MUTUAL FUNDS** | | | | | | | | |
| 140 | ISHARES BARCLAYS INTERMEDIATE CREDIT BOND FUND(CIU) | 2/20/09 | 96.56 | 13,518.39 | 102.71 | 14,379.40 | 861.01 | 679.98 | 4.72% |
| | SUBTOTAL- MUTUAL FUNDS | | | 25,315.19 | | 26,452.70 | 1,137.51 | 1,126.09 | 4.25% |
| | TOTAL VALUED SECURITIES | | | 137,023.14 | | 140,080.40 | 3,057.26 | 5,468.59 | 3.90% |

COST INFORMATION IS PRESENTED AS A GENERAL GUIDE TO PORTFOLIO PERFORMANCE. THE VALUES PRESENTED SHOULD NOT BE RELIED UPON FOR TAX PURPOSES. PLEASE COMPARE THESE VALUES TO YOUR PURCHASE RECORDS AND NOTIFY YOUR FINANCIAL CONSULTANT IF CORRECTIONS ARE REQUIRED.

DAVIDSON COMPANIES | D.A. Davidson & Co. member SIPC

MARK E YOUNG TTEE
OSCAR KENCK CHAR REM UNITRUST
UA 3/28/01 CHOICE ACCOUNT
PO BOX 308
AUGUSTA MT 59410-0308

**ACCOUNT NUMBER**

44904050

**TAX ID NUMBER**

ON FILE

**FINANCIAL CONSULTANT**

CHRIS LEVINE/JOHN HUBER
DAVIDSON BUILDING
EIGHT THIRD STREET NORTH
P O BOX 5015
GREAT FALLS, MT 59403-5015
(406)727-4200 1-800-332-5915

OFFICE# 11R FC NUMBER 0438
966A4D

## PORTFOLIO SUMMARY

| ASSET | 11/30/09 VALUE | 12/31/09 VALUE | % |
|---|---|---|---|
| CASH | | 1,645.60 | 1 |
| MONEY FUNDS | | | |
| BANK INSURED DEPOSIT PROGRAM** | 1,218.71 | 1,582.07 | 1 |
| EQUITIES/OPTIONS | 32,936.00 | 34,736.00 | 18 |
| CORPORATE BONDS | | | |
| MUNICIPAL BONDS | 5,246.30 | 5,221.80 | 3 |
| CERTIFICATES OF DEPOSIT | | | |
| US GOVERNMENT BONDS | | | |
| ZERO COUPON CORP BONDS | | | |
| ZERO COUPON MUNI BONDS | | | |
| MUTUAL FUNDS | 111,354.00 | 112,202.50 | 60 |
| OTHER | 31,191.72 | 32,383.02 | 17 |
| ASSETS HELD AT DAD | 181,946.73 | 187,770.99 | 100 |
| LESS: LOANS OUTSTANDING | | | |
| ASSETS NOT HELD AT DAD | | | |
| TOTAL ASSET VALUE | 181,946.73 | 187,770.99 | |

## MESSAGE TO CLIENTS

* Statement of Financial Condition Available for Review *
Obtain a free copy of D.A. Davidson & Co.'s September 30, 2009, Statement of Financial Condition by visiting our web site at www.davidsoncompanies.com, by calling 1-800-332-5915, or by contacting your Financial Consultant.

D.A. Davidson & Co. is subject to the Uniform Net Capital Rule(15c3-1) pursuant to the Securities Exchange Act of 1934. Under the alternate method, the Company is required to maintain a net capital amount in excess of the greater of $250,000 or 2% of aggregate debit balances as defined in the Formula for Reserve Requirements under SEC Rule 15c3-3. At September 30, 2009, the Company's net capital of $61,553,327 was 83.8% of aggregate debit items and net capital exceeded the required capital of $1,468,380 by $60,084,947.

*The IRS has extended the 2009 mailing deadline for 1099s to 2/16/10.*

** PLEASE SEE IMPORTANT DISCLOSURES UNDER THE SECTION TITLED "BANK INSURED DEPOSIT PROGRAM" IN THIS STATEMENT.

## ACTIVITY SUMMARY

| | THIS MONTH | YEAR-TO-DATE |
|---|---|---|
| TOTAL BEGINNING ACCOUNT VALUE | 181,946.73 | 252,713.46 |
| MONEY ACTIVITY THIS PERIOD: | | |
| MONEY RECEIVED FROM: | | |
| INVESTMENTS SOLD | | 42,467.46 |
| INCOME | 2,008.96 | 22,873.78 |
| DEPOSITS | | |
| OTHER | | 3.95 |
| TOTAL MONEY RECEIVED | 2,008.96 | 65,345.19 |
| MONEY USED FOR: | | |
| INVESTMENTS PURCHASED | | |
| WITHDRAWALS | | (66,157.46) |
| DADVANTAGE CHECKS | | |
| DADVANTAGE VISA | | |
| INTEREST CHARGES | | |
| OTHER | | (10,326.93) |
| TOTAL MONEY USED | | (76,484.39) |
| NET CHANGE IN MONEY BALANCES | 2,008.96 | (11,139.20) |
| INVESTMENT ACTIVITY THIS PERIOD: | | |
| INVESTMENTS PURCHASED | | |
| INVESTMENTS SOLD | | (42,467.46) |
| NET PURCHASES AND SALES | | (42,467.46) |
| CHANGE IN INVESTMENT VALUES | 3,815.30 | (11,335.81) |
| TOTAL ACCOUNT VALUE ON 12/31/09 | 187,770.99 | 187,770.99 |

## INCOME SUMMARY

| | THIS MONTH | YEAR-TO-DATE |
|---|---|---|
| TAXABLE DIVIDENDS | 1,795.85 | 19,502.32 |
| TAXABLE INTEREST | 213.11 | 3,108.96 |
| NON-TAXABLE DIVIDENDS | | |
| NON-TAXABLE INTEREST | | 262.50 |
| MONEY FUND DIVIDEND | | |
| NON-TAXABLE MNY FUND DIV | | |
| SHORT TERM CAP GAIN | | |
| LONG TERM CAP GAIN | | |
| LIMITED PARTNERSHIP DISB | | |
| TOTAL | 2,008.96 | 22,873.78 |
| TAXABLE INTEREST PURCHASED | | |
| NON-TAX INTEREST PURCHASED | | |
| TAXABLE INTEREST SOLD | | |
| NON-TAX INTEREST SOLD | | |
| TAX WITHHELD | | |

SEE REVERSE SIDE FOR STATEMENT CONTENT EXPLANATION

## OTHER INFORMATION

FOR THE PERIOD ENDING 12/31/09, THE INTEREST RATE ON YOUR BANK DEPOSIT PROGRAM IS 0.05%, WHICH EQUATES TO AN APY OF 0.05%. APY IS A PERCENTAGE RATE THAT REFLECTS THE TOTAL AMOUNT OF INTEREST PAID ON THE ACCOUNT, BASED ON THE INTEREST RATE AND THE FREQUENCY OF COMPOUNDING FOR A 365-DAY PERIOD.

*** 2009 YEAR-END TAX INFORMATION ***

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| QUANTITY | SECURITY DESCRIPTION/(SYMBOL) | DATE ACQUIRED | UNIT COST BASIS | TOTAL COST BASIS | MARKET PRICE | MARKET VALUE | UNREALIZED GAIN OR LOSS | ESTIMATED ANNUAL INCOME | CURRENT EST YIELD % |
|---|---|---|---|---|---|---|---|---|---|
| | **EQUITIES/OPTIONS** | | | | | | | | |
| 400 | CHS COOPERATIVES(CHSCP) 8% CUM REDEEMABLE PFD SECS | 3/11/08 | 26.011 | 10,404.23 | 27.79 | 11,116.00 | 711.77 | 800.00 | 7.19% |
| 2,000 | PROSPECT CAPITAL CORPORA(PSEC) | * | 16.704 | 33,407.32 | 11.81 | 23,620.00 | (9,787.32) | 3,270.00 | 13.84% |
| | SUBTOTAL- EQUITIES/OPTIONS | | | 43,811.55 | | 34,736.00 | (9,075.55) | 4,070.00 | 11.71% |
| | **MUNICIPAL BONDS** | | | | | | | | |
| 5,000 | GALLATIN CNTY MONTANA SCHOOL DISTRICT 35 SERIES 2000 5.25% 07/01/20(CUSIP 36370GAX8) CALL DATE 07/01/11 @ 100.00 | 12/01/00 | 100.069 | 5,003.45 | 104.436 | 5,221.80 | 218.35 | 262.50 | 5.02% |
| 5,000 | SUBTOTAL- MUNICIPAL BONDS | | | 5,003.45 | | 5,221.80 | 218.35 | 262.50 | 5.02% |
| | **MUTUAL FUNDS** | | | | | | | | |
| 1,000 | BLACKROCK INTL GROWTH & INCOME TR(BGY) | * | 19.305 | 19,304.81 | 11.56 | 11,560.00 | (7,744.81) | 1,820.00 | 15.74% |
| 1,000 | CALAMOS STRATEGIC TOTAL RETURN | * | 15.067 | 15,066.98 | 8.759 | 8,759.00 | (6,307.98) | 630.00 | 7.19% |

SEE REVERSE SIDE FOR PAGE 3

## PORTFOLIO SECURITIES HELD AT D.A. DAVIDSON

| QUANTITY | SECURITY DESCRIPTION | DATE ACQUIRED | UNIT COST BASIS | TOTAL COST BASIS | MARKET PRICE | MARKET VALUE | UNREALIZED GAIN OR LOSS | ESTIMATED ANNUAL INCOME | CURRENT EST YIELD % |
|---|---|---|---|---|---|---|---|---|---|
| **MUTUAL FUNDS** | | | | | | | | | |
| | FD(CSQ) | | | | | | | | |
| 600 | COHEN & STEERS GLOBAL INCOME BUILDER INC(INB) | 7/26/07 | 20.008 | 12,004.85 | 11.29 | 6,774.00 | (5,230.85) | 672.00 | 9.92% |
| 800 | EATON VANCE TAX-MANAGED GLOBAL BUY-WRITE OPPORTUNITIES FD(ETW) | 9/27/05 | 20.00 | 16,000.00 | 13.89 | 11,112.00 | (4,888.00) | 1,440.00 | 12.95% |
| 1,200 | EVERGREEN GLOBAL DIVID OPPORTUNITY FD(EOD) | 3/27/07 | 20.004 | 24,004.85 | 10.24 | 12,288.00 | (11,716.85) | 1,344.00 | 10.93% |
| 850 | ING INTL HIGH DIVIDEND EQUITY INCOME FD(IID) | 9/25/07 | 20.006 | 17,004.85 | 11.87 | 10,089.50 | (6,915.35) | 1,173.00 | 11.62% |
| 1,000 | NASDAQ PREMIUM INCOME & GROWTH FD INC(QQQX) | 1/25/07 | 20.005 | 20,004.85 | 14.41 | 14,410.00 | (5,594.85) | 1,264.00 | 8.77% |
| 1,400 | NFJ DIVIDEND INTEREST & PREMIUM STRATEGY FD(NFJ) | * | 23.69 | 33,165.73 | 14.75 | 20,650.00 | (12,515.73) | 840.00 | 4.06% |
| 1,000 | NICHOLAS APPLEGATE EQUITY & CONV INCOME FD(NIE) | * | 23.935 | 23,934.95 | 16.56 | 16,560.00 | (7,374.95) | 1,120.00 | 6.76% |
| | SUBTOTAL - MUTUAL FUNDS | | | 180,491.87 | | 112,202.50 | (68,289.37) | 10,303.00 | 9.18% |
| **OTHER** | | | | | | | | | |
| 1,616 | UNIT FT STRAT INCM ADV SELECT C-E PORT SER 11 MONTHLY CASH | 4/18/08 | 9.904 | 16,004.87 | 8.10 | 13,089.60 | (2,915.27) | 953.44 | 7.28% |
| 1,707 | UNIT FT PFD TAX-ADVANTAGED PORTFOLIO SER 6 MONTHLY CASH | 4/18/08 | 9.38 | 16,010.88 | 6.44 | 10,993.08 | (5,017.80) | 814.23 | 7.40% |
| 1,026 | UNIT FT STRAT INCM ADV SELECT C-E PORT SER 12 MONTHLY CASH | 6/19/08 | 9.753 | 10,006.91 | 8.09 | 8,300.34 | (1,706.57) | 618.67 | 7.45% |
| | SUBTOTAL - OTHER | | | 42,022.66 | | 32,383.02 | (9,639.64) | 2,386.34 | 7.36% |
| | TOTAL VALUED SECURITIES | | | 271,329.53 | | 184,543.32 | (86,786.21) | 17,021.84 | 9.22% |

* THIS SECURITY POSITION IS COMPRISED OF MULTIPLE PURCHASES

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