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Form **990-PF**

Department of the Treasury
Internal Revenue Service

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

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

OMB No 1545-0052

2009

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

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

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

Name of foundation: HYDRO-CRAFT FOUNDATION, INC.

Number and street (or P O box number if mail is not delivered to street address): 1175 CENTER POINT DRIVE — Room/suite:

City or town, state, and ZIP code: HENDERSON NV 89074-8816

A Employer identification number: 88-0483773

B Telephone number (see page 10 of the instructions)

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, col (c), line 16) ▶ $ 898,271

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 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	102	102	102	
4	Dividends and interest from securities	31,549	31,549	31,549	
5a	Gross rents				
b	Net rental income or (loss)				
6a	Net gain or (loss) from sale of assets not on line 10 STMT 1	-148,786			
b	Gross sales price for all assets on line 6a 523,783				
7	Capital gain net income (from Part IV, line 2)		0		
8	Net short-term capital gain			0	
9	Income modifications				
10a	Gross sales less returns & allowances				
b	Less Cost of goods sold				
c	Gross profit or (loss) (attach schedule)				
11	Other income (attach schedule)				
12	**Total.** Add lines 1 through 11	-117,135	31,651	31,651	
Operating and Administrative Expenses 13	Compensation of officers, directors, trustees, etc				
14	Other employee salaries and wages				
15	Pension plans, employee benefits				
16a	Legal fees (attach schedule) SEE STMT 2	275	275		
b	Accounting fees (attach schedule) STMT 3	1,725	1,725		
c	Other professional fees (attach schedule)				
17	Interest				
18	Taxes (attach schedule) (see page 14 of the instructions) STMT 4	77	77		
19	Depreciation (attach schedule) and depletion				
20	Occupancy				
21	Travel, conferences, and meetings				
22	Printing and publications				
23	Other expenses (att sch) STMT 5 STMT 6	7,740	7,740		
24	**Total operating and administrative expenses.** Add lines 13 through 23	9,817	9,817		0
25	Contributions, gifts, grants paid	16,500			16,500
26	**Total expenses and disbursements.** Add lines 24 and 25	26,317	9,817	0	16,500
27	Subtract line 26 from line 12				
a	**Excess of revenue over expenses and disbursements**	-143,452			
b	**Net investment income** (if negative, enter -0-)		21,834		
c	**Adjusted net income** (if negative, enter -0-)			31,651	

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

			Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1	Cash—non-interest-bearing			
	2	Savings and temporary cash investments	27,951	12,113	12,113
	3	Accounts receivable ▶			
		Less allowance for doubtful accounts ▶			
	4	Pledges receivable ▶			
		Less allowance for doubtful accounts ▶			
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 16 of the instructions)			
	7	Other notes and loans receivable (att schedule) ▶			
		Less allowance for doubtful accounts ▶			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges			
	10a	Investments—U S and state government obligations (attach schedule)			
	b	Investments—corporate stock (attach schedule) SEE STMT 7	252,046	230,131	281,442
	c	Investments—corporate bonds (attach schedule) SEE STMT 8	241,218	57,683	50,470
	11	Investments—land, buildings, and equipment basis ▶			
		Less accumulated depreciation (attach sch) ▶			
	12	Investments—mortgage loans			
	13	Investments—other (attach schedule)			
	14	Land, buildings, and equipment basis ▶			
		Less accumulated depreciation (attach sch) ▶			
	15	Other assets (describe ▶ SEE STATEMENT 9)	420,180	498,016	554,246
	16	**Total assets** (to be completed by all filers—see the instructions Also, see page 1, item I)	941,395	797,943	898,271
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ▶)			
	23	**Total liabilities** (add lines 17 through 22)	0	0	
Net Assets or Fund Balances		**Foundations that follow SFAS 117, check here ▶ [X] and complete lines 24 through 26 and lines 30 and 31.**			
	24	Unrestricted	941,395	797,943	
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here ▶ [ ] and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, bldg , and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds			
	30	**Total net assets or fund balances** (see page 17 of the instructions)	941,395	797,943	
	31	**Total liabilities and net assets/fund balances** (see page 17 of the instructions)	941,395	797,943	

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	941,395
2	Enter amount from Part I, line 27a	2	-143,452
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	797,943
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	797,943

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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	N/A			
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

	(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				
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

3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6)
If gain, also enter in Part I, line 8, column (c) (see pages 13 and 17 of the instructions)
If (loss), enter -0- in Part I, line 8 } 3

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

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

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

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

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

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2008	30,500	942,484	0.032361
2007	41,390	906,940	0.045637
2006	12,900	1,019,850	0.012649
2005	107,022	604,847	0.176941
2004		152,855	

2 **Total** of line 1, column (d)	2	0.267588
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	0.066897
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	783,392
5 Multiply line 4 by line 3	5	52,407
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	218
7 Add lines 5 and 6	7	52,625
8 Enter qualifying distributions from Part XII, line 4	8	16,500

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

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

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1 Date of ruling or determination letter (attach copy of 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	437
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	437
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	437
6	Credits/Payments		
a	2009 estimated tax payments and 2008 overpayment credited to 2009 — 6a: 320		
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	320
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	117
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶	10	
11	Enter the amount of line 10 to be **Credited to 2010 estimated tax** ▶ Refunded ▶	11	

Part VII-A Statements Regarding Activities

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

14 The books are in care of ▶ GOFRANK & MATTINA Telephone no ▶ 248-601-9500
1214 N. MAIN STREET
Located at ▶ ROCHESTER, MI ZIP+4 ▶ 48307

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)?		N/A	1b		
	Organizations relying on a current notice regarding disaster assistance check here		▶ ☐			
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2009?		N/A	1c		
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)		N/A	2b		
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here ▶ 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)		N/A	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?			4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2009?			4b		X

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

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)? N/A **5b**

Organizations relying on a current notice regarding disaster assistance check here ▶ ☐

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? 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** 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? N/A **7b**

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

1 List all officers, directors, trustees, foundation managers and their compensation (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
WILLIAM ROCKY WALKER HENDERSON 410 E PARADISE HILLS DRIVE NV 89014	DIRECTOR 5.00	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		

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

Part IX-A Summary of Direct Charitable Activities

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

Part IX-B Summary of Program-Related Investments (see page 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 N/A	
2	
All other program-related investments See page 24 of the instructions 3	
Total. Add lines 1 through 3 ▶	

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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	626,018
b	Average of monthly cash balances		1b	30,126
c	Fair market value of all other assets (see page 24 of the instructions)		1c	139,178
d	**Total** (add lines 1a, b, and c)		1d	795,322
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	795,322
4	Cash deemed held for charitable activities Enter 1½ % of line 3 (for greater amount, see page 25 of the instructions)		4	11,930
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4		5	783,392
6	**Minimum investment return.** Enter 5% of line 5		6	39,170

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	39,170
2a	Tax on investment income for 2009 from Part VI, line 5	2a 437		
b	Income tax for 2009 (This does not include the tax from Part VI)	2b		
c	Add lines 2a and 2b		2c	437
3	Distributable amount before adjustments Subtract line 2c from line 1		3	38,733
4	Recoveries of amounts treated as qualifying distributions		4	
5	Add lines 3 and 4		5	38,733
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	38,733

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	16,500
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	16,500
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	16,500

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

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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				38,733
2	Undistributed income, if any, as of the end of 2009				
a	Enter amount for 2008 only				
b	Total for prior years 20 ____ , 20 ____ , 20 ____				
3	Excess distributions carryover, if any, to 2009				
a	From 2004				
b	From 2005 15,473				
c	From 2006				
d	From 2007				
e	From 2008				
f	**Total** of lines 3a through e	15,473			
4	Qualifying distributions for 2009 from Part XII, line 4 ▶ $ 16,500				
a	Applied to 2008, but not more than line 2a				
b	Applied to undistributed income of prior years (Election required—see page 26 of the instructions)				
c	Treated as distributions out of corpus (Election required—see page 26 of the instructions)				
d	Applied to 2009 distributable amount				16,500
e	Remaining amount distributed out of corpus				
5	Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a))	15,473			15,473
6	**Enter the net total of each column as indicated below:**				
a	Corpus Add lines 3f, 4c, and 4e Subtract line 5				
b	Prior years' undistributed income Subtract line 4b from line 2b				
c	Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d	Subtract line 6c from line 6b Taxable amount—see page 27 of the instructions				
e	Undistributed income for 2008 Subtract line 4a from line 2a. Taxable amount—see page 27 of the instructions				
f	Undistributed income for 2009 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2010				6,760
7	Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see page 27 of the instructions)				
8	Excess distributions carryover from 2004 not applied on line 5 or line 7 (see page 27 of the instructions)				
9	**Excess distributions carryover to 2010.** Subtract lines 7 and 8 from line 6a				
10	Analysis of line 9				
a	Excess from 2005				
b	Excess from 2006				
c	Excess from 2007				
d	Excess from 2008				
e	Excess from 2009				

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

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

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

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

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

1 **Information Regarding Foundation Managers:**

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

N/A

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

N/A

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

N/A

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

N/A

c Any submission deadlines

N/A

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

N/A

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				
HIGHLAND HILLS BAPTIST CH 615 COLLEGE DRIVE HENDERSON NV 89015			TO HELP PURCHASE MUSICAL INSTRUMENTS	10,000
MS MOLLY FOUNDATION 3948 RANCHERO DRIVE ANN ARBOR MI 48108			TO ASSIST DOMESTIC VIOLENCE VICTIMS	500
APDA SOUTHERN NEVADA CHAP P.O. BOX 81884 LAS VEGAS NV 89180			TO SUPPORT RESEARCH	5,000
THE LUKEMIA & LYMPHOMA SO 6280 S. VALLEY VIEW 342 LAS VEGAS NV 89118			TO SUPPORT RESEARCH	1,000
Total			▶ 3a	16,500
b Approved for future payment N/A				
Total			▶ 3b	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See page 28 of the instructions)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments					102
4 Dividends and interest from securities					31,549
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					-148,786
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)		0		0	-117,135

13 **Total.** Add line 12, columns (b), (d), and (e) 13 -117,135

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

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

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes) (See page 29 of the instructions)
N/A	

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

			Yes	No
1	Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?			
a	Transfers from the reporting foundation to a noncharitable exempt organization of			
	(1) Cash	1a(1)		X
	(2) Other assets	1a(2)		X
b	Other transactions			
	(1) Sales of assets to a noncharitable exempt organization	1b(1)		X
	(2) Purchases of assets from a noncharitable exempt organization	1b(2)		X
	(3) Rental of facilities, equipment, or other assets	1b(3)		X
	(4) Reimbursement arrangements	1b(4)		X
	(5) Loans or loan guarantees	1b(5)		X
	(6) Performance of services or membership or fundraising solicitations	1b(6)		X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		X

d If the answer to any of the above is "Yes," complete the following schedule Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements
N/A			

2a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ☐ Yes ☒ No

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete Declaration of preparer (other than taxpayer or fiduciary) is based on all information of which preparer has any knowledge

Signature of officer or trustee Date DIRECTOR Title

Paid Preparer's Use Only

Preparer's signature Vincent J Mattina CPA	Date 05/11/10	Check if self-employed ▶ ☐	Preparer's identifying number (see Signature on page 30 of the instructions) P00000306
Firm's name (or yours if self-employed), address, and ZIP code ▶ GOFRANK & MATTINA, P.C. 1214 N MAIN ST ROCHESTER, MI 48307		EIN ▶ 38-2808585	Phone no 248-601-9500

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Federal Statements

Statement 1 - Form 990-PF, Part I, Line 6a - Sale of Assets

Description: Whom Sold	Date Acquired	Date Sold	How Received / Sale Price	Cost	Expense	Depreciation	Net Gain / Loss
MERRILL LYNCH 74	VARIOUS	VARIOUS	PURCHASE $ 151,235	$ 150,450	$	$	$ 785
MERRILL LYNCH 74	VARIOUS	VARIOUS	PURCHASE 41,942	45,609			-3,667
MERRILL LYNCH 74	VARIOUS	VARIOUS	PURCHASE 55,000	54,789			211
MERRILL LYNCH 74	VARIOUS	VARIOUS	PURCHASE 190,242	322,808			-132,566
MERRILL LYNCH 81	VARIOUS	VARIOUS	PURCHASE 21,942	10,149			11,793
MERRILL LYNCH 81	VARIOUS	VARIOUS	PURCHASE 3,553	16,144			-12,591
MERRILL LYNCH 81	VARIOUS	VARIOUS	PURCHASE 16,115	13,163			2,952
MERRILL LYNCH 81	VARIOUS	VARIOUS	PURCHASE 39,731	53,286			-13,555
MERRILL LYNCH 81	1/11/08	8/03/09	PURCHASE 4,023	6,171			-2,148
TOTAL			$ 523,783	$ 672,569	$ 0	$ 0	$ -148,786

Statement 2 - Form 990-PF, Part I, Line 16a - Legal Fees

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
INDIRECT LEGAL FEES	$ 275	$ 275	$	$
TOTAL	$ 275	$ 275	$ 0	$ 0

Federal Statements

Statement 3 - Form 990-PF, Part I, Line 16b - Accounting Fees

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
INDIRECT ACCOUNTING FEES	$ 1,725	$ 1,725	$	$
TOTAL	$ 1,725	$ 1,725	$ 0	$ 0

Statement 4 - Form 990-PF, Part I, Line 18 - Taxes

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
FOREIGN TAX ON DIVIDENDS	$ 77	$ 77	$	$
TOTAL	$ 77	$ 77	$ 0	$ 0

Statement 5 - Form 990-PF, Part I, Line 23 - Amortization

Description	Date Acquired	Cost Basis	Prior Year Amortization	Life	Current Year Amortization	Net Investment Income	Adjusted Net Income	COGS
AMORTIZATION								
		$	$		$ 775	$ 775	$	
TOTAL		$ 0	$ 0		$ 775	$ 775	$ 0	

Statement 6 - Form 990-PF, Part I, Line 23 - Other Expenses

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
	$	$	$	$
EXPENSES				
INVESTMENT FEES	6,955	6,955		
BANK FEES	10	10		
TOTAL	$ 6,965	$ 6,965	$ 0	$ 0

Statement 7 - Form 990-PF, Part II, Line 10b - Corporate Stock Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
	$ 252,046	$ 230,131	MARKET	$ 281,442
TOTAL	$ 252,046	$ 230,131		$ 281,442

Statement 8 - Form 990-PF, Part II, Line 10c - Corporate Bond Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
	$ 241,218	$ 57,683	MARKET	$ 50,470
TOTAL	$ 241,218	$ 57,683		$ 50,470

Statement 9 - Form 990-PF, Part II, Line 15 - Other Assets

Description	Beginning of Year	End of Year	Fair Market Value
MUTUAL FUNDS	$ 420,180	$ 498,016	$ 554,246
TOTAL	$ 420,180	$ 498,016	$ 554,246

Federal Statements

Taxable Dividends from Securities

Description	Amount	Unrelated Business Code	Exclusion Code	Postal Code
	$ 31,549			
TOTAL	$ 31,549			

HYDRO CRAFT FOUNDATION INC

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 date 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								
*CALL LOW JUL 0021	6.0000	07/02/09	04/01/09(S)			629.99	30.00	599.99
*CALL DXQ NOV 0060	1.0000	11/03/09	10/16/09(S)			79 99	5.00	74.99
*CALL AA JUL 0012 1/2	3.0000	07/02/09	04/02/09(S)			104.99	15.00	89.99
*CALL PG JUL 0055	2.0000	06/30/09	03/16/09(S)			169.99	10.00	159.99
*CALL JNJ JUL 0060	2.0000	06/25/09	03/23/09(S)			129.99	10.00	119.99
*CALL LQH JUL 0050	1.0000	07/14/09	04/02/09(S)			149.99	5.00	144.99
*CALL BP JUL 0050	2.0000	07/08/09	02/18/09(S)			219.99	10.00	209.99
*CALL QZK JAN 0040	4 0000	11/05/09	08/14/09(S)			239.99	20 00	219.99
*CALL SLB MAY 0055	2.0000	05/13/09	02/24/09(S)			79.99	70.00	9.99
*CALL JBC DEC 0055	2.0000	12/17/09	09/14/09(S)			279.99	10.00	269.99
*CALL CAT FEB 0060	2.0000	01/21/09	12/09/08(S)			115.99	4.00	111.99

HYDRO CRAFT FOUNDATION INC

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	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
*CALL SLB AUG 0065	2.0000	07/29/09	05/13/09(S)			329.99	10.00	319.99
*CALL CVS FEB 0032 1/2	4.0000	01/30/09	12/30/08(S)			239.99	20.00	219.99
*CALL KO AUG 0052 1/2	1.0000	07/28/09	04/02/09(S)			59.99	5.00	54.99
*CALL PG OCT 0057 1/2	2.0000	10/16/09	07/01/09(S)			109.99	10.00	99.99
*CALL SPJ NOV 0060	2.0000	10/21/09	09/16/09(S)			369.99	10.00	359.99
*CALL AAO OCT 0050	2.0000	09/30/09	07/14/09(S)			193.99	10.00	183.99
*CALL AAO NOV 0047	2.0000	11/05/09	10/05/09(S)			101.99	10.00	91.99
*CALL DRI DEC 0035	2.0000	12/18/09	10/21/09(S)			119.99	10.00	109.99
*CALL HPQ AUG 0045	2.0000	08/19/09	04/02/09(S)			139.99	10.00	129.99
*CALL CVX FEB 0090	1.0000	01/21/09	01/05/09(S)			49.99	5.00	44.99
*CALL NSC MAR 0055	2.0000	01/22/09	01/09/09(S)			239.99	10.00	229.99
*CALL KO MAY 0052 1/2	1.0000	02/26/09	01/07/09(S)			74.99	5.00	69.99
*CALL CLX NOV 0060	2.0000	11/19/09	10/05/09(S)			159.99	70.00	89.99
*CALL GLW NOV 0017 1/2	2.0000	10/26/09	08/12/09(S)			169 99	10.00	159.99
*CALL BZD JAN 0065	4.0000	12/18/09	08/27/09(S)			279.99	20.00	259.99
*CALL LQH FEB 0065	1.0000	01/28/09	12/30/08(S)			69.99	5.00	64.99
*CALL SPJ JAN 0055	2.0000	12/09/09	10/29/09(S)			79 99	10.00	69.99
*CALL AAO APR 0045	2.0000	02/25/09	12/09/08(S)			181.99	10.00	171.99

HYDRO CRAFT FOUNDATION INC

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	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
*CALL HPQ MAY 0045	2.0000	02/24/09	01/06/09(S)			189.99	10.00	179.99
*CALL LOW APR 0030	6.0000	02/24/09	01/05/09(S)			209.99	30.00	179.99
*CALL CVS MAY 0032 1/2	4.0000	05/12/09	02/05/09(S)			319.99	300.00	19.99
*CALL MCD SEP 0060	2.0000	08/26/09	05/05/09(S)			209.99	10.00	199.99
*CALL LQH APR 0055	1.0000	04/01/09	03/16/09(S)			54.99	5.00	49.99
*CALL MCD DEC 0062 1/2	2.0000	12/17/09	08/26/09(S)			109.99	20.00	89.99
*CALL HPQ FEB 0047 1/2	2.0000	01/02/09	10/30/08(S)			169.99	10.00	159.99
*CALL CVX SEP 0075	1.0000	09/08/09	05/26/09(S)			104.99	5.00	99.99
*CALL LQH MAR 0060	1.0000	02/27/09	02/05/09(S)			114.99	5.00	109.99
*CALL LQH DEC 0055	1.0000	12/16/09	11/03/09(S)			114.99	5.00	109.99
*CALL HQN JAN 0045	3.0000	12/17/09	06/01/09(S)			239.99	15.00	224.99
*CALL CVX DEC 0080	1.0000	12/17/09	09/09/09(S)			74.99	5.00	69.99
*CALL JNJ JAN 0065	2.0000	01/08/09	12/15/08(S)			79.99	10.00	69.99
*CALL MCD MAR 0065	2.0000	02/24/09	01/15/09(S)			149.99	10.00	139.99
*CALL CVX MAR 0080	1.0000	02/25/09	01/27/09(S)			104.99	5.00	99.99
*CALL HON JUN 0040	2.0000	05/05/09	02/06/09(S)			149.99	10.00	139.99
*CALL CVX JUN 0080	1.0000	05/18/09	03/16/09(S)			49.99	5.00	44.99
*CALL CVS AUG 0036	4.0000	08/14/09	05/12/09(S)			359.99	40.00	319.99

HYDRO CRAFT FOUNDATION INC

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	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
*CALL WYE APR 0050	3.0000	02/24/09	12/17/08(S)			194.99	15.00	179.99
*CALL PG APR 0070	2.0000	01/30/09	01/05/09(S)			189.99	10.00	179.99
*CALL PG APR 0060	2 0000	03/02/09	02/06/09(S)			119.99	10.00	109.99
*CALL JNJ APR 0065	2.0000	02/26/09	01/09/09(S)			229.99	10.00	219.99
*CALL NSC JUN 0055	2.0000	03/02/09	02/06/09(S)			129.99	10.00	119.99
*CALL MCD JUN 0065	2 0000	04/30/09	02/24/09(S)			109.99	10.00	99.99
*CALL MCD JAN 0065	2.0000	01/12/09	11/07/08(S)			179.99	10.00	169.99
*CALL NSC JAN 0055	2.0000	01/07/09	12/16/08(S)			99.99	10.00	89.99
CATERPILLAR INC DEL	100.0000	07/07/09	08/24/09			3,641.91(P)	3,044.94	596.97
	200.0000	07/07/09	10/22/09			9,061.76(P)	6,089.91	2,971.85
		Security Subtotal				**12,703.67**	**9,134.85**	**3,568.82**
		Short Term Capital Gains Subtotal				**21,942.12**	**10,148.85**	**11,793.27**

SHORT TERM CAPITAL LOSSES

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)
*CALL HPQ NOV 0050	2.0000	11/16/09	08/19/09(S)			109.99	150.00	(40.01)
*CALL MSQ JUL 0023	5.0000	07/15/09	03/23/09(S)			169.99	495 00	(325.01)
*CALL AAO JUL 0042 1/2	2.0000	07/14/09	02/27/09(S)			203.99	430.00	(226.01)
*CALL SLB NOV 0065	2.0000	11/17/09	07/30/09(S)			239.99	480.00	(240.01)
*CALL GLW AUG 0015	2.0000	08/12/09	02/26/09(S)			89.99	270.00	(180.01)

HYDRO CRAFT FOUNDATION INC

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	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
*CALL NSC SEP 0045	4.0000	09/14/09	07/07/09(S)			139.99	1,640.00	(1,500.01)
*CALL AA OCT 0012 1/2	3.0000	10/13/09	07/07/09(S)			128.99	522.00	(393.01)
*CALL CHK AUG 0022	3.0000	08/06/09	06/26/09(S)			209.99	765.00	(555.01)
*CALL JNJ OCT 0060	2.0000	10/13/09	06/25/09(S)			179.99	220.00	(40.01)
*CALL LQH OCT 0055	1.0000	10/16/09	07/15/09(S)			64.99	115.00	(50.01)
*CALL BP AUG 0050	2 0000	08/06/09	07/09/09(S)			79.99	220.00	(140.01)
*CALL KO NOV 0055	1.0000	11/19/09	07/29/09(S)			39.99	172.00	(132.01)
ALCOA INC	200.0000	04/11/08	02/24/09			1,263.99	7,110.00	(5,846.01)
	100.0000	04/11/08	02/24/09			631.26	3,555.00	(2,923.74)
		Security Subtotal				**1,895.25**	**10,665.00**	**(8,769.75)**
		Short Term Capital Losses Subtotal				**3,553.13**	**16,144.00**	**(12,590.87)**
NET SHORT TERM CAPITAL GAIN (LOSS)								**(797.60)**
LONG TERM CAPITAL GAINS								
LOWE'S COMPANIES INC	600.0000	04/24/01	07/06/09			11,322.91	8,503.35	2,819.56
WYETH	100.0000	08/31/07	09/11/09			4,791.88	4,660.00	131 88
		Long Term Capital Gains Subtotal				**16,114.79**	**13,163.35**	**2,951.44**
LONG TERM CAPITAL LOSSES								
ADOBE SYS DEL PV$ 0.001	300.0000	05/10/07	04/30/09			8,192.81	12,215.97	(4,023.16)

HYDRO CRAFT FOUNDATION INC

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	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
CATERPILLAR INC DEL	200.0000	10/24/06	08/24/09			7,283.80(P)	12,200.00	(4,916.20)
NORFOLK SOUTHERN CORP	200.0000	03/27/06	09/14/09			9,799.75	10,688.00	(888.25)
3M COMPANY	100.0000	03/27/06	03/24/09			4,873.07	7,712.00	(2,838.93)
WYETH	200.0000	10/24/06	09/11/09			9,581.75	10,470.00	(888.25)
		Long Term Capital Losses Subtotal				**39,731.18**	**53,285.97**	**(13,554.79)**
NET LONG TERM CAPITAL GAIN (LOSS)								**(10,603.35)**
OTHER TRANSACTIONS								
BLACKSTONE GROUP LP	300.0000	01/11/08	08/03/09			4,022.90	6,171.00	N/C
		Other Transactions Subtotal				**4,022.90**	**6,171.00**	
TOTAL CAPITAL GAINS AND LOSSES						**85,364.12**	**98,913.17**	**(11,400.95)**
TOTAL REPORTABLE GROSS PROCEEDS						**74,279.81**		
DIFFERENCE						**11,084.31 •**		

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

• This transaction denotes the gain or loss on the sale of an option. While option sales are not subject to 1099-B reporting, the gain or loss information is relevant for tax return preparation.

• 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).

(P) - Indicates that an option premium has been included in the calculation.

(S) - Short Sale

N/C - Results may not be calculated for transactions which involve the amortization of premium, the repayment of principal, the sale of partnership interest, derivative products purchased in the secondary market, or the determination of ordinary income and/or capital items for discount and zero coupon issues.

HYDRO CRAFT FOUNDATION INC.

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 date 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								
BELLSOUTH CORP 4.20% 2009	30000.0000	10/08/08	09/15/09			30,000.00	29,730.00	270.00
GENL ELEC CAP COR 4.62% 0	25000.0000	10/03/08	09/15/09			25,000.00	24,902.75	97.25
CREDIT SUISSE FB 4.70% 0	25000.0000§	12/05/08	06/01/09	(27.30)(A)	(31.25)(A)	25,000.00	25,000 00(C)	0.00
CATERPILLAR FIN S 4.50% 0	30000.0000	10/08/08	06/15/09			30,000.00	29,910.00	90.00
CITIGROUP INC 4.25% 2009	40000.0000	09/10/08	07/29/09			40,000.00	39,937.60	62.40
FID ADV LEV CO STK CL I	4.0000	12/15/08	09/02/09			96.92	66.80	30.12
	1.0000	12/16/08	09/02/09			24.24	17.31	6.93
		Security Subtotal				**121.16**	**84.11**	**37.05**
ALLIANZ NFJ DIV VAL CL C	25.0000	03/19/09	04/28/09			203.75	187.00	16.75
	1.0000	03/20/09	04/28/09			8.17	7.27	0.90
		Security Subtotal				**211.92**	**194.27**	**17.65**

HYDRO CRAFT FOUNDATION INC.

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	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
JENN NATURAL RESOURCES C	4.0000	12/04/08	04/28/09			104.44	73.60	30.84
	16.0000	12/04/08	04/28/09			417.76	294.40	123.36
	4.0000	12/04/08	04/28/09			104.44	73.60	30.84
	2.0000	12/05/08	04/28/09			52.24	36.88	15.36
		Security Subtotal				**678.88**	**478.48**	**200.40**
DIAM HILL FOC LG SHRT C	1.0000	12/18/08	01/28/09			13.25	13.15	0.10
	3.0000	12/30/08	01/28/09			39.75	39.42	0.33
		Security Subtotal				**53.00**	**52.57**	**0.43**
EV LG CP VL FD CL C	5.0000	03/11/09	04/28/09			65.02	56.40	8.62
TEMP GLBL BD FD CL C	1.0000	11/24/08	03/12/09			10.71	10.63	0.08
HARTFORD CAP APPREC FD C	5.0000	12/24/08	01/28/09			94.37	93.30	1.07
		Short Term Capital Gains Subtotal				**151,235.06**	**150,450.11**	**784.95**
SHORT TERM CAPITAL LOSSES								
COHEN & STEERS REIT &PFD	1.0000	12/10/08	03/12/09			3.28	5.21	(1.93)
ALLIANZ NFJ DIV VAL CL C	9.0000	06/19/08	04/28/09			73.35	136.44	(63.09)
	11.0000	09/18/08	04/28/09			89.65	154.44	(64.79)
	59.0000	12/11/08	04/28/09			480.85	543.39	(62.54)
	75.0000	12/11/08	04/28/09			611.25	690.75	(79.50)
	1.0000	12/12/08	04/28/09			8.15	9.32	(1.17)
	13.0000	12/18/08	04/28/09			105.95	121.29	(15.34)
	1.0000	12/19/08	04/28/09			8.15	9.41	(1.26)
		Security Subtotal				**1,377.35**	**1,665.04**	**(287.69)**

HYDRO CRAFT FOUNDATION INC.

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	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
JPM INTL EQ FD C	36.0000	07/01/08	03/12/09			275.76	995.40	(719.64)
	1.0000	07/02/08	03/12/09			7.66	26.89	(19.23)
	108.0000	11/07/08	03/12/09			827.28	968.76	(141.48)
	1480.0000	11/07/08	03/12/09			11,336.84	13,275.60	(1,938.76)
		Security Subtotal				**12,447.54**	**15,266.65**	**(2,819.11)**
DIAM HILL FOC LG SHRT C	8.0000	12/17/08	01/28/09			106.00	108.32	(2.32)
	1.0000	12/31/08	01/28/09			13.27	13.28	(0.01)
		Security Subtotal				**119.27**	**121.60**	**(2.33)**
EV LG CP VL FD CL C	1.0000	06/11/08	04/28/09			13.00	21.72	(8.72)
	1.0000	06/12/08	04/28/09			13.00	21.49	(8.49)
	1.0000	09/10/08	04/28/09			13.00	19.24	(6.24)
	3.0000	12/31/08	04/28/09			39.00	43.08	(4.08)
	1.0000	01/02/09	04/28/09			13.00	14.91	(1.91)
		Security Subtotal				**91.00**	**120.44**	**(29.44)**
BLACKROCK GLOBAL ALLOC C	5.0000	07/18/08	03/12/09			63.40	88.35	(24.95)
	80.0000	12/16/08	03/12/09			1,014.40	1,078.40	(64.00)
	1.0000	12/17/08	03/12/09			12.70	13.99	(1.29)
		Security Subtotal				**1,090.50**	**1,180.74**	**(90.24)**
TEMP GLBL BD FD CL C	1.0000	03/25/08	03/12/09			10.71	12.02	(1.31)
	7.0000	04/18/08	03/12/09			74.97	84.21	(9.24)
	7.0000	05/23/08	03/12/09			74.97	82.67	(7.70)
	7.0000	03/24/08	03/12/09			74.97	84.63	(9.66)
	1 0000	05/27/08	03/12/09			10.71	11.70	(0.99)
	8.0000	06/20/08	03/12/09			85.68	91.44	(5.76)
	8.0000	07/18/08	03/12/09			85.68	91.92	(6.24)
	8.0000	08/22/08	03/12/09			85.68	91.68	(6.00)
	8.0000	09/19/08	03/12/09			85.68	89.92	(4.24)
	1.0000	09/22/08	03/12/09			10.71	11.28	(0.57)
	8.0000	10/17/08	03/12/09			85.68	88.88	(3.20)
	8.0000	11/21/08	03/12/09			85.68	86.96	(1.28)
	86.0000	12/19/08	03/12/09			921.06	952.02	(30.96)

Merrill Lynch

Account No. 642-02074 | **Taxpayer No.** 88-0483773

HYDRO CRAFT FOUNDATION INC.

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	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
TEMP GLBL BD FD CL C	8.0000	01/20/09	03/12/09			85.68	90.40	(4.72)
	1.0000	01/21/09	03/12/09			10.71	11.29	(0.58)
	9.0000	02/19/09	03/12/09			96.41	97.02	(0.61)
		Security Subtotal				**1,884.98**	**1,978.04**	**(93.06)**
FRNK US GOVT SERIES CL A	3776.4450	03/12/09	06/11/09			24,660.17	25,000.06	(339.89)
	13.0000	04/03/09	06/11/09			84.89	86.58	(1.69)
	13.0000	05/05/09	06/11/09			84.89	86.19	(1.30)
	1.0000	05/06/09	06/11/09			6.53	6.65	(0.12)
	13 0000	06/03/09	06/11/09			84.89	85.67	(0.78)
	1 0000	06/04/09	06/11/09			6.55	6.59	(0.04)
		Security Subtotal				**24,927.92**	**25,271.74**	**(343.82)**
		Short Term Capital Losses Subtotal				**41,941.84**	**45,609.46**	**(3,667.62)**
NET SHORT TERM CAPITAL GAIN (LOSS)								**(2,882.67)**
LONG TERM CAPITAL GAINS								
MORGAN STANLEY 3.87% 2009	25000.0000	12/04/07	01/15/09			25,000.00	24,788.50	211.50
TEXTRON FINCL COR 6.00% 0	30000.0000§	10/08/08	11/20/09	(130.06)(A)	(156 00)(A)	30,000.00	30,000.00(C)	0.00
		Long Term Capital Gains Subtotal				**55,000.00**	**54,788.50**	**211.50**
LONG TERM CAPITAL LOSSES								
SOUTHERN COMPANY	370.0000	02/07/05	11/17/09			11,799.56	12,398.70	(599.14)
FID ADV LEV CO STK CL I	603.5850	06/03/08	09/02/09			14,624.85	25,012.56	(10,387.71)

Merrill Lynch

HYDRO CRAFT FOUNDATION INC.

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	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
FEDERATED KAUFMANN FD C	1621.2010	05/14/03	04/28/09			5,333.74	6,162.21	(828.47)
	101.0000	11/15/07	04/28/09			332.29	589.84	(257.55)
	297.0000	11/15/07	04/28/09			977.13	1,734.48	(757.35)
	1.0000	11/16/07	04/28/09			3.29	5.82	(2.53)
	1249.0000	07/28/04	04/28/09			4,109.20	5,857.81	(1,748.61)
	73.0000	11/16/04	04/28/09			240.17	365.00	(124.83)
	230.0000	11/15/05	04/28/09			756.70	1,219.00	(462.30)
	1.0000	11/16/07	04/28/09			3.31	5.82	(2.51)
	41.0000	11/15/06	04/28/09			134.89	218.53	(83.64)
	500.0000	11/15/06	04/28/09			1,645.00	2,665.00	(1,020.00)
	1.0000	11/16/06	04/28/09			3 29	5.37	(2.08)
	1.0000	11/16/06	04/28/09			3.29	5.37	(2.08)
		Security Subtotal				**13,542.30**	**18,834.25**	**(5,291.95)**
ALLIANZ NFJ DIV VAL CL C	576.1410	10/18/06	04/28/09			4,695.54	9,489.04	(4,793.50)
	3.0000	12/14/06	04/28/09			24.45	50.97	(26.52)
	6.0000	12/14/06	04/28/09			48.89	101.94	(53.05)
	1.0000	12/15/06	04/28/09			8.14	16.99	(8.85)
	598.0000	01/09/07	04/28/09			4,873.70	9,998.56	(5,124.86)
	4.0000	03/22/07	04/28/09			32.60	69.16	(36.56)
	1.0000	03/23/07	04/28/09			8.15	17.31	(9.16)
	639.0000	03/29/07	04/28/09			5,207.86	10,990.79	(5,782.93)
	5.0000	06/21/07	04/28/09			40.75	92.10	(51.35)
	1.0000	06/22/07	04/28/09			8.15	18.19	(10.04)
	7.0000	09/20/07	04/28/09			57.05	126.56	(69.51)
	62 0000	12/13/07	04/28/09			505.30	1,042 84	(537.54)
	36.0000	12/13/07	04/28/09			293.40	605.52	(312.12)
	1.0000	12/14/07	04/28/09			8.15	16.49	(8.34)
	10.0000	03/20/08	04/28/09			81.50	151.20	(69.70)
	1.0000	03/24/08	04/28/09			8.15	15.35	(7.20)
		Security Subtotal				**15,901.78**	**32,803.01**	**(16,901.23)**

HYDRO CRAFT FOUNDATION INC.

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	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
JPM INTL EQ FD C	952.8910	01/04/06	03/12/09			7,299.14	31,826.55	(24,527.41)
	1.0000	01/09/06	03/12/09			7.66	33.68	(26.02)
	14.0000	07/03/06	03/12/09			107.24	486.22	(378.98)
	15.0000	12/18/06	03/12/09			114.89	553.35	(438.46)
	62.0000	12/18/06	03/12/09			474.92	2,287.18	(1,812.26)
	1.0000	12/27/06	03/12/09			7.66	37.08	(29.42)
	10 0000	07/02/07	03/12/09			76.59	400.20	(323.61)
	320.0000	09/28/07	03/12/09			2,451.20	12,963.19	(10,511.99)
	1.0000	10/03/07	03/12/09			7.65	40.84	(33.19)
	29.0000	11/29/07	03/12/09			222 14	921.62	(699.48)
	350.0000	11/29/07	03/12/09			2,681.00	11,123.00	(8,442.00)
	4.0000	12/21/07	03/12/09			30.64	122.04	(91.40)
	1.0000	12/24/07	03/12/09			7.66	31.12	(23.46)
		Security Subtotal				**13,488.39**	**60,826.07**	**(47,337.68)**
JENN NATURAL RESOURCES C	79.9950	06/28/05	04/28/09			2,088.66	2,361.45	(272.79)
	211.0000	08/29/05	04/28/09			5,509.20	6,998.87	(1,489.67)
	9.0000	11/25/05	04/28/09			234.99	315.54	(80.55)
	26.0000	11/25/05	04/28/09			678.86	911.56	(232.70)
	1.0000	11/25/05	04/28/09			26.11	35.06	(8.95)
	1.0000	11/28/05	04/28/09			26.11	34.61	(8.50)
	25 0000	12/06/06	04/28/09			652.75	1,011.50	(358.75)
	50.0000	12/06/06	04/28/09			1,305.50	2,023.00	(717.50)
	1.0000	12/06/06	04/28/09			26.11	40.46	(14.35)
	2.0000	12/07/06	04/28/09			52.22	80.36	(28.14)
	7.0000	11/29/07	04/28/09			182.77	341.25	(158.48)
	14.0000	11/29/07	04/28/09			365.54	682.50	(316.96)
	17 0000	11/29/07	04/28/09			443.87	828.75	(384.88)
	1.0000	11/30/07	04/28/09			26.11	48.77	(22.66)
		Security Subtotal				**11,618.80**	**15,713.68**	**(4,094.88)**

HYDRO CRAFT FOUNDATION INC.

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	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
DIAM HILL FOC LG SHRT C	1823.2520	03/12/07	01/28/09			24,158.07	31,998.06	(7,839.99)
	18.0000	12/13/07	01/28/09			238.50	327.24	(88.74)
	17.0000	12/13/07	01/28/09			225.25	309.06	(83.81)
	32.0000	12/28/07	01/28/09			424.00	567.04	(143.04)
	1.0000	12/31/07	01/28/09			13.25	17.65	(4.40)
		Security Subtotal				**25,059.07**	**33,219.05**	**(8,159.98)**
EV LG CP VL FD CL C	1145.2090	08/02/05	04/28/09			14,887.71	20,916.31	(6,028.60)
	1.0000	09/13/05	04/28/09			12.99	16.90	(3.91)
	1.0000	12/12/05	04/28/09			13.00	18.73	(5.73)
	1.0000	12/13/05	04/28/09			13.00	18.87	(5.87)
	1.0000	09/13/06	04/28/09			13.00	19.81	(6.81)
	11.0000	12/22/05	04/28/09			143.00	204.38	(61.38)
	2.0000	03/10/06	04/28/09			26.00	37.58	(11.58)
	8.0000	03/29/06	04/28/09			104.00	152.32	(48.32)
	1.0000	03/30/06	04/28/09			13.00	19.13	(6.13)
	1.0000	06/09/06	04/28/09			13.00	18.84	(5.84)
	1.0000	06/12/06	04/28/09			13.00	18.60	(5.60)
	1.0000	09/12/06	04/28/09			13.00	19.56	(6.56)
	21.0000	12/28/06	04/28/09			273.00	444.36	(171.36)
	1 0000	12/28/06	04/28/09			13.00	21.16	(8.16)
	1.0000	12/29/06	04/28/09			13.00	21.04	(8.04)
	1.0000	03/12/07	04/28/09			13.00	21.21	(8.21)
	9.0000	03/14/07	04/28/09			117.00	186.12	(69.12)
	1.0000	03/15/07	04/28/09			13.00	20.86	(7.86)
	2.0000	06/12/07	04/28/09			26.00	45.20	(19.20)
	1.0000	09/12/07	04/28/09			13 00	21.93	(8.93)
	1.0000	09/13/07	04/28/09			13.00	22.21	(9.21)
	7.0000	12/26/07	04/28/09			91.00	160.51	(69.51)
	1.0000	12/26/07	04/28/09			13.00	22.93	(9.93)
	1.0000	12/27/07	04/28/09			13.00	22.63	(9.63)
	1.0000	03/12/08	04/28/09			13.00	21.02	(8.02)
	1.0000	03/13/08	04/28/09			13.00	20.95	(7.95)
		Security Subtotal				**15,901.70**	**22,513.16**	**(6,611.46)**

HYDRO CRAFT FOUNDATION INC.

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	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
BLACKROCK GLOBAL ALLOC C	1296.1820	09/28/07	03/12/09			16,435.57	25,003.34	(8,567.77)
	506.0000	12/04/07	03/12/09			6,416.08	9,993.50	(3,577.42)
	10.0000	12/17/07	03/12/09			126.80	184.00	(57.20)
	69.0000	12/17/07	03/12/09			874.92	1,269.60	(394.68)
	28.0000	12/17/07	03/12/09			355.04	515.20	(160.16)
	1.0000	12/18/07	03/12/09			12 68	18.28	(5.60)
	1.0000	12/18/07	03/12/09			12.68	18.28	(5.60)
		Security Subtotal				**24,233.77**	**37,002.20**	**(12,768.43)**
TEMP GLBL BD FD CL C	2125 2580	10/15/07	03/12/09			22,761 50	24,993.03	(2,231.53)
	2.0000	10/19/07	03/12/09			21.42	23.38	(1.96)
	7.0000	10/19/07	03/12/09			74.97	81.83	(6.86)
	1.0000	10/22/07	03/12/09			10.71	11.70	(0.99)
	7.0000	11/26/07	03/12/09			74.97	82.39	(7.42)
	54.0000	12/21/07	03/12/09			578.33	608.58	(30.25)
	1.0000	12/24/07	03/12/09			10.71	11.28	(0.57)
	7.0000	01/18/08	03/12/09			74.97	81.48	(6 51)
	1.0000	01/22/08	03/12/09			10.71	11.59	(0 88)
	7.0000	02/22/08	03/12/09			74.97	82.25	(7.28)
		Security Subtotal				**23,693.26**	**25,987.51**	**(2,294.25)**
HARTFORD CAP APPREC FD C	600.9620	06/26/06	01/28/09			11,340.14	20,030.06	(8,689.92)
	19.0000	11/15/06	01/28/09			358.53	638.21	(279.68)
	34.0000	11/15/06	01/28/09			641.58	1,142.06	(500.48)
	1.0000	11/16/06	01/28/09			18.87	33.92	(15.05)
	324.0000	09/28/07	01/28/09			6,113.87	12,989.15	(6,875.28)
	26.0000	11/19/07	01/28/09			490.62	943.54	(452.92)
	74.0000	11/19/07	01/28/09			1,396.38	2,685.46	(1,289.08)
	1.0000	11/20/07	01/28/09			18.87	35.26	(16.39)
		Security Subtotal				**20,378.86**	**38,497.66**	**(18,118.80)**
		Long Term Capital Losses Subtotal				**190,242.34**	**322,807.85**	**(132,565.51)**
NET LONG TERM CAPITAL GAIN (LOSS)								**(132,354.01)**

HYDRO CRAFT FOUNDATION INC.

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	Amortization/Accretion Life-to-Date	Sales Price	Cost Basis	Gain or (Loss)
TOTAL CAPITAL GAINS AND LOSSES						**438,419.24**	**573,655.92**	**(135,236.68)**
TOTAL REPORTABLE GROSS PROCEEDS						**438,419.24**		
DIFFERENCE						**0.00 ***		

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 premium show amortization.

(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.

REALIZED CAPITAL GAIN AND LOSS SUMMARY

	SHORT TERM GAINS	SHORT TERM LOSSES	LONG TERM GAINS	LONG TERM LOSSES
TOTAL	784.95	(3,667.62)	211.50	(132,565.51)