



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



Return of Private Foundation

or Section 4947(a)(1) Nonexempt Charitable Trust

Treated as a Private Foundation

2009

Department of the Treasury
Internal Revenue Service

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

For calendar year 2009, or tax year beginning

, 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

Name of foundation

MARGARET WATT EDWARDS FOUNDATION
ATTN: BRONWEN EDWARDS-DENNEY, CO-TRUSTEElabel.
Otherwise,
print
or type.

Number and street (or P O box number if mail is not delivered to street address)

A Employer identification number

93-1284549

See Specific
Instructions

641 NW 24TH AVENUE

Room/suite

B Telephone number

503-784-5694

City or town, state, and ZIP code

PORTLAND, OR 97210

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 foundationE If private foundation status was terminated under section 507(b)(1)(A), check here ► Section 4947(a)(1) nonexempt charitable trust Other taxable private foundationF If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ► I Fair market value of all assets at end of year J Accounting method: Cash Accrual

(from Part II, col (c), line 16)

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

► \$ 1,706,101.

Part I Analysis of Revenue and Expenses

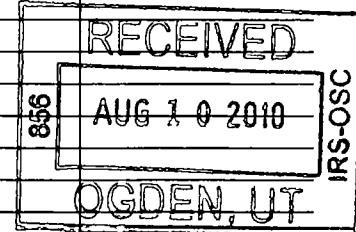
(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a))

		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1	Contributions, gifts, grants, etc., received			N/A	
2	Check ► <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B				
3	Interest on savings and temporary cash investments				
4	Dividends and interest from securities	54,667.	54,667.		STATEMENT 2
5a	Gross rents				
b	Net rental income or (loss)				
6a	Net gain or (loss) from sale of assets not on line 10	<106,347. >			STATEMENT 1
b	Gross sales price for all assets on line 6a	51,868.			
7	Capital gain net income (from Part IV, line 2)		0.		
8	Net short-term capital gain				
9	Income modifications				
10a	Gross sales less returns and allowances				
b	Less Cost of goods sold				
c	Gross profit or (loss)				
11	Other income				
12	Total. Add lines 1 through 11	<51,680. >	54,667.		
13	Compensation of officers, directors, trustees, etc	0.	0.		0.
14	Other employee salaries and wages				
15	Pension plans, employee benefits				
16a	Legal fees				
b	Accounting fees	STMT 3	4,965.	4,965.	0.
c	Other professional fees	STMT 4	150.	150.	0.
17	Interest				
18	Taxes	STMT 5	520.	2,294.	0.
19	Depreciation and depletion				
20	Occupancy				
21	Travel, conferences, and meetings				
22	Printing and publications				
23	Other expenses	STMT 6	23.	23.	0.
24	Total operating and administrative expenses. Add lines 13 through 23		5,658.	7,432.	0.
25	Contributions, gifts, grants paid		95,551.		95,551.
26	Total expenses and disbursements. Add lines 24 and 25		101,209.	7,432.	95,551.
27	Subtract line 26 from line 12:		<152,889. >		
a	Excess of revenue over expenses and disbursements				
b	Net investment income (if negative, enter -0-)		47,235.		
c	Adjusted net income (if negative, enter -0-)			N/A	

Operating and Administrative Expenses

SCANNED

AUG 1 2 2010



MARGARET WATT EDWARDS FOUNDATION

Form 990-PF (2009)

ATTN: BRONWEN EDWARDS-DENNEY, CO-TRUSTEE

93-1284549

Page 2

Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only	Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
	1	Cash - non-interest-bearing		17,174.	
	2	Savings and temporary cash investments			
	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		1,168.	
	7	Other notes and loans receivable ►			
		Less: allowance for doubtful accounts ►			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges			
	10a	Investments - U.S. and state government obligations	STMT 8	21,810.	21,038.
	b	Investments - corporate stock	STMT 9	1,519,702.	1,412,352.
	c	Investments - corporate bonds	STMT 10	51,847.	29,149.
	11	Investments - land, buildings and equipment basis ►			
		Less accumulated depreciation			
	12	Investments - mortgage loans			
	13	Investments - other			
	14	Land, buildings, and equipment: basis ►			
		Less accumulated depreciation			
	15	Other assets (describe ► ACCRUED INCOME)		726.	684.
	16	Total assets (to be completed by all filers)		1,612,427.	1,463,995.
					1,706,101.
	17	Accounts payable and accrued expenses			0.
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable			
	22	Other liabilities (describe ► BANK OVERDRAFT)		0.	3,131.
	23	Total liabilities (add lines 17 through 22)		0.	3,131.
		Foundations that follow SFAS 117, check here ► <input type="checkbox"/>			
		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 ► <input checked="" type="checkbox"/>			
		and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds		0.	0.
	28	Paid-in or capital surplus, or land, bldg., and equipment fund		0.	0.
	29	Retained earnings, accumulated income, endowment, or other funds		1,612,427.	1,460,864.
	30	Total net assets or fund balances		1,612,427.	1,460,864.
	31	Total liabilities and net assets/fund balances		1,612,427.	1,463,995.

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	1,612,427.
2	Enter amount from Part I, line 27a	2	<152,889.>
3	Other increases not included in line 2 (itemize) ►	3	1,633.
4	Add lines 1, 2, and 3	4	1,461,171.
5	Decreases not included in line 2 (itemize) ► BOOK / TAX DIFFERENCE ON ASSETS SOLD	5	307.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	1,460,864.

Form 990-PF (2009)

023511
02-02-10

13000628 755026 10865

2009 03060 MARGARET MATT EDWARDS FOUND 10865 1

MARGARET WATT EDWARDS FOUNDATION

Form 990-PF (2009)

ATTN: BRONWEN EDWARDS-DENNEY, CO-TRUSTEE

93-1284549

Page 3

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					
b	SEE ATTACHED STATEMENT				
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	51,868.		157,908.	<106,040. >	
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69				(I) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))	
	(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		
a					
b					
c					
d					
e				<106,040. >	
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	<106,040. >
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter -0- in Part I, line 8	{ }			3	N/A

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period?

 Yes No

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

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2008	89,856.	1,988,177.	.045195
2007	104,290.	2,190,388.	.047613
2006	91,099.	1,968,515.	.046278
2005	82,113.	1,775,181.	.046256
2004	73,377.	1,667,484.	.044005

2 Total of line 1, column (d) 2 .229347

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 .045869

4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5 4 1,455,800.

5 Multiply line 4 by line 3 5 66,776.

6 Enter 1% of net investment income (1% of Part I, line 27b) 6 472.

7 Add lines 5 and 6 7 67,248.

8 Enter qualifying distributions from Part XII, line 4 8 95,551.

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.

MARGARET WATT EDWARDS FOUNDATION

Form 990-PF (2009)

ATTN: BRONWEN EDWARDS-DENNEY, CO-TRUSTEE

93-1284549

Page 4

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

1a	Exempt operating foundations described in section 4940(d)(2), check here ► <input type="checkbox"/> and enter "N/A" on line 1.	(attach copy of letter if necessary-see instructions)	1	472.
Date of ruling or determination letter: _____				
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ► <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b			
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			
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)			
5	Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-			
6	Credits/Payments:	6a 6b 6c 6d	1,200.	
a	2009 estimated tax payments and 2008 overpayment credited to 2009			
b	Exempt foreign organizations - tax withheld at source			
c	Tax paid with application for extension of time to file (Form 8868)			
d	Backup withholding erroneously withheld			
7	Total credits and payments. Add lines 6a through 6d	7	1,200.	
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached			
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed			8 9 10
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid			
11	Enter the amount of line 10 to be: Credited to 2010 estimated tax ► 728. Refunded ► 0.	11	0.	

Part VII-A Statements Regarding Activities

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 1b 1c	Yes X Yes X Yes X	
b	Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for definition)?			
<i>If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities</i>				
c	Did the foundation file Form 1120-POL for this year?	2 3 4a 4b 5 N/A 6 7 8a 8b 9 10	X X X X X X X X X X X X	
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year:			
(1) On the foundation. ► \$ 0. (2) On foundation managers. ► \$ 0.				
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ► \$ 0.			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS?			
<i>If "Yes," attach a detailed description of the activities.</i>				
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? <i>If "Yes," attach a conformed copy of the changes</i>			
4a	Did the foundation have unrelated business gross income of \$1,000 or more during the year?			
b	If "Yes," has it filed a tax return on Form 990-T for this year?			
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year?			
<i>If "Yes," attach the statement required by General Instruction T</i>				
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?				
7	Did the foundation have at least \$5,000 in assets at any time during the year?			
<i>If "Yes," complete Part II, col. (c), and Part XV.</i>				
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ► _____			
OR				
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by <i>General Instruction G?</i> If "No," attach explanation			
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2009 or the taxable year beginning in 2009 (see instructions for Part XIV)? If "Yes," complete Part XIV			
10	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses			

Form 990-PF (2009)

MARGARET WATT EDWARDS FOUNDATION

Form 990-PF (2009)

ATTN: BRONWEN EDWARDS-DENNEY, CO-TRUSTEE

93-1284549

Page 5

Part VII-A Statements Regarding Activities (continued)

11 At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)

11 X

12 Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?

12 X

13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ► N/A

13 X

14 The books are in care of ► BRONWEN EDWARDS-DENNEY Telephone no. ► 503-335-8120
Located at ► 5000 SW HEWETT BLVD, PORTLAND, OR ZIP+4 ► 97221

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

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

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

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 X No

(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?

 Yes X No

(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?

 Yes X No

(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?

 Yes X 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 X 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 X No

b If any answer is "Yes" to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see page 20 of the instructions)?

N/A

1b ►

Organizations relying on a current notice regarding disaster assistance check here

c Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2009?

1c X

2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5):

a At the end of tax year 2009, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2009?

 Yes No

If "Yes," list the years ► 2008 , 2007 , ,

b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement - see instructions.)

2b X

c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here.

► , , ,

3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?

 Yes X 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

Form 990-PF (2009)

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

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

- (1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?
- (2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive?
- (3) Provide a grant to an individual for travel, study, or other similar purposes?
- (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)?
- (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 Yes No Yes No Yes No Yes Nob If any answer is "Yes" to 5a(1)-(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)?

N/A

5b

►

Organizations relying on a current notice regarding disaster assistance check here

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

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?

 Yes No

6b

X

If "Yes" to 6b, file Form 8870

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?

 Yes No

b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?

 Yes No

N/A

7b

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

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

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
BRONWEN EDWARDS-DENNEY 641 NW 24TH AVENUE PORTLAND, OR 97210	TRUSTEE 0.00	0.	0.	0.
CAMERON SHAND DENNEY 2224 NE 16TH AVE PORTLAND, OR 97212	TRUSTEE 0.00	0.	0.	0.
COLIN BEVERIDGE DENNEY HALE KAHEKA #2504, 930 KAHEKA STREET HONOLULU, HI 96814	TRUSTEE 0.00	0.	0.	0.

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

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

Total number of other employees paid over \$50,000

►

0

Form 990-PF (2009)

MARGARET WATT EDWARDS FOUNDATION

Form 990-PF (2009)

ATTN: BRONWEN EDWARDS-DENNEY, CO-TRUSTEE

93-1284549

Page 7

Part VIII **Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors (continued)****3 Five highest-paid independent contractors for professional services. If none, enter "NONE."**

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

Total number of others receiving over \$50,000 for professional services**0****Part IX-A** **Summary of Direct Charitable Activities**

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

Expenses

1	N/A	
2		
3		
4		

Part IX-B **Summary of Program-Related Investments**

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.

Amount

1	N/A	
2		
3		

All other program-related investments. See instructions.

4

Total. Add lines 1 through 3**0.**

Form 990-PF (2009)

MARGARET WATT EDWARDS FOUNDATION

Form 990-PF (2009)

ATTN: BRONWEN EDWARDS-DENNEY, CO-TRUSTEE

93-1284549

Page 8

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	1,429,478.
b	Average of monthly cash balances	1b	48,492.
c	Fair market value of all other assets	1c	
d	Total (add lines 1a, b, and c)	1d	1,477,970.
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	1,477,970.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	22,170.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	1,455,800.
6	Minimum investment return Enter 5% of line 5	6	72,790.

Part XI Distributable Amount (see instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ► and do not complete this part.)

1	Minimum investment return from Part X, line 6	1	72,790.
2a	Tax on investment income for 2009 from Part VI, line 5	2a	472.
b	Income tax for 2009. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	472.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	72,318.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	72,318.
6	Deduction from distributable amount (see instructions)	6	0.
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	72,318.

Part XII Qualifying Distributions (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:	1a	95,551.
a	Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	1b	0.
b	Program-related investments - total from Part IX-B	2	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	3a	
3	Amounts set aside for specific charitable projects that satisfy the:	3b	
a	Suitability test (prior IRS approval required)	4	95,551.
b	Cash distribution test (attach the required schedule)	5	472.
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	6	95,079.
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		
6	Adjusted qualifying distributions. Subtract line 5 from line 4		

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.

Form 990-PF (2009)

MARGARET WATT EDWARDS FOUNDATION

Form 990-PF (2009)

ATTN: BRONWEN EDWARDS-DENNEY, CO-TRUSTEE

93-1284549

Page 9

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1 Distributable amount for 2009 from Part XI, line 7				72,318.
2 Undistributed income, if any, as of the end of 2008			98,222.	
a Enter amount for 2008 only				
b Total for prior years: 2007 ,		2,329.		
3 Excess distributions carryover, if any, to 2009:				
a From 2004				
b From 2005				
c From 2006				
d From 2007				
e From 2008				
f Total of lines 3a through e	0.			
4 Qualifying distributions for 2009 from Part XII, line 4: ► \$ 95,551.			95,551.	
a Applied to 2008, but not more than line 2a				
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2009 distributable amount	0.			0.
e Remaining amount distributed out of corpus	0.			0.
5 Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a))				
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		2,329.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		2,329.		
e Undistributed income for 2008. Subtract line 4a from line 2a. Taxable amount - see instr.			2,671.	
f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				72,318.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7	0.			
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9:				
a Excess from 2005				
b Excess from 2006				
c Excess from 2007				
d Excess from 2008				
e Excess from 2009				

MARGARET WATT EDWARDS FOUNDATION

Form 990-PF (2009)

ATTN: BRONWEN EDWARDS-DENNEY, CO-TRUSTEE

93-1284549

Page 10

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

N/A

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


 4942(j)(3) or 4942(j)(5)

b Check box to indicate whether the foundation is a private operating foundation described in section

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

Part XV **Supplementary Information (Complete this part only if the foundation had \$5,000 or more in assets at any time during the year-see the instructions.)****1 Information Regarding Foundation Managers:**

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

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 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**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

MARGARET WATT EDWARDS FOUNDATION

Form 990-PF (2009)

ATTN: BRONWEN EDWARDS-DENNEY, CO-TRUSTEE

93-1284549 Page 11

Part XV **Supplementary Information** (continued)**3 Grants and Contributions Paid During the Year or Approved for Future Payment**

Recipient	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
Name and address (home or business)				
<i>a Paid during the year</i>				
SEE STATEMENT 11				
Total			► 3a	95,551.
<i>b Approved for future payment</i>				
NONE				
Total			► 3b	0.

923611 02-02-10

Form 990-PF (2009)

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.

12 Subtotal. Add columns (b), (d), and (e)

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

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

Relationship of Activities to the Accomplishment of Exempt Purposes

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.)
a MARSH & MCLENNAN COS INC	P	08/05/04	06/15/09
b AMERICAN CAPITAL LTD	P	05/10/05	06/22/09
c AXA ADR	P	09/04/07	06/22/09
d FAIRPOINT COMMUNICATIONS INC	P	VARIOUS	06/22/09
e FORESTAR GROUP INC	P	12/22/04	06/22/09
f GUARANTY FINANCIAL GROUP INC	P	12/22/04	06/22/09
g HARTFORD FINANCIAL SERVICES GROUP INC	P	09/04/07	06/22/09
h IDEARC INC	P	VARIOUS	06/22/09
i			
j			
k			
l			
m			
n			
o			

(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 20,000.		22,698.	<2,698. >
b 2,042.		25,724.	<23,682. >
c 21,384.		48,507.	<27,123. >
d 24.		190.	<166. >
e 2,136.		4,926.	<2,790. >
f 62.		3,161.	<3,099. >
g 6,216.		51,050.	<44,834. >
h 4.		1,652.	<1,648. >
i			
j			
k			
l			
m			
n			
o			

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) Losses (from col. (h)) Gains (excess of col. (h) gain over col. (k), but not less than "-0-")
a			<2,698. >
b			<23,682. >
c			<27,123. >
d			<166. >
e			<2,790. >
f			<3,099. >
g			<44,834. >
h			<1,648. >
i			
j			
k			
l			
m			
n			
o			

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	<106,040. >
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter "-0-" in Part I, line 8	3	N/A

FORM 990-PF

GAIN OR (LOSS) FROM SALE OF ASSETS

STATEMENT 1

(A) DESCRIPTION OF PROPERTY		MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
MARSH & MCLENNAN COS INC		PURCHASED	08/05/04	06/15/09
(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
20,000.	22,698.	0.	0.	<2,698.>

(A) DESCRIPTION OF PROPERTY		MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
AMERICAN CAPITAL LTD		PURCHASED	05/10/05	06/22/09
(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
2,042.	25,724.	0.	0.	<23,682.>

(A) DESCRIPTION OF PROPERTY		MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
AXA ADR		PURCHASED	09/04/07	06/22/09
(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
21,384.	48,507.	0.	0.	<27,123.>

(A) DESCRIPTION OF PROPERTY		MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
FAIRPOINT COMMUNICATIONS INC		PURCHASED	VARIOUS	06/22/09
(B) GROSS SALES PRICE	(C) COST OR OTHER BASIS	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
24.	497.	0.	0.	<473.>

(A) DESCRIPTION OF PROPERTY		MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
FORESTAR GROUP INC		PURCHASED	12/22/04	06/22/09
(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
2,136.	4,926.	0.	0.	<2,790.>

(A) DESCRIPTION OF PROPERTY		MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
GUARANTY FINANCIAL GROUP INC		PURCHASED	12/22/04	06/22/09
(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
62.	3,161.	0.	0.	<3,099.>

(A) DESCRIPTION OF PROPERTY		MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
HARTFORD FINANCIAL SERVICES GROUP INC		PURCHASED	09/04/07	06/22/09
(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
6,216.	51,050.	0.	0.	<44,834.>

(A) DESCRIPTION OF PROPERTY	PURCHASED	MANNER ACQUIRED	DATE ACQUIRED	DATE SOLD
IDEARC INC				06/22/09
(B) GROSS SALES PRICE	(C) VALUE AT TIME OF ACQ.	(D) EXPENSE OF SALE	(E) DEPREC.	(F) GAIN OR LOSS
4.	1,652.	0.	0.	<1,648. >
CAPITAL GAINS DIVIDENDS FROM PART IV				0.
TOTAL TO FORM 990-PF, PART I, LINE 6A				<106,347. >

FORM 990-PF	DIVIDENDS AND INTEREST FROM SECURITIES	STATEMENT	2
-------------	--	-----------	---

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
UBS FINANCIAL SERVICES INC.	54,667.	0.	54,667.
TOTAL TO FM 990-PF, PART I, LN 4	54,667.	0.	54,667.

FORM 990-PF	ACCOUNTING FEES	STATEMENT	3
-------------	-----------------	-----------	---

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	4,965.	4,965.		0.
TO FORM 990-PF, PG 1, LN 16B	4,965.	4,965.		0.

FORM 990-PF	OTHER PROFESSIONAL FEES	STATEMENT	4
-------------	-------------------------	-----------	---

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
BUSINESS ACCOUNT SERVICE FEE	150.	150.		0.
TO FORM 990-PF, PG 1, LN 16C	150.	150.		0.

FORM 990-PF	TAXES	STATEMENT	5
-------------	-------	-----------	---

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
OREGON DEPARTMENT OF JUSTICE	206.	206.		0.
FOREIGN TAXES	2,088.	2,088.		0.
US TREASURY	2,319.	0.		0.
FEDERAL TAX REFUND	<4,093.>	0.		0.
TO FORM 990-PF, PG 1, LN 18	520.	2,294.		0.

FORM 990-PF	OTHER EXPENSES	STATEMENT	6
-------------	----------------	-----------	---

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FOREIGN FEES	23.	23.		0.
TO FORM 990-PF, PG 1, LN 23	23.	23.		0.

MARGARET WATT EDWARDS FOUNDATION ATTN: B

93-1284549

FORM 990-PF OTHER INCREASES IN NET ASSETS OR FUND BALANCES STATEMENT 7

DESCRIPTION	AMOUNT
RETURN OF CAPITAL	10.
REPAYMENT OF RECEIVABLE	1,168.
OTHER BOOK TAX DIFFERENCES	455.
TOTAL TO FORM 990-PF, PART III, LINE 3	1,633.

FORM 990-PF U.S. AND STATE/CITY GOVERNMENT OBLIGATIONS STATEMENT 8

DESCRIPTION	U.S. GOV'T	OTHER GOV'T	BOOK VALUE	FAIR MARKET VALUE
TVA RATE 5.625% MATURES 1/18/11	X		21,810.	21,038.
TOTAL U.S. GOVERNMENT OBLIGATIONS			21,810.	21,038.
TOTAL STATE AND MUNICIPAL GOVERNMENT OBLIGATIONS				
TOTAL TO FORM 990-PF, PART II, LINE 10A			21,810.	21,038.

FORM 990-PF CORPORATE STOCK STATEMENT 9

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
3M CO	20,495.	20,667.
ABBOTT LABS	25,939.	29,695.
AFLAC INC	20,587.	20,812.
ALCOA INC	19,458.	10,478.
AMER CAPITAL STRATEGIES LTD.	786.	595.
ANADARKO PETROLEUM	47,375.	124,840.
ATT	70,735.	46,109.
ATT	46,978.	37,981.
AXA ADR	0.	0.
BANK OF AMERICA CORP	37,903.	22,590.
BARCLAYS PLC ADR	23,351.	10,736.
BASF AG SPON ADR	25,367.	47,067.
BP AMOCO PLC SPONSORED ADRS	108,140.	115,940.
CITIGROUP INC	22,674.	1,655.
CLOROX CO	25,331.	30,195.
COLGATE PALMOLIVE CO	27,046.	32,860.
COSTCO WHSL CORP	48,407.	94,672.
CVS CAREMARK CORP	49,726.	41,873.

MARGARET WATT EDWARDS FOUNDATION ATTN: B

93-1284549

DEVON ENERGY CORP NEW	20,072.	23,887.
DIAGEO PLC NEW	51,343.	41,646.
DOW CHEMICAL	19,804.	14,091.
DU PONT DE NEMOURS	25,255.	17,677.
EASTMAN CHEMICAL CO	25,139.	34,036.
FAIRPOINT COMMUNICATIONS INC	0.	0.
FORESTAR REAL ESTATE GROUP	0.	0.
GENL ELECTRIC CO	25,245.	11,726.
GUARANTY FINANCIAL GROUP INC	0.	0.
HARTFORD FINC SERVICES GROUP	0.	0.
HOST HOTELS & RESORTS INC (REIT)	7,345.	4,236.
IDEARC INC	0.	0.
JOHNSON & JOHNSON	43,680.	66,986.
KIMBERLY CLARK CORP	24,977.	24,847.
MCDONALDS CORP	49,833.	62,440.
PETROLEO BRASILEIRO SA	25,229.	164,473.
SASOL LTD SPON ADR	25,221.	56,715.
SCHLUMBERGER LIMITED	49,960.	78,759.
SIEMENS	50,683.	36,680.
STANLEY WORKS	19,511.	20,604.
STARWOOD HOTELS & RESORTS WORLDWIDE INC	18,841.	21,211.
TEMPLE INLAND INC	11,767.	12,666.
TOTAL SA FRANCE SPON ADR	24,796.	28,178.
TRAVELERS	51,079.	49,860.
UNITRIN INC	41,897.	33,075.
VERIZON COMMUNICATIONS	106,943.	67,917.
WALGREEN CO	28,002.	36,720.
WELLS FARGO & CO	45,432.	56,679.
TOTAL TO FORM 990-PF, PART II, LINE 10B	1,412,352.	1,653,874.

FORM 990-PF	CORPORATE BONDS	STATEMENT 10
DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
GE CAPITAL INTERNOTES	29,149.	30,505.
MARSH & MCLENNAN COS INC	0.	0.
TOTAL TO FORM 990-PF, PART II, LINE 10C	29,149.	30,505.

FORM 990-PF

GRANTS AND CONTRIBUTIONS
PAID DURING THE YEAR

STATEMENT 11

RECIPIENT NAME AND ADDRESS	RECIPIENT RELATIONSHIP AND PURPOSE OF GRANT	RECIPIENT STATUS	AMOUNT
ASSETS SCHOOL HONOLULU, HI	NONE TO PROVIDE FUNDS TO ACCOMPLISH ITS EXEMPT PURPOSE	501(C)(3)	26,849.
AUTISM SERVICE DOGS OF AMERICA PORTLAND, OR	NONE TO PROVIDE FUNDS TO ACCOMPLISH ITS EXEMPT PURPOSE	501(C)(3)	1,000.
BICYCLE TRANSPORTATION ALLIANCE PORTLAND, OR	NONE TO PROVIDE FUNDS TO ACCOMPLISH ITS EXEMPT PURPOSE	501(C)(3)	3,000.
BLOSSER CENTER FOR DYSLEXIA RESOURCES PORTLAND, OR	NONE TO PROVIDE FUNDS TO ACCOMPLISH ITS EXEMPT PURPOSE	501(C)(3)	26,600.
GRACE MEMORIAL EPISCOPAL CHURCH PORTLAND, OR	NONE TO PROVIDE FUNDS TO ACCOMPLISH ITS EXEMPT PURPOSE	501(C)(3)	5,000.
IMPACT NORTHWEST PORTLAND, OR	NONE TO PROVIDE FUNDS TO ACCOMPLISH ITS EXEMPT PURPOSE	501(C)(3)	6,000.
INTERNATIONAL DYSLEXIA ASSOCIATION OF AMERICA - HAWAII HONOLULU, HI	NONE TO PROVIDE FUNDS TO ACCOMPLISH ITS EXEMPT PURPOSE	501(C)(3)	5,000.
OREGON EPISCOPAL SCHOOL PORTLAND, OR	NONE TO PROVIDE FUNDS TO ACCOMPLISH ITS EXEMPT PURPOSE	501(C)(3)	1,869.

MARGARET WATT EDWARDS FOUNDATION ATTN: B

93-1284549

OREGON PUBLIC BROADCASTING PORTLAND, OR	NONE TO PROVIDE FUNDS TO ACCOMPLISH ITS EXEMPT PURPOSE	501(C)(3)	1,000.
PACIFIC YOUTH CHOIR PORTLAND, OR	NONE TO PROVIDE FUNDS TO ACCOMPLISH ITS EXEMPT PURPOSE	501(C)(3)	4,000.
PORLTAND PUBLIC SCHOOLS, MLC PORTLAND, OR	NONE TO PROVIDE FUNDS TO ACCOMPLISH ITS EXEMPT PURPOSE	501(C)(3)	882.
PORLTAND PUBLIC SCHOOLS, WHITMAN PORTLAND, OR	NONE TO PROVIDE FUNDS TO ACCOMPLISH ITS EXEMPT PURPOSE	501(C)(3)	5,000.
SOAPSTONE PORTLAND, OR	NONE TO PROVIDE FUNDS TO ACCOMPLISH ITS EXEMPT PURPOSE	501(C)(3)	3,000.
SOUTHEAST PORTLAND ROTARY CLUB PORTLAND, OR	NONE TO PROVIDE FUNDS TO ACCOMPLISH ITS EXEMPT PURPOSE	501(C)(3)	3,000.
WESTERN RIVERS CONSERVANCY PORTLAND, OR	NONE TO PROVIDE FUNDS TO ACCOMPLISH ITS EXEMPT PURPOSE	501(C)(3)	3,351.
<hr/> TOTAL TO FORM 990-PF, PART XV, LINE 3A			<hr/> 95,551. <hr/>