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
DANEM FOUNDATION
C/O THOMAS HAHN

Number and street (or P O box number if mail is not delivered to street address) | Room/suite
1236 ASHMOUNT AVE

City or town, state, and ZIP code
PIEDMONT, CA 94610

A Employer identification number 94-3304594

B Telephone number 212-239-3300

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) ▶$ 1,947,712.

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).)

		(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			N/A	
	2 Check ▶ ☒ if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	18,063.	18,063.		STATEMENT 1
	4 Dividends and interest from securities	16,898.	16,898.		STATEMENT 2
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	<90,455.>			
	b Gross sales price for all assets on line 6a 1,393,968.				
	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	<55,494.>	34,961.		
Operating and Administrative Expenses	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	4,950.	4,950.		0.
	c Other professional fees STMT 4	3,096.	3,096.		0.
	17 Interest				
	18 Taxes STMT 5	361.	361.		0.
	19 Depreciation and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses STMT 6	259.	259.		0.
	24 **Total operating and administrative expenses.** Add lines 13 through 23	8,666.	8,666.		0.
	25 Contributions, gifts, grants paid				
	26 **Total expenses and disbursements** Add lines 24 and 25	8,666.	8,666.		0.
	27 Subtract line 26 from line 12:				
	a Excess of revenue over expenses and disbursements	<64,160.>			
	b **Net investment income** (if negative, enter -0-)		26,295.		
	c **Adjusted net income** (if negative, enter -0-)			N/A	

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923501 02-02-10 LHA **For Privacy Act and Paperwork Reduction Act Notice, see the instructions.** Form **990-PF** (2009)

9H

15260511 726561 DANEM 2009.03040 DANEM FOUNDATION C/O THOMAS DANEM__1

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
Assets	1 Cash - non-interest-bearing	10,275.	10,261.	10,261.
	2 Savings and temporary cash investments	9,159.	117,218.	117,218.
	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			
	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			
	b Investments - corporate stock STMT 7	1,327,861.	1,596,667.	1,820,233.
	c Investments - corporate bonds STMT 8	441,011.	0.	0.
	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 ▶)			
	16 **Total assets** (to be completed by all filers)	1,788,306.	1,724,146.	1,947,712.
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			
	22 Other liabilities (describe ▶)			
	23 **Total liabilities** (add lines 17 through 22)	0.	0.	
Net Assets or Fund Balances	**Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.**			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ [X] and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	1,788,306.	1,724,146.	
	28 Paid-in or capital surplus, or land, bldg , and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	0.	0.	
	30 **Total net assets or fund balances**	1,788,306.	1,724,146.	
	31 **Total liabilities and net assets/fund balances**	1,788,306.	1,724,146.	

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	1,788,306.
2 Enter amount from Part I, line 27a	2	<64,160.>
3 Other increases not included in line 2 (itemize) ▶	3	0.
4 Add lines 1, 2, and 3	4	1,724,146.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	1,724,146.

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	PERSHING- SEE ATTACHMENT #1	P	VARIOUS	VARIOUS
b	PERSHING- SEE ATTACHMENT #1	P	VARIOUS	VARIOUS
c	ENTRUST CAPITAL WATERS FUND LTD.	P	VARIOUS	VARIOUS
d	POWERSHARE DB COMMODITY INDEX TRACKING FUND	P	VARIOUS	VARIOUS
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	380,178.		372,565.	7,613.
b	565,743.		611,858.	<46,115.>
c	442,889.		500,000.	<57,111.>
d	5,158.			5,158.
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				7,613.
b				<46,115.>
c				<57,111.>
d				5,158.
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** <90,455.>

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 X No

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

1 Enter the appropriate amount in each column for each year; see 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	82,271.	922,080.	.089223
2007	31,850.	1,931,743.	.016488
2006	154,589.	2,002,866.	.077184
2005	120,935.	1,963,720.	.061585
2004	125,915.	2,001,952.	.062896

2	Total of line 1, column (d)	2	.307376
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	.061475
4	Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	804,476.
5	Multiply line 4 by line 3	5	49,455.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	263.
7	Add lines 5 and 6	7	49,718.
8	Enter qualifying distributions from Part XII, line 4	8	0.

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

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see 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	526.
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	526.
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	526.
6 Credits/Payments:				
a 2009 estimated tax payments and 2008 overpayment credited to 2009	6a	1,642.		
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	1,642.
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	
10 **Overpayment** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶			10	1,116.
11 Enter the amount of line 10 to be: **Credited to 2010 estimated tax** ▶	1,116.	**Refunded** ▶	11	0.

Part VII-A Statements Regarding Activities

		Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see instructions for definition)?	1b		X
If the answer is "Yes" to **1a** *or* **1b**, *attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities*			
c Did the foundation file **Form 1120-POL** for this year?	1c		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the foundation. ▶ $ 0. (2) On foundation managers. ▶ $ 0.			
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ▶ $ 0.			
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? *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 instructions) ▶ CA			
b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by *General Instruction G? If "No," attach explanation*	8b	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2009 or the taxable year beginning in 2009 (see instructions for Part XIV)? *If "Yes," complete Part XIV*	9		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses	10		X

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

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

Website address ▶ NOT AVAILABLE

14 The books are in care of ▶ ISRAELOFF TRATTNER & CO CPA'S Telephone no. ▶ 212-239-3300

Located at ▶ 350 FIFTH AVE SUITE 1000, NEW YORK, NY ZIP+4 ▶ 10118

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.

				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?		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 ▶ ____, ____, ____, ____				
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.)	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. ▶ ____, ____, ____, ____				
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 X 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 [X] No

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

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

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? | 6b | | X

If "Yes" to 6b, file Form 8870

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

(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
THOMAS A HAHN 1236 ASHMOUNT AVE PIEDMONT CA	TRUSTEE 1.00	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

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	
All other program-related investments. See instructions. 3	
Total. Add lines 1 through 3 ▶	0.

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	729,420.
b	Average of monthly cash balances	1b	87,307.
c	Fair market value of all other assets	1c	
d	**Total** (add lines 1a, b, and c)	1d	816,727.
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	816,727.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	12,251.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	804,476.
6	**Minimum investment return** Enter 5% of line 5	6	40,224.

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	40,224.
2a	Tax on investment income for 2009 from Part VI, line 5 2a 526.		
b	Income tax for 2009. (This does not include the tax from Part VI.) 2b		
c	Add lines 2a and 2b	2c	526.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	39,698.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	39,698.
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	39,698.

Part XII Qualifying Distributions (see instructions)

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

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

Part XIII **Undistributed Income** (see instructions)

	(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1 Distributable amount for 2009 from Part XI, line 7				39,698.
2 Undistributed income, if any, as of the end of 2009				
a Enter amount for 2008 only			0.	
b Total for prior years: ______ , ______ , ______		0.		
3 Excess distributions carryover, if any, to 2009:				
a From 2004				
b From 2005				
c From 2006 22,445.				
d From 2007				
e From 2008 36,625.				
f **Total** of lines 3a through e	59,070.			
4 Qualifying distributions for 2009 from Part XII, line 4: ▶ $ 0.				
a Applied to 2008, but not more than line 2a			0.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2009 distributable amount				0.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a).)	39,698.			39,698.
6 **Enter the net total of each column as indicated below:**				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	19,372.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2008. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	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	19,372.			
10 Analysis of line 9:				
a Excess from 2005				
b Excess from 2006				
c Excess from 2007				
d Excess from 2008 19,372.				
e Excess from 2009				

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 ▶

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
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:

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

c Any submission deadlines:

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

Part XV Supplementary Information (continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
NONE				
Total			▶ 3a	0.
b *Approved for future payment*				
NONE				
Total			▶ 3b	0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income		Excluded by section 512, 513, or 514		
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	(e) Related or exempt function income
1 Program service revenue:					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	18,063.	
4 Dividends and interest from securities			14	16,898.	
5 Net rental income or (loss) from real estate:					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory			18	<90,455.>	
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.		<55,494.>	0.

13 Total. Add line 12, columns (b), (d), and (e) 13 <55,494.>

(See worksheet in line 13 instructions 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).
	CHARITABLE CONTRIBUTIONS TO PUBLIC CHARITIES

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 6/1/10 ▶ Title

Paid Preparer's Use Only

Preparer's signature ▶	Date 5/4/10	Check if self-employed ▶ ☐ Preparer's identifying number P00117314
Firm's name (or yours if self-employed), address, and ZIP code ▶	ISREALOFF, TRATTNER & CO CPA'S 350 FIFTH AVE SUITE 1000 NEW YORK, N.Y. 10118	EIN ▶ 11-3044886 Phone no. 212-239-3300

REALIZED GAINS AND LOSSES
THE DANEM FOUNDATION
U/A/D 5/26/98
N7C003456
From 01-01-09 Through 12-31-09

Open Date	Close Date	Quantity	Security	Cost Basis	Proceeds	Gain Or Loss Short Term	Gain Or Loss Long Term
09-11-08	01-08-09	86 00	Methanex Corp	2,029 67	891 35	-1,138 32	
10-13-06	01-08-09	62 00	Methanex Corp	1,355 45	642 60		-712 85
09-08-05	01-08-09	66 00	Methanex Corp	990 30	684 05		-306 25
02-11-08	01-09-09	121 00	Holly Corp	5,663 56	2,454 88	-3,208 68	
02-07-08	01-09-09	75 00	Holly Corp	3,476 82	1,521 62	-1,955 20	
05-14-08	01-09-09	88 00	Holly Corp	3,694 15	1,785 37	-1,908 78	
07-08-08	01-09-09	6 00	Holly Corp	191 92	121 73	-70 19	
10-16-08	01-09-09	94 00	Sherwin Williams Co	4,989 08	5,671 46	682 38	
06-19-08	01-14-09	70 00	WellPoint Inc	3,433 28	2,623 60	-809 68	
04-21-08	01-14-09	60 00	WellPoint Inc	2,935 00	2,248 80	-686 20	
01-22-99	01-15-09	100,000	JPMorgan & Co Inc MTN BE 6 000% Due 01-15-09	99,728 00	100,000 00		272 00
09-25-08	01-27-09	115 00	Walter Energy Inc	6,562 05	2,213 39	-4,348 66	
10-08-08	01-29-09	50 00	Rockwell Collins Inc	2,089 16	1,926 35	-162 81	
06-04-08	02-09-09	33 00	Diageo PLC Sp ADR	2,545 77	1,828 38	-717 39	
12-16-08	02-09-09	40 00	Goldman Sachs Group Inc	2,974 12	3,802 98	828 86	
10-03-08	02-12-09	138 00	Agilent Technologies Inc	4,006 14	2,509 19	-1,496 95	
02-10-99	02-17-09	100,000	Merrill Lynch & Co Inc 6 000% Due 02-17-09	99,769 00	100,000 00		231 00
07-23-08	02-18-09	495 00	Weatherford International Ltd	18,267 68	4,626 44	-13,641 24	
07-15-08	02-26-09	1 00	Eaton Corp	72 86	37 96	-34 90	
09-05-08	03-17-09	75 00	Nalco Holding Company	1,656 70	928 09	-728 61	
04-21-08	04-02-09	39 00	WellPoint Inc	1,907 75	1,550 32	-357 43	
11-06-03	04-02-09	76 00	WellPoint Inc	2,584 95	3,021 13		436 18
07-15-08	04-08-09	34 00	Eaton Corp	2,477 08	1,349 94	-1,127 14	
09-18-08	04-08-09	38 00	Eaton Corp	2,497 40	1,508 76	-988 64	
10-10-05	04-08-09	90 00	Eaton Corp	5,495 64	3,573 37		-1,922 27
10-03-08	04-15-09	132 00	Agilent Technologies Inc	3,831 96	2,129 76	-1,702 20	
10-24-08	04-15-09	130 00	Agilent Technologies Inc	2,636 65	2,097 50	-539 15	
02-27-09	04-22-09	92 00	Nike Inc Cl B	3,832 54	5,080 00	1,247 46	
01-27-09	04-28-09	321 00	CommScope Inc	4,784 11	6,341 60	1,557 49	
11-06-03	05-13-09	42 00	WellPoint Inc	1,428 53	1,945 31		516 78
11-14-08	05-13-09	73 00	WellPoint Inc	2,647 90	3,381 14	733 24	
02-09-09	05-28-09	446 00	International Game Technology	4,990 29	7,161 21	2,170 92	
10-08-08	06-02-09	10 00	Coach Inc	200 41	278 71	78 30	
05-17-07	06-02-09	115 00	Dominos Pizza Inc	2,264 91	1,067 86		-1,197 05
10-18-07	06-02-09	175 00	Dominos Pizza Inc	2,557 42	1,625 01		-932 41
07-08-08	06-02-09	140 00	Holly Corp	4,478 20	3,354 66	-1,123 54	
09-04-08	06-02-09	46 00	Holly Corp	1,334 00	1 102 25	-231 75	
10-08-08	06-02-09	80 00	Rockwell Collins Inc	3,342 66	3 593 04	250 38	
04-28-09	06-02-09	37 00	Rockwell Collins Inc	1,379 65	1,661 78	282 13	
10-18-07	06-03-09	65 00	Dominos Pizza Inc	949 90	584 59		-365 31
01-08-09	07-27-09	123 00	Kraft Foods Inc Cl A	3,431 54	3,455 84	24 30	
10-08-08	07-28-09	265 00	Coach Inc	5,310 81	7,229 54	1,918 73	
09-19-08	07-31-09	160 00	Demag Cranes AG NPV (Regd)	6,984 69	3,916 69	-3,068 00	
10-25-07	07-31-09	115 00	Demag Cranes AG NPV (Regd)	6,320 23	2,815 13		-3,505 10
12-06-07	07-31-09	100 00	Demag Cranes AG NPV (Regd)	4,335 94	2,447 93		-1,888 01
07-10-08	07-31-09	286 00	Tognum AG NPV (Br)	6,714 69	3,916 98		-2 797 71

SCHEDULE I-1

REALIZED GAINS AND LOSSES

THE DANEM FOUNDATION

U/A/D 5/26/98

N7C003456

From 01-01-09 Through 12-31-09

Open Date	Close Date	Quantity	Security	Cost Basis	Proceeds	Gain Or Loss Short Term	Gain Or Loss Long Term
09-04-08	07-31-09	54 00	Transocean Ltd Reg	6,407 19	4,230 69	-2,176 50	
09-18-08	07-31-09	25 00	Transocean Ltd Reg	2,931 09	1,958 65	-972 44	
07-03-08	07-31-09	42 00	Transocean Ltd Reg	6,049 90	3,290 54		-2,759 36
10-22-07	07-31-09	26 00	Transocean Ltd Reg	3,529 50	2,037 00		-1,492 50
04-10-07	07-31-09	35 00	Transocean Ltd Reg	4,221 13	2,742 12		-1,479 01
05-28-09	07-31-09	277 00	Covidien PLC	9,505 75	10,481 58	975 83	
05-12-09	07-31-09	582 00	Bank of America Corporation	7,157 84	8,136 15	978 31	
05-26-09	07-31-09	370 00	Bank of America Corporation	4,121 80	5,172 46	1,050 66	
04-29-09	07-31-09	446 00	Burger King Holdings Inc	7,655 63	7,546 12	-109 51	
03-05-07	07-31-09	385 00	CKE Restaurants Inc	7,244 55	3,437 96		-3,806 59
03-14-07	07-31-09	205 00	CKE Restaurants Inc	3,851 75	1,830 60		-2,021 15
07-25-07	07-31-09	230 00	CKE Restaurants Inc	4,192 85	2,053 85		-2,139 00
06-16-09	07-31-09	210 00	CSX Corp	7,382 34	8,483 97	1,101 63	
05-19-09	07-31-09	308 00	CVS Caremark Corporation	9,648 26	10,359 95	711 69	
06-10-09	07-31-09	119 00	CVS Caremark Corporation	3,638 43	4,002 71	364 28	
01-12-09	07-31-09	222 00	CVS Caremark Corporation	5,583 26	7,467 23	1,883 97	
12-14-06	07-31-09	150 00	Canadian Tire Ltd Cl A	9,439 51	7,475 78		-1,963 73
02-01-07	07-31-09	5 00	Canadian Tire Ltd Cl A	292 78	249 19		-43 59
02-07-08	07-31-09	390 00	Cisco Systems Inc	8,463 62	8,553 64		90 02
02-14-02	07-31-09	100,000	Citigroup Inc 6 000% Due 02-21-12	99,459 00	100,120 00		661 00
02-02-99	07-31-09	66 00	Citigroup Inc	1,673 17	198 81		-1,474 36
02-16-99	07-31-09	99 00	Citigroup Inc	2,499 38	298 22		-2,201 16
10-17-06	07-31-09	286 00	Crown Holdings Inc	5,354 63	7,184 33		1,829 69
04-17-06	07-31-09	155 00	Crown Holdings Inc	2,710 84	3 893 61		1,182 77
04-13-06	07-31-09	160 00	Crown Holdings Inc	2,775 47	4 019 21		1,243 74
07-18-06	07-31-09	190 00	Crown Holdings Inc	3,064 83	4 772 81		1,707 98
07-01-05	07-31-09	15 00	Crown Holdings Inc	217 07	376 80		159 73
04-23-04	07-31-09	85 00	Crown Holdings Inc	803 40	2 135 20		1,331 80
09-04-08	07-31-09	169 00	Crown Holdings Inc	4,125 73	4,245 29	119 56	
06-04-08	07-31-09	75 00	Diageo PLC Sp ADR	5,785 84	4,650 63		-1,135 21
10-15-08	07-31-09	37 00	Diageo PLC Sp ADR	2,256 58	2,294 31	37 73	
10-24-08	07-31-09	50 00	Diageo PLC Sp ADR	2 696 59	3,100 42	403 83	
03-20-09	07-31-09	187 00	Diageo PLC Sp ADR	7,838 16	11,595 57	3,757 41	
10-18-07	07-31-09	149 00	Dominos Pizza Inc	2,177 46	1,232 29		-945 17
04-08-09	07-31-09	1,082 00	Dominos Pizza Inc	7,388 55	8,948 55	1,560 00	
10-02-08	07-31-09	265 00	General Electric Co	5,943 02	3,490 40	-2,452 62	
04-24-08	07-31-09	184 00	Genesco Inc	4,095 62	3,970 90		-124 72
03-03-08	07-31-09	340 00	Goodyear Tire & Rubber Co	9,512 68	5,422 86		-4,089 82
06-17-09	07-31-09	615 00	Groupe Aeroplan Inc	4,500 51	5,525 47	1,024 96	
06-15-09	07-31-09	1,025 00	Groupe Aeroplan Inc	7,434 41	9,209 11	1,774 70	
09-04-08	07-31-09	154 00	Holly Corp	4,466 00	3,283 09	-1,182 91	
04-16-09	07-31-09	460 00	Holly Corp	10,634 79	9,806 62	-828 17	
09-26-08	07-31-09	130 00	JPMorgan Chase & Co	5,482 87	4,982 77	-500 10	
03-04-09	07-31-09	227 00	JPMorgan Chase & Co	4,389 40	8,700 68	4,311 28	
04-16-09	07-31-09	600 00	L-1 Identity Solutions Inc	4,283 64	4,739 87	456 23	
04-20-09	07-31-09	688 00	L-1 Identity Solutions Inc	4,511 63	5,435 06	923 43	
03-01-07	07-31-09	125 00	Limited Brands Inc	3,335 46	1,590 39		-1,745 07
02-04-05	07-31-09	20 00	Limited Brands Inc	483 64	254 46		-229 18
11-09-05	07-31-09	360 00	Limited Brands Inc	7,711 60	4,580 33		-3,131 27
07-01-09	07-31-09	44 00	Mastercard Inc Cl A	7,381 05	8,598 78	1,217 73	
09-08-05	07-31-09	159 00	Methanex Corp	2,385 71	2,593 46		207 75
01-09-02	07-31-09	100,000	Mississippi State GO Ref B 5 840% Due 12-01-09	100,000 00	99,222 00		-778 00

1-2

REALIZED GAINS AND LOSSES

THE DANEM FOUNDATION

U/A/D 5/26/98

N7C003456

From 01-01-09 Through 12-31-09

Open Date	Close Date	Quantity	Security	Cost Basis	Proceeds	Gain Or Loss Short Term	Gain Or Loss Long Term
09-05-08	07-31-09	345 00	Nalco Holding Company	7,620 81	6,144 29	-1,476 52	
09-19-08	07-31-09	117 00	Nalco Holding Company	2,540 34	2,083 71	-456 63	
10-08-08	07-31-09	195 00	Nalco Holding Company	2,802 79	3,472 86	670 07	
02-27-09	07-31-09	81 00	Nike Inc Cl B	3,374 30	4,570 06	1,195 76	
03-20-09	07-31-09	529 00	Oracle Corp	9,063 28	11,690 60	2,627 32	
01-15-09	07-31-09	22 00	Oracle Corp	355 87	486 19	130 32	
10-24-08	07-31-09	300 00	Oracle Corp	4,795 61	6,629 82	1,834 21	
05-08-09	07-31-09	1,388 00	Pep Boys Manny Moe & Jack	9,661 59	13,671 44	4,009 85	
04-28-09	07-31-09	74 00	Rockwell Collins Inc	2,759 30	3,136 18	376 88	
02-27-09	07-31-09	92 00	Rockwell Collins Inc	2,914 66	3,899 04	984 38	
11-19-08	07-31-09	55 00	Rockwell Collins Inc	1,726 21	2,330 95	604 74	
02-26-08	07-31-09	693 00	Service Corp Intl	7,801 93	4,382 07		-3,419 86
04-26-06	07-31-09	334 00	Service Corp Intl	2,695 41	2,111 99		-583 42
04-27-06	07-31-09	196 00	Service Corp Intl	1,576 80	1,239 37		-337 43
04-21-05	07-31-09	340 00	Service Corp Intl	2,265 97	2,149 94		-116 03
04-17-09	07-31-09	1,027 00	Service Corp Intl	4,390 12	6,494 07	2,103 95	
04-16-09	07-31-09	500 00	Service Corp Intl	2,049 35	3,161 67	1,112 32	
06-29-09	07-31-09	180 00	Sherwin Williams Co	9,720 81	10,299 69	578 88	
05-08-09	07-31-09	575 00	SuperValu Inc	9,512 85	8,489 83	-1,023 02	
02-21-08	07-31-09	155 00	Teleflex Inc	9,301 35	7,546 01		-1,755 34
10-10-08	07-31-09	96 00	Teleflex Inc	4,489 70	4,673 66	183 96	
04-28-09	07-31-09	175 00	Teleflex Inc	7,385 32	8,519 69	1,134 37	
05-20-09	07-31-09	265 00	Thermo Fisher Scientific Inc	9,553 44	12,092 16	2,538 72	
11-14-08	07-31-09	1 00	WellPoint Inc	36 27	51 93	15 66	
03-03-09	07-31-09	310 00	WellPoint Inc	9,792 06	16,099 78	6,307 72	
08-08-07	07-31-09	200 00	Nestle SA CHF	7,764 26	8,152 89		388 63
02-27-03	08-04-09	40,000	South Gate CA Cert of Part 6 250% Due 09-01-12	44,626 00	39,650 00		-4,976 00
TOTAL GAINS						58,836 53	10,259 07
TOTAL LOSSES						-51,223 88	-56,373 91
				984,422.85	945,920 67	7,612.66	-46,114.84

TOTAL REALIZED GAIN/LOSS -38,502 18

	SELLING PRICE	COST	GAIN/(LOSS)
SHORT TERM	380178	372565	7613
LONG TERM	565743	611858	<46115>
	945921	984423	<38502>

1-3

FORM 990-PF INTEREST ON SAVINGS AND TEMPORARY CASH INVESTMENTS STATEMENT 1

SOURCE	AMOUNT
PERSHING #N7C-003456	18,025.
POWERSHARES FUND	38.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	18,063.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
CHARLES SCHWAB #6548-0486	13,283.	0.	13,283.
PERSHING #N7C-003456	3,615.	0.	3,615.
TOTAL TO FM 990-PF, PART I, LN 4	16,898.	0.	16,898.

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	4,950.	4,950.		0.
TO FORM 990-PF, PG 1, LN 16B	4,950.	4,950.		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
OTHER PROFESSIONAL FEES	3,096.	3,096.		0.
TO FORM 990-PF, PG 1, LN 16C	3,096.	3,096.		0.

FORM 990-PF TAXES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FOREIGN TAX	351.	351.		0.
CA FRANCHISE TAX BOARD	10.	10.		0.
TO FORM 990-PF, PG 1, LN 18	361.	361.		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
BANK CHARGE	259.	259.		0.
TO FORM 990-PF, PG 1, LN 23	259.	259.		0.

FORM 990-PF CORPORATE STOCK STATEMENT 7

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
PERSHING & ENTRUST CAPITAL	634,300.	778,516.
CHARLES SCHWAB	957,426.	1,036,776.
POWERSHARES DB INDEX TRACKING FUND	4,941.	4,941.
TOTAL TO FORM 990-PF, PART II, LINE 10B	1,596,667.	1,820,233.

FORM 990-PF CORPORATE BONDS STATEMENT 8

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
PERSHING	0.	0.
TOTAL TO FORM 990-PF, PART II, LINE 10C	0.	0.

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

Application for Extension of Time To File an Exempt Organization Return

▶ File a separate application for each return

OMB No 1545-1709

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

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

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

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

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

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

Type or print File by the due date for filing your return See instructions	Name of Exempt Organization DANEM FOUNDATION C/O THOMAS HAHN	**Employer identification number** 94-3304594
	Number, street, and room or suite no If a P O box, see instructions 1236 ASHMOUNT AVE	
	City, town or post office, state, and ZIP code For a foreign address, see instructions PIEDMONT, CA 94610	

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

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

- The books are in the care of ▶ ISRAELOFF TRATTNER & CO CPA'S
350 FIFTH AVE SUITE 1000 - NEW YORK, NY 10118

Telephone No ▶ 212-239-3300 FAX No ▶

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

1 I request an automatic 3-month (6-months for a corporation required to file Form 990-T) extension of time until AUGUST 15, 2010, to file the exempt organization return for the organization named above The extension is for the organization's return for
▶ [X] calendar year 2009 or
▶ [ ] tax year beginning ______, and ending ______

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

3a	If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits See instructions	3a	$ 526.
b	If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made Include any prior year overpayment allowed as a credit	3b	$ 1,642.
c	**Balance Due.** Subtract line 3b from line 3a Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions	3c	$ 0.

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