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Form 990-PF

Return of Private Foundation

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

2009

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

Department of the Treasury
Internal Revenue Service

For calendar year 2009, or tax year beginning 01-01-2009 , and ending 12-31-2009

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 ARATANI FOUNDATION	
Number and street (or P O box number if mail is not delivered to street address) 23505 Crenshaw Blvd 230	Room/suite
City or town, state, and ZIP code Torrance, CA 90505	

A Employer identification number

95-4377347

B Telephone number (see page 10 of the instructions)
(310) 530-9900

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) **\$ 24,308,304** **J** Accounting method Cash Accrual
 Other (specify) _____
(Part I, column (d) must be on cash basis.)

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see page 11 of the instructions))		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc , received (attach schedule)				
	2 Check <input type="checkbox"/> <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.	1,094,337	1,094,337		
	5a Gross rents				
	b Net rental income or (loss) _____				
	6a Net gain or (loss) from sale of assets not on line 10	372,042			
	b Gross sales price for all assets on line 6a _____				
	7 Capital gain net income (from Part IV, line 2)		372,042		
	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) (attach schedule)				
	11 Other income (attach schedule)	4,053	4,053		
	12 Total. Add lines 1 through 11	1,470,432	1,470,432		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	38,333	38,333		
	14 Other employee salaries and wages	30,000	30,000		
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule)	21,945	21,945		
	c Other professional fees (attach schedule)	153,515	153,515		
	17 Interest	74,975	74,975		
	18 Taxes (attach schedule) (see page 14 of the instructions)	6,697	6,697		
	19 Depreciation (attach schedule) and depletion	247	247		
	20 Occupancy	5,881	5,881		
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule)	204,167	204,167		
	24 Total operating and administrative expenses.				
	Add lines 13 through 23	535,760	535,760		0
	25 Contributions, gifts, grants paid.	1,889,819			1,889,819
	26 Total expenses and disbursements. Add lines 24 and 25	2,425,579	535,760		1,889,819
	27 Subtract line 26 from line 12				
	a Excess of revenue over expenses and disbursements	-955,147			
	b Net investment income (if negative, enter -0-)		934,672		
	c Adjusted net income (if negative, enter -0-)				

Part II Balance Sheets	Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)	Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
1	Cash—non-interest-bearing	75,203	54,626	54,326
2	Savings and temporary cash investments	3,801,792	6,446,408	6,446,408
3	Accounts receivable ►			
	Less allowance for doubtful accounts ►			
4	Pledges receivable ►			
	Less allowance for doubtful accounts ►			
5	Grants receivable			
6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 15 of the instructions)			
7	Other notes and loans receivable (attach schedule) ►			
	Less allowance for doubtful accounts ►			
8	Inventories for sale or use			
9	Prepaid expenses and deferred charges	17,078	11,169	11,169
10a	Investments—U S and state government obligations (attach schedule)	9,579,425	8,087,902	8,350,513
b	Investments—corporate stock (attach schedule)		16,738	19,706
c	Investments—corporate bonds (attach schedule)	8,911,682	8,880,652	9,329,766
11	Investments—land, buildings, and equipment basis ►			
	Less accumulated depreciation (attach schedule) ►			
12	Investments—mortgage loans			
13	Investments—other (attach schedule)	2,185,000	95,000	96,416
14	Land, buildings, and equipment basis ► 1,600			
	Less accumulated depreciation (attach schedule) ► 370	1,477	1,230	
15	Other assets (describe ►)			
16	Total assets (to be completed by all filers—see the instructions Also, see page 1, item I)	24,571,657	23,593,725	24,308,304
17	Accounts payable and accrued expenses			
18	Grants payable			
19	Deferred revenue			
20	Loans from officers, directors, trustees, and other disqualified persons			
21	Mortgages and other notes payable (attach schedule)			
22	Other liabilities (describe ►)			
23	Total liabilities (add lines 17 through 22)		0	
	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			
28	Paid-in or capital surplus, or land, bldg , and equipment fund			
29	Retained earnings, accumulated income, endowment, or other funds	24,571,657	23,593,725	
30	Total net assets or fund balances (see page 17 of the instructions)	24,571,657	23,593,725	
31	Total liabilities and net assets/fund balances (see page 17 of the instructions)	24,571,657	23,593,725	

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	24,571,657
2	Enter amount from Part I, line 27a	2	-955,147
3	Other increases not included in line 2 (itemize) ►	3	
4	Add lines 1, 2, and 3	4	23,616,510
5	Decreases not included in line 2 (itemize) ►	5	22,785
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	23,593,725

Part IV Capital Gains and Losses for Tax on Investment Income

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? Yes No
If "Yes," the foundation does not qualify under section 4940(e). Do not complete this part

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2008	2,852,096	26,308,433	0 10841
2007	2,340,423	28,403,376	0 08240
2006	2,167,665	29,759,532	0 07284
2005	1,864,476	29,560,045	0 06307
2004	1,369,982	30,836,653	0 04443
2	Total of line 1, column (d).		2 0 37111
3	Average distribution ratio for the 5-year base period—divide the total on line 2 by 5, or by		
	the number of years the foundation has been in existence if less than 5 years		3 0 07422
4	Enter the net value of noncharitable-use assets for 2009 from Part X, line 5.		4 24,290,361
5	Multiply line 4 by line 3.		5 1,803,074
6	Enter 1% of net investment income (1% of Part I, line 27b).		6 9,345
7	Add lines 5 and 6.		7 1,812,429
8	Enter qualifying distributions from Part XII, line 4.		8 1,889,819

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

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

1a	Exempt operating foundations described in section 4940(d)(2), check here <input checked="" type="checkbox"/> and enter "N/A" on line 1		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 <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b		1	9,347
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	
3	Add lines 1 and 2.		3	9,347
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)		4	
5	Tax based on investment income. Subtract line 4 from line 3 If zero or less, enter -0-		5	9,347
6	Credits/Payments			
a	2009 estimated tax payments and 2008 overpayment credited to 2009	6a	11,169	
b	Exempt foreign organizations—tax withheld at source	6b		
c	Tax paid with application for extension of time to file (Form 8868)	6c	1,331	
d	Backup withholding erroneously withheld	6d		
7	Total credits and payments Add lines 6a through 6d.	7		12,500
8	Enter any penalty for underpayment of estimated tax Check here <input checked="" type="checkbox"/> if Form 2220 is attached <input checked="" type="checkbox"/>	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		3,153
11	Enter the amount of line 10 to be Credited to 2010 estimated tax <input checked="" type="checkbox"/>	3,153	Refunded <input checked="" type="checkbox"/>	11

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?		Yes	No
1b	Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)?		Yes	No
	<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>			
1c	Did the foundation file Form 1120-POL for this year?		Yes	No
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year			
	(1) On the foundation <input checked="" type="checkbox"/> \$ _____ (2) On foundation managers <input checked="" type="checkbox"/> \$ _____			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers <input checked="" type="checkbox"/> \$ _____			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS?		Yes	No
	<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? If "Yes," attach a conformed copy of the changes		Yes	No
4a	Did the foundation have unrelated business gross income of \$1,000 or more during the year?		Yes	No
b	If "Yes," has it filed a tax return on Form 990-T for this year?		Yes	No
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year?		Yes	No
	<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? If "Yes," complete Part II, col (c), and Part XV		Yes	
8a	Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) <input checked="" type="checkbox"/> 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 .		Yes	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2009 or the taxable year beginning in 2009 (see instructions for Part XIV on page 27)? If "Yes," complete Part XIV		Yes	No
10	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		Yes	No

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 page 20 of the instructions).	<input type="checkbox"/> 11		<input type="checkbox"/> No
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	<input type="checkbox"/> 12		<input type="checkbox"/> No
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	<input type="checkbox"/> 13	<input checked="" type="checkbox"/> Yes	
Website address ► N/A				
14	The books are in care of ► GEORGE T ARATANI Located at ► 23505 Crenshaw Blvd 230 TORRANCE CA	Telephone no ► (310) 530-9900 ZIP +4 ► 90505		
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 —Check here ► 15 and enter the amount of tax-exempt interest received or accrued during the year ►			

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.

		<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> 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)?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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)	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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)? Organizations relying on a current notice regarding disaster assistance check here. ►	<input type="checkbox"/> 1b	<input type="checkbox"/> No
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?	<input type="checkbox"/> 1c	<input type="checkbox"/> No
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?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
	If "Yes," list the years ► 20____, 20____, 20____, 20____		
b	Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement—see page 20 of the instructions)	<input type="checkbox"/> 2b	<input type="checkbox"/> No
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here ► 20____, 20____, 20____, 20____		
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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).	<input type="checkbox"/> 3b	<input type="checkbox"/> No
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	<input type="checkbox"/> 4a	<input type="checkbox"/> No
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?	<input type="checkbox"/> 4b	<input type="checkbox"/> No

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))?		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(3) Provide a grant to an individual for travel, study, or other similar purposes?		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see page 22 of the instructions).		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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?		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	If any answer is "Yes" to 5a(1)–(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see page 22 of the instructions)? Organizations relying on a current notice regarding disaster assistance check here.	<input checked="" type="checkbox"/>	5b	No
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?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	6b	No
b	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?			
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? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		7b	No
b	If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?			

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors**1 List all officers, directors, trustees, foundation managers and their compensation (see page 22 of the instructions).**

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
See Additional Data Table				

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

(a) Name and address of each employee paid more than \$50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
NONE				
Total number of other employees paid over \$50,000.				<input checked="" type="checkbox"/>

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

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

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

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.

1	
2	
3	
4	

Part IX-B Summary of Program-Related Investments (see page 23 of the instructions)

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

1	_____	

2	_____	

All other program-related investments See page 24 of the instructions		
3	_____	

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc , purposes		
a	Average monthly fair market value of securities.	1a	20,175,103
b	Average of monthly cash balances.	1b	4,472,584
c	Fair market value of all other assets (see page 24 of the instructions).	1c	12,584
d	Total (add lines 1a, b, and c).	1d	24,660,271
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	
3	Subtract line 2 from line 1d.	3	24,660,271
4	Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see page 25 of the instructions).	4	369,904
5	Net value of noncharitable-use assets. Subtract line 4 from line 3 Enter here and on Part V, line 4	5	24,290,367
6	Minimum investment return. Enter 5% of line 5.	6	1,214,518

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

1	Minimum investment return from Part X, line 6.	1	1,214,518
2a	Tax on investment income for 2009 from Part VI, line 5.	2a	9,347
b	Income tax for 2009 (This does not include the tax from Part VI).	2b	
c	Add lines 2a and 2b.	2c	9,347
3	Distributable amount before adjustments Subtract line 2c from line 1.	3	1,205,171
4	Recoveries of amounts treated as qualifying distributions.	4	
5	Add lines 3 and 4.	5	1,205,171
6	Deduction from distributable amount (see page 25 of the instructions).	6	
7	Distributable amount as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1.	7	1,205,171

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

1	Amounts paid (including administrative expenses) to accomplish charitable, etc , purposes		
a	Expenses, contributions, gifts, etc —total from Part I, column (d), line 26.	1a	1,889,819
b	Program-related investments—total from Part IX-B.	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes.	2	
3	Amounts set aside for specific charitable projects that satisfy the	3a	
a	Suitability test (prior IRS approval required).	3b	
b	Cash distribution test (attach the required schedule).	4	1,889,819
4	Qualifying distributions. Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	5	9,347
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see page 26 of the instructions).	6	1,880,472
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

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

	(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1 Distributable amount for 2009 from Part XI, line 7				1,205,171
2 Undistributed income, if any, as of the end of 2008				
a Enter amount for 2008 only.				
b Total for prior years 20____, 20____, 20____				
3 Excess distributions carryover, if any, to 2009				
a From 2004.				
b From 2005.				
c From 2006.				
d From 2007.	572,323			
e From 2008.	1,548,492			
f Total of lines 3a through e.		2,120,815		
4 Qualifying distributions for 2009 from Part XII, line 4 ► \$ _____ 1,889,819				
a Applied to 2008, but not more than line 2a				
b Applied to undistributed income of prior years (Election required—see page 26 of the instructions)				
c Treated as distributions out of corpus (Election required—see page 26 of the instructions).	0			
d Applied to 2009 distributable amount.				1,205,171
e Remaining amount distributed out of corpus	684,648			
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:		2,805,463		
a Corpus Add lines 3f, 4c, and 4e Subtract line 5				
b Prior years' undistributed income Subtract line 4b from line 2b.				
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed.				
d Subtract line 6c from line 6b Taxable amount—see page 27 of the instructions				
e Undistributed income for 2008 Subtract line 4a from line 2a Taxable amount—see page 27 of the instructions				
f Undistributed income for 2009 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2010.				0
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see page 27 of the instructions)				
8 Excess distributions carryover from 2004 not applied on line 5 or line 7 (see page 27 of the instructions)				
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a		2,805,463		
10 Analysis of line 9				
a Excess from 2005.				
b Excess from 2006.				
c Excess from 2007.	572,323			
d Excess from 2008.	1,548,492			
e Excess from 2009.	684,648			

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

1a	If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2009, enter the date of the ruling. <input type="text"/>			
b	Check box to indicate whether the organization is a private operating foundation described in section <input type="checkbox"/> 4942(j)(3) or <input type="checkbox"/> 4942(j)(5)			
2a	Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed.			
b	85% of line 2a.			
c	Qualifying distributions from Part XII, line 4 for each year listed.			
d	Amounts included in line 2c not used directly for active conduct of exempt activities.			
e	Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c.			
3	Complete 3a, b, or c for the alternative test relied upon			
a	"Assets" alternative test—enter (1) Value of all assets			
	(2) Value of assets qualifying under section 4942(j)(3)(B)(i)			
b	"Endowment" alternative test—enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed.			
c	"Support" alternative test—enter (1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties).			
	(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii).			
	(3) Largest amount of support from an exempt organization			
	(4) Gross investment income			

Part XV Supplementary Information (Complete this part only if the organization had \$5,000 or more in assets at any time during the year—see page 27 of the instructions.)**1 Information Regarding Foundation Managers:**

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

See Additional Data Table

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

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

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

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

ARATANI FOUNDATION
23505 Crenshaw Blvd 230
TORRANCE, CA 90505
(310) 530-9900

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

APPLICATION OUTLINE IS AVAILABLE

c Any submission deadlines

N/A

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

N/A

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

Recipient	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)				
a <i>Paid during the year</i>				
SEE DONATIONS LIST ATTACHED SEE DONATIONS LIST ATTACHED SEE DONATIONS LIST, CA 90505	NONE		SEE FEDERAL SUPPLEMENTAL INFORMATION	1,889,819
Total			► 3a	1,889,819
b <i>Approved for future payment</i>				
Total			► 3b	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated

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

Additional Data

Software ID: 09000047
Software Version:
EIN: 95-4377347
Name: ARATANI FOUNDATION

Form 990PF Part VIII Line 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
TETSUO MURATA 17515 ROSLIN TORRANCE, CA 90504	Vice President 0 00	15,000		
LINDA Y ARATANI 2946 LAKERIDGE DRIVE HOLLYWOOD, CA 90068	Treasurer 0 00	3,333		
DONNA N KWEE 2946 LAKERIDGE DRIVE HOLLYWOOD, CA 90068	ASST SECY 0 00	0		
SAKAYE I ARATANI 2946 LAKERIDGE DRIVE HOLLYWOOD, CA 90068	SECRETARY 0 00	10,000		
GEORGE T ARATANI 2946 LAKERIDGE DRIVE HOLLYWOOD, CA 90068	PRESIDENT 0 00	10,000		

Form 990PF Part XV Line 1a - 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).

SAKAYE I ARATANI

GEOERGE T ARATANI

TY 2009 Accounting Fees Schedule

Name: ARATANI FOUNDATION**EIN:** 95-4377347**Software ID:** 09000047**Software Version:** 2009v1.3

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
	21,945	21,945	0	0

Note: To capture the full content of this document, please select landscape mode (11" x 8.5") when printing.

TY 2009 Depreciation Schedule

Name: ARATANI FOUNDATION

EIN: 95-4377347

Software ID: 09000047

Software Version: 2009v1.3

Description of Property	Date Acquired	Cost or Other Basis	Prior Years' Depreciation	Computation Method	Rate / Life (# of years)	Current Year's Depreciation Expense	Net Investment Income	Adjusted Net Income	Cost of Goods Sold Not Included
SHREDDER	2008-04-01	319	32	54	20 00 %	64			
2 FILING CABINETS	2008-04-01	1,281	91	58	14 29 %	183			

TY 2009 General Explanation Attachment

Name: ARATANI FOUNDATION

EIN: 95-4377347

Software ID: 09000047

Software Version: 2009v1.3

Identifier	Return Reference	Explanation
		FORM 990-PF, PART XV, LINE 3A PURPOSE OF CONTRIBUTION APPLICABLE TO ALL ORGS THE FOUNDATION CONTRIBUTION TO PUBLIC CHARITIES, YOUTH, RELIGIOUS, MEDICAL, CULTURAL AND COMMUNITY ORGANIZATIONS HAS BEEN MADE TO ASSIST THE ORGANIZATION IN CARRYING OUT ITS INTENDED PURPOSE

TY 2009 Land, Etc. Schedule

Name: ARATANI FOUNDATION

EIN: 95-4377347

Software ID: 09000047

Software Version: 2009v1.3

Category / Item	Cost / Other Basis	Accumulated Depreciation	Book Value	End of Year Fair Market Value
Furniture and Fixtures	1,600	370	1,230	

TY 2009 Other Decreases Schedule

Name: ARATANI FOUNDATION**EIN:** 95-4377347**Software ID:** 09000047**Software Version:** 2009v1.3

Description	Amount
NON DEDUCTIBLE EXPENSES	16,876
2008 FEDERAL TAXES	5,909

TY 2009 Other Expenses Schedule

Name: ARATANI FOUNDATION**EIN:** 95-4377347**Software ID:** 09000047**Software Version:** 2009v1.3

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
WORKERS COMPENSATION INSURANCE	1,638	1,638		
TELEPHONE EXPENSE	1,706	1,706		
SECURITY COST AMORTZ & ADJUSTMENT	147,978	147,978		
POSTAGE & SUPPLIES	158	158		
OFFICE EXPENSE	1,481	1,481		
LICENSES & PERMITS	75	75		
HEALTH INSURANCE	49,461	49,461		
FIRE INSPECTION FEE	80	80		
DUES & SUBSCRIPTIONS	1,420	1,420		
BANK CHARGES	170	170		

TY 2009 Other Income Schedule

Name: ARATANI FOUNDATION**EIN:** 95-4377347**Software ID:** 09000047**Software Version:** 2009v1.3

Description	Revenue And Expenses Per Books	Net Investment Income	Adjusted Net Income
Other Investment Income	4,053	4,053	

TY 2009 Other Professional Fees Schedule

Name: ARATANI FOUNDATION**EIN:** 95-4377347**Software ID:** 09000047**Software Version:** 2009v1.3

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
UBS	2,413	2,413	0	0
MORGAN STANLEY	143,544	143,544	0	0
MERRILL LYNCH	7,558	7,558	0	0

TY 2009 Taxes Schedule

Name: ARATANI FOUNDATION**EIN:** 95-4377347**Software ID:** 09000047**Software Version:** 2009v1.3

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
PAYROLL TAXES	6,494	6,494		
FOUNDATION TAXES-STATE	10	10		
FOREIGN TAXES WITHHELD/FEES	193	193		



ROYCE BREAZEALE

EMA **Fiscal Statement**
FISCAL YEAR ACTIVITY

Date	Transaction	Quantity	Description	Price	Debit	Credit
10/28/09	Cash Dividend		CMA TREASURY FUND		264.84	
			Sub Total			1,112.35
			Net Total			62,837.72
Other Activity						
01/09/09	Journal Entry		TFR FM 230-04175			144.34CR
01/13/09	Journal Entry		QRLY FEE \$1,835.73		1,835.73	
04/01/09	Journal Entry		TFR FM 230-04175			169.60
04/07/09	Journal Entry		QRLY FEE \$1,893.47		1,893.47	
07/07/09	Journal Entry		QRLY FEE \$1,927.08		1,927.08	
08/03/09	Journal Entry		TFR FM 230-04175			22.03
09/17/09	Journal Entry		TFR FM 230-04175			26.68
09/22/09	Journal Entry		TFR FM 230-04175			39.59
10/06/09	Journal Entry		QRLY FEE \$1,901.55		1,901.55	
			Net Total		7,557.83	402.24

REALIZED CAPITAL GAIN AND LOSS SUMMARY

Quantity	Security Description	Date of Acquisition	Date of Liquidation	Sale Price	Cost Basis	Gain or (Loss)
100,000 0000	WAL-MART STORES 6.87% 2009	09/26/02	08/10/09	100,000.00	100,000.00	0.00
100,000 0000	GOLDMAN SACHS GRO 7.35% 09	09/26/02	10/01/09	100,000.00	100,000.00	0.00

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9 of 10Statement Period
Year Ending 12/31/09Account No
230-04G18

223053890015020005





ROYCE BREAZEALE

EMASM **Fiscal Statement**

CURRENT PORTFOLIO SUMMARY

Quantity	Security Description	Date Acquired	Total/Adj Cost Basis	Fiscal Year Value 12/31/09	Unrealized Gain or (Loss)	Est Accrued Interest	Est Annual Income
Cash and Money Funds							
3,418,956	CASH ML BANK DEPOSIT PROGRAM	11/25/08	1 85 3,418,956 00	1 85 3,418,956 00			17,094 79
	Total Cash and Money Funds		3,418,957.85	3,418,957.85			17,094.79
Corporate Bonds							
100,000	GENERAL ELEC CAP CORP SER MTNA GLB 07 375% JAN 19 2010	09/26/02	100,067 04	100,243 00	175 96	3,318 75	7,375.00
200,000	GOLDMAN SACHS GROUP INC GLB 05 700% SEP 01 2012	04/17/07	202,002 32	215,132 00	13,129.68	3,800.00	11,400.00
100,000	WELLS FARGO BANK NA SUBORDINATED SER AI GLB 07 550% JUN 21 2010	09/26/02	100,891 99	103,251.00	2,359 01	209 72	7,550.00
100,000	NM AMER GENL FIN CORP BE SER MTNH 05 375% OCT 01 2012	04/17/07	100,209 79	80,411 00	(19 798 79)	1,343 75	5,375.00
200,000	HSBC FINANCE CORP GLB 06 375% NOV 27 2012	04/17/07	205,470.52	217,806 00	12,335 48	1,204 17	12,750.00
	Total Corporate Bonds		708,641.66	716,843.00	8,201.34	9,876.39	44,450.00

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Page 5 of 10 Statement Period Year Ending 12/31/09 Account No 230-04G18



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Morgan Stanley
Smith Barney

CLIENT STATEMENT | For the Period December 1-31, 2009

Activity

THE ARATANI FOUNDATION
ATTENTION: GEORGE T ARATANI

MMF AND BANK DEPOSITS ACTIVITY

Date	Activity Type	Description	Bank Deposit Program/ Money Market Funds
12/2	Automatic Investment	BANK DEPOSIT PROGRAM	\$19,663 36
12/14	Automatic Investment	BANK DEPOSIT PROGRAM	40,850 90
12/15	Automatic Investment	BANK DEPOSIT PROGRAM	64,804 92
12/16	Automatic Investment	BANK DEPOSIT PROGRAM	13,640 63
12/22	Automatic Redemption	BANK DEPOSIT PROGRAM	(146,546 05)
12/28	Automatic Investment	BANK DEPOSIT PROGRAM	82,469 83
12/30	Automatic Investment	BANK DEPOSIT PROGRAM	30 00
12/30	Automatic Investment	BANK DEPOSIT PROGRAM	0 22
NET ACTIVITY FOR PERIOD			\$74,913.81

REALIZED GAIN/(LOSS) DETAIL

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
AMERICAN EXPRESS 7 1/4 5-20-14	05/28/09	12/21/09	41,000 000	\$46,667 02	\$42,008 72	\$4,658 30	
AOL TIME WARNER 6 7/8 5-01-12	04/17/07	05/06/09	58,000 000	60,558 38	60,293 45	264 93	
	06/01/07	05/06/09	69,000 000	72,043 59	71,151.83	891 76	
	01/08/08	05/06/09	156,000 000	162,881 16	162,935 19	(54 03)	
	01/17/08	05/06/09	79,000 000	82,484 69	82,632 91	(148 22)	
	08/13/08	05/06/09	82,000 000	85,617 02	83,995 53	1,621 49	
	10/21/08	05/06/09	3,000 000	3,132 33	2,775 00	357 33	
BANK AMERICA TLGP 3 1/8 6-15-12	12/05/08	12/21/09	18,000 000	18,761 94	18,104 84	657 10	
BP CAP MARKETS 5 1/4 11-07-13	11/19/08	12/21/09	38,000 000	41,804 56	38,338 94	3,465 62	
CISCO SYSTEMS INC 4 950 2-15-19	06/09/09	12/21/09	15,000 000	15,614 10	15,036 28	577 82	
COMCAST CORP 5 900 3-15-16	06/01/07	12/21/09	78,000 000	84,542 64	77,765 22	6,777 42	
CONOCO FUNDING CO 6.350 10-15-11	04/05/07	12/21/09	35,000 000	38,266 20	35,750 09	2,516.11	
CREDIT SUISSE FB 5 1/2 8-15-13	08/14/08	12/21/09	71,000 000	77,880 75	71,034.33	6,846 42	
FHLMC 5 5/8 3-15-11	06/14/07	03/25/09	388,000 000	418,217 44	389,344 98	28,872 46	
	01/08/08	03/25/09	19,000 000	20,479 72	19,788 25	691 47	
	01/08/08	06/05/09	15,000 000	16,124 63	15,560 74	563 89	
	01/08/08	09/17/09	482,000 000	516,130 42	497,268 96	18,861 46	
	06/09/09	09/17/09	286,000 000	306,251 66	304,020 90	2,230 76	
FHLMC 5 000 1-30-14	10/22/07	06/05/09	15,000 000	16,012 50	15,176 08	836 42	
	10/22/07	10/15/09	20,000 000	21,949.02	20,218 57	1,730 45	
	10/22/07	12/21/09	19,000 000	20,875.22	19,199 60	1,675 62	
FNMA 4 3/4 3-12-10	02/17/09	06/09/09	876,000 000	903,830 52	900,436 79	3,393 73	

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Morgan Stanley
Smith Barney

CLIENT STATEMENT | For the Period December 1-31, 2009

THE ARATANI FOUNDATION
ATTENTION: GEORGE T ARATANI

Activity

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
FNMA 5 1/4 9-15-16	04/05/07	06/05/09	12,000 000	12,880 99	12,173 12	707 87	
	04/05/07	10/15/09	20,000 000	22,335 30	20,276 73	2,058 57	
	04/05/07	12/21/09	23,000 000	25,613 93	23,311 11	2,302 82	
FNMA 6 5/8 9-15-09	04/05/07	02/17/09	359,000 000	371,062 40	362,605 79	8,456 61	
	11/07/07	02/17/09	17,000 000	17,571 20	17,235 68	335 52	
	01/08/08	02/17/09	534,000 000	551,942 40	543,824 11	8,118 29	
FNMA 6 000 5-15-11	04/05/07	06/05/09	24,000 000	26,091 55	24,501 56	1,589.99	
	04/05/07	10/15/09	20,000 000	21,624 98	20,344 04	1,280 94	
GLAXOSMITHKLINE 4 850 5-15-13	06/20/08	12/21/09	55,000 000	59,339.12	54,469 25	4,869 87	
GOLDMAN SACHS 4 1/2 6-15-10	04/05/07	12/09/09	160,000 000	163,276 80	157,296 00	5,980 80	
	11/08/07	12/09/09	6,000 000	6,122 88	5,994 24	128 64	
	01/08/08	12/09/09	222,000 000	226,546 56	222,417 49	4,129 07	
GOLDMAN SACHS TLGP 3 1/4 6-15-12	03/25/09	12/21/09	13,000 000	13,576 71	13,374 18	202 53	
HEWLETT-PACKARD 4 1/4 2-24-12	03/12/09	12/21/09	20,000.000	21,202 80	20,295 36	907 44	
IBM CORP 4 3/4 11-29-12	01/29/08	07/08/09	325,000.000	350,486 50	333,130 92	17,355 58	
	01/27/09	07/08/09	7,000 000	7,548 94	7,408 76	140 18	
JP MORGAN CHASE 5 3/4 1-02-13	04/05/07	05/18/09	154,000 000	156,049 74	156,351 73	(301 99)	
	11/08/07	05/18/09	6,000 000	6,079 86	6,092 54	(12 68)	
	01/08/08	05/18/09	219,000 000	221,914 89	225,401 08	(3,486 19)	
JP MORGAN CHASE 4 650 6-01-14	05/18/09	12/21/09	26,000 000	27,560 88	25,920 96	1,639 92	
MERRILL LYNCH 5 450 2-05-13	01/29/09	12/21/09	16,000 000	16,820 18	15,561 76	1,258 42	
MERRILL LYNCH CO 4 1/8 1-15-09	04/05/07	01/15/09	168,000 000	168,000 00	165,429 60	2,570.40	
	11/08/07	01/15/09	8,000 000	8,000 00	7,876 40	123 60	
	01/08/08	01/15/09	229,000 000	229,000 00	228,496 20	503 80	
MORGAN STANLEY 4.000 1-15-10	04/05/07	05/28/09	170,000 000	171,020 00	165,250 20	5,769 80	
	11/08/07	05/28/09	9,000 000	9,054 00	8,842 50	211 50	
	01/08/08	05/28/09	226,000 000	227,356 00	223,719 66	3,636 34	
PEPSICO INC 5 000 6-01-18	06/20/08	08/20/09	383,000 000	400,135 42	371,349 14	28,786 28	
RIO TINTO FINANCE 8 950 5-01-14	05/07/09	12/21/09	47,000 000	56,818 30	50,624 13	6,194 17	
UNITED MEXICAN ST 6 5/8 3-03-15	05/24/07	05/07/09	128,000 000	139,200 00	135,486 66	3,713 34	
	11/08/07	05/07/09	32,000 000	34,800 00	34,265 28	534 72	
	01/08/08	05/07/09	204,000 000	221,850 00	220,506 44	1,343 56	
US TSY NOTE 3 3/8 9-15-09	01/08/08	02/25/09	439,000.000	445,720 65	440,381 33	5,339 32	
	04/05/07	06/05/09	4,000 000	4,293 89	3,929 84	364 05	
	04/05/07	12/21/09	15,000 000	16,352 28	14,736 91	1,615 37	
US TSY NOTE 4 7/8 8-15-16	01/17/08	06/05/09	11,000 000	11,932 37	11,887 78	44 59	
	01/17/08	10/15/09	100,000 000	111,980 00	107,717 58	4,262 42	

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**Morgan Stanley
Smith Barney**

CLIENT STATEMENT | For the Period December 1-31, 2009

Activity

**THE ARATANI FOUNDATION
ATTENTION: GEORGE T ARATANI**

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
	01/17/08	11/23/09	10,000 000	11,280 03	10,761 15	518 88	
	01/17/08	12/10/09	686,000,000	773,676 29	737,897 89	35,778 40	
	06/05/08	12/10/09	113,000 000	127,442 30	119,554 57	7,887 73	
US TSY NOTE	4 000 11-15-12	12/06/07	10,000 000	10,681 22	10,223 93	457 29	
		12/06/07	29,000 000	31,266 64	29,552 64	1,714 00	
VERIZON GLOBAL	4 3/8 6-01-13	04/05/07	84,000,000	89,134 08	79,665 60	9,468 48	
WACHOVIA CORP	5 1/4 8-01-14	04/05/07	80,000 000	83,590 40	79,352 00	4,238 40	
WAL-MART STORES	6 7/8 8-10-09	04/05/07	159,000 000	162,373 98	160,165 90	2,208 08	
		11/08/07	8,000 000	8,169 76	8,079 30	90 46	
		01/08/08	217,000,000	221,604 74	219,559 53	2,045 21	
WALT DISNEY CO	6 3/8 3-01-12	05/01/07	25,000 000	27,505 50	25,655 49	1,850 01	
		06/01/07	50,000 000	55,011 00	50,958 32	4,052 68	
WELLS FARGO CO	4 950 10-16-13	04/16/08	64,000 000	61,850 88	65,050 99	(3,200 11)	
		08/21/08	50,000,000	48,321 00	49,324 00	(1,003 00)	
XTO ENERGY INC	6 1/4 8-01-17	07/08/08	56,000,000	62,991 66	57,027 02	5,964 64	
Net Realized Gain/(Loss) This Period				\$2,228,260.74	\$2,100,902.94	\$127,357 80	
Net Realized Gain/(Loss) Year to Date				\$9,460,136.51	\$9,178,270.43	\$281,866.08	

Gain / loss information is provided for informational purposes only and should not be used for tax preparation. Please refer to the gain / loss section of the disclosures for important information about gain / loss reporting.

MorganStanley
SmithBarney

CLIENT STATEMENT | For the Period December 1-31, 2009

Holdings

THE ARATANI FOUNDATION
ATTENTION: GEORGE T ARATANI

The "Market Value" and "Unrealized Gain/(Loss)" figures shown are representative values as of the last business day of the period shown above which may not reflect the value that could actually be obtained in the market. See "Pricing of Securities" in the Disclosures section at the end of this statement.

Estimated annual income and estimated yield for certain securities can include return of principal or capital gains which could overstate such estimates. Estimated yield and estimated annual income are estimates and the actual income or yield may be lower or higher than the estimates. Estimated yield reflects only the income generated by an investment. It does not reflect changes in its price, which may fluctuate.

If you hold structured products, please refer to the Special Considerations Regarding Structured Products section of the Disclosure section.

Gain / loss information is provided for informational purposes only and should not be used for tax preparation. Please refer to the gain / loss section of the disclosures for important information about gain / loss reporting.

CASH, DEPOSITS AND MONEY MARKET FUNDS

Description	Value	Estimated Annual Income	7-Day Current Yield %	Annual Percentage Yield %
MORGAN STANLEY BANK N.A. #	\$82,500.05	\$26.00	—	0.032
TOTAL CASH, DEPOSITS AND MONEY MARKET FUNDS	0.5%	\$82,500.05	\$26.00	\$0.00

Bank deposits are at Morgan Stanley Bank, N A and Morgan Stanley Trust (Members FDIC), affiliates of Morgan Stanley & Co Incorporated and Morgan Stanley Smith Barney. Cash holdings shown exclude cash holdings in custody at another firm for which you receive a separate statement.

CORPORATE FIXED INCOME

CORPORATE BONDS

Security Description	Face Value	Orig. Total Cost	Adj. Total Cost	Unit Price	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Accrued Income	Yield %
CONOCO FUNDING CO CUSIP 20825UAB0	394,000 000	\$419,768 15	\$406,559 69	\$108.80	\$428,656.24	\$22,096.55	\$25,019.00	\$5,281.78	5.83
<i>Coupon Rate 6.350%, Matures 10/15/11, Int. Semi-Annually Apr/Oct 15, Yield to Maturity 1.355%, Moody A1 S&P A, Issued 10/11/01</i>									
HEWLETT-PACKARD CO CUSIP 428236AU7	327,000 000	333,461 52	331,787 53	104.89	343,003.38	11,215.85	13,897.50	4,902.72	4.05
<i>Coupon Rate 4.250%, Matures 02/24/12, Int. Semi-Annually Feb/Aug 24, Yield to Maturity 1.912%, Moody A2 S&P A, Issued 02/26/09</i>									
WALT DISNEY COMPANY CUSIP 25468PBX3	392,000 000	417,458 98	405,634 55	109.23	428,185.52	22,550.97	24,990.00	8,329.99	5.83
<i>Coupon Rate 6.375%, Matures 03/01/12, Int. Semi-Annually Mar/Sep 01, Yield to Maturity 1.999%, Moody A2 S&P A, Issued 02/28/02</i>									
BANK OF AMERICA CORP TLGP CUSIP 06050BAA9	413,000 000	417,246 39	416,040 36	103.62	427,950.60	11,910.24	12,906.25	573.61	3.01
<i>Coupon Rate 3.125%, Matures 06/15/12, Int. Semi-Annually Jun/Dec 15, Yield to Maturity 1.615%, Moody AAA S&P AAA, Issued 12/04/08</i>									

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THE ARATANI FOUNDATION
ATTENTION: GEORGE T ARATANI

CORPORATE FIXED INCOME

CORPORATE BONDS (CONTINUED)

Security Description	Face Value	Orig. Total Cost Adj. Total Cost	Unit Price	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Income	Yield %
GOLDMAN SACHS GROUP INC TLGP CUSIP 38146FAA9	412,000 000	427,314 04 423,767 82	103.89	428,039.16	4,271 34	13,390 00 595 11	3.12
<i>Coupon Rate 3.250%, Matures 06/15/12, Int. Semi-Annually Jun/Dec 15, Yield to Maturity 1.626%, Moody AAA</i>				<i>S&P AAA, Issued 12/01/08</i>			
MERRILL LYNCH & CO CUSIP 59018YM40	410,000 000	402,841 82 402,841 82	105.23	431,430.70	28,588 88	22,345 00 9,062 13	5.17
<i>Coupon Rate 5.450%, Matures 02/05/13, Int. Semi-Annually Feb/Aug 05, Yield to Maturity 3.647%, Moody A2</i>				<i>S&P A, Issued 02/05/08</i>			
GLAXOSMITHKLINE CAPITAL CUSIP 377372AC1	318,000 000	314,931 30 314,931 30	107.34	341,357.10	26,425 80	15,423 00 1,970 71	4.51
<i>Coupon Rate 4.850%, Matures 05/15/13, Int. Semi-Annually May/Nov 15, Yield to Maturity 2.562%, Moody A1</i>				<i>S&P A+, Issued 05/13/08</i>			
VERIZON GLOBAL FDG CORP CUSIP 92344GAV8	326,000 000	316,250 34 316,250 34	104.93	342,081.58	25,831 24	14,262 50 1,188 54	4.16
<i>Coupon Rate 4.375%, Matures 06/01/13, Int. Semi-Annually Jun/Dec 01, Yield to Maturity 2.849%, Moody A3</i>				<i>S&P A, Issued 06/05/03</i>			
CREDIT SUISSE FB USA INC CUSIP 22541LAH6	393,000 000	393,251.52 393,189 16	108.63	426,935.55	33,746.39	21,615 00 8,165 66	5.06
<i>Coupon Rate 5.500%, Matures 08/15/13, Int. Semi-Annually Feb/Aug 15, Yield to Maturity 2.967%, Moody AA1</i>				<i>S&P A+, Issued 08/15/03</i>			
BP CAPITAL MARKETS PLC CUSIP 05565QBF4	391,000 000	395,351 83 394,471 33	108.92	425,888.93	31,417 60	20,527 50 3,079 12	4.81
<i>Coupon Rate 5.250%, Matures 11/07/13, Int. Semi-Annually May/Nov 07, Yield to Maturity 2.789%, Moody AA1</i>				<i>S&P AA, Issued 11/07/08</i>			
WYETH CUSIP 983024AE0	389,000 000	403,771 30 403,492 45	108.95	423,803.83	20,311 38	21,395 00 8,914 58	5.04
<i>Coupon Rate 5.500%, Matures 02/01/14, Int. Semi-Annually Feb/Aug 01, Yield to Maturity 3.147%, Moody A1</i>				<i>S&P AA, Issued 12/16/03</i>			
AMERICAN EXPRESS CO CUSIP 025816BA6	302,000 000	310,235 54 309,401 45	112.84	340,767.74	31,366 29	21,895 00 2,493 59	6.42
<i>Coupon Rate 7.250%, Matures 05/20/14, Int. Semi-Annually May/Nov 20, Yield to Maturity 4.026%, Moody A3</i>				<i>S&P BBB+, Issued 05/18/09</i>			
RIO TINTO FINANCE USA LIMITED CUSIP 767201AF3	356,000 000	386,740 60 383,344 56	119.83	426,594.80	43,250 24	31,862.00 5,310 33	7.46
<i>Coupon Rate 8.950%, Matures 05/01/14, Int. Semi-Annually May/Nov 01, Yield to Maturity 3.926%, Moody BAA1</i>				<i>S&P BBB+, Issued 04/17/09</i>			
JP MORGAN CHASE & CO CUSIP 46625HHN3	403,000 000	403,350 95 403,232 77	105.34	424,536.32	21,303 55	18,739 50 1,561 62	4.41
<i>Coupon Rate 4.650%, Matures 06/01/14, Int. Semi-Annually Jun/Dec 01, Yield to Maturity 3.338%, Moody AA3</i>				<i>S&P A+, Issued 05/18/09</i>			

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THE ARATANI FOUNDATION
ATTENTION: GEORGE T ARATANI

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CORPORATE FIXED INCOME

CORPORATE BONDS (CONTINUED)

Security Description	Face Value	Orig. Total Cost Adj. Total Cost	Unit Price	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Income	Yield %
WACHOVIA CORP CUSIP 929903AJ1	331,000 000	327,205 90 327,205 90	103 53	342,671.06	15,465 16	17,377 50 7,240 62	5.07
<i>Coupon Rate 5.250%, Matures 08/01/14, Int Semi-Annually Feb/Aug 01, Yield to Maturity 4.391%, Moody A2 S&P A+, Issued 07/22/04</i>							
GENERAL ELEC CAP CORP CUSIP 36962GP65	413,000 000	420,018 94 419,810 27	103 88	429,024.40	9,214 13	20,133 75 6,543 46	4.69
<i>Coupon Rate 4.875%, Matures 03/04/15, Int Semi-Annually Mar/Sep 04, Yield to Maturity 4.035%, Moody AA2 S&P AA+, Issued 03/04/05</i>							
COMCAST CORP CUSIP 20030NAL5	318,000 000	321,294 34 320,573 46	107 69	342,460.56	21,887 10	18,762 00 5,524.36	5.47
<i>Coupon Rate 5.900%, Matures 03/15/16, Int Semi-Annually Mar/Sep 15, Yield to Maturity 4.466%, Moody BAA1 S&P BBB+, Issued 03/02/06</i>							
TIME WARNER CABLE INC CUSIP 88732JAH1	400,000 000	397,056 00 397,056 00	105 07	420,268.00	23,212 00	23,400 00 3,900 00	5.56
<i>Coupon Rate 5.850%, Matures 05/01/17, Int Semi-Annually May/Nov 01, Yield to Maturity 5.014%, Moody BAA2 S&P BBB, Issued 04/09/07</i>							
XTO ENERGY INC CUSIP 98385XAL0	301,000 000	307,324 01 306,509 12	113 23	340,834.34	34,325 22	18,812 50 7,838 54	5.51
<i>Coupon Rate 6.250%, Matures 08/01/17, Int Semi-Annually Feb/Aug 01, Yield to Maturity 4.194%, Moody BAA2 (+) S&P BBB (+), Issued 07/19/07</i>							
AT&T INC CUSIP 00206RAJ1	332,000 000	347,330 90 347,065 65	104 34	346,415.44	(650 21)	18,260 00 7,608 33	5.27
<i>Coupon Rate 5.500%, Matures 02/01/18, Int Semi-Annually Feb/Aug 01, Yield to Maturity 4.844%, Moody A2 S&P A, Issued 02/01/08</i>							
GOLDMAN SACHS GROUP INC CUSIP 38141GFM1	308,000 000	335,981 80 335,850 36	107 05	329,714.00	(6,136 36)	18,942 00 4,735 50	5.74
<i>Coupon Rate 6.150%, Matures 04/01/18, Int Semi-Annually Apr/Oct 01, Yield to Maturity 5.091%, Moody A1 S&P A, Issued 04/01/08</i>							
CISCO SYSTEMS INC CUSIP 17275RAE2	412,000 000	413,042 36 412,994 83	102 50	422,304.12	9,309 29	20,394 00 7,704 40	4.82
<i>Coupon Rate 4.950%, Matures 02/15/19, Int Semi-Annually Feb/Aug 15, Yield to Maturity 4.610%, Moody A1 S&P A+, Issued 02/17/09</i>							
TOTAL CORPORATE FIXED INCOME	50.5%	\$8,211,228.53 \$8,172,010.72		\$8,612,923.37	\$440,912.65	Estimated Annual Income Accrued Income \$434,349.00 \$112,524.70	5.04%

Watchlist and CreditWatch Indicators (*) = developing/uncertain (+) = On Watchlist/CreditWatch Upgrade (-) = On Watchlist/CreditWatch Downgrade For more information on Watchlist and CreditWatch Indicators, please go to our website at www.morganstanley.com/bondratings or contact your financial advisor

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THE ARATANI FOUNDATION
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GOVERNMENT SECURITIES

TREASURY SECURITIES

Security Description	Face Value	Orig. Total Cost	Adj. Total Cost	Unit Price	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Accrued Income	Yield %
UNITED STATES TREASURY NOTE	1,278,000 000	\$1,333,324 83					\$51,120 00		3.74
CUSIP 912828AP5		\$1,316,304 43		\$106.82	\$1,365,159.60	\$48,855 17			\$6,495 91
<i>Coupon Rate 4.000%, Matures 11/15/12, Int Semi-Annually May/Nov 15, Yield to Maturity 1.563%, Moody AAA S&P AAA, Issued 11/15/02</i>									
UNITED STATES TREASURY NOTE	1,026,000 000	1,082,805 63					43,605 00		3.93
CUSIP 912828BH2		1,068,385 94		107.91	1,107,115.56	38,729 62			16,351 87
<i>Coupon Rate 4.250%, Matures 08/15/13, Int Semi-Annually Feb/Aug 15, Yield to Maturity 1.977%, Moody AAA S&P AAA, Issued 08/15/03</i>									
UNITED STATES TREASURY NOTE	773,000 000	820,306 87					37,683 75		4.43
CUSIP 912828FQ8		812,475 70		109.97	850,060.37	37,584.67			14,131 40
<i>Coupon Rate 4.875%, Matures 08/15/16, Int Semi-Annually Feb/Aug 15, Yield to Maturity 3.193%, Moody AAA S&P AAA, Issued 08/15/06</i>									
UNITED STATES TREASURY NOTE	878,000 000	870,629 19					29,632 50		3.50
CUSIP 912828LY4		870,629 19		96.19	844,530.64	(26,098.55)			3,765 45
<i>Coupon Rate 3.375%, Matures 11/15/19, Int Semi-Annually May/Nov 15, Yield to Maturity 3.842%, Moody AAA S&P AAA, Issued 11/15/09</i>									
TOTAL TREASURY SECURITIES		\$4,107,066.52					\$162,041.25		3.89%
		\$4,067,795.26			\$4,166,866.17	\$99,070.91			\$40,744.63

FEDERAL AGENCIES

Security Description	Face Value	Orig. Total Cost	Adj. Total Cost	Unit Price	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Accrued Income	Yield %
FED NATL MTG ASSN	882,000,000	\$940,701 53					\$52,920 00		5.60
CUSIP 31359MJH7		\$906,238 72		\$107.06	\$944,295.66	\$38,056 94			\$6,762 00
<i>Coupon Rate 6.000%, Matures 05/15/11, Int Semi-Annually May/Nov 15, Yield to Maturity 8.13%, Moody AAA S&P AAA, Issued 05/25/01</i>									
FED NATL MTG ASSN	993,000 000	1,040,758 32					35,996 25		3.47
CUSIP 31398ATL6		1,035,324 21		104.19	1,034,586.84	(737.37)			13,598 58
<i>Coupon Rate 3.625%, Matures 08/15/11, Int Semi-Annually Feb/Aug 15, Yield to Maturity 1.015%, Moody AAA S&P AAA, Issued 08/15/08</i>									
FED HOME LN MTG CORP	1,166,000 000	1,215,415 00					58,300 00		4.58
CUSIP 3128X2TM7		1,200,509 55		109.03	1,271,301.46	70,791 91			24,291 66
<i>Coupon Rate 5.000%, Matures 01/30/14, Int Semi-Annually Jan/Jul 30, Yield to Maturity 2.650%, Moody AAA S&P AAA, Issued 01/30/04</i>									
FED NATL MTG ASSN	845,000 000	886,454 20					44,362 50		4.75
CUSIP 31359MW41		878,034 29		110.47	933,463.05	55,428 76			13,062 28
<i>Coupon Rate 5.250%, Matures 09/15/16, Int Semi-Annually Mar/Sep 15, Yield to Maturity 3.485%, Moody AAA S&P AAA, Issued 08/17/06</i>									
TOTAL FEDERAL AGENCIES		\$4,083,329.05					\$191,578.75		4.58%
		\$4,020,106.77			\$4,183,647.01	\$163,540.24			\$57,714 52

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Holdings

THE ARATANI FOUNDATION
ATTENTION: GEORGE T ARATANI

	Percentage of Assets %	Orig. Total Cost	Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income Accrued Income	Yield %
TOTAL GOVERNMENT SECURITIES	49.0%	\$8,190,395.57	\$8,087,902.03	\$8,350,513.18	\$262,611.15	\$353,620.00 \$98,459.15	4.23%
TOTAL ENDING MARKET VALUE	100.0%	\$16,259,912.75		\$17,045,936.60	\$703,523.80	\$787,995.00 \$210,983.85	4.62%

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2009 Informational Tax Statement

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2009 Realized Gain/Loss Summary *(Includes sale proceeds not reported on Form 1099-B)*

This Realized Gain/Loss Summary is not a tax reporting document and has not been submitted to the IRS. If your sale amount matches the amount on Form 1099-B, which is reported to the IRS, it is marked as such. Please rely on the confirmations previously provided to you as your official activity record.

Estimated 2009 Gain/Loss for transactions with trade dates through 12/31/09 has been incorporated into this statement. Realized gain/loss is based on the sales amount less the cost basis. Please note that gain or loss recognized on the sale or redemption of certain Structured Products may be ordinary, and not capital, gain or loss. Please check with your tax advisor and/or read the tax-related disclosure materials associated with those products. Note that the Original Cost Basis column is only populated for transactions of securities that have had their basis reduced due to premium amortization or increased due to OID accretion.

The cost basis of the oldest security lot (first-in, first-out or FIFO method of accounting) is assigned to a sale to calculate Gain/Loss unless you identified a specific lot (a "versus purchase" or "VSP" order) when you placed your sell order. An asterisk (*) indicates a UBS Financial Services adjustment to cost basis. The number "1" indicates cost basis information has been provided by a source other than UBS Financial Services. Gain/Loss may not have been adjusted for all capital changes. Gain/Loss values that may be subject to Wash Sale provisions are not indicated here. "Earnings" in the Purchase Date column indicates the position sold was acquired on various dates through dividend reinvestment and that the Gain/Loss has been aggregated.

Cost basis for coupon tax-exempt municipal securities (including securities subject to AMT) has been adjusted for mandatory amortization of bond premium. The OID amount reported on your Form 1099-OID is not adjusted for Market Discount, Acquisition Premium, or Bond Premium. Therefore, the amortization and accretion adjustments used here may not be consistent with the Form 1099-OID amount because the reporting requirements are different.

Gain/Loss from short sale closings are reported as short-term regardless of the holding period of property used to close the short position. Clients should consult their tax advisors as to whether exceptions may apply in their particular case to change this classification. The potential application of the "Constructive Sale" provisions (Sec 1259) for short-against-the-box transactions is not considered. Clients should discuss the possible application of these provisions with their tax advisor.

	Purchase	Sale	Gains	Losses	Net Gain/Loss
Short-term Gain/Loss.	\$ 2,028,030.37	\$ 2,134,915.86	\$ 153,213.94	\$ -46,328.45	\$ 106,885.49
Long-term Gain/Loss	306,709.25	290,000.00		-16,709.25	-16,709.25
Sub Total:	\$ 2,334,739.62	\$ 2,424,915.86	\$ 153,213.94	\$ -63,037.70	\$ 90,176.24
Total:	\$ 2,334,739.62	\$ 2,424,915.86	\$ 153,213.94	\$ -63,037.70	\$ 90,176.24

Short-Term Gain/Loss

This section includes securities held for less than one year, and option contracts that are not reported on Form 1099-B.

Security Description	Activity Type	Quantity/ Face value	Original Cost Basis	Purchase date Date Acquired	Date Sold	Sale Amount	Cost or Other Basis	Gain/Loss	Remarks	Matches 1099-B
AAR CORP	Trade	1,250 000		03/27/09	11/02/09	24,372.57	16,667.68	7,704.89		Y
ABBOTT LABS	Trade	350 000		03/27/09	11/02/09	17,674.46	16,584.12	1,090.34		Y
ACCENTURE PLC IRELAND CL A	Trade	585 000		03/27/09	11/02/09	21,777.85	16,485.50	5,292.35		Y
ACI WORLDWIDE INC	Trade	875 000		03/27/09	11/02/09	13,922.06	16,633.39	-2,711.33		Y
AFFILIATED COMPUTER SVCS INC CL A	Trade	350 000		03/27/09	11/02/09	18,127.87	16,607.34	1,520.53		Y

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Short-Term Gain/Loss - continued

This section includes securities held for less than one year, and option contracts that are not reported on Form 1099-B

Security Description	Activity Type	Quantity/ Face value	Original Cost Basis	Purchase date Date Acquired	Date Sold	Sale Amount	Cost or Other Basis	Gain/Loss	Remarks	Matches 1099-B
AGL RESOURCES INC	Trade	600 000		03/27/09	11/02/09	20,757 55	16,388 49	4,369 06		Y
ALLERGAN INC	Trade	350 000		03/27/09	11/02/09	19,878 50	16,682 63	3,195 87		Y
ALLIANT ENERGY CORP	Trade	3,700 000		08/25/09	11/02/09	96,848 41	100,412 06	-3,563 65		Y
AMER STATES WATER CO	Trade	475 000		03/27/09	11/02/09	15,421 46	16,838.82	-1,417 36		Y
AMER VANGUARD CORP	Trade	1,250 000		03/27/09	11/02/09	10,143 37	16,691 91	-6,548 54		Y
AMGEN INC	Trade	300.000		03/27/09	11/02/09	15,636.71	15,840 38	-203 67		Y
AQUA AMER INC	Trade	850 000		03/27/09	11/02/09	13,132 67	16,688.32	-3,555 65		Y
ARCHER DANIELS MIDLAND CO	Trade	575 000		03/27/09	11/02/09	17,383 42	16,534 02	849 40		Y
AT&T INC	Trade	3,775 000		08/25/09	11/02/09	95,883 92	100,178 56	-4,294 64		Y
ATMOS ENERGY CORP	Trade	700 000		03/27/09	11/02/09	19,205 77	16,751 41	2,454 36		Y
BAXTER INTL INC	Trade	325.000		03/27/09	11/02/09	17,547 71	16,591 71	956 00		Y
BIOGEN IDEC INC	Trade	300.000		03/27/09	11/02/09	12,689 46	15,988 14	-3,298 68		Y
BP PLC SPON ADR	Trade	1,900 000		08/25/09	11/02/09	107,856 23	99,389 64	8,466 59		Y
BRIGGS & STRATTON CORP	Trade	1,000 000		03/27/09	11/02/09	18,259 55	16,751 09	1,508 46		Y
BRISTOL MYERS SQUIBB CO	Trade	800 000		03/27/09	11/02/09	17,217 13	16,731 64	485 49		Y
BRISTOW GROUP INC	Trade	680 000		03/27/09	11/02/09	19,425 80	16,420 02	3,005 78		Y
CACI INTL INC CL A	Trade	450 000		03/27/09	11/02/09	21,187 73	16,463 34	4,724 39		Y
CARTER'S INC	Trade	880 000		03/27/09	11/02/09	20,249 02	16,425 90	3,823 12		Y
CHEMED CORP NEW	Trade	425 000		03/27/09	11/02/09	18,669 34	16,474 09	2,195 25		Y

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Short-Term Gain/Loss - continued

This section includes securities held for less than one year, and option contracts that are not reported on Form 1099-B

Security Description	Activity Type	Quantity/ Face value	Original Cost Basis	Purchase date Date Acquired	Date Sold	Sale Amount	Cost or Other Basis	Gain/Loss	Remarks	Matches 1099-B
CONOCOPHILLIPS	Trade	2,175 000		08/25/09	11/02/09	108,114 66	99,207 40	8,907 26		Y
CONS EDISON CO (HOLDING CO)	Trade	2,450 000		08/25/09	11/02/09	100,302 27	99,845 76	456 51		Y
COOPER COMPANIES INC NEW	Trade	625 000		03/27/09	11/02/09	17,546 61	16,756 19	790 42		Y
DIAMOND FOODS INC	Trade	625 000		03/27/09	11/02/09	18,673 07	16,822 87	1,850 20		Y
ENDO PHARMACEUTICALS HLDGS INC	Trade	935 000		03/27/09	11/02/09	20,807 57	16,466.92	4,340 65		Y
GENUINE PARTS CO	Trade	2,575 000		08/25/09	11/02/09	91,106 76	99,950 07	-8,843 31		Y
INTERACTIVE DATA CORP	Trade	675 000		03/27/09	11/02/09	17,658 43	16,554 55	1,103 88		Y
INTUIT	Trade	600 000		03/27/09	11/02/09	17,326 10	16,271 49	1,054 61		Y
JAPAN EQUITY FUND INC	Trade	3,850 000		03/27/09	11/02/09	19,278 73	16,414 52	2,864 21		Y
JOHNSON & JOHNSON COM	Trade	300 000		03/27/09	11/02/09	17,792 39	16,012 27	1,780 12		Y
	Trade	1,625 000		08/25/09	11/02/09	96,375 45	100,175 35	-3,799 90		Y
JOS A BANK CLOTHIERS INC	Trade	600 000		03/27/09	11/02/09	24,533 50	16,963 87	7,569 63		Y
KIMBERLY CLARK CORP	Trade	1,675 000		08/25/09	11/02/09	104,575 02	100,281 31	4,293 71		Y
KNIGHT CAPITAL GROUP INC CL A	Trade	1,125 000		03/27/09	11/02/09	18,081 10	16,593 29	1,487 81		Y
LILLY ELI & CO	Trade	500 000		03/27/09	11/02/09	16,836 37	16,992 54	-156 17		Y
LINCARE HLDGS INC	Trade	750 000		03/27/09	11/02/09	23,548 04	16,537 00	7,011 04		Y
MANTECH INTL CORP CL A	Trade	375 000		03/27/09	11/02/09	16,335 52	16,260 15	75 37		Y
MEDTRONIC INC	Trade	575 000		03/27/09	11/02/09	20,565 01	16,747 88	3,817 13		Y

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UBS Financial Services Inc.

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Short-Term Gain/Loss - continued

This section includes securities held for less than one year, and option contracts that are not reported on Form 1099-B

Security Description	Activity Type	Quantity/ Face value	Original Cost Basis	Purchase date Date Acquired	Date Sold	Sale Amount	Cost or Other Basis	Gain/Loss	Remarks	Matches 1099-B
MERCK & CO **NAME CHANGE 11/2009**	Trade	3,025 000		08/25/09	11/02/09	94,113 60	100,056 48	-5,942 88		Y
NOKIA CORP SPONS ADR FINLAND ADR	Trade	7,850 000		08/25/09	11/02/09	99,431 56	99,954 93	-523 37		Y
NOVO NORDISK ADR DENMARK ADR	Trade	350 000		03/27/09	11/02/09	21,711 12	17,310 27	4,400 85		Y
ODYSSEY HEALTHCARE INC	Trade	1,700 000		03/27/09	11/02/09	23,549 86	16,345 59	7,204 27		Y
PEETS COFFEE & TEA INC	Trade	775 000		03/27/09	11/02/09	26,431 79	16,548 71	9,883 08		Y
RESMED INC	Trade	475 000		03/27/09	11/02/09	23,291 65	16,889 28	6,402 37		Y
ROVI CORP COM	Trade	900 000		03/27/09	11/02/09	24,749 18	16,241 18	8,508 00		Y
ROYAL DUTCH SHELL PLC CL A SPON ADR	Trade	1,800 000		08/25/09	11/02/09	106,173 55	100,280 23	5,893 32		Y
SAIC INC	Trade	900 000		03/27/09	11/02/09	15,760 64	16,603 94	-843 30		Y
SANOFI-AVENTIS SA SPON ADR	Trade	600 000		03/27/09	11/02/09	21,743 86	16,627 33	5,116 53		Y
SCANA CORP NEW	Trade	525 000		03/27/09	11/02/09	17,644 20	16,361 98	1,282 22		Y
TOTAL S A FRANCE SPON ADR	Trade	1,725 000		08/25/09	11/02/09	103,640 64	99,915 82	3,724 82		Y
UGI CORP NEW	Trade	700 000		03/27/09	11/02/09	16,516 07	16,514 99	1 08		Y
VODAFONE GROUP PLC NEW SPON ADR	Trade	4,500 000		08/25/09	11/02/09	99,189 57	99,815 57	-626 00		Y
WEIS MARKETS INC	Trade	525 000		03/27/09	11/02/09	18,243 41	16,490 44	1,752 97		Y
Total Short-Term Gain/Loss						2,134,915.86	2,028,030.37	106,885.49		

Account Number RR 24739 88
 Your Financial Advisor or Contact
 LOVITT WEALTH MANAGEMENT
 626-449-1501/800-451-3954

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UBS Financial Services Inc.

2009 Informational Tax Statement

C32L033951-X

Long-Term Gain/Loss

This section includes securities held for more than one year, and option contracts that are not reported on Form 1099-B

Security Description	Activity Type	Quantity/ Face value	Original Cost Basis	Purchase date Date Acquired	Date Sold	Sale Amount	Cost or Other Basis	Gain/Loss	Remarks	Matches 1099-B
ORION BANK FL US RT 04 5000% MAT 01/14/09 FIXED RATE CD	Redemption	95,000 000		01/03/08	01/14/09	95,000 00	95,000 00			Y
WAL MART STORES INC B/E 06 875% 081009 DTD081099 FC021000 GLOBAL BNDS	Redemption	100,000 000		09/09/02	08/10/09	100,000 00	116,709 25	-16,709 25		Y
WASHINGTON MUT BK NV US RT 04 6500% MAT 01/16/09 FIXED RATE CD	Redemption	95,000 000		01/03/08	01/16/09	95,000 00	95,000 00			Y
Total Long-Term Gain/Loss						290,000.00	306,709.25	-16,709.25		



Portfolio Management Program
December 2009

Account name: THE ARATANI FOUNDATION
Friendly account name: Foundation
Account number: RR 24739 88

Your Financial Advisor:
LOVITT WEALTH MANAGEMENT
626-449-1501/800-451-3954

Your assets

Some prices, income and current values shown may be approximate. As a result, gains and losses may not be accurately reflected. See *Important information about your statement* at the end of this document for more information.

Cash

Cash and money balances

Holding	Opening balance on Dec 1 (\$)	Closing balance on Dec 31 (\$)	Price per share on Dec 31 (\$)	Average rate	Dividend/Interest period	Days in period
RMA MONEY MKT PORTFOLIO	2,913,817.04	2,917,063.92	1.00	0.01%	Nov 23 to Dec 23	31

Equities

Common stock

Holding	Trade date	Number of shares	Purchase price per share (\$)	Cost basis (\$)	Price per share on Dec 31 (\$)	Value on Dec 31 (\$)	Unrealized gain or loss (\$)	Holding period
KRAFT FOODS INC CL A Symbol KFT Exchange NYSE EAI \$841 Current yield 4.27%	Mar 27, 09	725 000	22.888	16,738.34	27.180	19,705.50	2,967.16	ST

Fixed income

Certificates of deposit

Cost basis has been adjusted for accrued original issue discount (OID) on long-term (more than 1 year) CDs

Holding	Trade date	Total face value at maturity (\$)	Purchase price (\$)	Cost basis (\$)	Price on Dec 31 (\$)	Value on Dec 31 (\$)	Unrealized gain or loss (\$)	Holding period
BRANCH B&T NC US RATE 04.0500% MAT 06/25/2010 FIXED RATE CD ACCRUED INTEREST \$63.25 CUSIP 105133BS0 EAI \$1,924 Current yield 3.99%	Jun 18, 08	95,000.000	100.000	95,000.00	101.490	96,415.50	1,415.50	LT

Friendly account name: Foundation
Account number: RR 24739 88

Your assets (continued)

Your total assets

		Value on Dec 31 (\$)	Percentage of your account	Cost basis (\$)	Estimated annual income (\$)	Unrealized gain or loss (\$)
Cash	Cash and money balances	2,917,063.92	96.17%	2,917,063.92		
Equities	Common stock	19,705.50	0.65%	16,738.34	841.00	2,967.16
Fixed income	Certificates of deposits	96,415.50		95,000.00	1,924.00	1,415.50
	Total accrued interest	63.25				
	Total fixed income	96,478.75	3.18%	95,000.00	1,924.00	1,415.50
Total		\$3,033,248.17	100.00%	\$3,028,802.26	\$2,765.00	\$4,382.66

Account activity this month

For more information about the price/value shown for restricted securities, see *Important information about your statement* at the end of this document

Date	Activity	Description	Your expense code	Quantity/ Face value	Price/Value (\$)	Cash amount (\$)	Cash and money balance (\$)
Nov 30		Cash and money balance					\$2,913,817.04
Dec 1	Dividend	CONOCOPHILLIPS PAID ON 2175				1,087.50	2,914,904.54
Dec 17	St Cap Gain	RMA MONEY MKT PORTFOLIO AS OF 12/16/09				205.76	2,915,110.30
Dec 24	Dividend	RMA MONEY MKT PORTFOLIO AS OF 12/23/09				24.60	2,915,134.90
Dec 28	Interest	BRANCH B&T NC US RT 04 0500% MAT 06/25/10 FIXED RATE CD PAID ON 95000 AS OF 12/25/09				1,929.02	2,917,063.92
Dec 31		Closing cash and money balance					\$2,917,063.92

	Date	Activity	Description	Amount (\$)
Money balance activities	Nov 30		Balance forward	\$2,913,817.04
	Dec 2	Bought	RMA MONEY MKT PORTFOLIO	1,087.50
	Dec 17	Bought	RMA MONEY MKT PORTFOLIO AS OF 12/16/09	205.76
	Dec 24	Bought	RMA MONEY MKT PORTFOLIO AS OF 12/23/09	24.60
	Dec 29	Bought	RMA MONEY MKT PORTFOLIO	1,929.02
	Dec 31		Closing RMA Money Mkt. Portfolio	\$2,917,063.92

The RMA Money Market Portfolio is your primary sweep option

ARATANI FOUNDATION DONEES' FILE
DONATIONS - 2009

DONEE	Check No.	Amount	(OBRA)	Net Amount
American Buddhist Study Center 331 Riverside Drive, New York, NY 10025	2661	5,000.00	0	5,000.00
American Buddhist Study Center	2871	20,000.00	0	20,000.00
The American Committee for KEEP, Inc 825 Green Bay Rd, Ste 122, Wilmette, IL 60091	2873	1,000.00	0	1,000.00
Asia America Symphony Association 608 Silver Spur Rd, #320, Rolling Hills Estates, CA 90274	2702	5,000.00	400.00	4,600.00
Asia America Symphony Association	2702	3,000.00	750.00	2,250.00
Asia America Symphony Association (JBA)	2748	10,000.00	800.00	9,200.00
Asia America Symphony Association	2803	2,000.00	800.00	1,200.00
Asian Pacific American Institute for Congressional Studies 1001 Connecticut Avenue, NW, Ste 835, Washington DC 20036	2747	10,000.00	0	10,000.00
Asian Pacific American Legal Center of So CA 1145 Wilshire Blvd, 2nd Floor, Los Angeles, CA 90017	2754	500.00	0	500.00
Association of Small Foundations 1720 N St, NW, Washington, DC 20036	2851	495.00	0	495.00
Association of Small Foundations	2858	500.00	0	500.00
Aurora/Japanese Language Scholarship Foundation 3127 Nichols Canyon Road, Los Angeles, CA 90046	2686	1,000.00	550.00	450.00
Aurora/Japanese Language Scholarship Foundation	2686	1,000.00	0	1,000.00
Aurora/Japanese Language Scholarship Foundation	2733	4,000.00	2,500.00	1,500.00
Aurora/Japanese Language Scholarship Foundation	2776	4,000.00	2,900.00	1,100.00
B'nai B'rith International 3397 Barham Blvd, Los Angeles, CA 90068	2734	7,500.00	0	7,500.00
Bella Vista Optimist Club 630 Marek drive, Montebello, CA 90640-2637	2700	125.00	0	125.00
Centenary United Methodist Church 300 S Central Avenue, Los Angeles, CA 90013	2696	125.00	0	125.00
Cherry Blossom Festival Southern California 686 S Arroyo Parkway, #221, Pasadena, CA 91105	2651	20,000.00	0	20,000.00
CISV International, Inc c/o SHIBOLETH, 1 Penn Plaza, Ste 2527, NY, NY 10119	2750	15,000.00	0	15,000.00
The Clark Center for Japanese Art & Culture 15770 Tenth Avenue, Hanford, CA 93230	2801	2,500.00	0	2,500.00
The Clark Center for Japanese Art & Culture	2882	10,000.00	0	10,000.00
East West Players 120 Judge John Aiso Street, Los Angeles, CA 90012	2676	30,000.00	0	30,000.00
East West Players	2849	30,000.00	0	30,000.00
Go For Broke National Education Center 370 Amapola Ave, Suite 110, Torrance, CA 90501	2804	5,000.00	1,000.00	4,000.00
Go For Broke National Education Center	2824	1,000.00	0	1,000.00
Guadalupe Buddhist Church P O Box 57, Guadalupe, CA 93434	2650	25,000.00	0	25,000.00
Guadalupe Buddhist Church	2703	25,000.00	0	25,000.00
Hospice of Volusia/Flagler 3800 Woodbriar Trail, Port Orange, FL 32129-9966	2673	1,000.00	0	1,000.00

DONEE	Check No.	Amount	(OBRA)	Net Amount
Institute of Buddhist Studies 2140 Durant Avenue, Berkeley, CA 94704-1589	2821	125,000 00	0	125,000.00
Japan America Society of Southern California 505 S Flower Street, Level C, Los Angeles, CA 90071	2652	80,000 00	0	80,000 00
Japan America Society of Southern California	2800	1,500 00	0	1,500.00
Japan Business Association of Southern California 1411 W 190th Street, Suite 270, Gardena, CA 90248	2724	1,500 00	366 00	1,134 00
JACCC 244 S. San Pedro St, Ste 505, Los Angeles, CA 90012-3895	2627	125,000.00	0	125,000 00
JACCC	2720	125,000.00	0	125,000 00
JACCC	2822	125,000 00	0	125,000 00
JACCC	2893	125,000.00	0	125,000 00
JACL - Millennium Club 1765 Sutter Street, San Francisco, CA 94115	2704	1,000.00	0	1,000.00
JACL 1828 L Street NW, Suite 802, Washington, DC 20036	2811	5,000 00	0	5,000 00
JACL - GLAS	2772	250.00	0	250 00
JACL - PSWD 244 S San Pedro St , Ste 4056, Los Angeles, CA 90012-3832	2823	2,500 00	0	2,500 00
JACL - PSWD	2894	500 00	0	500 00
Japanese American National Museum 369 E 1st Street, Los Angeles, CA 90012	2668	10,000.00	950 00	9,050.00
Japanese American National Museum	2746	125,000 00	0	125,000 00
Japanese American National Museum	2848	125,000 00	0	125,000 00
Japanese American Optimist Club of Los Angeles 20 Palatine, #113, Irvine, CA 92612	2698	400 00	0	400 00
Japanese American Scholarship Fund 244 S San Pedro Street, Suite 504, Los Angeles, CA 90012	2722	500 00	0	500 00
Japanese American Scholarship Fund	2753	2,000.00	0	2,000.00
Japanese Chamber of Commerce 244 S San Pedro Street, Suite 504, Los Angeles, CA 90012	2749	1,000 00	0	1,000 00
Japanese Chamber of Commerce	2769	3,000 00	280.00	2,720.00
Japanese Chamber of Commerce	2902	1,000 00	0	1,000 00
Japanese Community Health, Inc. 420 E. Third St , Ste 600, Los Angeles, CA 90013	2820	500 00	0	500 00
Japanese Community Pioneer Center 244 S. San Pedro Street, Suite 301, Los Angeles, CA 90012	2777	300 00	0	300 00
Japanese Language School Unified System 1218 Menlo Avenue, Los Angeles, CA 90006	2672	125 00	0	125 00
Keiro Senior Healthcare Services 325 South Boyle Avenue, Los Angeles, CA 90033-3812	2743	1,200 00	0	1,200 00
Keiro Senior Healthcare Services	2744	100,000 00	2,000 00	98,000 00
Keiro Senior Healthcare Services	2770	5,000.00	840 00	4,160 00
Kenjinkai Kyogikai 11902 Central Ave , C213, Chino, CA 91710	2838	500 00	0	500 00
LEAP 327 East 2nd Street, Suite 226, Los Angeles, CA 90012-4210	2723	3,000.00	0	3,000.00
Little Tokyo Senior Nutrition Services 244 S. San Pedro Street, Suite 408, Los Angeles, CA 90012	2721	25,000.00	0	25,000.00
Little Tokyo Senior Nutrition Services	2799	25,000 00	0	25,000 00

DONEE	Check No.	Amount	(OBRA)	Net Amount
Little Tokyo Service Center 231 E Third Street, Ste G-106, Los Angeles, CA 90013	2674	2,500 00	0	2,500.00
Little Tokyo Service Center	2712	5,000 00	0	5,000 00
Los Angeles Hompa Hongwanji Buddhist Temple 815 E First Street, Los Angeles, CA 90012	2771	250 00	0	250 00
Military Intelligence Service Club of So. California 707 East Temple Street, Los Angeles, CA 90012	2787	250.00	0	250.00
Montebello Plymouth Congregational Church 144 So Greenwood Avenue, Montebello, CA 90640	2699	125.00	0	125.00
Nanka Kenjinkai Kyogikai 251 Ardmore Avenue, Los Angeles, CA 90004	2701	1,000 00	0	1,000 00
National Council for Eurasian & E European Research Univ. of WA, P O Box 353650, Seattle, WA 98105	2710	3,000 00	0	3,000 00
Nikkei Games P.O. Box 28802, Santa Ana, CA 92799	2752	5,000 00	0	5,000 00
Nikkei Widowed Group Little Tokyo Service Ctr, Inc 231 E 3rd Street, Suite G104, Los Angeles, CA 90013	2725	100.00	0	100 00
Nisei Week Foundation 244 S San Pedro Street, Suite 303, Los Angeles, CA 90012	2751	3,000 00	800 00	2,200 00
Omotesenke Domonkai Hawaii 3269 Paumaka Place, Honolulu, HI 96822	2826	5,000 00	0	5,000.00
Orange County Japanese American Association 2190 N Canal Street, Orange, CA 92865	2660	1,125 00	0	1,125.00
Orange County Japanese American Association	2726	1,200.00	0	1,200.00
Orange County Japanese American Association	2790	2,500 00	0	2,500.00
Orange County Japanese American Association	2825	1,125.00	0	1,125.00
Rancho de Guadalupe Historical Society P.O. Box 233, Guadalupe, CA 93434	2737	1,000 00	0	1,000.00
South Bay Classic, Inc 1919 Torrance, Blvd, Torrance, CA 90501	2773	3,000 00	840.00	2,160 00
Southern California Nikkei Golf Association c/o Doug Aihara, 250 E 1st St, Ste 900, L A , CA 90012	2732	3,000 00	300.00	2,700.00
Tigers Youth Club 1255 North Knollwood Circle, Anaheim CA 92801	2697	1,000 00	0	1,000 00
UCLA - Asian American Studies Center 3230 Campbell Hall, Los Angeles, CA 90095	2675	100,000 00	0	100,000 00
UCLA - Asian American Studies Center	2775	100,000.00	0	100,000.00
UCLA - Asian American Studies Center	2872	100,000.00	0	100,000.00
UCLA - Asian American Studies Center	2892	100,000.00	0	100,000.00
University of Southern California - APAA 635 Childs Way, MC 0461, Los Angeles, CA 90089-0461	2802	1,750 00	800 00	950 00
Visual Communications 120 Judge John Aiso St, Los Angeles, CA 90012	2628	25,000.00	0	25,000 00
Visual Communications	2774	25,000 00	0	25,000.00
Visual Communications	2850	30,000 00	0	30,000.00
West Los Angeles United Methodist Church 1913 Purdue Avenue, Los Angeles, CA 90025	2835	250 00	0	250 00
		1,906,695.00	16,876.00	1,889,819.00