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Return of Private Foundation

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

Treated as a Private Foundation

2009

Department of the Treasury
Internal Revenue Service

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

For calendar year 2009, or tax year beginning JUL 1, 2009, and ending JUN 30, 2010

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 THE WILLIAM R KENAN JR FUND FOR ETHICS		A Employer identification number 56-1919423
	Number and street (or P O box number if mail is not delivered to street address) P O BOX 4150		B Telephone number 919-962-8150
	City or town, state, and ZIP code CHAPEL HILL, NC 27515-4150		C If exemption application is pending, check here <input type="checkbox"/>
	H Check type of organization: <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation		D 1. Foreign organizations, check here <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) \$ 16547816. (Part I, column (d) must be on cash basis)		J Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____	E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
			F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a).)		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1 Contributions, gifts, grants, etc., received				N/A	
2 Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B					
3 Interest on savings and temporary cash investments		6704.	6704.		Statement 1
4 Dividends and interest from securities		249286.	249286.		Statement 2
5a Gross rents					
b Net rental income or (loss)					
6a Net gain or (loss) from sale of assets not on line 10		-901277.			
b Gross sales price for all assets on line 6a		3272932.			
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		8992.	8992.		Statement 3
12 Total. Add lines 1 through 11		-636295.	264982.		
13 Compensation of officers, directors, trustees, etc.		0.	0.		0.
14 Other employee salaries and wages					
15 Pension plans, employee benefits					
16a Legal fees		150.	0.		150.
b Accounting fees		12780.	2649.		10131.
c Other professional fees		16798.	16798.		0.
17 Interest		69.	69.		0.
18 Taxes		11747.	0.		0.
19 Depreciation and depletion					
20 Occupancy					
21 Travel, conferences, and meetings					
22 Printing and publications					
23 Other expenses		85353.	9140.		76213.
24 Total operating and administrative expenses. Add lines 13 through 23		126897.	28656.		86494.
25 Contributions, gifts, grants paid		650000.			650000.
26 Total expenses and disbursements. Add lines 24 and 25		776897.	28656.		736494.
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements		-1413192.			
b Net investment income (if negative, enter -0-)			236326.		
c Adjusted net income (if negative, enter -0-)				N/A	

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11

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	15027.	29021.	29021.	
	2 Savings and temporary cash investments	1435768.	461639.	461639.	
	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 12	5666944.	5710141.	5206019.	
	c Investments - corporate bonds				
	11 Investments - land, buildings, and equipment basis				
	Less: accumulated depreciation				
	12 Investments - mortgage loans				
	13 Investments - other Stmt 13	11383338.	10900595.	10851137.	
	14 Land, buildings, and equipment basis				
	Less: accumulated depreciation				
	15 Other assets (describe)	624.	0.	0.	
	16 Total assets (to be completed by all filers)	18501701.	17101396.	16547816.	
	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 <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	15027.	29021.		
28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.			
29 Retained earnings, accumulated income, endowment, or other funds	18486674.	17072375.	Statement 11		
30 Total net assets or fund balances	18501701.	17101396.			
31 Total liabilities and net assets/fund balances	18501701.	17101396.			

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	18501701.
2 Enter amount from Part I, line 27a	2	-1413192.
3 Other increases not included in line 2 (itemize) See Statement 9	3	13790.
4 Add lines 1, 2, and 3	4	17102299.
5 Decreases not included in line 2 (itemize) See Statement 10	5	903.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	17101396.

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse; or common stock, 200 shs. MLC Co.)	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a			
b See Attached Statement			
c			
d			
e			

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a			
b			
c			
d			
e 3272932.		4152256.	-901277.

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

(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
a			
b			
c			
d			
e			-901277.

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	-901277.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter -0- in Part I, line 8		3	N/A

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

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

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

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

☐ Yes ☒ No

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

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2008	711021.	15634077.	.045479
2007	718530.	20433693.	.035164
2006	716268.	15678157.	.045686
2005	665605.	13061660.	.050959
2004	671945.	11466839.	.058599

2 Total of line 1, column (d)	2	.235887
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	.047177
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	16513706.
5 Multiply line 4 by line 3	5	779067.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	2363.
7 Add lines 5 and 6	7	781430.
8 Enter qualifying distributions from Part XII, line 4	8	736494.

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 <input type="checkbox"/> and enter "N/A" on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary-see instructions)		1	4727.
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input type="checkbox"/> and enter 1% of Part I, line 27b		2	0.
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b)		3	4727.
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		4	0.
3 Add lines 1 and 2		5	4727.
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)			
5 Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-			
6 Credits/Payments:			
a 2009 estimated tax payments and 2008 overpayment credited to 2009	6a	8043.	
b Exempt foreign organizations - tax withheld at source	6b		
c Tax paid with application for extension of time to file (Form 8868)	6c	3000.	
d Backup withholding erroneously withheld	6d		
7 Total credits and payments. Add lines 6a through 6d	7	11043.	
8 Enter any penalty for underpayment of estimated tax. Check here <input checked="" type="checkbox"/> 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	6316.	
11 Enter the amount of line 10 to be: Credited to 2010 estimated tax <input type="checkbox"/> Refunded <input checked="" type="checkbox"/>	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?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for definition)? 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		X
c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. <input type="checkbox"/> \$ 0. (2) On foundation managers. <input type="checkbox"/> \$ 0.		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. <input type="checkbox"/> \$ 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?	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) <input type="checkbox"/> NC		
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

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Part VII-A Statements Regarding Activities (continued)

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions).	11		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	X	
Website address N/A				
14	The books are in care of STEVEN R. ARMSTRONG, CPA	Telephone no.	919-967-0618	
	Located at STE 525, 100 EUROPA DRIVE, CHAPEL HILL, NC	ZIP+4	27515	
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?	<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 type="checkbox"/> Yes <input checked="" 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	N/A	1b
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
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 N/A		
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?	<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.)	N/A	3b
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4a
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

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

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

- (1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No
- (2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No
- (3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No
- (4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? ☐ Yes ☒ No
- (5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No

b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)?

N/A

5b

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

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

N/A

☐ Yes ☐ No

If "Yes," attach the statement required by Regulations section 53.4945-5(d)

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?

☐ Yes ☒ No

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

6b

X

If "Yes" to 6b, file Form 8870

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

☐ Yes ☒ No

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

N/A

7b

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

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

(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 Statement 14		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

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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.

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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	16100363.
b	Average of monthly cash balances	1b	664821.
c	Fair market value of all other assets	1c	
d	Total (add lines 1a, b, and c)	1d	16765184.
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	16765184.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	251478.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	16513706.
6	Minimum investment return. Enter 5% of line 5	6	825685.

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	825685.
2a	Tax on investment income for 2009 from Part VI, line 5	2a	4727.
b	Income tax for 2009. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	4727.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	820958.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	820958.
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	820958.

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	736494.
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	736494.
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	736494.

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

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Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1 Distributable amount for 2009 from Part XI, line 7				820958.
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	26831.			
b From 2005	24442.			
c From 2006				
d From 2007				
e From 2008				
f Total of lines 3a through e	51273.			
4 Qualifying distributions for 2009 from Part XII, line 4: ▶ \$	736494.			
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				736494.
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))	51273.			51273.
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	0.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		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				33191.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7	0.			
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9:				
a Excess from 2005				
b Excess from 2006				
c Excess from 2007				
d Excess from 2008				
e Excess from 2009				

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 Paid during the year DUKE UNIVERSITY, DURHAM, NC	NONE	PUBLIC	SUPPORT FOR KENAN INSTITUTE FOR ETHICS	650000.
Total				▶ 3a 650000.
b Approved for future payment None				
Total				▶ 3b 0.

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	SEE SCHEDULE	P		
b	SEE SCHEDULE	P		
c	FROM JPM US RE INC/GRTH DOM, LP			
d	FROM JPM US RE INC/GRTH DOM, LP			
e	FROM AIF VII PRIV. INV., LLC			
f	FROM AIF VII PRIV. INV., LLC			
g	Capital Gains Dividends			
h				
i				
j				
k				
l				
m				
n				
o				

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a 734660.		651480.	83180.
b 2537956.		3500776.	-962820.
c			-16791.
d			11.
e			1972.
f			-7145.
g 316.			316.
h			
i			
j			
k			
l			
m			
n			
o			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Losses (from col. (h)) Gains (excess of col. (h) gain over col. (k), but not less than "-0-")
(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	
a			83180.
b			-962820.
c			-16791.
d			11.
e			1972.
f			-7145.
g			316.
h			
i			
j			
k			
l			
m			
n			
o			

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 If (loss), enter "-0-" in Part I, line 7 }	2	-901277.
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

THE W R KENAN JR FND FOR ETHICS TR P08262001
Schedule D Detail of Short-term Capital Gains and Losses

51-6502055

Description	Date Acquired	Date Sold	Gross Sales Price	Cost or Other Basis	Short-term Gain/Loss
50. AFLAC INC	10/13/2009	05/21/2010	2,152.40	2,256.45	-104.05
85. AFLAC INC	VAR	06/09/2010	3,599.55	3,719.19	-119.64
10. AOL INC	VAR	12/10/2009	231.32	142.39	88.93
100. ALTRIA GROUP INC	01/20/2009	09/22/2009	1,787.97	1,731.74	56.23
300. ALTRIA GROUP INC	VAR	11/20/2009	5,686.02	4,605.43	1,080.59
25. ALTRIA GROUP INC	12/16/2008	11/20/2009	473.73	362.47	111.26
35. AMAZON COM INC	09/10/2009	12/07/2009	4,778.49	2,918.18	1,860.31
50. AMERIPRISE FINANCIAL INC	12/12/2008	10/13/2009	1,785.78	990.19	795.59
25. AMERIPRISE FINANCIAL INC	12/12/2008	10/13/2009	895.44	495.09	400.35
80. ANADARKO PETE CORP	VAR	10/15/2009	5,252.04	3,488.08	1,763.96
50. ANADARKO PETE CORP	VAR	04/30/2010	3,234.11	3,566.55	-332.44
25. ANADARKO PETE CORP	03/16/2010	04/30/2010	1,609.87	1,781.77	-171.90
75. AON CORP	07/30/2009	11/17/2009	3,036.65	2,993.56	43.09
100. APPLIED MATLS INC	12/15/2009	02/01/2010	1,229.03	1,354.00	-124.97
70. APPLIED MATLS INC	VAR	02/01/2010	868.75	945.24	-76.49
225. APPLIED MATLS INC	VAR	02/04/2010	2,651.29	2,972.14	-320.85
305. APPLIED MATLS INC	VAR	03/24/2010	3,968.84	3,943.24	25.60
50. BAKER HUGHES INC	01/06/2010	05/27/2010	2,012.35	2,294.92	-282.57
50. BAXTER INTL INC	07/01/2009	06/18/2010	2,111.40	2,647.22	-535.82
150. BRISTOL MYERS SQUIBB CO	11/04/2009	12/15/2009	3,850.40	3,353.74	496.66
100. BRISTOL MYERS SQUIBB CO	VAR	01/12/2010	2,469.50	2,108.54	360.96
75. BRISTOL MYERS SQUIBB CO	07/22/2009	04/15/2010	1,908.85	1,527.75	381.10
50. CVS CORP	01/28/2009	07/01/2009	1,588.85	1,410.88	177.97
75. CVS CORP	11/05/2009	06/09/2010	2,312.45	2,220.21	92.24
37. CAREFUSION CORPORATION	06/08/2009	09/17/2009	789.42	629.90	159.52
50. CATERPILLAR INC	04/30/2009	08/06/2009	2,353.12	1,815.77	537.35
50. CATERPILLAR INC	02/06/2009	10/14/2009	2,719.76	1,685.56	1,034.20
25. CATERPILLAR INC	02/06/2009	11/05/2009	1,437.91	842.78	595.13
75. CATERPILLAR INC	VAR	01/21/2010	4,288.76	2,204.69	2,084.07
185. CHEVRONTXACO CORP COM	VAR	01/06/2010	14,726.42	12,144.68	2,581.74
25. DEVON ENERGY CORP	07/07/2009	03/19/2010	1,618.50	1,247.75	370.75
50. DOW CHEM CO	05/22/2009	05/21/2010	1,308.42	859.69	448.73
50. EMERSON ELEC CO	VAR	06/24/2010	2,230.85	2,112.56	118.29
30. EXXON MOBIL CORPORATION	05/13/2009	07/01/2009	2,121.02	2,092.80	28.22
150. GENERAL ELEC CO	10/02/2008	09/01/2009	1,997.47	3,351.05	-1,353.58
Totals					

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THE W R KENAN JR FND FOR ETHICS TR P08262001
Schedule D Detail of Short-term Capital Gains and Losses

51-6502055

Description	Date Acquired	Date Sold	Gross Sales Price	Cost or Other Basis	Short-term Gain/Loss
80. HESS CORP	VAR	07/08/2009	3,786.75	6,769.35	-2,982.60
131000. JPMORGAN CHASE BREN SPX	05/01/2009	11/05/2009	146,458.00	131,000.00	15,458.00
26343.519 JPMORGAN TOTAL RETURN FUND SELECT					
75. JUNIPER NETWORKS INC	04/27/2009	09/10/2009	272,391.99	250,000.00	22,391.99
50. JUNIPER NETWORKS INC	02/06/2009	07/22/2009	1,914.00	1,231.10	682.90
250. KB HOME	02/06/2009	07/23/2009	1,320.28	820.73	499.55
50. LAM RESEARCH CORP	VAR	05/21/2010	3,741.08	4,128.54	-387.46
100. LAM RESEARCH CORP	VAR	07/21/2009	1,508.91	1,015.59	493.32
10. MASTERCARD INC - CLASS A	10/28/2008	07/24/2009	3,193.40	1,992.36	1,201.04
75. MCKESSON CORP	05/05/2009	12/07/2009	2,411.75	1,828.12	583.63
50. MERCK & CO INC	04/01/2009	10/07/2009	4,429.99	2,605.72	1,824.27
30. MONSANTO COMPANY NEW	09/14/2009	11/04/2009	1,609.81	1,637.11	-27.30
99000. MORGAN STANLEY BREN SPX	VAR	05/12/2010	1,706.38	2,358.39	-652.01
175. NATIONAL SEMICONDUCTOR	05/22/2009	03/01/2010	113,355.00	99,000.00	14,355.00
125. NATIONAL SEMICONDUCTOR	VAR	09/09/2009	2,729.27	2,196.49	532.78
100. NATIONAL SEMICONDUCTOR	04/06/2009	12/11/2009	1,831.39	1,477.38	354.01
100. NATIONAL SEMICONDUCTOR	04/03/2009	01/05/2010	1,506.13	1,181.82	324.31
100. NETAPP INC	04/03/2009	01/06/2010	1,499.22	1,181.82	317.40
100. PAYCHEX INC	03/23/2009	01/08/2010	3,304.83	1,553.07	1,751.76
125. PAYCHEX INC	VAR	12/01/2009	3,154.34	2,669.91	484.43
75. PHILIP MORRIS INTERNATIONAL	VAR	01/13/2010	3,941.99	3,226.26	715.73
25. PRAXAIR INC	10/22/2008	03/05/2010	3,818.75	3,190.74	628.01
100. PRINCIPAL FINANCIAL GROUP	01/08/2010	10/14/2009	2,082.80	1,530.71	552.09
50. ROCKWELL AUTOMATION INC	04/09/2009	04/22/2010	2,962.49	2,552.35	410.14
50. SAFEWAY INC	02/27/2009	07/08/2009	1,484.55	1,352.63	131.92
75. SCHLUMBERGER LTD	VAR	09/11/2009	1,001.03	912.20	88.83
50. SOUTHERN CO	05/13/2009	05/28/2010	4,263.48	5,034.53	-771.05
75. STARWOOD HOTELS & RESORTS	05/22/2009	07/22/2009	1,590.72	1,438.22	152.50
25. STARWOOD HOTELS & RESORTS	07/01/2009	04/07/2010	3,620.37	1,619.01	2,001.36
50. TIME WARNER CABLE INC	VAR	05/13/2010	1,322.68	535.43	787.25
19. TIME WARNER CABLE INC	VAR	07/29/2009	1,637.39	1,466.53	170.86
25. THE TRAVELERS COMPANIES	VAR	07/29/2009	618.19	417.69	200.50
50. URBAN OUTFITTERS INC	03/02/2009	12/16/2009	1,251.27	913.42	337.85
50. URBAN OUTFITTERS INC	04/01/2009	08/13/2009	1,422.66	773.38	649.28
50. URBAN OUTFITTERS INC	01/14/2009	09/24/2009	1,512.80	721.93	790.87
Totals					

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THE W R KENAN JR FND FOR ETHICS TR P08262001
Schedule D Detail of Long-term Capital Gains and Losses

51-6502055

Description	Date Acquired	Date Sold	Gross Sales Price	Cost or Other Basis	Long-term Gain/Loss
15% RATE CAPITAL GAINS (LOSSES)					
33. AOL INC	VAR	12/10/2009	763.35	727.34	36.01
. AOL INC		01/06/2010	4.22		4.22
200. AT&T INC	01/10/2008	04/22/2010	5,233.91	7,771.04	-2,537.13
50. AMERIPRISE FINANCIAL INC	01/04/2008	10/13/2009	1,785.78	2,693.76	-907.98
70. ANADARKO PETE CORP	04/09/2009	05/12/2010	3,954.77	3,018.28	936.49
30. APACHE CORP	01/04/2008	09/18/2009	2,824.97	3,294.00	-469.03
75. BOEING CO	09/27/2005	02/08/2010	4,370.20	4,931.58	-561.38
150. BRISTOL MYERS SQUIBB CO	06/26/2008	04/15/2010	3,817.70	2,981.07	836.63
50. CVS CORP	01/21/2009	06/09/2010	1,541.63	1,310.45	231.18
. CAREFUSION CORPORATION		09/15/2009	9.30		9.30
21389.258 CAUSEWAY INTERNATIONAL VALUE FUND	VAR	06/08/2010	210,684.19	381,366.88	-170,682.69
110. CORNING INC	05/31/2005	02/01/2010	1,998.69	1,714.89	283.80
100. CORNING INC	05/31/2005	05/13/2010	1,866.95	1,558.99	307.96
390. CORNING INC	VAR	06/16/2010	7,094.63	5,412.99	1,681.64
100. DEVON ENERGY CORP	VAR	03/16/2010	6,784.28	5,626.27	1,158.01
55. DEVON ENERGY CORP	VAR	03/19/2010	3,560.69	2,478.75	1,081.94
100. DOW CHEM CO	VAR	06/01/2010	2,570.90	1,501.11	1,069.79
150. DOW CHEM CO	04/22/2009	06/02/2010	3,915.76	1,924.24	1,991.52
100. DOW CHEM CO	04/22/2009	06/02/2010	2,609.19	1,256.28	1,352.91
125. EMERSON ELEC CO	VAR	06/24/2010	5,577.13	4,390.01	1,187.12
100. EXELON CORP	VAR	09/10/2009	4,864.96	8,989.23	-4,124.27
50. EXELON CORP	06/05/2008	09/14/2009	2,414.80	4,475.80	-2,061.00
30. EXXON MOBIL CORPORATION	VAR	07/01/2009	2,121.02	2,443.40	-322.38
50. EXXON MOBIL CORPORATION	06/10/2005	07/07/2009	3,343.38	2,914.99	428.39
150. EXXON MOBIL CORPORATION	06/10/2005	10/05/2009	9,958.40	8,744.97	1,213.43
. FEDERAL HOME LN MTG CORP		09/11/2009	126.01		126.01
200. GENERAL ELEC CO	VAR	08/13/2009	2,829.92	5,095.81	-2,265.89
275. GENERAL ELEC CO	VAR	09/01/2009	3,662.02	6,577.37	-2,915.35
50. GILEAD SCIENCES INC	01/07/2008	01/27/2010	2,381.71	2,345.42	36.29
100. GILEAD SCIENCES INC	VAR	02/19/2010	4,895.91	4,680.73	215.18
25. GILEAD SCIENCES INC	12/04/2008	02/19/2010	1,222.94	1,162.59	60.35
Totals					

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THE W R KENAN JR FND FOR ETHICS TR P08262001
Schedule D Detail of Long-term Capital Gains and Losses

51-6502055

Description	Date Acquired	Date Sold	Gross Sales Price	Cost or Other Basis	Long-term Gain/Loss
15. GOLDMAN SACHS GROUP INC	04/04/2008	12/07/2009	2,492.59	2,665.73	-173.14
10. GOLDMAN SACHS GROUP INC	04/04/2008	03/25/2010	1,778.88	1,777.15	1.73
5. GOOGLE INC	09/07/2007	03/01/2010	2,646.52	2,598.65	47.87
5. GOOGLE INC	09/07/2007	03/16/2010	2,832.01	2,598.64	233.37
5. GOOGLE INC	09/07/2007	06/24/2010	2,393.01	2,598.65	-205.64
100000. JPM 2Y GE ARN LINKED TO 10Y GMT;	10/30/2007	11/19/2009	84,000.00	100,000.00	-16,000.00
100000. JPMORGAN CHASE ARN SX5E	02/16/2007	03/03/2010	71,376.50	100,000.00	-28,623.50
73000. JPMORGAN CHASE SARN SPX	02/06/2009	03/01/2010	84,826.00	73,000.00	11,826.00
200000. JPM ISSUED 2 YR NOTE	03/12/2008	03/18/2010	150,308.00	200,000.00	-49,692.00
28874.798 JPM INTREPID					
INTERNATIONAL FUND	VAR	03/04/2010	438,896.93	740,000.00	-301,103.07
25364.616 JPMORGAN INTREPID					
AMERICA FUND	VAR	07/07/2009	400,000.00	613,625.50	-213,625.50
7865.758 JPMORGAN INTREPID					
AMERICA FUND	02/17/2005	02/08/2010	150,000.00	178,080.76	-28,080.76
13723.696 JPMORGAN SHORT DURATION BOND FUND	02/29/2008	02/08/2010	150,000.00	148,353.15	1,646.85
1833.181 JPMORGAN SHORT DURATION BOND FUND	02/29/2008	02/10/2010	20,000.00	19,816.69	183.31
26791. UNITS-JPMCB FIXED INCOME SEC FUND	01/31/2000	10/01/2009	15,172.95		15,172.95
100. MERCK & CO INC	02/27/2007	11/04/2009	3,219.62	4,322.63	-1,103.01
50. MONSANTO COMPANY NEW	01/03/2008	05/12/2010	2,843.96	5,859.67	-3,015.71
100. MORGAN ST DEAN WITTER DISCOVER	VAR	03/25/2010	2,947.79	3,653.56	-705.77
200000. MORGAN STANLEY BREN AIB	08/01/2008	08/20/2009	200,000.00	200,000.00	
25. PEPSICO INC	01/09/2008	09/22/2009	1,457.70	1,972.82	-515.12
25. PEPSICO INC	01/09/2008	03/25/2010	1,665.47	1,972.82	-307.35
60. PHILIP MORRIS INTERNATIONALA	VAR	06/04/2010	2,660.29	1,849.01	811.28
50. PRAXAIR INC	03/05/2003	10/14/2009	4,165.60	1,289.00	2,876.60
25. PRAXAIR INC	03/05/2003	04/07/2010	2,098.45	644.50	1,453.95
75. PRAXAIR INC	03/05/2003	04/28/2010	6,310.05	1,933.50	4,376.55
50. PROCTER & GAMBLE CO	07/31/2007	03/25/2010	3,187.95	3,145.15	42.80
Totals					

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THE W R KENAN JR FND FOR ETHICS TR P08262001
Schedule D Detail of Long-term Capital Gains and Losses

51-6502055

Description	Date Acquired	Date Sold	Gross Sales Price	Cost or Other Basis	Long-term Gain/Loss
9281.876 PROFESSIONALLY MANAGED PORTFOLIOS	VAR	07/07/2009	190,000.00	259,096.74	-69,096.74
50. SAFEWAY INC	VAR	07/06/2009	992.30	1,578.04	-585.74
100. SAFEWAY INC	VAR	09/10/2009	1,980.58	2,918.78	-938.20
100. SAFEWAY INC	05/11/2004	09/10/2009	1,971.17	2,225.02	-253.85
75. SAFEWAY INC	05/11/2004	09/11/2009	1,501.54	1,668.76	-167.22
500. SCHERING PLOUGH CORP	VAR	09/14/2009	14,267.08	14,214.54	52.54
100. SCHERING PLOUGH CORP	08/10/2007	09/14/2009	2,855.42	2,719.64	135.78
50. TD AMERITRADE HOLDING CORPORATION	04/18/2007	08/10/2009	964.08	783.10	180.98
100. TD AMERITRADE HOLDING CORPORATION	04/18/2007	08/10/2009	1,924.41	1,566.20	358.21
4739.978 THIRD AVENUE FUND INC	VAR	07/07/2009	175,000.00	289,651.97	-114,651.97
TIME WARNER INC		04/07/2010	90.26		90.26
50. TIME WARNER CABLE INC	VAR	07/29/2009	1,637.39	2,320.37	-682.98
25. THE TRAVELERS COMPANIES	09/16/2008	12/11/2009	1,264.68	1,219.78	44.90
50. THE TRAVELERS COMPANIES	VAR	12/15/2009	2,528.36	2,240.24	288.12
25. THE TRAVELERS COMPANIES	10/30/2008	12/16/2009	1,251.27	1,020.47	230.80
100. WAL MART STORES INC	VAR	04/23/2010	5,397.77	4,752.53	645.24
25. WAL MART STORES INC	05/04/2006	05/13/2010	1,315.38	1,161.84	153.54
40. WAL MART STORES INC	VAR	05/27/2010	2,016.53	1,826.18	190.35
150. XILINX INC	VAR	03/24/2010	3,940.49	3,410.87	529.62
300. YAHOO INC	01/10/2008	07/29/2009	4,600.65	6,952.14	-2,351.49
75. AXIS CAPITAL HOLDINGS LTD	09/16/2008	11/13/2009	2,230.30	2,549.30	-319.00
100. COVIDIEN PLC	VAR	05/21/2010	4,156.40	3,753.90	402.50
TOTAL 15% RATE CAPITAL GAINS (LOSSES)			2537956.00	3500776.00	-962,821.00
Totals			2537956.00	3500776.00	-962,821.00

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Form 990-PF Interest on Savings and Temporary Cash Investments Statement 1

Source	Amount
FROM AIF VII PRI. INVESTORS, LLC	2170.
FROM JPM US RE INCOME & GROWTH DOM, LP	4114.
JPMORGAN CHASE BANK	420.
Total to Form 990-PF, Part I, line 3, Column A	6704.

Form 990-PF Dividends and Interest from Securities Statement 2

Source	Gross Amount	Capital Gains Dividends	Column (A) Amount
FROM JPM US RE INC. GRWTH, LP	2251.	0.	2251.
JPMORGAN CHASE BANK	247351.	316.	247035.
Total to Fm 990-PF, Part I, ln 4	249602.	316.	249286.

Form 990-PF Other Income Statement 3

Description	(a) Revenue Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income
RETURN OF CAPITAL	176.	176.	
FROM JPM US RE INC/GRW DOM,LP	4.	4.	
FROM AIF VII PRI. INV., LLC	8812.	8812.	
Total to Form 990-PF, Part I, line 11	8992.	8992.	

Form 990-PF Legal Fees Statement 4

Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes
SCHELL BREY ET AL	150.	0.		150.
To Fm 990-PF, Pg 1, ln 16a	150.	0.		150.

Form 990-PF	Accounting Fees			Statement	5
Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes	
STEVEN R ARMSTRONG, CPA	12780.	2649.		10131.	
To Form 990-PF, Pg 1, ln 16b	12780.	2649.		10131.	

Form 990-PF	Other Professional Fees			Statement	6
Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes	
JPMORGAN CHASE BANK	16798.	16798.		0.	
To Form 990-PF, Pg 1, ln 16c	16798.	16798.		0.	

Form 990-PF	Taxes			Statement	7
Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes	
FEDERAL EXCISE TAX	7100.	0.		0.	
FOREIGN TAXES	4647.	0.		0.	
To Form 990-PF, Pg 1, ln 18	11747.	0.		0.	

Form 990-PF	Other Expenses			Statement	8
Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes	
ADMINISTRATIVE EXPENSES	76237.	0.		76237.	
OFFICE EXPENSE	-24.	0.		-24.	
OTHER	21.	21.		0.	
FROM JPM US RE INC/GRW DOM, LP	4383.	4383.		0.	
FROM AIF VII PRI. INVESTORS, LLC	4736.	4736.		0.	
	85353.	9140.		76213.	

To Form 990-PF, Pg 1, ln 23

Form 990-PF Other Increases in Net Assets or Fund Balances Statement 9

Description	Amount
DIFFERENCE BETWEEN TAX AND BOOK BASIS FOR PARTNERSHIP INCOME	13790.
Total to Form 990-PF, Part III, line 3	13790.

Form 990-PF Other Decreases in Net Assets or Fund Balances Statement 10

Description	Amount
ROUNDING	1.
NONTAXABLE DIVIDENDS REPORTED PREVIOUSLY YEARS	624.
NONTAXABLE DIVIDENDS	278.
Total to Form 990-PF, Part III, line 5	903.

Form 990-PF Other Funds Statement 11

Description	(A) Beginning of Year	(B) End of Year
Endowment Fund	18486674.	17072375.
Total to Form 990-PF, Part II, line 29	18486674.	17072375.

Form 990-PF Corporate Stock Statement 12

Description	Book Value	Fair Market Value
MARKETABLE SECURITIES	5710141.	5206019.
Total to Form 990-PF, Part II, line 10b	5710141.	5206019.

Form 990-PF	Other Investments	Statement	13
Description	Valuation Method	Book Value	Fair Market Value
JPMORGAN FIXED INCOME	COST	3913307.	3992179.
JPMORGAN ALTERNATIVE INVESTMENTS	COST	4601512.	4616781.
OTHER	COST	800000.	571650.
JP MORGAN LARGE CAP	COST	1585776.	1670527.
Total to Form 990-PF, Part II, line 13		10900595.	10851137.

Form 990-PF	Part VIII - List of Officers, Directors Trustees and Foundation Managers	Statement	14
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Name and Address	Title and Avrg Hrs/Wk	Compen- sation	Employee Ben Plan	Expense Contrib	Account
ELIZABETH PRICE KENAN P.O. BOX 4150 CHAPEL HILL, NC	CHAIRMAN 0.00	0.	0.	0.	
RICHARD M KRASNO 906 BAYBERRY CHAPEL HILL, NC	PRESIDENT 0.00	0.	0.	0.	
THOMAS S KENAN III 106 LAUREL HILL CIRCLE CHAPEL HILL, NC	VICE PRESIDENT 0.00	0.	0.	0.	
DANIEL W DRAKE 11 FERRIS ROAD NEW CANAAN, CT	DIRECTOR 0.00	0.	0.	0.	
J HAYWOOD DAVIS 150 EAST 73RD STREET NEW YORK, NY	DIRECTOR 0.00	0.	0.	0.	
CATHERINE BURNETT 700 COPPERLINE DRIVE, #202 CHAPEL HILL, NC	ASST SECRETARY 0.00	0.	0.	0.	
ROB BAYNARD 345 PARK AVENUE, FLOOR 7 NEW YORK, NY	DIRECTOR 0.00	0.	0.	0.	
Totals included on 990-PF, Page 6, Part VIII		0.	0.	0.	