Form **990-PF**

Department of the Treasury
Internal Revenue Service

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

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

OMB No 1545-0052

2010

For calendar year 2010, or tax year beginning , 2010, and ending ,

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

Name of foundation
Homasote Foundation

Number and street (or P O box number if mail is not delivered to street address) Room/suite
932 Lower Ferry Road

City or town State ZIP code
West Trenton NJ 08628

A Employer identification number
21-6018542

B Telephone number (see the instructions)
(609) 883-3300

C If exemption application is pending, check here ► ☐

D 1 Foreign organizations, check here ► ☐

2 Foreign organizations meeting the 85% test, check here and attach computation ► ☐

E If private foundation status was terminated under section 507(b)(1)(A), check here ► ☐

F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ► ☐

H Check type of organization: [X] 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, column (c), line 16)* ► $ 293,776.

J Accounting method: ☐ Cash [X] 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 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 (att sch)				
	2 Ck ► [X] if the foundn is **not** req to att Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	3,594.	3,594.		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain/(loss) from sale of assets not on line 10	22,917.			
	b Gross sales price for all assets on line 6a 332,959.				
	7 Capital gain net income (from Part IV, line 2)		22,917.		
	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/(loss) (att sch)				
	11 Other income (attach schedule)				
	12 **Total.** Add lines 1 through 11	26,511.	26,511.		
OPERATING AND ADMINISTRATIVE EXPENSES	13 Compensation of officers, directors, trustees, etc	0.	0.	0.	0.
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach sch)				
	c Other prof fees (attach sch)				
	17 Interest				
	18 Taxes (attach schedule)(see instr)				
	19 Depreciation (attach sch) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule) See Line 23 Stmt	5,798.	3,343.		
	24 **Total operating and administrative expenses.** Add lines 13 through 23	5,798.	3,343.	0.	0.
	25 Contributions, gifts, grants paid	18,675.			18,675.
	26 **Total expenses and disbursements.** Add lines 24 and 25	24,473.	3,343.	0.	18,675.
	27 Subtract line 26 from line 12:				
	a **Excess of revenue over expenses and disbursements**	2,038.			
	b **Net investment income** (if negative, enter -0-)		23,168.		
	c **Adjusted net income** (if negative, enter -0-)			0.	

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

		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
ASSETS	1 Cash – non-interest-bearing	719.	2,108.	2,108.
	2 Savings and temporary cash investments	7,838.	8,835.	8,835.
	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 the instructions)			
	7 Other notes and loans receivable (attach sch) ▶			
	Less allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments – U S. and state government obligations (attach schedule)			
	b Investments – corporate stock (attach schedule)	272,372.	272,024.	282,833.
	c Investments – corporate bonds (attach schedule)			
	11 Investments – land, buildings, and equipment. basis ▶			
	Less accumulated depreciation (attach schedule) ▶			
	12 Investments – mortgage loans			
	13 Investments – other (attach schedule)			
	14 Land, buildings, and equipment basis ▶			
	Less accumulated depreciation (attach schedule) ▶			
	15 Other assets (describe ▶)			
	16 **Total assets** (to be completed by all filers – see instructions Also, see page 1, item I)	280,929.	282,967.	293,776.
LIABILITIES	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, & other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe ▶)			
	23 **Total liabilities** (add lines 17 through 22)	0.	0.	
NET ASSETS OR FUND BALANCES	**Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.**			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ [X] and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	280,929.	282,967.	
	28 Paid-in or capital surplus, or land, building, and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	0.	0.	
	30 **Total net assets or fund balances** (see the instructions)	280,929.	282,967.	
	31 **Total liabilities and net assets/fund balances** (see the instructions)	280,929.	282,967.	

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	280,929.
2	Enter amount from Part I, line 27a	2	2,038.
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	282,967.
5	Decreases not included in line 2 (itemize) ▶	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5) – Part II, column (b), line 30	6	282,967.

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 shares MLC Company)	(b) How acquired P — Purchase D — Donation	(c) Date acquired (month, day, year)	(d) Date sold (month, day, year)
1a	See attached Schedule	P	Various	Various
b	See Attached Schedule	P	Various	Various
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	2,989.		3,000.	-11.
b	329,970.		307,042.	22,928.
c				
d				
e				

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

	(i) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	(l) Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
a				-11.
b	0.	0.	0.	22,928.
c				
d				
e				

2 Capital gain net income or (net capital loss) — If gain, also enter in Part I, line 7; If (loss), enter -0- in Part I, line 7 — **2** 22,917.

3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6)

If gain, also enter in Part I, line 8, column (c) (see the instructions) If (loss), enter -0- in Part I, line 8 — **3**

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

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

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

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

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

1 Enter the appropriate amount in each column for each year, see 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 (column (b) divided by column (c))
2009	14,200.	267,345.	0.053115
2008	37,226.	352,230.	0.105687
2007	33,549.	464,301.	0.072257
2006	26,308.	465,952.	0.056461
2005	25,620.	438,628.	0.058409

2	**Total** of line 1, column (d)	2	0.345929
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	0.069186
4	Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	289,137.
5	Multiply line 4 by line 3	5	20,004.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	232.
7	Add lines 5 and 6	7	20,236.
8	Enter qualifying distributions from Part XII, line 4	8	18,675.

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 the instructions)

1 a	Exempt operating foundations described in section 4940(d)(2), check here ► ☐ and enter 'N/A' on line 1. Date of ruling or determination letter: _______ (attach copy of letter if necessary – see instr.)		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ► ☐ and enter 1% of Part I, line 27b	1	463.
c	All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, column (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	2	0.
3	Add lines 1 and 2	3	463.
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	4	0.
5	**Tax based on investment income.** Subtract line 4 from line 3. If zero or less, enter -0-	5	463.
6	Credits/Payments:		
a	2010 estimated tax pmts and 2009 overpayment credited to 2010 — 6a		
b	Exempt foreign organizations – tax withheld at source — 6b		
c	Tax paid with application for extension of time to file (Form 8868) — 6c		
d	Backup withholding erroneously withheld — 6d		
7	Total credits and payments Add lines 6a through 6d	7	0.
8	Enter any **penalty** for underpayment of estimated tax. Check here ☐ if Form 2220 is attached	8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ►	9	463.
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ►	10	0.
11	Enter the amount of line 10 to be: **Credited to 2011 estimated tax** ► **Refunded** ►	11	

Part VII-A Statements Regarding Activities

			Yes	No
1 a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see the instructions for definition)?	1b		X
	*If the answer is 'Yes' to **1a** or **1b**, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities*			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year **(1)** On the foundation ► $ 0. **(2)** On foundation managers ► $ 0.			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ► $ 0.			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If 'Yes,' attach a detailed description of the activities*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If 'Yes,' attach a conformed copy of the changes*	3		X
4 a	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, column (c), and Part XV*	7	X	
8 a	Enter the states to which the foundation reports or with which it is registered (see the instructions) ► NJ - New Jersey			
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 2010 or the taxable year beginning in 2010 (see instructions for Part XIV)? *If 'Yes,' complete Part XIV*	9		X
10	Did any persons become substantial contributors during the tax year? *If 'Yes,' attach a schedule listing their names and addresses*	10		X

Part VII-A Statements Regarding Activities (Continued)

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

Website address ► N/A

14 The books are in care of ► James M. Reiser Telephone no ► (609) 883-3300

Located at ► 932 Lower Ferry Rd West Trenton NJ ZIP + 4 ► 08638

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

			Yes	No
16	At any time during calendar year 2010, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country?	16		X
	See the instructions for exceptions and filing requirements for Form TD F 90-22 1 If 'Yes,' enter the name of the foreign country ►			

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

					Yes	No
	File Form 4720 if any item is checked in the 'Yes' column, unless an exception applies.					
1 a	During the year did the foundation (either directly or indirectly)					
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	☐ Yes	☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	☐ Yes	☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	☐ Yes	☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	☐ Yes	☒ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	☐ Yes	☒ No			
	(6) Agree to pay money or property to a government official? (**Exception.** Check 'No' if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days)	☐ Yes	☒ No			
b	If any answer is 'Yes' to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see the instructions)?			1b		
	Organizations relying on a current notice regarding disaster assistance check here ► ☐					
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2010?			1c		X
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))					
a	At the end of tax year 2010, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2010?	☐ Yes	☒ No			
	If 'Yes,' list the years ► 20__ , 20__ , 20__ , 20__					
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer 'No' and attach statement – see the instructions)			2b		
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here. ► 20__ , 20__ , 20__ , 20__					
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	☐ Yes	☒ No			
b	If 'Yes,' did it have excess business holdings in 2010 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 2010.)*			3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?			4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2010?			4b		X

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

5a During the year did the foundation pay or incur any amount to			
(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?	☐ Yes ☒ No		
(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive?	☐ Yes ☒ No		
(3) Provide a grant to an individual for travel, study, or other similar purposes?	☐ Yes ☒ No		
(4) Provide a grant to an organization other than a charitable, etc, organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see instructions)	☐ Yes ☒ No		
(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?	☐ Yes ☒ No		
b If any answer is 'Yes' to 5a(1)-(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see instructions)?		**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?	☐ 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?		**7b**	

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

1 List all officers, directors, trustees, foundation managers and their compensation (see 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
Warren Flicker 932 Lower Ferry Road West Trenton NJ 08628	President 1.00	0.	0.	0.
Norman Sharlin 932 Lower Ferry Road West Trenton NJ 08628	Vice President 1.00	0.	0.	0.
James M. Reiser 932 Lower Ferry Road West Trenton NJ 08628	Treasurer 1.00	0.	0.	0.
Jennifer Bartkovich 932 Lower Ferry Road West Trenton NJ 08628	Secretary 1.00	0.	0.	0.

2 Compensation of five highest-paid employees (other than those included on line 1 — see 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				
0				
0				
0				
0				

Total number of other employees paid over $50,000 ► None

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

3 Five highest-paid independent contractors for professional services (see instructions). If none, enter 'NONE.'

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over $50,000 for professional services ►		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	Expenses
1 FINANCIAL ASSISTANCE TO OTHER CHARITABLE ORGANIZATIONS	18,675.
2	
3	
4	

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

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1	
2	
All other program-related investments See instructions 3	
Total. Add lines 1 through 3 ►	None

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	283,790.
b	Average of monthly cash balances	1b	9,750.
c	Fair market value of all other assets (see instructions)	1c	
d	**Total** (add lines 1a, b, and c)	1d	293,540.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) — 1e		
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	293,540.
4	Cash deemed held for charitable activities Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	4,403.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	289,137.
6	**Minimum investment return.** Enter 5% of line 5	6	14,457.

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	14,457.
2a	Tax on investment income for 2010 from Part VI, line 5	2a	463.		
b	Income tax for 2010. (This does not include the tax from Part VI)	2b			
c	Add lines 2a and 2b			2c	463.
3	Distributable amount before adjustments Subtract line 2c from line 1			3	13,994.
4	Recoveries of amounts treated as qualifying distributions			4	0.
5	Add lines 3 and 4			5	13,994.
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	13,994.

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	18,675.
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	18,675.
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 instructions)	5	0.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	18,675.

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

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2009	(c) 2009	(d) 2010
1 Distributable amount for 2010 from Part XI, line 7				13,994.
2 Undistributed income, if any, as of the end of 2010.				
a Enter amount for 2009 only			0.	
b Total for prior years 20___, 20___, 20___				
3 Excess distributions carryover, if any, to 2010.				
a From 2005				
b From 2006				
c From 2007 5,785.				
d From 2008 19,658.				
e From 2009 909.				
f **Total** of lines 3a through e	26,352.			
4 Qualifying distributions for 2010 from Part XII, line 4 ► $ 18,675.				
a Applied to 2009, 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 2010 distributable amount				13,994.
e Remaining amount distributed out of corpus	4,681.			
5 Excess distributions carryover applied to 2010 *(If an amount appears in column (d), the same amount must be shown in column (a).)*	0.			0.
6 **Enter the net total of each column as indicated below:**				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	31,033.			
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				
d Subtract line 6c from line 6b. Taxable amount – see instructions		0.		
e Undistributed income for 2009. Subtract line 4a from line 2a Taxable amount – see instructions			0.	
f Undistributed income for 2010. Subtract lines 4d and 5 from line 1 This amount must be distributed in 2011				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)	0.			
8 Excess distributions carryover from 2005 not applied on line 5 or line 7 (see instructions)	0.			
9 **Excess distributions carryover to 2011.** Subtract lines 7 and 8 from line 6a	31,033.			
10 Analysis of line 9				
a Excess from 2006 0.				
b Excess from 2007 5,785.				
c Excess from 2008 19,658.				
d Excess from 2009 909.				
e Excess from 2010 4,681.				

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

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2010, enter the date of the ruling ▶

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

	Tax year	Prior 3 years			
	(a) 2010	**(b)** 2009	**(c)** 2008	**(d)** 2007	**(e) Total**
2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon **a** 'Assets' alternative test – enter **(1)** Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b 'Endowment' alternative test – enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c 'Support' alternative test – enter **(1)** Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

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

1 Information Regarding Foundation Managers:

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

NONE

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

NONE

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

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

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

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

c Any submission deadlines.

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

Part XV Supplementary Information (continued)

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
***a** Paid during the year*				
See Attached Schedule				
				18,675.
Total			► **3a**	18,675.
***b** Approved for future payment*				
NONE				
Total			► **3b**	0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income (a) Business code	Unrelated business income (b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	Excluded by section 512, 513, or 514 (d) Amount	(e) Related or exempt function income (see the instructions)
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments					
4 Dividends and interest from securities			14	3,594.	
5 Net rental income or (loss) from real estate					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory			18	22,917.	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue					
a					
b					
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e)				26,511.	

13 **Total.** Add line 12, columns (b), (d), and (e) 13 26,511.

(See worksheet in line 13 instructions to verify calculations)

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

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

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

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

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

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

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

b If 'Yes,' complete the following schedule.

(a) Name of organization	(b) Type of organization	(c) Description of relationship

Sign Here

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

Signature of officer or trustee: Jonas on Ream — Date: 11/7/11 — Title: TREASURER

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check if ☐ if self-employed	PTIN

Firm's name ▶ — Firm's EIN ▶

Firm's address ▶ — Phone no

Form 990-PF, Page 1, Part I, Line 23
Line 23 Stmt

Other expenses:	Rev/Exp Book	Net Inv Inc	Adj Net Inc	Charity Disb
Investment Fees	3,343.	3,343.		
Administrative Expenses	2,455.			
Total	5,798.	3,343.		

HOMASOTE FOUNDATION
P.O. BOX 7240
WEST TRENTON, NJ 08628

2010
CONTRIBUTIONS

TO:	AMOUNT	RECIPIENT STATUS	TYPE
The Salvation Army 215 Appletree Drive Levittown, PA 19055	$25.00	Public Charity	General Donation In memory of Ronald Ellstrom
Young Scholars Institute 349 West State Street Trenton, NJ 08618	$25.00	Public Charity	General Donation In memory of Robert Strong, brother of employee Ed Strong
American Cancer Society 3076 Princeton Pike Lawrenceville, NJ 08648	$25.00	Public Charity	General Donation In memory of Patricia Brown, sister of employee John Brown
American Lung Association of New Jersey 109 S. Main Street, Suite 18 Cranbury, NJ 08512	$25.00	Public Charity	General Donation In memory of Carol Salender, wife of employee William Salender
Susan G. Komen for the Cure Central & Sou Two Princess Road, Suite D Lawrenceville, NJ 08648	$800.00	Public Charity	General Donation Jane's Angel donation for 6/18/10 reception
Compassionate Care Hospice at St. Francis M 601 Hamilton Avenue, 6th Floor Trenton, NJ 08629	$25.00	Public Charity	General Donation In memory of Gerald "Jerry" Leming, brother of employee, Joe Leming
Nothing Is Impossible, Inc. c/o McGivney & Kluger 191 Woodport Road Sparta, NJ 07871	$850.00	Public Charity	General Donation Golf Outing - 9/16/10
American Cancer Society 3076 Princeton Pike Lawrenceville, NJ 08648	$25.00	Public Charity	General Donation In memory of Mary Marino, widow of employee Clem Marino
American Lung Association of New Jersey 1031 Rt. 22 W., Suite 203 Bridgewater, NJ 08807	$25.00	Public Charity	General Donation In memory of William Salender
The Times of Trenton, Newspaper In Educat Accounts Receivables Department P.O. Box 5757 Hicksville, NY 11802-5757	$100.00	Public Charity	General Donation Red Apple Level
Our Lady of Good Counsel Church 137 W. Upper Ferry Road Ewing, NJ 08628	$25.00	Public Charity	General Donation In memory of Ms. Mary M. Pieslak, mother-in-law of Manker Mills
Deborah Hospital P.O. Box 3005 Hamilton, NJ 08619	$100.00	Public Charity	General Donation In memory of Lillian Coleman

Capital Health System Foundation 433 Bellevue Avenue Trenton, NJ 08618	$10,000.00	Public Charity	General Donation
American Lung Association 1301 Pennsylvania Avenue, NW, Suite 800 Washington, DC 20004	$25.00	Public Charity	General Donation In memory of Norman J. Pietras, Jr. - son of retiree, Norman Pietras
United Way of Greater Mercer County 3131 Princeton Pike, Building 4 Lawrenceville, NJ 08648-0193	$2,000.00	Public Charity	General Donation
Bordentown Elks #2085 11 Amboy Road Bordentown, NJ 08505	$25.00	Public Charity	General Donation In memory of William Houssell, Brother of employee, Robert Houssell
Samaritan Hospice 5 Eves Drive, Suite 300 Marlton, NJ 08053	$25.00	Public Charity	General Donation In memory of John Thackray, Retiree and grandfather of employee Christopher Thackray
Old Barracks Barrack Street Trenton, NJ 08608	$2,500.00	Public Charity	General Donation 4th of 4 pymts - for 4 yrs.
West Trenton Volunteer Fire Company 40 West Upper Ferry Road West Trenton, NJ 08628	$250.00	Public Charity	General Donation
Pennington Road Fire Company 1666 Pennington Road, Ewing Township Trenton, NJ 08618	$250.00	Public Charity	General Donation
Prospect Heights Fire Company 1660 Ninth Street, Ewing Township Trenton, NJ 08638	$250.00	Public Charity	General Donation
Union Fire Co. & Rescue Squad P.O. Box 66 Titusville, NJ 08560	$100.00	Public Charity	General Donation
Hopewell Fire Department 4 Columbia Avenue Hopewell, NJ 08525	$100.00	Public Charity	General Donation
United Jewish Federation of Princeton/Merc 4 Princess Road, Suite 206 Lawrenceville, NJ 08648	$1,000.00	Public Charity	General Donation
Jewish Family & Children's Services 707 Alexander Road, Suite 102 Ewing, NJ 08628	$100.00	Public Charity	General Donation
Total	$18,675.00		

THE HOMASOTE FOUNDATION

SUMMARY OF CHECKING ACTIVITY

Date Cleared	Date Written	Check Number	Payee	Amount
02/22/10	02/19/10	00001004	HOMASTE FDN	5,000.00
		Total Checking Activity		**5,000.00**

REALIZED CAPITAL GAIN AND LOSS SUMMARY

Quantity	Security Description	Date of Acquisition	Date of Liquidation	Sale Amount	Cost Basis	Gain or (Loss)
3,000 0000	CD BANK OF AMERICA NATL	07/27/10	12/09/10	2,988.51	3,000 00	(11.49) ST

Merrill Lynch

THE HOMASOTE FOUNDATION

EMA Fiscal Statement

FISCAL YEAR ACTIVITY

Date	Transaction	Quantity	Description	Price	Debit	Credit
			Dividends and Interest			
12/22/10	Dividend		BLACKROCK GLOBAL			758 61
12/22/10	Reinvestment		BLACKROCK GLOBAL		758.61	
12/22/10	Divd Reinv	39	BLACKROCK GLOBAL			
			Sub Total		**758.61**	**758.61**
12/22/10	Dividend		BLACKROCK GLOBAL			79 33
			Net Total		**758.61**	**844.91**
			Funds Received/Withdrawals			
10/28/10	Withdrawal		CK A 00876-15231		10,000 00	
11/10/10	Withdrawal		CK A 00876-15304		10,000.00	
12/10/10	Withdrawal		CK A 00876-15462		7,000 00	
			Net Total		**27,000.00**	
			Other Activity			
01/07/10	Journal Entry		TR FROM 87D04025			800.00CR
01/15/10	Journal Entry		REPAY OVERDRAFT LOAN		0.47	
02/16/10	Journal Entry		TR FROM 87D04025			5,000.00
07/23/10	Transferred		TFR TO 6VP-04002		0.06	
07/23/10	Transferred		TFR FM 87D-04023			0.06
07/26/10	Journal Entry		TR FROM 6VP04001			101,261.78
08/06/10	Journal Entry		TR FROM 6VP04001			7,000 00
11/05/10	Journal Entry		STOP PAYMENT OMCA CHECK			10,000 00
			Net Total		**0.53**	**124,061.84**
			Fees			
09/03/10			EMA ANNUAL FEE		150.00	
			Net Total		**150.00**	

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THE HOMASOTE FOUNDATION

EMA Fiscal Statement

FISCAL YEAR ACTIVITY

Date	Transaction	Quantity	Description	Price	Debit	Credit
			Dividends and Interest			
10/25/10	Dividend		BLACKROCK EQTY DIVIDEND			100.52
10/25/10	Reinvestment		BLACKROCK EQTY DIVIDEND		100 52	
10/25/10	Divd Reinv	6	BLACKROCK EQTY DIVIDEND			
12/13/10	Dividend		BLACKROCK EQTY DIVIDEND			85 09
12/13/10	Reinvestment		BLACKROCK EQTY DIVIDEND		85 09	
12/13/10	Divd Reinv	4	BLACKROCK EQTY DIVIDEND			
			Sub Total		**185.61**	**185.61**
07/26/10	Dividend		BLACKROCK GLOBAL			32.06
12/10/10	Dividend		PENNSYLVANIA MUTUAL FD			76 20
12/10/10	Reinvestment		PENNSYLVANIA MUTUAL FD		76.20	
12/10/10	Divd Reinv	6	PENNSYLVANIA MUTUAL FD			
			Sub Total		**76.20**	**76.20**
			Net Total		**1,412.61**	**2,748.63**
			Other Activity			
01/07/10	Journal Entry		TR TO 87D04023		800.00	
01/12/10	Journal Entry		PIA ADVISORY FEE		1,269.00	
02/16/10	Journal Entry		TR TO 87D04023		5,000.00	
04/06/10	Journal Entry		PIA ADVISORY FEE		1,080.00	
04/09/10	Journal Entry		ENT*TRF DEP CR CASH BAL			2 61
04/09/10	Journal Entry		PIA ADVISORY FEE		43 74	
04/12/10	Journal Entry		PIA ADVISORY FEE		2 00	
04/19/10	Journal Entry		PIA ADVISORY FEE		138 43	
07/07/10	Journal Entry		PIA ADVISORY FEE		1,258.71	
07/23/10	Transferred		TFR TO 6VP-04001		98,683.78	

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THE HOMASOTE FOUNDATION

EMA Fiscal Statement

FISCAL YEAR ACTIVITY

Other Activity

Date	Transaction	Quantity	Description	Price	Debit	Credit
07/23/10	Transferred		TFR FM 87D-04025			98,683.78
07/26/10	Journal Entry		TR TO 6VP04002		101,261.78	
08/04/10	Journal Entry		TFR FM 87D-04025			3 11
08/06/10	Journal Entry		TR TO 6VP04002		7,000 00	
08/10/10	Journal Entry		REFUND/ADJUSTMENT			848.57
08/31/10	Journal Entry		MFA INITIAL FEE		260.93	
10/05/10	Journal Entry		MFA QTRLY FEE		457.65	
			Net Total		**217,256.02**	**99,538.07**

REALIZED CAPITAL GAIN AND LOSS SUMMARY

Quantity	Security Description	Date of Acquisition	Date of Liquidation	Sale Amount	Cost Basis	Gain or (Loss)
127.0000	SPDR BARCLY CAPTL 1-3 MO	12/09/09	01/21/10	5,822.88	5,824 21	(1 33) ST
42 0000	ISHARES S&P GLOBAL FINLS	12/09/09	04/14/10	2,087.00	1,919.66	167 34 ST
11 0000	VANGUARD CONSUMER	08/20/09	04/14/10	768.70	672 71	95 99 ST
49.0000	VANGUARD ENERGY ETF	08/20/09	04/14/10	4,299.89	3,641.19	658 70 ST
14.0000	ISHARES TR S&P GLOBAL	08/20/09	04/14/10	829 44	706 14	123.30 ST
1.0000	ISHARES TR S&P GLOBAL MA	08/20/09	04/14/10	65 56	52.32	13 24 ST
64.0000	ISHARES IBOXX$ HIGH YIEL	08/20/09	04/14/10	5,685.74	5,210.24	475.50 ST
1 0000	ISHARES IBOXX$ HIGH YIEL	09/08/09	04/14/10	88 83	82.31	6.52 ST
10 0000	SPDR S P BIOTECH	08/20/09	04/14/10	610.53	536 84	73.69 ST
57 0000	SPDR BARCLY CAPTL 1-3 MO	12/09/09	04/14/10	2,612.84	2,614 03	(1 19) ST
69 0000	SPDR S P OIL GAS EXPLOR	12/09/09	04/14/10	3,058.86	2,610 48	448 38 ST
20.0000	SPDR DJ WILSHRE REIT ETF	08/20/09	04/14/10	1,140.18	808.94	331.24 ST
11.0000	PLUM CREEK TIMBER CO INC	08/20/09	04/14/10	443.18	334 45	108 73 ST
70.0000	CONSUMER DISCRETIONARY	08/20/09	04/14/10	2,400.96	1,798 30	602.66 ST
92.0000	VANGUARD ENERGY ETF	08/20/09	05/14/10	7,499.71	6,836.53	663.18 ST
32.0000	VANGUARD ENERGY ETF	09/22/09	05/14/10	2,608.59	2,623.77	(15.18) ST
36.0000	VANGUARD ENERGY ETF	12/09/09	05/14/10	2,934.68	2,914.83	19.85 ST
83.0000	ISHARES TR S&P GSSI	08/20/09	07/21/10	2,265.86	2,067.94	197.92 ST
50.0000	ISHARES TR S&P GSSI	08/20/09	07/21/10	2,316.96	2,061.37	255.59 ST
23 0000	ISHARES TR S&P GSSI	08/20/09	07/21/10	1,089.26	960 71	128.55 ST

REALIZED CAPITAL GAIN AND LOSS SUMMARY

Quantity	Security Description	Date of Acquisition	Date of Liquidation	Sale Amount	Cost Basis	Gain or (Loss)
100 0000	ISHARES S&P GLOBAL FINLS	12/09/09	07/21/10	4,221.93	4,570.64	(348.71) ST
112 0000	ISHARES S&P GLBL HEALTH	08/20/09	07/21/10	5,261.67	5,215 15	46.52 ST
58.0000	VANGUARD CONSUMER	08/20/09	07/21/10	3,927.69	3,547 03	380.66 ST
35.0000	VANGUARD UTILITIES ETF	08/20/09	07/21/10	2,253.96	2,137 80	116.16 ST
130.0000	VANGUARD INFORMATION	08/20/09	07/21/10	6,910.68	6,089.17	821.51 ST
19.0000	VANGUARD TELECOMM SRVCS	08/20/09	07/21/10	1,061 51	938.36	123.15 ST
36.0000	VANGUARD ENERGY ETF	12/09/09	07/21/10	2,809.75	2,914 84	(105 09) ST
113 0000	VANGUARD INDUSTRIAL ETF	08/20/09	07/21/10	6,032 97	5,165 76	867.21 ST
183.0000	VANGUARD EMERGING MKTS	12/09/09	07/21/10	7,475 42	7,446 04	29.38 ST
29 0000	ISHARES TR DOW JONES US	08/20/09	07/21/10	1,214 50	1,054 66	159.84 ST
23 0000	ISHARES US AEROSPACE ETF	08/20/09	07/21/10	1,176.20	990 08	186 12 ST
95.0000	MARKET VECTORS ETF TR	08/20/09	07/21/10	4,655.87	3,659.87	996.00 ST
68.0000	ISHARES TR S&P GLOBAL	08/20/09	07/21/10	3,839.22	3,429.88	409.34 ST
34.0000	ISHARES TR S&P GLOBAL MA	08/20/09	07/21/10	1,928.79	1,779.23	149 56 ST
322.0000	VANGUARD FTSE ALL WORLD	08/20/09	07/21/10	13,250.08	12,856 70	393 38 ST
38 0000	SPDR S P BIOTECH	08/20/09	07/21/10	2,001.81	2,040.03	(38.22) ST
30 0000	SPDR S P OIL GAS EXPLOR	12/09/09	07/21/10	1,217.98	1,135.00	82.98 ST
59.0000	SPDR DJ WILSHRE REIT ETF	08/20/09	07/21/10	3,170.02	2,386 41	783.61 ST
86.0000	ISHARES DOWJONES US FINL	08/20/09	07/21/10	4,510.62	4,577.34	(66.72) ST
32.0000	ISHARES DOWJONES US FINL	09/08/09	07/21/10	1,678.38	1,716 99	(38 61) ST
55.0000	PLUM CREEK TIMBER CO INC	08/20/09	07/21/10	2,034.97	1,672.27	362.70 ST
156.0000	CONSUMER DISCRETIONARY	08/20/09	07/21/10	4,820.32	4,007.65	812 67 ST
132.0000	NATIXIS GATEWAY FUND CL	04/14/10	07/21/10	3,247.20	3,396.36	(149.16) ST
246.0000	BLACKROCK GLOBAL ALLOC I	12/09/09	07/21/10	4,309.92	4,462.43	(152 51) ST
118.0000	ISHARES TR S&P GSSI	08/20/09	08/02/10	3,283.69	2,939.95	343 74 ST
3 0000	ISHARES TR S&P GSSI	09/08/09	08/02/10	83.48	76.29	7.19 ST
7.0000	ISHARES TR S&P GSSI	12/09/09	08/02/10	194.79	185.36	9.43 ST
12 0000	ISHARES TR S&P GSSI	04/14/10	08/02/10	333.95	364.38	(30.43) ST
72 0000	ISHARES TR S&P GSSI	08/20/09	08/02/10	3,458.10	2,968.37	489.73 ST
3.0000	ISHARES TR S&P GSSI	09/08/09	08/02/10	144.08	124.72	19.36 ST
3 0000	ISHARES TR S&P GSSI	09/22/09	08/02/10	144.09	129 02	15.07 ST
7.0000	ISHARES TR S&P GSSI	04/14/10	08/02/10	336.21	349.72	(13.51) ST
35.0000	ISHARES TR S&P GSSI	08/20/09	08/02/10	1,636.57	1,461.95	174 62 ST
3.0000	ISHARES TR S&P GSSI	09/22/09	08/02/10	140.28	136.25	4.03 ST
3 0000	ISHARES TR S&P GSSI	04/14/10	08/02/10	140.28	158.35	(18.07) ST
169 0000	ISHARES S&P GLOBAL FINLS	12/09/09	08/02/10	7,672.88	7,724.36	(51 48) ST
102.0000	ISHARES S&P GLBL HEALTH	08/20/09	08/02/10	4,832.22	4,749.50	82 72 ST
61.0000	ISHARES S&P GLBL HEALTH	09/22/09	08/02/10	2,889.86	2,976.80	(86.94) ST
25.0000	ISHARES S&P GLBL HEALTH	04/14/10	08/02/10	1,184 38	1,310.46	(126.08) ST
96.0000	VANGUARD CONSUMER	08/20/09	08/02/10	6,569.17	5,870.93	698.24 ST

Merrill Lynch

THE HOMASOTE FOUNDATION

EMA Fiscal Statement

REALIZED CAPITAL GAIN AND LOSS SUMMARY

Quantity	Security Description	Date of Acquisition	Date of Liquidation	Sale Amount	Cost Basis	Gain or (Loss)	
2.0000	VANGUARD CONSUMER	09/08/09	08/02/10	136.86	125 49	11 37	ST
1 0000	VANGUARD CONSUMER	09/14/09	08/02/10	68 43	63 27	5 16	ST
45 0000	VANGUARD UTILITIES ETF	08/20/09	08/02/10	2,940.33	2,748.58	191.75	ST
7.0000	VANGUARD UTILITIES ETF	09/08/09	08/02/10	457 38	426.30	31.08	ST
1 0000	VANGUARD UTILITIES ETF	09/14/09	08/02/10	65.34	61.18	4 16	ST
7 0000	VANGUARD UTILITIES ETF	04/14/10	08/02/10	457.40	446 81	10.59	ST
193.0000	VANGUARD INFORMATION	08/20/09	08/02/10	10,420 12	9,040.07	1,380 05	ST
2 0000	VANGUARD INFORMATION	09/22/09	08/02/10	107.98	100.45	7.53	ST
23 0000	VANGUARD INFORMATION	04/14/10	08/02/10	1,241.78	1,343.13	(101.35)	ST
31 0000	VANGUARD TELECOMM SRVCS	08/20/09	08/02/10	1,824 32	1,531.00	293 32	ST
3.0000	VANGUARD TELECOMM SRVCS	04/14/10	08/02/10	176.55	170.40	6.15	ST
162 0000	VANGUARD INDUSTRIAL ETF	08/20/09	08/02/10	9,211.16	7,405.77	1,805.39	ST
28.0000	VANGUARD INDUSTRIAL ETF	04/14/10	08/02/10	1,592 06	1,665 29	(73.23)	ST
306.0000	VANGUARD EMERGING MKTS	12/09/09	08/02/10	13,137.22	12,450.73	686 49	ST
42 0000	ISHARES TR DOW JONES US	08/20/09	08/02/10	1,829.90	1,527.43	302 47	ST
9.0000	ISHARES TR DOW JONES US	04/14/10	08/02/10	392.13	415.86	(23.73)	ST
34 0000	ISHARES US AEROSPACE ETF	08/20/09	08/02/10	1,840 04	1,463.58	376 46	ST
5.0000	ISHARES US AEROSPACE ETF	04/14/10	08/02/10	270.60	290.21	(19 61)	ST
32 0000	MARKET VECTORS ETF TR	08/20/09	08/02/10	1,530 93	1,232 79	298.14	ST
39 0000	MARKET VECTORS ETF TR	09/08/09	08/02/10	1,865.83	1,818.82	47.01	ST
6 0000	MARKET VECTORS ETF TR	09/14/09	08/02/10	287.05	274.74	12.31	ST
62 0000	MARKET VECTORS ETF TR	09/22/09	08/02/10	2,966.19	2,873.41	92 78	ST
20.0000	MARKET VECTORS ETF TR	04/14/10	08/02/10	956.84	958 20	(1 36)	ST
116 0000	ISHARES TR S&P GLOBAL	08/20/09	08/02/10	6,650 82	5,850 95	799.87	ST
1.0000	ISHARES TR S&P GLOBAL	09/14/09	08/02/10	57.34	52.93	4.41	ST
9 0000	ISHARES TR S&P GLOBAL MA	08/20/09	08/02/10	540.80	470.97	69.83	ST
1.0000	ISHARES TR S&P GLOBAL MA	09/14/09	08/02/10	60 08	55.96	4 12	ST
49.0000	ISHARES TR S&P GLOBAL MA	09/22/09	08/02/10	2,944 37	2,817 32	127 05	ST
198.0000	VANGUARD FTSE ALL WORLD	08/20/09	08/02/10	8,666.68	7,905.66	761 02	ST
322.0000	VANGUARD FTSE ALL WORLD	12/09/09	08/02/10	14,094.31	14,135.06	(40.75)	ST
18.0000	VANGUARD FTSE ALL WORLD	04/14/10	08/02/10	787.89	827.18	(39.29)	ST
65.0000	SPDR S P BIOTECH	08/20/09	08/02/10	3,632.14	3,489.51	142 63	ST
52.0000	SPDR S P OIL GAS EXPLOR	12/09/09	08/02/10	2,170.44	1,967.33	203.11	ST
41.0000	SPDR DJ WILSHRE REIT ETF	08/20/09	08/02/10	2,371.80	1,658.34	713 46	ST
59 0000	SPDR DJ WILSHRE REIT ETF	12/09/09	08/02/10	3,413 10	2,799 85	613.25	ST
4.0000	ISHARES DOWJONES US FINL	09/14/09	08/02/10	216 51	215.92	0.59	ST
144.0000	ISHARES DOWJONES US FINL	09/22/09	08/02/10	7,794.44	8,169.12	(374.68)	ST
51.0000	ISHARES DOWJONES US FINL	04/14/10	08/02/10	2,760.54	3,231 21	(470 67)	ST
95 0000	PLUM CREEK TIMBER CO INC	08/20/09	08/02/10	3,499.74	2,888.44	611.30	ST
61 0000	CONSUMER DISCRETIONARY	08/20/09	08/02/10	1,952.12	1,567.08	385.04	ST

PLEASE SEE REVERSE SIDE

Merrill Lynch

THE HOMASOTE FOUNDATION

EMA Fiscal Statement

REALIZED CAPITAL GAIN AND LOSS SUMMARY

Quantity	Security Description	Date of Acquisition	Date of Liquidation	Sale Amount	Cost Basis	Gain or (Loss)
201.0000	CONSUMER DISCRETIONARY	09/22/09	08/02/10	6,432 42	5,599.36	833.06 ST
220.0000	NATIXIS GATEWAY FUND CL	04/14/10	08/02/10	5,508.80	5,660.59	(151.79) ST
0.3510	NATIXIS GATEWAY FUND CL	06/18/10	08/02/10	8.79	8.76	0.03 ST
22.0000	BARON PARTNERS FUND INST	08/02/10	10/25/10	399.29	379.06	20 23 ST
1 0000	BARON PARTNERS FUND INST	08/03/10	10/25/10	18.15	17.11	1.04 ST
606.0000	BARON PARTNERS FUND INST	08/03/10	10/25/10	10,998 90	10,338.36	660.54 ST
1.0000	BARON PARTNERS FUND INST	08/11/10	10/25/10	18.15	16.75	1.40 ST
0.1180	BARON PARTNERS FUND INST	08/11/10	10/25/10	2.14	1.94	0.20 ST
3.0000	BARON PARTNERS FUND INST	08/11/10	10/25/10	54.46	49.38	5.08 ST
18.0000	JOHN HANCK LG CAP EQ I	08/02/10	10/25/10	459.17	432.54	26 63 ST
495 0000	JOHN HANCK LG CAP EQ I	08/03/10	10/25/10	12,627.45	11,830.50	796.95 ST
1 0000	JOHN HANCK LG CAP EQ I	08/11/10	10/25/10	25.51	23.66	1 85 ST
0.5530	JOHN HANCK LG CAP EQ I	08/11/10	10/25/10	14.11	12.83	1 28 ST
2 0000	JOHN HANCK LG CAP EQ I	08/11/10	10/25/10	51.03	46.40	4.63 ST
23.0000	MFS VALUE FD CL I	08/02/10	10/25/10	498.64	479.78	18.86 ST
1.0000	MFS VALUE FD CL I	08/03/10	10/25/10	21 68	20 86	0 82 ST
51 0000	MFS VALUE FD CL I	08/03/10	10/25/10	1,105.68	1,059.78	45.90 ST
0.3640	MFS VALUE FD CL I	09/28/10	10/25/10	7.89	7.53	0 36 ST
56.0000	PENNSYLVANIA MUTUAL FD	08/02/10	10/25/10	593 59	554 40	39 19 ST
99 0000	PENNSYLVANIA MUTUAL FD	08/03/10	10/25/10	1,049.41	972.18	77.23 ST
0 0940	PENNSYLVANIA MUTUAL FD	08/11/10	10/25/10	1 00	0 92	0 08 ST
				$329,970.	$307,042	$ 22,928

Merrill Lynch

THE HOMASOTE FOUNDATION

EMA[SM] Fiscal Statement

Agreement Regarding Your Securities Account and Other Important Information
You, the Client, and we, Merrill Lynch, Pierce, Fenner & Smith Incorporated (MLPF&S), a registered broker-dealer and wholly-owned subsidiary of Bank of America Corporation, agree as follows
(1) We will direct your order for an equity or option through a routing system to what is expected to be the best execution venues for that equity or option
(2) Except for certain custodial accounts, we will hold bonds and preferred stocks *in bulk segregation* In the event of a partial call for those securities, the securities to be called will be randomly selected from those held in bulk with the probability of your holdings being selected being in proportion to all such securities held with us
(3) We are not responsible for the loss or destruction of securities that are placed in the custody of a non-U S bank or broker or other custodian, *and are lost or destroyed as a result of war,* civil commotion, enemy action, government acts or any other causes beyond the control of the depository or us
(4) This statement of account shall be deemed conclusive if not objected to within ten (10) business days after delivery of or communication of the statement to you Promptly report any inaccuracy to Merrill Lynch Client Services at (800)MER-RILL To protect your rights, oral communications should be re-confirmed by you in writing
(5) We receive a fee from ISA® banks of up to 2% per annum of the average daily balances We receive a fee from our affiliated banks of up to $30 per annum for each retirement account and $65 per annum for each non-retirement account that sweeps balances to the banks under the RASP[SM] and ML bank deposit programs We receive a fee from Bank of America, N A of up to 0 25% per annum of the average daily Preferred Deposit[TM] and *Preferred Deposit for Business*[TM] balances
(6) You will have the right to vote full shares, and we may solicit instructions concerning the voting of full shares held in your account The voting shares in your account will be governed by the rules and policies of the New York Stock Exchange and the Securities and Exchange *Commission then in effect, or other applicable* exchanges or regulatory provisions
(7) This statement serves as a confirmation of purchases that result from automatic reinvestment transactions, as well as your AIPS transactions, during the statement period
(8) As an options client, please advise us promptly of any material change in your investment objectives or *financial condition Individual options commission charges have been included in your confirmation*, a summary of this information will be made available to you upon request
(9) All transactions in your account are subject to the constitution, rules, regulations, customs, usages, rulings and interpretations of the exchange or market, and its clearinghouse, if any, where the transactions are executed, and if not executed on any exchange, the Financial Industry Regulatory Authority (FINRA)
(10) We are associated with a NYSE Designated Market Maker (DMM) *that may make a market in the* security(ies) that are held in your account The DMM may at any time have a "long" or "short" inventory position in such security and, as a result of its function as a market maker, it may be on the opposite side of transactions in the security executed on the floor of the NYSE We also act as a market maker, dealer, block positioner or arbitrageur in certain securities As a result of that activity, we or one of our affiliates may have a *position on the opposite side of a transaction* that we execute for you and may profit from such trading
(11) We can use your free credit balance in our business and such funds are not segregated You have the right to receive, in the normal course of business, any free credit balance and any fully paid securities to which you are entitled, subject to any open commitments in any of your accounts
(12) Our financial statement is available for your inspection at our office, or a copy will be mailed upon request to Merrill Lynch, WFC-NT, New York, N Y 10281
(13) If this statement is for a margin account, it is a combined statement of your margin account and special memorandum account maintained for you pursuant to applicable regulations The permanent record of the separate account, *as required by Regulation T, is available for your inspection upon request* You should retain this statement for use with your next statement to calculate interest charges, if any, for the period covered by *this statement The interest charge period will parallel the statement period*, except that interest due for the final day of the statement period will be carried over and appear on your next statement
(14) The Securities Investor Protection Corporation (SIPC) and our excess-SIPC bond do not cover assets that are not securities or assets that are not held at MLPF&S, such as cash on deposit at FIA Card Services, N A and Bank of America RI, N A (Merrill Lynch affiliated banks), Bank of America, N A or other depository institutions Those bank deposits are protected by the Federal Deposit Insurance Corporation MLPF&S is not a bank Unless otherwise disclosed, INVESTMENTS THROUGH MLPF&S ARE NOT FDIC INSURED, ARE NOT BANK GUARANTEED, AND MAY LOSE VALUE To obtain information about SIPC, including the SIPC Brochure, contact SIPC at <<http //www sipc org>> or (202) 371-8300 .

(15) BofA Merrill Lynch Research is research produced by MLPF&S and/or one or more of its affiliates Third party research ratings from selected vendors are provided where available for informational purposes and not as a solicitation or recommendation on such security Neither MLPF&S nor any of its affiliates bears any responsibility or liability with respect to third party research which may have been made available to you You assume full responsibility for any trading decision you make based upon third party research ratings and reports

Prices and Valuations:
While we believe our pricing information to be reliable, we can not guarantee its accuracy Pricing information provided for certain thinly traded securities may be stale

Cost Data/Realized Capital Gains & Losses: Cost data and Realized Capital Gains/Losses are provided for informational purposes only Please review for accuracy. MLPF&S is not responsible for omitted or restated data Please consult your tax advisor to determine the tax consequences of your securities transactions Your statement is not an official accounting of gains/losses, and we do not report gains/losses to the IRS Please *refer to your records, trade confirmations and your Consolidated* Tax Reporting Statement (Form 1099)

Managed Trust Units: Information is based on data from the Merrill Lynch Trust Company or its agent Neither the Trust nor its units are held in your MLPF&S account and they are not covered by SIPC

Fixed-Income Securities: Values on your statement generally are based on estimates, which are obtained from various sources The values often vary from prices achieved in actual transactions, especially for thinly traded securities, and are not *firm bids or offers* The values assume *no unusual market conditions and are generally* for transactions of $1 million or more, which often have more favorable pricing than transactions in smaller amounts Accordingly, you may pay more than the values if you purchase securities, or receive less if you sell securities

Insurance Policies: Information is based on data from the Insurer that issued the policy We are not responsible *for the calculation of policy values Policies are generally not held* in your MLPF&S account If we as custodian or trustee hold a policy that is a security, SIPC protection and excess-SIPC protection apply

Est. Annual Yield%: An annualized yield based on rates for the statement month Current yields may be higher or lower

Symbols and Abbreviations

¤	Interest reported to the IRS	N/A	Value and/or cost data not available
■	Gross Proceeds reported to the IRS	N/C	Not-Calculated
*	Dividends reported to the IRS	N/N	Non-negotiable securities
	Transactions reported to IRS	N/O	*Held registered in your name.*
OCC	Options Clearing Corporation	N/O CUST	Non-negotiable Custodian Registration
#	*Transaction you requested required* same-day payment - Last day's dividend retained to offset cost of advancing payment on your behalf		
RD	Bonds are changeable from coupon to registered and vice versa without charge		
RG	Bonds *registered for both principal and interest*		
↑↓	Indicates that BofAML Research has upgraded (↑) or downgraded (↓) its fundamental equity opinion on a security		

Form **8868** (Rev January 2011)

Department of the Treasury Internal Revenue Service

Application for Extension of Time To File an Exempt Organization Return

OMB No 1545-1709

► **File a separate application for each return.**

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

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

Electronic filing *(e-file)*. You can electronically file Form 8868 if you need a 3-month automatic extension of time to file (6 months for a corporation required to file Form 990-T), or an additional (not automatic) 3-month extension of time. You can electronically file Form 8868 to request an extension of time to file any of the forms listed in Part I or Part II with the exception of Form 8870, Information Return for Transfers Associated With Certain Personal Benefit Contracts, which must be sent to the IRS in paper format (see instructions) For more details on the electronic filing of this form, visit *www irs gov/efile* and click on *e-file for Charities & Nonprofits.*

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

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

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

Type or print

File by the due date for filing your return See instructions

Name of exempt organization: Homasote Foundation

Employer identification number: 21-6018542

Number, street, and room or suite number If a P O box, see instructions: 932 Lower Ferry Road

City, town or post office, state, and ZIP code For a foreign address, see instructions: West Trenton NJ 08628

Enter the Return code for the return that this application is for (file a separate application for each return) [04]

Application Is For	Return Code	Application Is For	Return Code
Form 990	01	Form 990-T (corporation)	07
Form 990-BL	02	Form 1041-A	08
Form 990-EZ	03	Form 4720	09
Form 990-PF	04	Form 5227	10
Form 990-T (section 401(a) or 408(a) trust)	05	Form 6069	11
Form 990-T (trust other than above)	06	Form 8870	12

- The books are in the care of ► James M. Reiser

  Telephone No. ► (609) 883-3300 FAX No ► (609) 406-9283
- If the organization does not have an office or place of business in the United States, check this box ► [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) ____ . If this is for the whole group, check this box ► [ ] If it is for part of the group, check this box ► [ ] and attach a list with the names and EINs of all members the extension is for

1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until Aug 15, 20 11, to file the exempt organization return for the organization named above. The extension is for the organization's return for:

► [X] calendar year 20 10 or

► [ ] tax year beginning ________, 20 ___, and ending ________, 20 ___

2 If the tax year entered in line 1 is for less than 12 months, check reason [ ] Initial return [ ] Final return [ ] Change in accounting period

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

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

- If you are filing for an **Additional (Not Automatic) 3-Month Extension, complete only Part II** and check this box . ► [X]

Note. Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868

- If you are filing for an **Automatic 3-Month Extension, complete only Part I** (on page 1).

Part II **Additional (Not Automatic) 3-Month Extension of Time.** Only file the original (no copies needed).

Type or print

File by the extended due date for filing the return See instructions.

Name of exempt organization: Homasote Foundation

Employer identification number: 21-6018542

Number, street, and room or suite number If a P O box, see instructions: 932 Lower Ferry Road

City, town or post office, state, and ZIP code. For a foreign address, see instructions: West Trenton NJ 08628

Enter the Return code for the return that this application is for (file a separate application for each return) 04

Application Is For	Return Code	Application Is For	Return Code
Form 990	01		
Form 990-BL	02	Form 1041-A	08
Form 990-EZ	03	Form 4720	09
Form 990-PF	04	Form 5227	10
Form 990-T (section 401(a) or 408(a) trust)	05	Form 6069	11
Form 990-T (trust other than above)	06	Form 8870	12

STOP! Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.

- The books are in care of ► JAMES M. REISER, 932 LOWER FERRY ROAD, PO BOX 7240, WEST TRENTON, NJ 08628

 Telephone No ► (609) 883-3300 FAX No ►
- If the organization does not have an office or place of business in the United States, check this box ► [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) . If this is for the whole group, check this box ► [ ] . If it is for part of the group, check this box ► [ ] and attach a list with the names and EINs of all members the extension is for.

4 I request an additional 3-month extension of time until Nov 15 , 20 11.

5 For calendar year 2010 , or other tax year beginning , 20 , and ending , 20 .

6 If the tax year entered in line 5 is for less than 12 months, check reason: [ ] Initial return [ ] Final return [ ] Change in accounting period

7 State in detail why you need the extension ADDITIONAL TIME IS NECESSARY TO FILE A COMPLETE & ACCURATE RETURN

8a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions	8a	$ 0.
b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868	8b	$ 0.
c Balance due. Subtract line 8b from line 8a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System) See instructions	8c	$ 0.

Signature and Verification

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form

Signature ► James M. Reiser Title ► TREASURER Date ► 7/27/11