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

**2010**

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

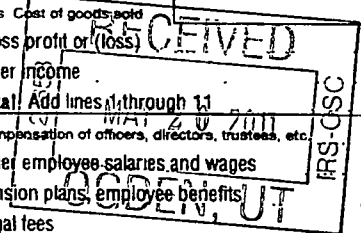
For calendar year 2010, or tax year beginning \_\_\_\_\_, and ending \_\_\_\_\_

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

Name of foundation <b>THE HERMES FOUNDATION</b>		A Employer identification number <b>34-6930405</b>
Number and street (or P.O. box number if mail is not delivered to street address) <b>13515 SHAKER BOULEVARD</b>	Room/suite <b>3B</b>	B Telephone number <b>(216) 751-1100</b>
City or town, state, and ZIP code <b>CLEVELAND, OH 44120</b>		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) \$ <b>346,192.</b>	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 <small>(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a))</small>		(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		32,988.		N/A	
2 Check <input type="checkbox"/> if the foundation is not required to attach Sch B					
3 Interest on savings and temporary cash investments		11.	11.		STATEMENT 1
4 Dividends and interest from securities		3,085.	3,085.		STATEMENT 2
5a Gross rents					
b Net rental income or (loss)					
6a Net gain or (loss) from sale of assets not on line 10		2,967.			
b Gross sales price for all assets on line 6a		815,433.			
7 Capital gain net income (from Part IV, line 2)			2,967.		
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		728.	0.		STATEMENT 3
12 Total. Add lines 1 through 11		39,779.	6,063.		
13 Compensation of officers, directors, trustees, etc.		0.	0.		0.
14 Other employee salaries and wages					
15 Pension plans, employee benefits, etc.					
16a Legal fees					
b Accounting fees		866.	866.		0.
c Other professional fees		3,946.	3,946.		0.
17 Interest		8.	8.		0.
18 Taxes		100.	100.		0.
19 Depreciation and depletion					
20 Occupancy					
21 Travel, conferences, and meetings					
22 Printing and publications					
23 Other expenses					
24 Total operating and administrative expenses. Add lines 13 through 23		4,920.	4,920.		0.
25 Contributions, gifts, grants paid		32,377.			32,377.
26 Total expenses and disbursements. Add lines 24 and 25		37,297.	4,920.		32,377.
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements		2,482.			
b Net investment income (if negative, enter -0-)			1,143.		
c Adjusted net income (if negative, enter -0-)				N/A	

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<b>Part II Balance Sheets</b> <small>Attached schedules and amounts in the description column should be for end-of-year amounts only</small>		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
<b>Assets</b>	1 Cash - non-interest-bearing			
	2 Savings and temporary cash investments	61,981.	62,367.	62,367.
	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 <b>STMT 7</b>	243,237.	251,892.	283,825.
	c Investments - corporate bonds			
	11 Investments - land, buildings, and equipment: basis ▶			
Less: accumulated depreciation ▶				
12 Investments - mortgage loans				
13 Investments - other				
14 Land, buildings, and equipment: basis ▶				
Less: accumulated depreciation ▶				
15 Other assets (describe ▶)				
<b>16 Total assets (to be completed by all filers)</b>	<b>305,218.</b>	<b>314,259.</b>	<b>346,192.</b>	
<b>Liabilities</b>	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 ▶)			
<b>23 Total liabilities (add lines 17 through 22)</b>	<b>0.</b>	<b>0.</b>		
<b>Net Assets or Fund Balances</b>	<b>Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31.</b> <input checked="" type="checkbox"/>			
	24 Unrestricted	61,981.	62,367.	
	25 Temporarily restricted			
	26 Permanently restricted	243,237.	251,892.	
	<b>Foundations that do not follow SFAS 117, check here and complete lines 27 through 31.</b> <input type="checkbox"/>			
	27 Capital stock, trust principal, or current funds			
	28 Paid-in or capital surplus, or land, bldg., and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds			
	<b>30 Total net assets or fund balances</b>	<b>305,218.</b>	<b>314,259.</b>	
<b>31 Total liabilities and net assets/fund balances</b>	<b>305,218.</b>	<b>314,259.</b>		

**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	305,218.
2 Enter amount from Part I, line 27a	2	2,482.
3 Other increases not included in line 2 (itemize) ▶ <b>ADJUSTMENT TO BASIS</b>	3	6,559.
4 Add lines 1, 2, and 3	4	314,259.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	314,259.

**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 WELLS FARGO #4205-1214 SEE ATTACHED	P	VARIOUS	VARIOUS
b WELLS FARGO #4205-1214 SEE ATTACHED	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 771,073.		778,808.	<7,735.>
b 44,360.		33,658.	10,702.
c			
d			
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	
a			<7,735.>
b			10,702.
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	2,967.
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))
2009	29,350.	288,314.	.101799
2008	38,995.	330,819.	.117874
2007	31,725.	365,248.	.086859
2006	25,135.	301,161.	.083460
2005	25,819.	242,117.	.106639

2 Total of line 1, column (d)	2	.496631
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	.099326
4 Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	305,093.
5 Multiply line 4 by line 3	5	30,304.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	11.
7 Add lines 5 and 6	7	30,315.
8 Enter qualifying distributions from Part XII, line 4	8	32,377.

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)		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b	1	11.
c	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b).		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	2	0.
3	Add lines 1 and 2	3	11.
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4	0.
5	<b>Tax based on investment income</b> Subtract line 4 from line 3. If zero or less, enter -0-	5	11.
6	Credits/Payments:		
a	2010 estimated tax payments and 2009 overpayment credited to 2010	6a	300.
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	300.
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8	
9	<b>Tax due</b> If the total of lines 5 and 8 is more than line 7, enter amount owed	9	
10	<b>Overpayment</b> If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	289.
11	Enter the amount of line 10 to be credited to 2011 estimated tax <b>40.</b> Refunded	11	249.

**Part VII-A Statements Regarding Activities**

	Yes	No
1a		X
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.		
1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. <b>\$ 0.</b> (2) On foundation managers. <b>\$ 0.</b>	
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. <b>\$ 0.</b>	
2		X
If "Yes," attach a detailed description of the activities		
3		X
4a		X
4b	N/A	
5		X
If "Yes," attach the statement required by General Instruction T.		
6	X	
By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?		
7	X	
If "Yes," complete Part II, col (c), and Part XV.		
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) <b>OH</b>	
b	X	
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		
9		X
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		
10		X
Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		

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)
12 Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?
13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application?
14 The books are in care of ERIC J. NILSON Telephone no. (216) 751-1100
15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here
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?

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

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.
1a During the year did the foundation (either directly or indirectly):
(1) Engage in the sale or exchange, or leasing of property with a disqualified person?
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?
(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)?
(6) Agree to pay money or property to a government official?
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 22 of the instructions)?
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?
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?
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?
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?
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?
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?
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?

**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)?  Yes  No  
 Organizations relying on a current notice regarding disaster assistance check here  N/A

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)  N/A

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?  Yes  No

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?  Yes  No  
 If "Yes" to 6b, file Form 8870.

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?  Yes  No

b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?  Yes  No

**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
ERIC J. NILSON 13515 SHAKER BLVD. #3B CLEVELAND, OH 44120	TRUSTEE 1.00	0.	0.	0.
JEFFREY MOSTADE 13515 SHAKER BLVD. #3B CLEVELAND, OH 44120	TRUSTEE 1.00	0.	0.	0.

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

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

Total number of other employees paid over \$50,000 0

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

**3** Five highest-paid independent contractors for professional services. If none, enter "NONE."

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

Total number of others receiving over \$50,000 for professional services ▶ 0

**Part IX-A** Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.	Expenses
1 THE FOUNDATION IS INVOLVED IN NO ACTIVITIES BEYOND PROVIDING CASH GRANTS TO PUBLIC CHARITIES. FOR 2010, GRANTS WERE PAID TO 25 CHARITIES.	0.
2	
3	
4	

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

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.	Amount
1 N/A	
2	
3 All other program-related investments. See instructions.	
<b>Total. Add lines 1 through 3</b> <span style="float: right;">▶</span>	<b>0.</b>

**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	247,565.
b	Average of monthly cash balances	1b	62,174.
c	Fair market value of all other assets	1c	
d	<b>Total</b> (add lines 1a, b, and c)	1d	309,739.
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	309,739.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	4,646.
5	<b>Net value of noncharitable-use assets</b> . Subtract line 4 from line 3. Enter here and on Part V, line 4	5	305,093.
6	<b>Minimum investment return</b> . Enter 5% of line 5	6	15,255.

**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	15,255.
2a	Tax on investment income for 2010 from Part VI, line 5	2a	11.
b	Income tax for 2010. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	11.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	15,244.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	15,244.
6	Deduction from distributable amount (see instructions)	6	0.
7	<b>Distributable amount as adjusted</b> . Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	15,244.

**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	32,377.
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	<b>Qualifying distributions</b> . Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	32,377.
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	11.
6	<b>Adjusted qualifying distributions</b> . Subtract line 5 from line 4	6	32,366.

**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				15,244.
2 Undistributed income, if any, as of the end of 2010				
a Enter amount for 2009 only			0.	
b Total for prior years:		0.		
3 Excess distributions carryover, if any, to 2010:				
a From 2005	5,552.			
b From 2006	11,143.			
c From 2007	14,675.			
d From 2008	22,454.			
e From 2009	15,014.			
f Total of lines 3a through e	68,838.			
4 Qualifying distributions for 2010 from Part XII, line 4: ▶ \$	32,377.			
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				15,244.
e Remaining amount distributed out of corpus	17,133.			
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:	85,971.			
a Corpus. Add lines 3f, 4c and 4e. Subtract line 5	85,971.			
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 2009. Subtract line 4a from line 2a. Taxable amount - see instr.			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)	0.			
8 Excess distributions carryover from 2005 not applied on line 5 or line 7	5,552.			
9 Excess distributions carryover to 2011. Subtract lines 7 and 8 from line 6a	80,419.			
10 Analysis of line 9:				
a Excess from 2006	11,143.			
b Excess from 2007	14,675.			
c Excess from 2008	22,454.			
d Excess from 2009	15,014.			
e Excess from 2010	17,133.			

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

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

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

**ERIC J. NILSON**

- 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:  
**ERIC J. NILSON, (216)751-1100**  
**13515 SHAKER BLVD. #3B, CLEVELAND, OH 44120**

b The form in which applications should be submitted and information and materials they should include:  
**NO PRESCRIBED FORM**

c Any submission deadlines.  
**NONE**

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors:  
**NONE**







**Schedule B**

(Form 990, 990-EZ, or 990-PF)

Department of the Treasury  
Internal Revenue Service

**Schedule of Contributors**

▶ Attach to Form 990, 990-EZ, or 990-PF.

OMB No 1545-0047

**2010**

Name of the organization

Employer identification number

**THE HERMES FOUNDATION**

**34-6930405**

Organization type (check one):

Filers of:

Section:

Form 990 or 990-EZ

501(c)( ) (enter number) organization

4947(a)(1) nonexempt charitable trust not treated as a private foundation

527 political organization

Form 990-PF

501(c)(3) exempt private foundation

4947(a)(1) nonexempt charitable trust treated as a private foundation

501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**.

**Note.** Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.

**General Rule**

For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, \$5,000 or more (in money or property) from any one contributor. Complete Parts I and II.

**Special Rules**

For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33 1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1. Complete Parts I and II.

For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, aggregate contributions of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. Complete Parts I, II, and III.

For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not aggregate to more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc., contributions of \$5,000 or more during the year. ▶ \$ \_\_\_\_\_

**Caution.** An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2 of its Form 990, or check the box on line H of its Form 990-EZ, or on line 2 of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF)

**LHA** For Paperwork Reduction Act Notice, see the Instructions for Form 990, 990-EZ, or 990-PF. **Schedule B (Form 990, 990-EZ, or 990-PF) (2010)**

Name of organization

Employer identification number

**THE HERMES FOUNDATION**

**34-6930405**

**Part I Contributors** (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	<p><b>ERIC NILSON</b></p> <p>13515 SHAKER BLVD. #3B</p> <p>CLEVELAND, OH 44120</p>	<p>\$ 32,988.</p>	<p>Person <input checked="" type="checkbox"/></p> <p>Payroll <input type="checkbox"/></p> <p>Noncash <input type="checkbox"/></p> <p>(Complete Part II if there is a noncash contribution.)</p>
		<p>\$ _____</p>	<p>Person <input type="checkbox"/></p> <p>Payroll <input type="checkbox"/></p> <p>Noncash <input type="checkbox"/></p> <p>(Complete Part II if there is a noncash contribution.)</p>
		<p>\$ _____</p>	<p>Person <input type="checkbox"/></p> <p>Payroll <input type="checkbox"/></p> <p>Noncash <input type="checkbox"/></p> <p>(Complete Part II if there is a noncash contribution.)</p>
		<p>\$ _____</p>	<p>Person <input type="checkbox"/></p> <p>Payroll <input type="checkbox"/></p> <p>Noncash <input type="checkbox"/></p> <p>(Complete Part II if there is a noncash contribution.)</p>
		<p>\$ _____</p>	<p>Person <input type="checkbox"/></p> <p>Payroll <input type="checkbox"/></p> <p>Noncash <input type="checkbox"/></p> <p>(Complete Part II if there is a noncash contribution.)</p>
		<p>\$ _____</p>	<p>Person <input type="checkbox"/></p> <p>Payroll <input type="checkbox"/></p> <p>Noncash <input type="checkbox"/></p> <p>(Complete Part II if there is a noncash contribution.)</p>

Name of organization

Employer identification number

**THE HERMES FOUNDATION**

**34-6930405**

**Part II Noncash Property** (see instructions)

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____

Name of organization <b>THE HERMES FOUNDATION</b>	Employer identification number <b>34-6930405</b>
--	---

**Part III** Exclusively religious, charitable, etc., individual contributions to section 501(c)(7), (8), or (10) organizations aggregating more than \$1,000 for the year. Complete columns (a) through (e) and the following line entry. For organizations completing Part III, enter the total of exclusively religious, charitable, etc., contributions of \$1,000 or less for the year. (Enter this information once. See instructions.) ▶ \$

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
<b>(e) Transfer of gift</b>			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
<b>(e) Transfer of gift</b>			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
<b>(e) Transfer of gift</b>			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
<b>(e) Transfer of gift</b>			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	

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

SOURCE	AMOUNT
WELLS FARGO ADVISORS	1.
WELLS FARGO ADVISORS	10.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	11.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
WELLS FARGO ADVISORS	3,085.	0.	3,085.
TOTAL TO FM 990-PF, PART I, LN 4	3,085.	0.	3,085.

FORM 990-PF OTHER INCOME STATEMENT 3

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME
FEDERAL TAX REFUND	728.	0.	
TOTAL TO FORM 990-PF, PART I, LINE 11	728.	0.	

FORM 990-PF ACCOUNTING FEES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
TAX RETURN PREPARATION	866.	866.		0.
TO FORM 990-PF, PG 1, LN 16B	866.	866.		0.

FORM 990-PF OTHER PROFESSIONAL FEES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
MANAGEMENT FEES	3,946.	3,946.		0.
TO FORM 990-PF, PG 1, LN 16C	3,946.	3,946.		0.

FORM 990-PF TAXES STATEMENT 6

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
OHIO TAX	100.	100.		0.
TO FORM 990-PF, PG 1, LN 18	100.	100.		0.

FORM 990-PF CORPORATE STOCK STATEMENT 7

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
WELLS FARGO ADVISORS	251,892.	283,825.
TOTAL TO FORM 990-PF, PART II, LINE 10B	251,892.	283,825.

FORM 990-PF

GRANTS AND CONTRIBUTIONS  
PAID DURING THE YEAR

STATEMENT 8

RECIPIENT NAME AND ADDRESS	RECIPIENT RELATIONSHIP AND PURPOSE OF GRANT	RECIPIENT STATUS	AMOUNT
AEGIS FOUNDATION	CHARITABLE	501(C)(3)	500.
AID INDIA	CHARITABLE	501(C)(3)	250.
AMERICAN CANCER SOCIETY	CHARITABLE	501(C)(3)	200.
BEREA ANIMAL RESCUE FUND	CHARITABLE	501(C)(3)	250.
BISHOP'S ANNUAL APPEAL	CHARITABLE	501(C)(3)	1,000.
CLEVELAND MUSEUM OF ART	CHARITABLE	501(C)(3)	1,000.
CONSUMER REPORTS FOUNDATION	CHARITABLE	501(C)(3)	100.
DECORATIVE ARTS TRUST	CHARITABLE	501(C)(3)	80.

Organization Name	Charitable Status	501(C)(3) Code	Amount
EQUALITY OHIO	CHARITABLE	501(C)(3)	2,500.
GLBT HISTORICAL SOCIETY	CHARITABLE	501(C)(3)	2,000.
GLSEN	CHARITABLE	501(C)(3)	2,722.
KADRI CHARITABLE FOUNDATION	CHARITABLE	501(C)(3)	500.
LAMBDA LEGAL	CHARITABLE	501(C)(3)	10,000.
LEGACY FUND OF THE COLUMBUS FOUNDATION	CHARITABLE	501(C)(3)	500.
LESBIAN GAY CMTY SVCS CENTER OF CLEVELAND	CHARITABLE	501(C)(3)	2,950.
LORAIN COUNTY COMMUNITY FOUNDATION	CHARITABLE	501(C)(3)	1,000.
MORGAN PAPERMAKING EDUCATIONAL FOUNDATION	CHARITABLE	501(C)(3)	250.
OBERLIN COLLEGE	CHARITABLE	501(C)(3)	500.

THE HERMES FOUNDATION

34-6930405

RED RIBBON RIDE	CHARITABLE	501(C)(3)	250.
RUN TO HOME/RED SOX FOUNDATION	CHARITABLE	501(C)(3)	225.
SHAKER SWIMMING	CHARITABLE	501(C)(3)	300.
TAPPAN LAKE VOLUNTEER FIRE DEPT.	CHARITABLE	501(C)(3)	250.
TRINITY CATHEDRAL	CHARITABLE	501(C)(3)	1,800.
TUESDAY'S ANGELS	CHARITABLE	501(C)(3)	250.
WCPN PUBLIC RADIO	CHARITABLE	501(C)(3)	3,000.
TOTAL TO FORM 990-PF, PART XV, LINE 3A			<u>32,377.</u>

**Realized Gain/Loss**

As of Date: 2/11/11



Account Number: 4205-1214  
 HERMES FOUNDATION  
 ERIC J NILSON  
 S JEFFREY MOSTADE CO TTEES

**Important Realized Gain/Loss Information**

This information is provided for courtesy purposes only. Each individual taxpayer should consult with a tax advisor as to any additional reporting requirements or adjustments. **NO COST BASIS OR REALIZED GAIN/LOSS INFORMATION IS PROVIDED TO THE IRS, NOR IS THIS INFORMATION VERIFIED OR GUARANTEED BY FIRST CLEARING, LLC TO BE ACCURATE FOR EACH TAXPAYER'S UNIQUE REPORTING REQUIREMENTS. THEREFORE, YOU SHOULD NEVER ASSUME THIS STATEMENT IS ACCURATE IN LIEU OF COMPLETING SCHEDULE D OF YOUR TAX RETURN AND CONSULTING WITH YOUR TAX ADVISOR.**

Federal tax reporting requirements will create differences between the information presented here and what appears on your Form 1099-B, including but not limited to the following situations:

- \* Cost basis for many fixed income tax lots has been amortized (for securities purchased at a premium) or accreted (for securities purchased at a discount), when possible, for applicable securities. For securities that were purchased at an Original Issue Discount (OID), only those positions whose cost basis has been adjusted will reflect the impacts of the OID accruals on the original cost basis. The original issue discount amount reported on your Form 1099-OID is not adjusted for market discount, acquisition premium or bond premium. Therefore, the amortization and accretion adjustments used on this statement may not be consistent with the Form 1099-OID amount because the reporting requirements on the Form 1099-OID are different
- \* The Original Price represents the unadjusted price of the security. The Original Price can be used to calculate the original unadjusted cost of the security.
- \* Short sales are reportable on Form 1099-B before the position is closed.
- \* Long-term capital gains reported by a RIC or REIT appear on Form 1099-DIV only, as noted in the instructions for that form
- \* Lots closed due to transfers or journals will not be reflected in the Realized Gain/Loss Statement, or on the Form 1099-B.

	THIS YEAR GAIN	THIS YEAR LOSS	THIS YEAR NET
Short term	37,027.98	-44,762.47	-7,734.49
Long term	10,795.60	-93.45	10,702.15
<b>Total - Realized Gain/Loss</b>	<b>\$47,823.58</b>	<b>-\$44,855.92</b>	<b>\$2,967.66</b>

**Realized Gain/Loss Detail for Year**

DESCRIPTION AFFILIATED MANAGERS GROUP	QUANTITY	ADJ PRICE/ ORIG PRICE	DATE ACQUIRED	CLOSE DATE	PROCEEDS	ADJ COST/ ORIG COST	GAIN/LOSS
AFLAC INC	140.00000	81.2647	05/06/10	06/08/10	9,090.88	11,377.06	-2,286.18
ALLIANCE DATA SYSTEMS CORP	90.00000	47.2376	02/09/10	04/26/10	4,976.44	4,251.39	725.05
	200.00000	56.1866	02/03/10	02/08/10	11,166.95	11,237.32	-70.37

**Realized Gain/Loss**

As of Date: 2/11/11

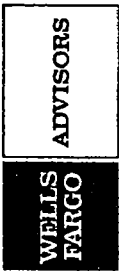
Account Number: 4205-1214  
 HERMES FOUNDATION  
 ERIC J NILSON  
 S JEFFREY MOSTADE CO TTEES

Short Term DESCRIPTION	Quantity	ADJ PRICE/ ORIG PRICE	DATE ACQUIRED	CLOSE DATE	PROCEEDS	ADJ COST/ ORIG COST	GAIN/LOSS
ALLSTATE CORP	70 00000	75.9737	04/26/10	06/28/10	4,361.02	5,318.16	-957.14
	70.00000	75.9134	05/03/10	06/28/10	4,361.03	5,313.94	-952.91
<b>Subtotal</b>	<b>340.00000</b>				<b>19,889.00</b>	<b>21,869.42</b>	<b>-1,980.42</b>
	30 00000	29.7708	02/03/10	02/22/10	934.29	893.12	41.17
	100 00000	30.1000	02/16/10	02/22/10	3,114.33	3,010.00	104.33
<b>Subtotal</b>	<b>130.00000</b>				<b>4,048.62</b>	<b>3,903.12</b>	<b>145.50</b>
ALPHA NATURAL RESOURCES INC	20.00000	44.1000	05/06/10	05/20/10	681.67	882.00	-200.33
AMERISOURCEBERGEN CORP	70 00000	28.1096	09/07/10	11/01/10	2,300.15	1,967.68	332.47
	10.00000	28.0964	09/08/10	11/01/10	328.60	280.96	47.64
<b>Subtotal</b>	<b>80.00000</b>				<b>2,628.75</b>	<b>2,248.64</b>	<b>380.11</b>
APPLE INC	30.00000	196.0499	02/09/10	05/06/10	7,227.55	5,881.50	1,346.05
ARCH CAP GROUP LTD	60.00000	74.9722	03/01/10	03/15/10	4,455.54	4,498.33	-42.79
ARROW ELECTRONICS INC	360.00000	31.8185	04/26/10	05/25/10	9,178.80	11,454.66	-2,275.86
ASHLAND INC NEW	120.00000	52.9000	05/26/10	08/25/10	5,408.73	6,348.00	-939.27
AVNET INC	290.00000	29.1301	12/07/09	03/01/10	8,166.90	8,447.73	-280.83
	150 00000	29.1794	12/21/09	03/01/10	4,224.26	4,376.91	-152.65
	200.00000	28.7792	05/18/10	07/01/10	4,644.91	5,755.84	-1,110.93
	220.00000	28.2475	05/24/10	07/01/10	5,109.42	6,214.45	-1,105.03
<b>Subtotal</b>	<b>860.00000</b>				<b>22,145.49</b>	<b>24,794.93</b>	<b>-2,649.44</b>
BIG LOTS INC	20.00000	29.4264	01/07/10	05/04/10	742.15	588.53	153.62
	120 00000	35.9500	03/08/10	05/04/10	4,452.91	4,314.00	138.91
	70 00000	37.4093	03/22/10	05/04/10	2,597.54	2,618.66	-21.12
<b>Subtotal</b>	<b>210.00000</b>				<b>7,792.60</b>	<b>7,521.19</b>	<b>271.41</b>
BMC SOFTWARE INC	130.00000	37.4380	11/09/09	02/01/10	4,988.46	4,866.94	121.52



# Realized Gain/Loss

As of Date: 2/11/11



Account Number: 4205-1214  
 HERMES FOUNDATION  
 ERIC J NILSON  
 S JEFFREY MOSTADE CO TTEES

Short Term Description	Quantity	Adj Price/Orig Price	Date Acquired	Close Date	Proceeds	Adj Cost/Orig Cost	Gain/Loss
<i>Continued</i>							
BUCYRUS INTERNATIONAL INC	140.00000	56.4689	05/10/10	05/25/10	6,398.07	7,905.65	-1,507.58
CARLISLE COMPANIES INC	40.00000	34.9575	01/26/10	05/24/10	1,519.26	1,398.30	120.96
	180.00000	38.3300	05/10/10	05/24/10	6,836.72	6,899.40	-62.68
<b>Subtotal</b>	<b>220.00000</b>				<b>8,355.98</b>	<b>8,297.70</b>	<b>58.28</b>
CHESAPEAKE ENERGY CORP	290.00000	26.9482	01/26/10	05/03/10	6,971.71	7,814.98	-843.27
CLIFFS NATURAL RESOURCES	70.00000	53.0100	05/26/10	09/07/10	4,677.68	3,710.70	966.98
COMMUNITY HEALTH SYS INC NEW	170.00000	37.2446	03/08/10	06/28/10	5,817.27	6,331.58	-514.31
	50.00000	38.3737	03/16/10	06/28/10	1,710.96	1,918.69	-207.73
	60.00000	37.9500	03/29/10	06/28/10	2,053.17	2,277.00	-223.83
<b>Subtotal</b>	<b>280.00000</b>				<b>9,581.40</b>	<b>10,527.27</b>	<b>-945.87</b>
COMPUTER SCIENCES CORP	100.00000	50.8229	11/02/09	06/29/10	4,629.40	5,082.29	-452.89
COOPER COS INC NEW	120.00000	50.5109	10/25/10	11/22/10	6,224.51	6,061.31	163.20
COOPER INDUSTRIES PLC CLASS A	180.00000	41.6022	11/09/09	06/07/10	8,205.27	7,488.40	716.87
CORNING INC	210.00000	16.7707	11/16/09	05/06/10	3,684.88	3,521.85	163.03
	110.00000	16.4999	11/24/09	05/06/10	1,930.19	1,815.00	115.19
<b>Subtotal</b>	<b>320.00000</b>				<b>5,615.07</b>	<b>5,336.85</b>	<b>278.22</b>
COTT CORPORATION	240.00000	7.8593	06/14/10	06/25/10	1,478.56	1,886.23	-407.67
CRACKER BARREL OLD COUNTRY	280.00000	38.1493	11/24/09	05/06/10	13,218.40	10,681.80	2,536.60
CYPRESS SEMICONDUCTOR CORP	1,060.00000	11.8283	05/10/10	06/01/10	11,971.96	12,538.00	-566.04
DEVRY INC DEL	130.00000	63.3058	03/01/10	04/26/10	8,484.16	8,229.76	254.40
DIAMOND OFFSHORE DRILLING INC	50.00000	84.2647	06/22/09	02/11/10	4,252.49	4,213.24	39.25

# Realized Gain/Loss

As of Date: 2/11/11

Account Number: 4205-1214  
 HERMES FOUNDATION  
 ERIC J NILSON  
 S JEFFREY MOSTADE CO TTEES

Short Term	Continued	DESCRIPTION	QUANTITY	ADJ PRICE/ ORIG PRICE	DATE ACQUIRED	CLOSE DATE	PROCEEDS	ADJ COST/ ORIG COST	GAIN/LOSS
		DOLLAR TREE STORES INC	70.00000	60.4768	05/10/10	06/01/10	4,354.05	4,233.38	120.67
		DRESS BARN INC	440.00000	24.4715	01/25/10	02/08/10	10,343.38	10,767.46	-424.08
		FOREST LABS INC	310.00000	30.2554	03/01/10	05/06/10	8,140.24	9,379.17	-1,238.93
		GANNETT CO INC DEL	340.00000	16.1703	03/22/10	05/06/10	4,927.12	5,497.90	-570.78
			320.00000	16.2209	06/14/10	07/30/10	4,168.21	5,190.69	-1,022.48
		<b>Subtotal</b>	<b>660.00000</b>				<b>9,095.33</b>	<b>10,688.59</b>	<b>-1,593.26</b>
		GARDNER DENVER INC	200.00000	38.2350	11/09/09	01/25/10	8,228.11	7,647.00	581.11
		GARMIN LTD	170.00000	31.4429	11/24/09	05/05/10	5,683.12	5,345.29	337.83
		GARMIN LTD RTS	170.00000	0.0000	05/05/10	05/06/10	0.17	NOT PROVIDED	N/A
		HARRIS CORP DEL	130.00000	49.0684	01/19/10	03/22/10	6,004.49	6,378.90	-374.41
			120.00000	49.0684	01/19/10	04/26/10	6,030.09	5,888.20	141.89
		<b>Subtotal</b>	<b>250.00000</b>				<b>12,034.58</b>	<b>12,267.10</b>	<b>-232.52</b>
		HEALTHSOUTH CORP	320.00000	17.4351	11/09/09	02/03/10	5,905.94	5,579.24	326.70
			350.00000	17.4351	11/09/09	03/08/10	6,171.12	6,102.28	68.84
			50.00000	18.3872	11/24/09	03/08/10	881.58	919.36	-37.78
			170.00000	17.3393	02/09/10	03/08/10	2,997.41	2,947.68	49.73
		<b>Subtotal</b>	<b>890.00000</b>				<b>15,956.05</b>	<b>15,548.56</b>	<b>407.49</b>
		HELMERICH & PAYNE INC	180.00000	39.0437	11/09/09	03/18/10	6,977.03	7,027.87	-50.84
			160.00000	39.7526	07/12/10	11/01/10	6,898.50	6,360.42	538.08
		<b>Subtotal</b>	<b>340.00000</b>				<b>13,875.53</b>	<b>13,388.29</b>	<b>487.24</b>
		HERBALIFE LTD	100.00000	32.5212	08/17/09	06/14/10	4,704.62	3,252.12	1,452.50
			170.00000	36.2253	11/03/09	06/14/10	7,997.88	6,158.30	1,839.58
			90.00000	51.3436	07/27/10	08/30/10	4,955.78	4,620.93	334.85
		<b>Subtotal</b>	<b>360.00000</b>				<b>17,658.28</b>	<b>14,031.35</b>	<b>3,626.93</b>
		HEWITT ASSOCIATES INC	150.00000	30.4599	04/27/09	02/01/10	5,559.69	4,568.99	990.70
		HEWLETT-PACKARD COMPANY	130.00000	32.8200	03/27/09	01/28/10	6,198.27	4,266.60	1,931.67



Realized Gain/Loss

As of Date: 2/11/11



Account Number: 4205-1214  
 HERMES FOUNDATION  
 ERIC J NILSON  
 S JEFFREY MOSTADE CO TTEES

Short Term Description	Quantity	Adj Price/Orig Price	Date Acquired	Date Close	Proceeds	Adj Cost/Orig Cost	Gain/Loss
HUMANA INC	80.00000	49.0432	02/03/10	11/18/10	4,426.32	3,923.46	502.86
	60.00000	47.5913	02/09/10	11/18/10	3,319.75	2,855.48	464.27
<b>Subtotal</b>	<b>140.00000</b>				<b>7,746.07</b>	<b>6,778.94</b>	<b>967.13</b>
INTEGRA LIFESCIENCES HOLDING	10.00000	45.7948	04/26/10	06/01/10	396.05	457.95	-61.90
	230.00000	43.9853	05/03/10	06/01/10	9,109.15	10,116.62	-1,007.47
<b>Subtotal</b>	<b>240.00000</b>				<b>9,505.20</b>	<b>10,574.57</b>	<b>-1,069.37</b>
INTEL CORP	190.00000	20.8300	02/22/10	07/01/10	3,709.98	3,957.70	-247.72
	250.00000	22.1625	03/22/10	07/01/10	4,881.57	5,540.63	-659.06
	520.00000	21.1631	08/02/10	09/07/10	9,438.52	11,004.81	-1,566.29
<b>Subtotal</b>	<b>960.00000</b>				<b>18,030.07</b>	<b>20,503.14</b>	<b>-2,473.07</b>
INTERDIGITAL INC	360.00000	26.2647	08/16/10	11/19/10	11,985.63	9,455.29	2,530.34
	60.00000	28.7032	09/27/10	11/19/10	1,997.61	1,722.20	275.41
<b>Subtotal</b>	<b>420.00000</b>				<b>13,983.24</b>	<b>11,177.49</b>	<b>2,805.75</b>
JABIL CIRCUIT INC	320.00000	14.8610	08/02/10	08/13/10	3,764.60	4,755.52	-990.92
		14.9310				4,777.92	
KINETIC CONCEPTS INC	70.00000	35.2300	09/21/09	07/27/10	2,365.35	2,466.10	-100.75
	130.00000	34.0988	11/09/09	07/27/10	4,392.81	4,432.84	-40.03
<b>Subtotal</b>	<b>200.00000</b>				<b>6,758.16</b>	<b>6,898.94</b>	<b>-140.78</b>
KIRBY CORP	20.00000	33.8750	07/27/09	02/08/10	625.99	677.50	-51.51
LENDER PROCESSING SERVICES INC	210.00000	42.0106	11/24/09	01/06/10	8,356.65	8,822.23	-465.58
	100.00000	42.6308	12/21/09	01/06/10	3,979.36	4,263.08	-283.72
<b>Subtotal</b>	<b>310.00000</b>				<b>12,336.01</b>	<b>13,085.31</b>	<b>-749.30</b>
LOEWS CORPORATION	140.00000	37.4332	07/27/10	08/09/10	5,372.92	5,240.65	132.27
MATTEL INCORPORATED	170.00000	21.7548	06/01/10	08/02/10	3,675.91	3,698.32	-22.41
MCKESSON CORPORATION	70.00000	56.6846	08/31/09	01/25/10	4,257.84	3,967.93	289.91

**Realized Gain/Loss**

As of Date: 2/11/11

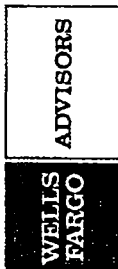
Account Number: 4205-1214  
 HERMES FOUNDATION  
 ERIC J NILSON  
 S JEFFREY MOSTADE CO TTEES

Short Term DESCRIPTION	Quantity	ADJ PRICE/ ORIG PRICE	DATE ACQUIRED	CLOSE DATE	PROCEEDS	ADJ COST/ ORIG COST	GAIN/LOSS
MERCK & CO INC NEW	80.00000	57.7600	09/14/09	01/25/10	4,866.10	4,620.80	245.30
	50.00000	58.4500	09/21/09	01/25/10	3,041.32	2,922.50	118.82
	130.00000	68.6680	06/28/10	09/27/10	7,926.27	8,926.84	-1,000.57
<b>Subtotal</b>	<b>330.00000</b>				<b>20,091.53</b>	<b>20,438.07</b>	<b>-346.54</b>
MERCK & CO INC NEW	150.00000	38.7620	02/03/10	02/08/10	5,481.79	5,814.30	-332.51
	160.00000	38.8793	03/22/10	05/06/10	5,449.18	6,220.69	-771.51
	160.00000	35.0949	06/14/10	07/12/10	5,776.09	5,615.18	160.91
<b>Subtotal</b>	<b>470.00000</b>				<b>16,707.06</b>	<b>17,650.17</b>	<b>-943.11</b>
METLIFE INC	250.00000	36.9333	01/25/10	02/01/10	9,086.41	9,233.33	-146.92
	50.00000	42.3164	03/16/10	05/17/10	2,065.01	2,115.82	-50.81
	40.00000	41.7191	03/22/10	05/17/10	1,652.01	1,668.77	-16.76
	150.00000	42.3900	03/29/10	05/17/10	6,195.05	6,358.50	-163.45
<b>Subtotal</b>	<b>490.00000</b>				<b>18,998.48</b>	<b>19,376.42</b>	<b>-377.94</b>
MICRON TECHNOLOGY INC	1,240.00000	9.1087	02/03/10	05/05/10	11,197.49	11,294.79	-97.30
	90.00000	9.0899	02/09/10	05/05/10	812.72	818.10	-5.38
	130.00000	8.6419	02/16/10	05/05/10	1,173.94	1,123.45	50.49
	880.00000	10.0242	06/28/10	07/30/10	6,495.69	8,821.30	-2,325.61
	430.00000	8.5715	07/12/10	07/30/10	3,174.04	3,685.75	-511.71
<b>Subtotal</b>	<b>2,770.00000</b>				<b>22,853.88</b>	<b>25,743.39</b>	<b>-2,889.51</b>
MICROSOFT CORP	230.00000	28.8498	03/01/10	05/26/10	5,678.26	6,635.45	-957.19
MYLAN INC	540.00000	12.9054	06/22/09	03/01/10	11,543.59	6,968.92	4,574.67
NBTY INC	40.00000	43.4058	12/21/09	04/27/10	1,544.84	1,736.23	-191.39
	190.00000	44.2121	12/28/09	04/27/10	7,337.99	8,400.31	-1,062.32
<b>Subtotal</b>	<b>230.00000</b>				<b>8,882.83</b>	<b>10,136.54</b>	<b>-1,253.71</b>
NESTLE S A REG ADR	110.00000	38.1631	07/13/09	01/04/10	5,444.37	4,197.94	1,246.43



# Realized Gain/Loss

As of Date: 2/11/11



Account Number: 4205-1214  
 HERMES FOUNDATION  
 ERIC J NILSON  
 S JEFFREY MOSTADE CO TTEES

Short Term Description	Quantity	Adj Price/Orig Price	Date Acquired	Close Date	Proceeds	Adj Cost/Orig Cost	Gain/Loss
NEWFIELD EXPLORATION COMPANY	110.00000	51.3708	01/26/10	03/01/10	5,710.45	5,650.79	59.66
NOBLE CORP BAAR NAMEN-AKT	180.00000	34.2267 34.2730	08/10/09	05/05/10	6,791.30	6,160.82 6,169.14	630.48
NRG ENERGY INC	280.00000	22.6862	07/13/09	05/24/10	6,042.29	6,352.14	-309.85
OWENS CORNING INC	160.00000	31.6253	06/07/10	08/11/10	4,314.10	5,060.05	-745.95
PACTIV CORPORATION	10.00000	22.8080	07/20/09	05/24/10	286.79	228.08	58.71
PAR PHARMACEUTICAL COS INC	310.00000	26.9709	06/28/10	08/16/10	8,441.83	8,360.99	80.84
PEABODY ENERGY CORP	210.00000	42.2788	02/09/10	05/06/10	8,687.32	8,878.55	-191.23
PHILIP MORRIS INTERNATIONAL INC	50.00000	59.1099	11/22/10	12/27/10	2,926.11	2,955.50	-29.39
PHILLIPS-VAN HEUSEN CORP	160.00000	58.2757	05/10/10	06/01/10	8,501.35	9,324.11	-822.76
PLANTRONICS INC	10.00000	26.9767	09/29/09	01/25/10	244.31	269.77	-25.46
	340.00000	24.5029	11/02/09	01/25/10	8,306.60	8,330.99	-24.39
	150.00000	26.0061	11/09/09	01/25/10	3,664.68	3,900.92	-236.24
<b>Subtotal</b>	<b>500.00000</b>				<b>12,215.59</b>	<b>12,501.68</b>	<b>-286.09</b>
QUEST DIAGNOSTICS INC	80.00000	55.4869	07/20/09	01/25/10	4,523.21	4,438.95	84.26
RENT A CTR INC NEW COM	60.00000	19.1431	05/11/09	01/05/10	1,040.40	1,148.59	-108.19
	260.00000	19.8115	06/01/09	01/05/10	4,508.41	5,150.99	-642.58
<b>Subtotal</b>	<b>320.00000</b>				<b>5,548.81</b>	<b>6,299.58</b>	<b>-750.77</b>
ROWAN COMPANIES INC	10.00000	25.5800	10/19/09	01/29/10	217.17	255.80	-38.63
	200.00000	23.6059	11/02/09	01/29/10	4,343.59	4,721.18	-377.59
	10.00000	26.4760	03/22/10	06/03/10	228.55	264.76	-36.21
	20.00000	27.2800	03/29/10	06/03/10	457.10	545.60	-88.50

**Realized Gain/Loss**

As of Date: 2/11/11

Account Number: 4205-1214  
 HERMES FOUNDATION  
 ERIC J NILSON  
 S JEFFREY MOSTADE CO TTEES

Short Term DESCRIPTION	Quantity	ADJ PRICE/ ORIG PRICE	DATE ACQUIRED	CLOSE DATE	PROCEEDS	ADJ COST/ ORIG COST	GAIN/LOSS
<i>Continued</i>							
SM ENERGY CO COM	330.00000	27.2299	05/10/10	06/03/10	7,542.30	8,985.87	-1,443.57
<b>Subtotal</b>	<b>570.00000</b>				<b>12,788.71</b>	<b>14,773.21</b>	<b>-1,984.50</b>
STANCORP FINANCIAL GROUP	220.00000	43.3789	06/01/10	07/26/10	9,609.47	9,543.36	66.11
TECH DATA CORP	70.00000	41.2100	07/07/10	07/26/10	3,057.57	2,884.70	172.87
<b>Subtotal</b>	<b>290.00000</b>				<b>12,667.04</b>	<b>12,428.06</b>	<b>238.98</b>
STANCORP FINANCIAL GROUP	130.00000	41.7748	01/26/10	05/25/10	5,225.62	5,430.73	-205.11
TECO ENERGY INC	90.00000	44.3022	12/08/09	01/26/10	3,848.34	3,987.20	-138.86
TERADYNE INCORPORATED	160.00000	15.3143	06/07/10	12/20/10	2,801.12	2,450.30	350.82
TETRA TECHNOLOGIES INC	1,090.00000	11.7955	05/10/10	06/28/10	11,794.80	12,857.10	-1,062.30
DEL	20.00000	12.0887	05/06/10	06/01/10	181.61	241.78	-60.17
<b>Subtotal</b>	<b>870.00000</b>				<b>7,578.88</b>	<b>10,517.16</b>	<b>-2,938.28</b>
TJX COS INC NEW	890.00000	12.0887	05/06/10	06/02/10	7,760.49	10,758.94	-2,998.45
TYSON FOODS INC CL A	10.00000	37.9875	12/16/09	05/06/10	443.42	379.88	63.54
UNIVERSAL HEALTH SVCS INC CL B	70.00000	37.9211	02/09/10	05/06/10	3,103.99	2,654.48	449.51
VALEANT PHARMACEUTICALS INTERNATIONAL	50.00000	41.7260	03/01/10	05/06/10	2,217.15	2,086.30	130.85
<b>Subtotal</b>	<b>130.00000</b>				<b>5,764.56</b>	<b>5,120.66</b>	<b>643.90</b>
VISHAY INTERTECHNOLOGY	230.00000	16.7429	07/07/10	08/02/10	4,062.63	3,850.87	211.76
VISHAY PRECISION WI GROUP INC	180.00000	30.7395	01/07/10	02/25/10	5,361.48	5,533.11	-171.63
<b>Subtotal</b>	<b>150.00000</b>				<b>5,851.51</b>	<b>5,430.77</b>	<b>420.74</b>
VISHAY PRECISION WI GROUP INC	330.00000	36.2051	05/06/10	06/23/10	11,212.99	10,963.88	249.11
<b>Subtotal</b>	<b>230.00000</b>				<b>11,822.95</b>	<b>10,646.63</b>	<b>1,176.32</b>
VISHAY PRECISION WI GROUP INC	1,320.00000	8.0427	06/01/10	07/26/10	11,590.85	10,616.39	974.46
<b>Subtotal</b>	<b>0.28628</b>				<b>3.40</b>	<b>3.75</b>	<b>-0.35</b>



Realized Gain/Loss

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Account Number: 4205-1214  
 HERMES FOUNDATION  
 ERIC J NILSON  
 S JEFFREY MOSTADE CO TTEES

Short Term Description	Quantity	Adj Price/Orig Price	Date Acquired	Close Date	Proceeds	Adj Cost/Orig Cost	Gain/Loss
<i>Continued</i>							
VISHAY PRECISION GROUP INC	94.00000	13.1023	06/01/10	07/12/10	1,145.03	1,231.61	-86.58
WARNER CHILCOTT PLC CL A	70.00000	25.3309	12/08/09	01/25/10	1,849.17	1,773.17	76.00
	410.00000	27.5130	12/14/09	01/25/10	10,830.92	11,280.33	-449.41
	200.00000	27.8231	05/06/10	06/01/10	4,409.98	5,564.62	-1,154.64
	210.00000	23.5301	07/20/10	08/30/10	6,033.72	4,941.33	1,092.39
<b>Subtotal</b>	<b>890.00000</b>				<b>23,123.79</b>	<b>23,559.45</b>	<b>-435.66</b>
WESCO INTERNATIONAL INC	90.00000	37.3081	06/01/10	08/09/10	3,202.53	3,357.73	-155.20
	10.00000	35.0499	06/07/10	08/09/10	355.84	350.50	5.34
	110.00000	35.0499	06/07/10	10/25/10	4,891.24	3,855.49	1,035.75
<b>Subtotal</b>	<b>210.00000</b>				<b>8,449.61</b>	<b>7,563.72</b>	<b>885.89</b>
WESTERN DIGITAL CORP	10.00000	44.6875	01/19/10	05/06/10	387.86	446.88	-59.02
	110.00000	41.5000	01/25/10	05/06/10	4,266.53	4,565.00	-298.47
	70.00000	40.6255	02/03/10	05/06/10	2,715.07	2,843.79	-128.72
<b>Subtotal</b>	<b>190.00000</b>				<b>7,369.46</b>	<b>7,855.67</b>	<b>-486.21</b>
WHIRLPOOL CORP	30.00000	81.8006	01/07/10	03/22/10	2,609.70	2,454.02	155.68
	70.00000	79.0000	01/25/10	03/22/10	6,089.30	5,530.00	559.30
	40.00000	79.0000	01/25/10	06/29/10	3,583.17	3,160.00	423.17
	50.00000	103.6133	05/10/10	06/29/10	4,478.98	5,180.67	-701.69
<b>Subtotal</b>	<b>190.00000</b>				<b>16,761.15</b>	<b>16,324.69</b>	<b>436.46</b>
WHITING PETROLEUM CORP	120.00000	76.4100	05/24/10	06/28/10	10,037.49	9,169.20	868.29
XEROX CORP	620.00000	8.7090	01/04/10	01/19/10	5,480.85	5,399.58	81.27
	480.00000	8.6440	01/06/10	01/19/10	4,243.24	4,149.12	94.12

# Realized Gain/Loss

As of Date: 2/11/11

Account Number: 4205-1214  
 HERMES FOUNDATION  
 ERIC J NILSON  
 S JEFFREY MOSTADE CO TTEES

Short Term	Continued											
DESCRIPTION	QUANTITY	ADJ PRICE/ ORIG PRICE	DATE ACQUIRED	CLOSE DATE	PROCEEDS	ADJ COST/ ORIG COST	GAIN/LOSS					
3M CO	430.00000	8.5500	01/07/10	01/19/10	3,801.24	3,676.50	124.74					
<b>Subtotal</b>	<b>1,530.00000</b>				<b>13,525.33</b>	<b>13,225.20</b>	<b>300.13</b>					
<b>Total - Short Term</b>	<b>40.00000</b>	<b>85.9700</b>	<b>05/10/10</b>	<b>10/25/10</b>	<b>3,626.73</b>	<b>3,438.80</b>	<b>187.93</b>					
					<b>\$771,073.40</b>	<b>\$778,807.72</b>	<b>-\$7,734.49</b>					
						<b>\$778,838.44</b>						

Long Term												
DESCRIPTION	QUANTITY	ADJ PRICE/ ORIG PRICE	DATE ACQUIRED	CLOSE DATE	PROCEEDS	ADJ COST/ ORIG COST	GAIN/LOSS					
ALLIED WORLD ASSURANCE HLDGS	90.00000	37.9186	01/26/09	03/29/10	3,976.13	3,412.67	563.46					
AMERISOURCEBERGEN CORP	160.00000	17.3400	04/20/09	07/22/10	4,755.88	2,774.40	1,981.48					
BEST BUY CO INC	120.00000	29.6380	03/13/09	03/22/10	4,934.81	3,556.56	1,378.25					
	123.00000	29.6380	03/13/09	03/22/10	5,058.19	3,645.48	1,412.71					
<b>Subtotal</b>	<b>243.00000</b>				<b>9,993.00</b>	<b>7,202.04</b>	<b>2,790.96</b>					
BUS WHSL CLUB INC	90.00000	35.9486	05/26/09	08/16/10	3,869.40	3,235.37	634.03					
	80.00000	33.3651	07/20/09	08/16/10	3,439.47	2,669.21	770.26					
<b>Subtotal</b>	<b>170.00000</b>				<b>7,308.87</b>	<b>5,904.58</b>	<b>1,404.29</b>					
HUMANA INC	70.00000	29.0400	04/14/09	11/18/10	3,873.03	2,032.80	1,840.23					
INTERNATIONAL BUSINESS MACHINE CORP	90.00000	99.9235	04/20/09	05/06/10	11,208.30	8,993.12	2,215.18					
RAYTHEON COMPANY	70.00000	47.6945	05/11/09	08/09/10	3,245.17	3,338.62	-93.45					
<b>Total - Long Term</b>					<b>\$44,360.38</b>	<b>\$33,658.23</b>	<b>\$10,702.15</b>					

