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 , 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: PETERSON FAMILY FOUNDATION INC

A Employer identification number: 35-2058989

Number and street (or P O box number if mail is not delivered to street address): 9339 PRIORITY WAY W. DRIVE — Room/suite: 100

B Telephone number: 317-805-1100

City or town, state, and ZIP code: INDIANAPOLIS, IN 46240

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 ▶ ☐

H Check type of organization: [X] Section 501(c)(3) exempt private foundation
☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation

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

I Fair market value of all assets at end of year (from Part II, col. (c), line 16) ▶$ 1,459,632.

J Accounting method: [X] Cash ☐ Accrual ☐ Other (specify) (Part I, column (d) must be on cash basis.)

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

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a).)

		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received			N/A	
	2 Check ▶ [X] if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	51,393.	51,393.		STATEMENT 1
	4 Dividends and interest from securities	7,561.	7,561.		STATEMENT 2
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	31,023.			
	b Gross sales price for all assets on line 6a 4,626,641.				
	7 Capital gain net income (from Part IV, line 2)		31,023.		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit or (loss)				
	11 Other income				
	12 **Total** Add lines 1 through 11	89,977.	89,977.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	0.	0.		0.
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees				
	b Accounting fees STMT 3	3,285.	0.		0.
	c Other professional fees				
	17 Interest	12,766.	12,766.		0.
	18 Taxes STMT 4	45.	45.		0.
	19 Depreciation and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses STMT 5	20,296.	20,261.		0.
	24 **Total operating and administrative expenses** Add lines 13 through 23	36,392.	33,072.		0.
	25 Contributions, gifts, grants paid	70,000.			70,000.
	26 **Total expenses and disbursements** Add lines 24 and 25	106,392.	33,072.		70,000.
	27 Subtract line 26 from line 12:				
	a Excess of revenue over expenses and disbursements	<16,415.>			
	b **Net investment income** (if negative, enter -0-)		56,905.		
	c **Adjusted net income** (if negative, enter -0-)			N/A	

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023501 12-07-10 LHA For Paperwork Reduction Act Notice, see the instructions. Form **990-PF** (2010)

16221114 757887 66106GS0000 2010.04041 PETERSON FAMILY FOUNDATION 66106GS1

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

		Beginning of year (a) Book Value	End of year (b) Book Value	End of year (c) Fair Market Value
Assets	1 Cash - non-interest-bearing	62,422.	42,169.	42,169.
	2 Savings and temporary cash investments			
	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 STMT 6	219,152.	0.	0.
	b Investments - corporate stock STMT 7	475,842.	583,371.	647,415.
	c Investments - corporate bonds STMT 8	655,041.	770,502.	770,048.
	11 Investments - land, buildings, and equipment basis ▶			
	Less accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other			
	14 Land, buildings, and equipment: basis ▶			
	Less accumulated depreciation ▶			
	15 Other assets (describe ▶)			
	16 **Total assets** (to be completed by all filers)	1,412,457.	1,396,042.	1,459,632.
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable			
	22 Other liabilities (describe ▶)			
	23 **Total liabilities** (add lines 17 through 22)	0.	0.	
Net Assets or Fund Balances	**Foundations that follow SFAS 117, check here** ▶ ☐ **and complete lines 24 through 26 and lines 30 and 31**			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ ☒ **and complete lines 27 through 31.**			
	27 Capital stock, trust principal, or current funds	0.	0.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	1,412,457.	1,396,042.	
	30 **Total net assets or fund balances**	1,412,457.	1,396,042.	
	31 **Total liabilities and net assets/fund balances**	1,412,457.	1,396,042.	

Part III Analysis of Changes in Net Assets or Fund Balances

1 Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	1,412,457.
2 Enter amount from Part I, line 27a	2	<16,415.>
3 Other increases not included in line 2 (itemize) ▶	3	0.
4 Add lines 1, 2, and 3	4	1,396,042.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	1,396,042.

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	MORGAN STANLEY LT (SEE ATTACHED)	P	VARIOUS	VARIOUS
b	MORGAN STANLEY ST (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	427,339.		403,994.	23,345.
b	4,199,302.		4,191,624.	7,678.
c				
d				
e				

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

	(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
a				23,345.
b				7,678.
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** 31,023.

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	90,028.	1,412,013.	.063759
2008	91,276.	1,575,810.	.057923
2007	95,427.	1,639,186.	.058216
2006	87,000.	1,934,826.	.044965
2005	59,000.	1,778,897.	.033167

2	**Total** of line 1, column (d)	2	.258030
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	.051606
4	Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	1,437,041.
5	Multiply line 4 by line 3	5	74,160.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	569.
7	Add lines 5 and 6	7	74,729.
8	Enter qualifying distributions from Part XII, line 4	8	70,000.

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

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see instructions)

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1. Date of ruling or determination letter: ______ **(attach copy of letter if necessary-see instructions)**			
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☐ and enter 1% of Part I, line 27b		1	1,138.
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	1,138.
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	1,138.
6	Credits/Payments:			
a	2010 estimated tax payments and 2009 overpayment credited to 2010	6a 574.		
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	574.
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	564.
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶		10	
11	Enter the amount of line 10 to be: **Credited to 2011 estimated tax** ▶	**Refunded** ▶	11	

Part VII-A Statements Regarding Activities

			Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see instructions for definition)? *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*	1b		X
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: **(1)** On the foundation. ▶ $ 0. **(2)** On foundation managers. ▶ $ 0.			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ▶ $ 0.			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year? N/A	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV*	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ IN			
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 ▶ JOANN TIPTON Telephone no.▶317-805-1100

Located at ▶9339 PRIORITY WAY WEST DRIVE, STE 100, INDPLS, IN ZIP+4 ▶46240

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of **Form 1041** - Check here ▶ ☐

and enter the amount of tax-exempt interest received or accrued during the year ▶ 15 N/A

			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 page 20 of 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.			
1a	During the year did the foundation (either directly or indirectly):			
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☐ Yes ☒ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? ☐ Yes ☒ No			
	(6) Agree to pay money or property to a government official? (**Exception** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.) ☐ Yes ☒ No			
b	If any answer is "Yes" to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see page 22 of the instructions)? N/A	1b		
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐			
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 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 ▶ ____, ____, ____, ____			
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement - see instructions.) N/A	2b		
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here. ▶ ____, ____, ____, ____			
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☐ Yes ☒ No			
b	If "Yes," did it have excess business holdings in 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.)* N/A	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2010?	4b		X

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

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

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No

(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No

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

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? ☐ Yes ☒ No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No

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

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

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? N/A ☐ Yes ☐ No

If "Yes," attach the statement required by Regulations section 53 4945-5(d)

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

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? **6b** X (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? N/A **7b**

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

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

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
HOWARD C PETERSON 1299 N. TAMIAMI TRAIL, UNIT 1027 S. SARASOTA, FL 342362471	PRESIDENT 5.00	0.	0.	0.
DOLORES M PETERSON 1299 N. TAMIAMI TRAIL, UNIT 1027 S. SARASOTA, FL 342362471	VICE PRESIDENT 5.00	0.	0.	0.
CELESTE F STILLER 9255 KERWOOD DRIVE INDIANAPOLIS, IN 46240	SECRETARY/TREASURER 5.00	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

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

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

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over $50,000 for professional services ▶		0

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

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.	Expenses
1 N/A	
2	
3	
4	

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

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.	Amount
1 N/A	0.
2	
All other program-related investments. See instructions. 3	
Total. Add lines 1 through 3 ▶	0.

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:			
a	Average monthly fair market value of securities		1a	1,274,166.
b	Average of monthly cash balances		1b	184,759.
c	Fair market value of all other assets		1c	
d	**Total** (add lines 1a, b, and c)		1d	1,458,925.
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	1,458,925.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)		4	21,884.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4		5	1,437,041.
6	**Minimum investment return.** Enter 5% of line 5		6	71,852.

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	71,852.
2a	Tax on investment income for 2010 from Part VI, line 5	2a 1,138.		
b	Income tax for 2010. (This does not include the tax from Part VI.)	2b		
c	Add lines 2a and 2b		2c	1,138.
3	Distributable amount before adjustments. Subtract line 2c from line 1		3	70,714.
4	Recoveries of amounts treated as qualifying distributions		4	0.
5	Add lines 3 and 4		5	70,714.
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	70,714.

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	70,000.
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	70,000.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	0.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	70,000.

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				70,714.
2 Undistributed income, if any, as of the end of 2010				
a Enter amount for 2009 only			47,399.	
b Total for prior years: _____, _____, _____		0.		
3 Excess distributions carryover, if any, to 2010:				
a From 2005				
b From 2006				
c From 2007				
d From 2008				
e From 2009				
f **Total** of lines 3a through e	0.			
4 Qualifying distributions for 2010 from Part XII, line 4: ▶ $ 70,000.				
a Applied to 2009, but not more than line 2a			47,399.	
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				22,601.
e Remaining amount distributed out of corpus	0.			
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	0.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 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				48,113.
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	0.			
9 **Excess distributions carryover to 2011.** Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9:				
a Excess from 2006				
b Excess from 2007				
c Excess from 2008				
d Excess from 2009				
e Excess from 2010				

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 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).)

SEE STATEMENT 9

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 ▶ [X] 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				
CHILD/FAMILY/SCHOOL 9339 PRIORITY WAY #100 INDIANAPOLIS, IN 46240	NONE	PUBLIC CHARITY	EDUCATION FUND	5,000.
CONCORDIA THEOLOGICAL SEMINARY 6600 N. CLINTON STREET FT WAYNE, IN 46825	NONE	PUBLIC CHARITY	SCHOLARSHIP FUND	40,000.
GENNESARET FREE CLINICS 725 N. PENNSYLVANIA STREET INDIANAPOLIS, IN 46204	NONE	PUBLIC CHARITY	GENERAL FUND	10,000.
HUMAN TOUCH CONSORTIUM 10713 BIRCH TREE LANE INDIANAPOLIS, IN 46236	NONE	PUBLIC CHARITY	GENERAL FUND	5,000.
LUTHERAN CHILD & FAMILY SERVICES 1525 N. RITTER INDIANAPOLIS, IN 46218	NONE	PUBLIC CHARITY	GENERAL FUND	5,000.
SHEPERD COMMUNITY CENTER 4107 E. WASHINGTON STREET INDIANAPOLIS, IN 46204	NONE	PUBLIC CHARITY	GENERAL FUND	5,000.
Total			▶ 3a	70,000.
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
1 Program service revenue:					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	51,393.	
4 Dividends and interest from securities			14	7,561.	
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	31,023.	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue:					
a					
b					
c					
d					
e					
12 Subtotal. Add columns (b), (d), and (e)		0.		89,977.	0.

13 Total Add line 12, columns (b), (d), and (e) 13 89,977.

(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).

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

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

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

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

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

b If "Yes," complete the following schedule.

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

Sign Here

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

Celeste F. Stelle | 11/15/11 | Secretary/Treasurer

Signature of officer or trustee | Date | Title

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
ANDREA R. FRIEDMAN	Andrea R. Friedman	11-14-11		P00451358
Firm's name ▶ KSM BUSINESS SERVICES, INC.			Firm's EIN ▶	
Firm's address ▶ P.O. BOX 40857 INDIANAPOLIS, IN 46240-0857			Phone no. (317) 580-2000	

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

SOURCE	AMOUNT
MORGAN STANLEY	51,393.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	51,393.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
MORGAN STANLEY	7,561.	0.	7,561.
TOTAL TO FM 990-PF, PART I, LN 4	7,561.	0.	7,561.

FORM 990-PF ACCOUNTING FEES STATEMENT 3

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	3,285.	0.		0.
TO FORM 990-PF, PG 1, LN 16B	3,285.	0.		0.

FORM 990-PF TAXES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FOREIGN TAX PAID	45.	45.		0.
TO FORM 990-PF, PG 1, LN 18	45.	45.		0.

FORM 990-PF OTHER EXPENSES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
INVESTMENT FEES	20,261.	20,261.		0.
BANK SERVICES FEES	35.	0.		0.
TO FORM 990-PF, PG 1, LN 23	20,296.	20,261.		0.

FORM 990-PF U.S. AND STATE/CITY GOVERNMENT OBLIGATIONS STATEMENT 6

DESCRIPTION	U.S. GOV'T	OTHER GOV'T	BOOK VALUE	FAIR MARKET VALUE
US TREASURY BONDS & NOTES	X		0.	0.
TOTAL U.S. GOVERNMENT OBLIGATIONS				
TOTAL STATE AND MUNICIPAL GOVERNMENT OBLIGATIONS				
TOTAL TO FORM 990-PF, PART II, LINE 10A			0.	0.

FORM 990-PF CORPORATE STOCK STATEMENT 7

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
COMMON STOCK & OPTIONS	583,371.	647,415.
TOTAL TO FORM 990-PF, PART II, LINE 10B	583,371.	647,415.

FORM 990-PF CORPORATE BONDS STATEMENT 8

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
CORPORATE BONDS AND NOTES	770,502.	770,048.
TOTAL TO FORM 990-PF, PART II, LINE 10C	770,502.	770,048.

FORM 990-PF	PART XV - LINE 1A LIST OF FOUNDATION MANAGERS	STATEMENT 9

NAME OF MANAGER

HOWARD C PETERSON
DOLORES M PETERSON

REALIZED GAIN/(LOSS) DETAIL

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
AGRIUM INC	02/12/10	03/19/10	500.000	$33,724 56	$31,998 15	$1,726.41	M
	02/23/10	03/19/10	200 000	13,489 83	12,692 44	797.39	M
	03/29/10	04/27/10	500.000	30,859.62	35,533 40	(4,673.78)	
	04/20/10	04/27/10	200.000	12,343 85	12 841 46	(497.61)	
	11/04/10	11/16/10	500 000	38 428 65	41,635 50	(3,206.85)	
	11/12/10	11/16/10	100.000	7,685 73	8,088 80	(403.07)	
AGRIUM INC 70 000 APR C	04/13/10	03/29/10	5 000	1,399.98	125.00	1,274 98	
AGRIUM INC 70 000 JUN C	04/27/10	04/19/10	5.000	424 99	450 00	(25 01)	
	04/27/10	04/20/10	2 000	279 99	180.00	99.99	
AGRIUM INC 70 000 MAY C	04/14/10	04/13/10	5 000	924 98	549 90	375 08	
AGRIUM INC 85.000 DEC C	11/16/10	11/15/10	6 000	929 98	660 00	269 98	
AGRIUM INC 85.000 NOV C	11/12/10	11/04/10	5 000	849 98	250.00	599 98	
APACHE CORP 5 5/8 1-15-17	12/09/09	08/30/10	25,000.000	28,930 25	27,004 00	1,926 25	
BARRICK AUSTRALIA 4 950 1-15-20	08/27/10	11/08/10	25,000 000	28,573 00	27,732 14	840.86	
BERKSHIRE HATHWY 5 400 5-15-18	02/10/10	08/25/10	50 000 000	57,112 00	52 799.27	4,312.73	
BHP BILLITON LTD	04/26/10	04/28/10	500 000	37,529 61	39,480 00	(1,950.39)	
BHP BILLITON LTD 80 000 MAY C	04/27/10	04/26/10	5 000	949 98	425 00	524.98	
CAMPBELL SOUP CO 4 1/2 2-15-19	07/08/10	10/25/10	25,000 000	27,782.00	26,903 31	878 69	
CANADIAN NATURAL RESOURCES LTD	02/08/10	02/19/10	400 000	26,799 64	26,196 80	602 84	M
CHEVRON CORP	03/17/10	04/16/10	400 000	30,562.35	29 971.68	590 67	M
	03/19/10	04/16/10	200 000	15,281.18	14,851 40	429 78	M
	06/14/10	06/18/10	500 000	37,892 21	37,440 10	452 11	M
	06/15/10	06/18/10	200 000	15,156 88	14,937 24	219.64	M
CHEVRON CORP 3 950 3-03-14	09/14/09	07/26/10	35,000 000	37,706 20	36,472.77	1,233.43	
CISCO SYSTEMS INC 4 950 2-15-19	06/24/10	09/02/10	25,000 000	28,389.00	27,383 43	1,005.57	
COCA-COLA CO 3 5/8 3-15-14	03/31/09	07/20/10	50,000 000	53,452 50	50,896.65	2,555.85	
COCA-COLA CO 5 350 11-15-17	03/25/09	01/11/10	25,000 000	27 250.75	26,502 75	748.00	
CONOCOPHILLIPS	10/25/10	12/17/10	500 000	31,694 46	31 116 35	578.11	M
CONOCOPHILLIPS 62 500 NOV C	10/29/10	10/25/10	5.000	524.99	125.00	399 99	
CONOCOPHILLIPS CA 5 300 4-15-12	03/27/09	01/26/10	20,000 000	21,600.40	20,731.84	868.56	
EI DU PONT 4 5/8 1-15-20	07/08/10	10/25/10	20,000 000	22 170 40	21,363 82	806.58	
ENERGY SEL SECT SPDR 55.000 JUL C	06/29/10	06/22/10	10 000	1,458.07	196.20	1,261 87	
	06/29/10	06/22/10	4 000	575 99	78 48	497.51	
ENERGY SEL SECT SPDR FD	06/01/10	06/17/10	1,000 000	53,366.94	51,539.60	1,827 34	M
	06/02/10	06/17/10	400 000	21,346 78	20,623.32	723.46	M
	06/22/10	06/29/10	1,000 000	50,170 85	54,887.60	(4,716.75)	
	06/22/10	06/29/10	400 000	20,068.34	21,947.20	(1,878.86)	
EXXON MOBIL CORP	01/04/10	03/19/10	400.000	26,823.65	27,510 00	(686 35)	M

CONTINUED

Activity

Custom Portfolio Active Assets Account
337-089369-233

PETERSON FAMILY FOUNDATION INC
ATTN: JOANN TIPTON

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
	01/06/10	03/19/10	200.000	13,411 83	13,884 00	(472 17)	M
	01/22/10	03/19/10	200.000	13,411 83	13,339.70	72.13	M
	05/19/10	05/21/10	500 000	29,765.20	31,316.90	(1,551.70)	
	05/19/10	05/21/10	500 000	29,765.20	31,293.10	(1,527.90)	
	08/16/10	09/17/10	300 000	18,273.81	17,888.31	385.50	M
	08/20/10	09/17/10	100.000	6,091 27	5,892.80	198.47	M
	08/26/10	09/17/10	400.000	24,365 08	23,698 76	666 32	M
EXXON MOBIL CORP 60.000 AUG C	08/23/10	08/16/10	3 000	147 83	0 00	147 83	
EXXON MOBIL CORP 62 500 JUN C	05/21/10	05/19/10	10.000	1,912.96	1,100.60	812.36	
EXXON MOBIL CORP 65 000 FEB C	02/19/10	02/05/10	8 000	507.27	944 00	(436.73)	
EXXON MOBIL CORP 70.000 FEB C	01/22/10	01/04/10	4.000	511 98	116.00	395.98	
	01/22/10	01/12/10	2.000	299 99	58.00	241.99	
EXXON MOBIL CORP 70 000 JAN C	01/12/10	01/06/10	2.000	101 99	74 00	27.99	
EXXON MOBIL CORP 70.000 MAR C	02/05/10	01/22/10	6.000	395 81	186 00	209.81	
	02/05/10	01/22/10	2.000	137 99	62.00	75 99	
FFCB 3 1/4 6-30-17	06/24/10	12/28/10	25,000 000	24,906 25	25,058.50	(152.25)	
FFCB 4 1/4 6-23-16	11/04/09	06/23/10	50,000 000	50,000 00	50,663.63	(663 63)	
FFCB 5 1/4 5-22-23	08/27/08	07/28/10	50,000.000	54,125.00	49,865.06	4,259.94	A
FFCB 6.040 6-08-27	11/05/07	07/27/10	40,000.000	43,200.00	40,891.17	2,308 83	A
	11/21/07	07/27/10	75,000 000	81,000 00	77,615.19	3,384 81	A
FREEPORT MCMORAN CP&G 70 000 FEB C	02/05/10	01/29/10	3 000	543 95	450.69	93.26	
FREEPORT MCMORAN CP&G 75.000 FEB C	01/29/10	01/27/10	3.000	529.34	221 52	307.82	
FREEPORT MCMORAN CP&GLD	01/27/10	02/05/10	300 000	19,926 22	21,400 92	(1,474 70)	
GEN ELECTRIC CO 5 1/4 12-06-17	11/03/09	08/31/10	50,000.000	56,106.00	51,513.02	4,592 98	
GENERAL ELECTRIC 5 000 2-01-13	05/07/09	07/26/10	30,000.000	32,437 50	30,705.74	1,731.76	
GENERAL MILLS INC 37 000 DEC C	12/16/10	11/08/10	15.000	1,004 98	79.20	925 78	
GENERAL MILLS INC 37 000 NOV C	11/08/10	10/14/10	15 000	1,481 52	503 55	977 97	
GENERAL MILLS INC 37.500 OCT C	10/14/10	09/13/10	10 000	691.98	129.40	562 58	
	10/14/10	09/28/10	5 000	234 99	64.70	170 29	
GILEAD SCIENCE	12/16/09	01/15/10	200 000	9,109.87	8,779.66	330 21	M
	12/16/09	02/05/10	600 000	27,318.55	26,338.98	979 57	
	01/06/10	02/05/10	200 000	9,106.18	8,969.50	136.68	
	03/25/10	04/21/10	700 000	28,341 54	32,901.96	(4,560 42)	
GILEAD SCIENCE 44.000 FEB C	02/05/10	01/05/10	8 000	1,081.09	1,709 44	(628.35)	
GILEAD SCIENCE 44.000 JAN C	01/05/10	12/16/09	8 000	1,039 97	360.00	679 97	
GILEAD SCIENCE 47 000 APR C	04/07/10	03/25/10	7 000	625 30	105.00	520.30	
GILEAD SCIENCE 47.000 MAY C	04/21/10	04/07/10	7 000	594 98	38 50	556 48	
GLAXOSMITHKLINE 5.650 5-15-18	12/09/09	06/25/10	20,000 000	22,548.96	21,935.39	613.57	

CONTINUED

Activity

Custom Portfolio Active Assets Account
337-089369-233

PETERSON FAMILY FOUNDATION INC
ATTN: JOANN TIPTON

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
GOLDMAN SACHS 5 1/8 1-15-15	12/28/07	10/25/10	40,000 000	43,742 80	39,777 86	3,964 94	A
GOLDMAN SACHS 5 5/8 1-15-17	01/04/08	01/11/10	25,000.000	25,859.48	24,902.50	956 98	A
GOLDMAN SACHS 6.000 5-01-14	06/24/10	08/11/10	25 000.000	27,699 25	26,902 57	796.68	
INTL BUSINESS MACHINE 130 000 MAY C	05/07/10	05/03/10	5 000	632 33	197.15	435 18	
INTL BUSINESS MACHINES CORP	05/03/10	05/07/10	500.000	60,259 78	64,563.05	(4,303.27)	
INTREPID POTASH	11/04/10	11/16/10	1,000 000	30,151 29	32,883 50	(2,732.21)	
INTREPID POTASH 33 000 DEC C	11/16/10	11/15/10	10.000	1,149 98	750 00	399 98	
INTREPID POTASH 33 000 NOV C	11/15/10	11/04/10	10.000	1 199 97	300 00	899 97	
ISHARE SILVER TRUST	05/17/10	05/20/10	1,000 000	17,319 71	18,970 00	(1,650.29)	
	05/17/10	05/20/10	1,000.000	17,319.71	18,960 00	(1,640.29)	
	07/20/10	09/14/10	200 000	3,657 92	3,463 72	194 20	M
	07/20/10	09/17/10	1,300.000	23,776 59	22,514 18	1,262.41	M
	07/20/10	09/17/10	1,000 000	18,289 68	17,289 90	999.78	M
	07/27/10	09/17/10	500.000	9.144 84	8,790 00	354 84	M
ISHARE SILVER TRUST 18.000 AUG C	08/23/10	07/20/10	15.000	404 99	0 00	404.99	
	08/23/10	07/20/10	10 000	266 49	0 00	266.49	
	08/23/10	07/27/10	5.000	129 99	0.00	129.99	
ISHARE SILVER TRUST 19.000 MAY C	05/20/10	05/17/10	20 000	607 78	119 20	488 58	
ISHARES BARCLAYS TIPS 110.000 DEC C	12/20/10	11/22/10	4 000	244.59	0 00	244 59	
ISHARES BARCLAYS TIPS 110 000 MAR C	12/28/10	12/20/10	4.000	139.99	180.00	(40 01)	
ISHARES BARCLAYS TIPS BD FD	11/22/10	12/28/10	400 000	42,606 23	43,883 96	(1 277 73)	
ISHARES BARCLAYS20+YR 98 000 JUN C	06/21/10	06/07/10	5 000	549 99	0 00	549.99	
ISHARES BARCLAYS20+YR 101.000 JUL C	07/19/10	07/06/10	3 000	269.99	0 00	269 99	
	07/19/10	07/06/10	1 000	103 99	0 00	103 99	
ISHARES BARCLAYS20+YR TSY BD	06/07/10	06/30/10	500 000	49,519 16	48,788 00	731 16	M
	06/25/10	07/16/10	100.000	10,003 82	9,856 96	146 86	M
	07/06/10	08/20/10	300.000	30,620.12	30,269 40	350 72	M
	07/06/10	08/20/10	100 000	10,206 71	10,119 80	86 91	M
	07/19/10	08/20/10	400 000	40,826 83	40,191 44	635 39	M
ISHARES BARCLAYS7-10Y 96 000 JUL C	07/19/10	06/29/10	2.000	59 99	0 00	59 99	
ISHARES BARCLAYS7-10Y 99.000 NOV C	11/16/10	10/18/10	8 000	599.98	40.00	559 98	
ISHARES BARCLAYS7-10Y 99 000 OCT C	10/18/10	09/14/10	8 000	239 99	0.00	239 99	
ISHARES BARCLAYS7-10Y 99.000 SEP C	09/09/10	08/26/10	5 000	299 99	50.00	249 99	
	09/09/10	08/27/10	2 000	49 99	20 00	29.99	
	09/09/10	08/30/10	1 000	39 99	10 00	29 99	
ISHARES BARCLAYS7-10YR TSY BD	06/01/10	06/18/10	500.000	46,799 20	46,429.00	370 20	M
	06/25/10	06/30/10	500.000	47,324.59	47,119.00	205 59	M
	06/29/10	07/16/10	200 000	19,079.67	19,117.80	(38 13)	M

CONTINUED

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
	07/06/10	07/16/10	300 000	28,619 51	28,545.39	74.12	M
	07/12/10	07/16/10	100.000	9,539.84	9,494 80	45.04	M
	07/12/10	08/20/10	200 000	19,655.92	18,989 60	666.32	M
	07/19/10	08/20/10	300 000	28,933.36	28,694 73	238.63	M
	07/19/10	08/20/10	100.000	9,644 45	9,566 82	77 63	M
	07/19/10	08/20/10	100 000	9,827.96	9,566.82	261.14	M
	08/11/10	08/20/10	300 000	28,933.36	29,345 40	(412 04)	M
	08/26/10	11/16/10	500 000	48,364.83	49,502.80	(1,137.97)	
	08/27/10	11/16/10	200.000	19,345.93	19,631.64	(285.71)	
	08/30/10	11/16/10	100 000	9,672.97	9,869 80	(196.83)	
ISHARES S&P GSCI COMMODITY	06/07/10	06/15/10	1,000 000	27,474 13	27,035.40	438.73	M
	06/10/10	07/23/10	500.000	14,470.25	14,021.25	449 00	
JOHNSON & JOHNSON	01/25/10	02/23/10	300.000	19,053.90	19,027.47	26.43	
	01/25/10	02/23/10	300.000	19,053 90	19,019.97	33 93	
	05/06/10	05/21/10	500.000	29,804 50	32,355.15	(2,550 65)	
	05/11/10	05/21/10	200 000	11,921.80	12,943.00	(1,021 20)	
	05/17/10	05/21/10	300 000	17,882 70	19,139 55	(1,256 85)	
	07/23/10	08/20/10	200.000	11,675.79	11 459 24	216.55	M
	08/26/10	09/17/10	800.000	46,735 20	46,348 16	387 04	M
JOHNSON & JOHNSON 62.500 DEC C	12/20/10	11/23/10	6.000	479.99	0.00	479 99	
JOHNSON & JOHNSON 65.000 FEB C	02/05/10	01/25/10	3.000	143.99	39 00	104.99	
	02/05/10	01/25/10	3.000	149 99	39.00	110 99	
JOHNSON & JOHNSON 65.000 JUN C	05/20/10	05/17/10	7.000	531.99	168.00	363 99	
	05/20/10	05/17/10	3.000	206.99	72.00	134 99	
JOHNSON & JOHNSON 65.000 MAR C	02/23/10	02/11/10	6.000	239.99	228.00	11.99	
JOHNSON & JOHNSON 65.000 MAY C	05/17/10	05/06/10	5 000	346.09	116 05	230 04	
	05/17/10	05/11/10	2 000	123.99	46.42	77 57	
KINDER MORGAN 5.950 2-15-18	07/13/10	10/26/10	20,000.000	22,677 00	21,531 47	1,145.53	
KINDER MORGAN EN 5 1/8 11-15-14	07/13/10	10/27/10	25,000 000	27,468.75	27,026.65	442 10	
MARKET VECTORS GOLD M 55.000 MAY C	05/17/10	05/12/10	6 000	593.98	114 00	479 98	
	05/17/10	05/12/10	3.000	335.99	57 00	278.99	
	05/17/10	05/12/10	1.000	78 99	19 00	59.99	
MARKET VECTORS GOLD MINERS	05/12/10	05/20/10	600.000	28,747 97	32,400 00	(3,652 03)	
	05/12/10	05/20/10	300.000	14,373.99	16,373 10	(1,999.11)	
	05/12/10	05/20/10	100.000	4,791 33	5,392.00	(600 67)	
	05/18/10	05/20/10	200.000	9,582.66	10,425 60	(842 94)	
MC DONALDS CORP	12/07/09	02/24/10	400 000	25,615.67	24,762 32	853 35	M
	12/08/09	02/24/10	300 000	19,211.75	18,172 65	1,039.10	M

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Activity

Custom Portfolio Active Assets Account
337-089369-233

PETERSON FAMILY FOUNDATION INC
ATTN: JOANN TIPTON

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
	02/22/10	03/19/10	300.000	19,674 36	19,406 37	267 99	M
	03/08/10	03/19/10	300.000	19,674 36	19,387 68	286.68	M
	03/10/10	03/19/10	100 000	6,558 12	6,492.76	65.36	M
	03/11/10	03/19/10	100 000	6,558 12	6,503.85	54.27	M
	03/25/10	04/16/10	600.000	40,877 30	40,255 44	621.86	M
	05/17/10	05/21/10	400.000	26,407 79	27,871 32	(1,463.53)	
	05/17/10	05/21/10	200.000	13,203 90	13,933 06	(729.16)	
	05/19/10	05/21/10	300.000	19 805 84	20,954.40	(1,148 56)	
MC DONALDS CORP 62 500 FEB C	02/11/10	01/15/10	7.000	930.98	706.79	224 19	
MC DONALDS CORP 62 500 JAN C	01/15/10	12/17/09	7.000	776 28	63.00	713 28	
MC DONALDS CORP 70 000 JUN C	05/21/10	05/20/10	9 000	953.98	635.58	318.40	
MC DONALDS CORP 70.000 MAY C	05/20/10	05/17/10	6 000	275 87	36.90	238 97	
	05/20/10	05/19/10	3 000	110 99	18.45	92.54	
MCDONALD'S CORP 4.300 3-01-13	04/17/09	07/28/10	20,000 000	21,557 40	20,828.48	728.92	
	09/11/09	07/28/10	20,000 000	21,557.40	21,126.31	431.09	
MCDONALD'S CORP 5 000 2-01-19	12/09/09	06/25/10	25,000 000	27,780 00	26,816 03	963 97	
MCDONALD'S CORP 5 800 10-15-17	03/31/09	03/22/10	20,000 000	22,517.60	21,529 89	987 71	
MERCK & CO INC NEW COM	06/03/10	06/18/10	1,000 000	34,785.40	34,384.50	400.90	M
ML OIL SERVICE HOLDRS 124 100 MAY C	05/06/10	04/16/10	3 000	1,154.98	397.44	757 54	
	05/06/10	04/16/10	2 000	759.98	264.96	495 02	
ML OIL SERVICE HOLDRS 125.000 APR C	04/16/10	04/01/10	2.000	517.99	88.26	429 73	
	04/16/10	04/08/10	1.000	238.99	44 13	194.86	
ML OIL SERVICE HOLDRS 125.000 FEB C	01/27/10	01/22/10	4 000	1,479.98	795 24	684.74	
	01/27/10	01/22/10	1 000	364.99	198 81	166.18	
	01/28/10	01/27/10	5.000	1,136.23	855 00	281.23	
	01/29/10	01/29/10	5 000	1,284 08	665 00	619.08	
	02/04/10	02/01/10	5 000	1,044.98	544 75	500 23	
ML OIL SERVICE HOLDRS 129.100 MAY C	04/30/10	04/28/10	1.000	414 99	233 00	181 99	
ML OIL SERVICE HOLDRS 134.850 MAY C	04/28/10	04/26/10	1 000	394.99	209.00	185.99	
ML OIL SERVICE HOLDRS TRUST	10/29/09	01/15/10	400 000	49,217.06	48,111.16	1,105.90	M
	12/11/09	01/15/10	200 000	24,608.53	22,858 60	1,749 93	M
	12/21/09	01/15/10	100.000	12 304 27	11,942 57	361.70	M
	01/22/10	02/05/10	500 000	56,600.53	62 403 15	(5,802.62)	
	04/01/10	05/06/10	200.000	22,754.57	25,016 80	(2,262 23)	
	04/08/10	05/06/10	100.000	11,377.29	12,553 85	(1,176.56)	
	04/16/10	05/06/10	200.000	22,754 57	24,954 80	(2,200.23)	
	04/26/10	05/06/10	100 000	11,377 29	13,537 55	(2,160.26)	
MONSANTO CO 5 1/8 4-15-18	06/03/09	01/11/10	25,000.000	26,329 75	25,548 48	781.27	

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Security Mark at Right

MSSB_STMT (REV 07/10)

Activity

Custom Portfolio Active Assets Account
337-089369-233

PETERSON FAMILY FOUNDATION INC
ATTN: JOANN TIPTON

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
	11/04/09	01/11/10	15 000.000	15,797 85	15,959.60	(161 75)	
MONSANTO CO/NEW	10/15/10	11/19/10	1,000 000	57,695 42	54,902 50	2,792 92	M
NATIONAL OILWELL VARC 45 000 APR C	03/22/10	03/09/10	10.000	1,099.98	400 00	699 98	
NATIONAL OILWELL VARC 45.000 FEB C	02/09/10	01/22/10	4.000	479 99	140.00	339.99	
	02/09/10	02/04/10	1.000	49 99	35.00	14 99	
NATIONAL OILWELL VARC 45.000 MAR C	02/23/10	02/09/10	5 000	649 99	350 00	299 99	
	02/23/10	02/12/10	5 000	599.99	350.00	249.99	
NATIONAL OILWELL VARC 45 000 MAY C	04/21/10	03/29/10	2 000	99 99	280 00	(180 01)	
NATIONAL OILWELL VARC 46.000 APR C	03/29/10	03/12/10	2.000	159 99	20 00	139 99	
NATIONAL OILWELL VARC 46 000 MAR C	03/12/10	02/16/10	2 000	179 99	30 00	149.99	
NATIONAL OILWELL VARC 46.000 MAY C	04/08/10	03/22/10	10.000	899 98	600.00	299 98	
NATIONAL OILWELL VARC 47 000 FEB C	02/04/10	01/12/10	1.000	179.99	20 00	159 99	
NATIONAL OILWELL VARC 47 000 JAN C	01/12/10	01/07/10	1.000	99.99	40.00	59 99	
NATIONAL OILWELL VARCO INC	11/11/09	01/15/10	200.000	9,087 88	9,055.38	32 50	M
	11/24/09	01/15/10	400.000	18,175.76	17,342.36	833.40	M
	12/21/09	01/15/10	400 000	18,175 76	17,574 56	601 20	M
	01/07/10	04/16/10	100.000	4,269.93	4,719.75	(449.82)	M
	01/22/10	04/16/10	400 000	17,079.71	17,546 68	(466 97)	M
	02/12/10	04/16/10	500.000	21,349 64	21,639.70	(290 06)	M
	02/16/10	04/21/10	200 000	8,876 24	8,749 24	127 00	
NEWMONT MINING CORP (60.000 DEC C	12/16/10	11/29/10	7.000	580.99	310 73	270.26	
	12/16/10	11/29/10	2.000	183 99	88.78	95.21	
NEWMONT MINING CORP (NEW)	11/04/10	11/19/10	1,000.000	61,848.34	60,650.00	1,198 34	M
NUCOR CORPORATION	01/29/10	02/05/10	500.000	19,648 15	21,103 90	(1,455 75)	
NUCOR CORPORATION 42.000 FEB C	02/04/10	01/29/10	5.000	724 99	215.00	509 99	
PEPSICO INC NC	01/25/10	02/19/10	400 000	24,559 68	24,123.40	436.28	M
	02/22/10	03/19/10	700.000	44,354 23	43,737.12	617 11	M
	02/23/10	03/19/10	300 000	19,008.95	18,659.55	349 40	M
	03/25/10	05/21/10	500 000	31,176.97	33,375 60	(2,198.63)	
	03/29/10	05/21/10	200 000	12,470.79	13,367 34	(896 55)	
	10/26/10	12/17/10	500.000	32,754.44	32,401 55	352.89	M
	10/26/10	12/17/10	200 000	13,101 78	12,931 24	170.54	M
PEPSICO INC NC 65.000 JUN C	05/21/10	05/19/10	7.000	1,334 17	539 00	795 17	
PEPSICO INC NC 65.000 MAY C	05/19/10	04/27/10	7.000	659 66	959 00	(299.34)	
PEPSICO INC NC 65.000 NOV C	11/16/10	10/26/10	5 000	418.44	60 00	358 44	
	11/16/10	10/26/10	2.000	153 99	24.00	129.99	
PEPSICO INC NC 67.500 APR C	04/05/10	03/25/10	5.000	309.99	130.00	179.99	
	04/05/10	03/29/10	2.000	113 99	52.00	61.99	

CONTINUED

Activity

Custom Portfolio Active Assets Account
337-089369-233

PETERSON FAMILY FOUNDATION INC
ATTN: JOANN TIPTON

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
PEPSICO INC NC 67.500 MAY C	04/22/10	04/05/10	7.000	678.42	133.00	545 42	
PETROLEO BRAS SA ADS	01/15/10	01/29/10	700 000	28,169 53	31 800 44	(3,630.91)	
	04/21/10	05/04/10	800 000	31,454 90	34 827 84	(3,372.94)	
	04/26/10	05/04/10	200 000	7 863 73	8,768 00	(904 27)	
PETROLEO BRAS SA ADS 43.000 MAY C	05/04/10	04/27/10	10 000	959.08	300 60	658.48	
PETROLEO BRAS SA ADS 44.000 MAY C	04/27/10	04/21/10	8 000	1 000.14	435 12	565.02	
	04/27/10	04/26/10	2 000	281 99	108 78	173 21	
PETROLEO BRAS SA ADS 47 000 FEB C	01/27/10	01/15/10	7 000	789 44	84 00	705 44	
PFIZER INC 4 1/2 2-15-14	05/07/09	07/28/10	25 000 000	27,316.00	25 991 72	1 326.28	
PHARMACIA CORP 6 1/2 12-01-18	03/31/09	04/27/10	20 000 000	22 961 80	21 646 40	1,315 40	
PHILIP MORRIS 4 1/2 3-26-20	07/06/10	10/26/10	25,000.000	27,298.75	25 574.98	1,723 77	
POTASH CP OF SASKATCH 110 000 FEB C	02/04/10	01/29/10	5.000	504.99	760.00	(255 01)	
POTASH CP OF SASKATCH 115.000 FEB C	01/28/10	01/22/10	5 000	1,815 22	450.00	1,365 22	
POTASH CP OF SASKATCH 120 000 MAY C	04/14/10	04/13/10	4 000	1,106 70	706 60	400 10	
POTASH CP OF SASKATCH 125 000 APR C	04/07/10	03/25/10	4,000	1,699.97	152 00	1,547.97	
POTASH CP OF SASKATCH 125.000 MAY C	04/13/10	04/07/10	4 000	967 98	664 00	303.98	
POTASH CP OF SASKATCHEWAN INC	12/21/09	01/15/10	400 000	45 799.91	43 541 56	2,258.35	M
	01/22/10	02/05/10	300,000	30,522 18	33,374 97	(2,852 79)	
	01/22/10	02/05/10	200 000	20,348.12	22,191 80	(1,843 68)	
	03/25/10	04/14/10	400 000	43,469 98	49,772 00	(6,302 02)	
PROCTER & GAMBLE	11/09/09	03/19/10	600.000	37,997.51	36,838 32	1,159 19	M
	11/24/09	03/19/10	400.000	25,331.67	24,975 40	356 27	M
	12/15/09	03/19/10	200 000	12,665.84	12,457 40	208.44	M
	03/25/10	05/21/10	800 000	48,679.89	51,216 00	(2,536 11)	
	04/26/10	05/21/10	200 000	12,169 97	12 700.00	(530 03)	
	04/29/10	05/21/10	200 000	12,169 97	12,518.00	(348.03)	
	07/06/10	07/16/10	600.000	36,342.58	35,754 78	587 80	M
	07/06/10	07/16/10	400 000	24,228.38	23 882 80	345.58	M
	07/19/10	11/19/10	600.000	37,787 36	37,186 26	601 10	M
	08/09/10	11/19/10	500.000	31,489.47	30,069.85	1,419 62	M
	09/13/10	11/19/10	100 000	6 297.89	6,044 70	253.19	M
	12/06/10	12/17/10	800 000	50,399 14	49,771 76	627 38	M
PROCTER & GAMBLE 62 500 AUG C	08/09/10	07/19/10	6 000	482.27	48.00	434 27	
PROCTER & GAMBLE 62 500 FEB C	02/09/10	12/31/09	12 000	1,091.97	289 08	802 89	
PROCTER & GAMBLE 62.500 OCT C	10/06/10	08/30/10	11 000	373.99	88 00	285 99	
PROCTER & GAMBLE 62.500 SEP C	08/30/10	08/09/10	11.000	362.99	83 60	279.39	
PROCTER & GAMBLE 65.000 APR C	04/05/10	03/25/10	8.000	303.99	142 80	161 19	
PROCTER & GAMBLE 65 000 JUN C	05/21/10	05/06/10	12 000	455.99	336 24	119 75	

CONTINUED

Activity

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
PROCTER & GAMBLE 65.000 MAY C	05/06/10	04/05/10	8 000	511 99	80 00	431.99	
	05/06/10	04/26/10	2 000	81 37	20 00	61.37	
	05/06/10	04/29/10	2 000	37.99	20 00	17 99	
SIEMENS AKTIENGESELLSCHAFT	02/08/10	02/19/10	400 000	34,859 54	34,106.08	753 46	M
SOUTHWESTERN ENERGY C 41.000 MAY C	04/27/10	04/22/10	7.000	1,154 98	1,540.00	(385 02)	
SOUTHWESTERN ENERGY COMPANY	04/22/10	04/27/10	700 000	29,200.77	28,642 39	558.38	
SPDR GOLD TR GOLD SHS 106.000 FEB C	02/10/10	02/05/10	15.000	842 08	765 00	77.08	
SPDR GOLD TR GOLD SHS 111.000 FEB C	02/05/10	01/29/10	15.000	695 39	419.70	275.69	
SPDR GOLD TR GOLD SHS 112.000 APR C	03/22/10	03/09/10	15.000	2,187.57	748 35	1,439 22	
SPDR GOLD TR GOLD SHS 112.000 MAR C	03/09/10	02/11/10	15 000	1,486.18	713.25	772 93	
SPDR GOLD TR GOLD SHS 114.000 MAY C	05/03/10	03/22/10	15 000	1,503.73	4,575.00	(3,071.27)	
	05/03/10	04/07/10	1 000	212 99	305.00	(92.01)	
SPDR GOLD TR GOLD SHS 115.000 FEB C	01/27/10	12/29/09	15.000	2,018 04	399 30	1,618.74	
SPDR GOLD TR GOLD SHS 122.000 JUN C	05/21/10	05/20/10	18.000	2,565.49	2,230 38	335 11	
SPDR GOLD TR GOLD SHS 123.000 JUN C	05/19/10	05/18/10	18.000	2,789.95	2,516.94	273 01	
	06/03/10	06/01/10	18 000	1,766 31	877 86	888 45	
	06/10/10	06/07/10	18 000	1,619 97	659.16	960 81	
SPDR GOLD TR GOLD SHS 123.000 MAY C	05/07/10	05/06/10	16 000	808 78	807 36	1.42	
	05/07/10	05/07/10	2 000	99.99	100.92	(0.93)	
SPDR GOLD TR GOLD SHS 124.000 JUL C	07/02/10	06/14/10	18 000	2,186 06	484 20	1,701.86	
SPDR GOLD TR GOLD SHS 124.000 SEP C	09/09/10	08/24/10	20 000	1,139 98	560.00	579.98	
SPDR GOLD TR GOLD SHS 125.000 OCT C	09/28/10	09/09/10	21.000	2,614 87	5,090 61	(2,475 74)	
SPDR GOLD TR GOLD SHS 126.000 MAY C	05/17/10	05/12/10	18 000	903.04	252.00	651.04	
SPDR GOLD TR GOLD SHS 131.000 JAN C	12/29/10	09/28/10	21 000	7,360.79	15,330 00	(7,969.21)	
SPDR GOLD TR GOLD SHS 136.000 DEC C	12/13/10	12/02/10	1 000	156 99	0 00	156 99	
SPDR GOLD TR GOLD SHS 137.000 DEC C	12/17/10	12/14/10	1 000	63 99	1 00	62.99	
STATOILHYDRO ASA 5 1/4 4-15-19	06/17/10	08/31/10	20,000.000	22,982.00	21,590.78	1,391 22	
TARGET CORP 5 7/8 3-01-12	03/31/09	04/12/10	20,000 000	21,684.44	20,873.26	811.18	
TEVA PHARMACEUTICALS 62.500 MAY C	04/28/10	04/26/10	2 000	129 99	54 00	75 99	
	04/28/10	04/27/10	6 000	395.99	162 00	233.99	
	04/28/10	04/27/10	2.000	133 99	54 00	79 99	
TEVA PHARMACEUTICALS 65 000 JUN C	04/27/10	04/22/10	2.000	131.99	124 00	7.99	
TEVA PHARMACEUTICALS 65 000 MAY C	04/27/10	04/08/10	4.000	419.99	84 00	335 99	
	04/27/10	04/08/10	2 000	213.99	42 00	171.99	
TEVA PHARMACEUTICALS ADR	04/08/10	04/28/10	400.000	23,302.72	25,341.64	(2,038 92)	
	04/08/10	04/28/10	200.000	11,651 36	12,685.60	(1,034 24)	
	04/22/10	04/28/10	200 000	11,651 36	12,285 24	(633 88)	
	04/26/10	04/28/10	200.000	11,651.36	12,125.48	(474 12)	

CONTINUED

017679 MSADT03B 008904

Activity

Custom Portfolio Active Assets Account
337-089369-233

PETERSON FAMILY FOUNDATION INC
ATTN: JOANN TIPTON

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
TRANSOCEAN LTD	02/16/10	02/19/10	500 000	42,379.76	41,158.70	1,221.06	
	02/16/10	02/19/10	100 000	8,475 95	8,270.93	205.02	
	02/24/10	04/16/10	500 000	41,649 29	40,854 70	794 59	M
	02/24/10	04/16/10	100 000	8,329 86	7,992 52	337 34	M
TRANSOCEAN LTD 85.000 APR C	03/26/10	03/15/10	6 000	1,367.98	618.00	749 98	
TRANSOCEAN LTD 85.000 FEB C	02/19/10	02/16/10	5.000	249.99	27.40	222.59	
	02/19/10	02/16/10	1 000	61.99	5 48	56.51	
TRANSOCEAN LTD 85.000 MAR C	03/15/10	03/03/10	6.000	593.99	354.00	239.99	
VALE OVERSEAS 6 1/4 1-23-17	08/26/10	10/26/10	35,000 000	40,322.52	39,308 39	1,014.13	
WAL-MART STORES 3 000 2-03-14	09/14/09	08/10/10	50 000 000	52,711 00	50,704.24	2,006.76	
YUM! BRANDS INC 5 300 9-15-19	07/20/10	11/08/10	25,000 000	28,031 75	27,040 09	991 66	
Net Realized Gain/(Loss) This Period				**$205,678 60**	**$211,153.07**	**$(5,474.47)**	
Net Realized Gain/(Loss) Year to Date				**$4,626,640.68**	**$4,595,617.82**	**$31,022.86**	

Gain/loss information is provided for informational purposes only and should not be used for tax preparation Please refer to the gain/loss section of the disclosures for important information about gain/loss reporting
From January through September, realized gain/loss information will be shown only for trades settling in the current month, and/or certain adjustments (to previously closed lots) made in the current month From October through December, in order to provide information for year-end investment planning, complete year to date realized gain/loss detail will be displayed for trades settling through the last business day of the year.

A - You executed this transaction elsewhere and later transferred the security to your Morgan Stanley Smith Barney Account Another financial institution has provided Morgan Stanley Smith Barney the transaction detail for this position.
M - Options exercise and assignments include options premiums when determining the realized gain and loss.

COPIES OF THIS STATEMENT HAVE ALSO BEEN SENT TO:

CLIFTON GUNDERSON LLP

● 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		
	Name of exempt organization: PETERSON FAMILY FOUNDATION INC	Employer identification number: 35-2058989
File by the extended due date for filing your return See instructions	Number, street, and room or suite no. If a P O box, see instructions: 9339 PRIORITY WAY W. DRIVE, NO. 100	
	City, town or post office, state, and ZIP code For a foreign address, see instructions: INDIANAPOLIS, IN 46240	

Enter the Return code for the return that this application is for (file a separate application for each return) 0 1

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 (sec 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 the care of ▶ JOANN TIPTON 9339 PRIORITY WAY WEST DRIVE, STE 100 - INDPLS, IN 46240

Telephone No ▶ 317-805-1100 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 NOVEMBER 15, 2011

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

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
WAITING ON ADDITIONAL THIRD PARTY INFORMATION.

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	$ 574.
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 ▶ Title ▶ CPA Date ▶