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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 , 2010, and ending

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

KOVLER FAMILY FOUNDATION
875 N MICHIGAN AVE - #3400
CHICAGO, IL 60611-1958

A Employer identification number
36-6152744

B Telephone number (see the instructions)
(312) 664-5050

C If exemption application is pending, check here ☐

D 1 Foreign organizations, check here ☐

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

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

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

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

I Fair market value of all assets at end of year (from Part II, column (c), line 16)
 ▶ \$ 39,752,302.

J Accounting method: ☒ Cash ☐ Accrual
☐ Other (specify) _____
 (Part I, column (d) must be on cash basis)

Part I Analysis of Revenue and Expenses

(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see the instructions))

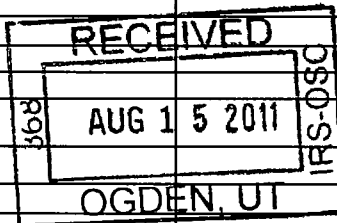
(a) Revenue and expenses per books

(b) Net investment income

(c) Adjusted net income

(d) Disbursements for charitable purposes (cash basis only)

REVENUE	1 Contributions, gifts, grants, etc., received (att sch)				
	2 Ck <input checked="" type="checkbox"/> if the foundn is not req to att Sch B				
	3 Interest on savings and temporary cash investments			N/A	
	4 Dividends and interest from securities	295,834.	295,834.		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain/(loss) from sale of assets not on line 10	2,734,782.			
	b Gross sales price for all assets on line 6a	7,655,497.			
	7 Capital gain net income (from Part IV, line 2)		2,734,782.		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
b Less Cost of goods sold					
c Gross profit/(loss) (att sch)					
11 Other income (attach schedule)					
See Statement 1	-85,770.	-75,008.			
12 Total. Add lines 1 through 11	2,944,846.	2,955,608.			
ADMINISTRATIVE AND OPERATING EXPENSES	13 Compensation of officers, directors, trustees, etc	53,042.	34,419.		18,623.
	14 Other employee salaries and wages	29,325.	24,926.		4,399.
	15 Pension plans, employee benefits	12,355.	8,902.		3,453.
	16a Legal fees (attach schedule) See St 2	291.	218.		73.
	b Accounting fees (attach sch) See St 3	4,300.	2,150.		2,150.
	c Other prof fees (attach sch)				
	17 Interest				
	18 Taxes (attach schedule)(see instr) See Stm 4	62,924.	4,711.		1,827.
	19 Depreciation (attach sch) and depletion	799.	551.		
	20 Occupancy	37,723.	16,965.		20,758.
	21 Travel, conferences, and meetings	2,783.	1,392.		1,391.
	22 Printing and publications				
	23 Other expenses (attach schedule) See Statement 5	49,737.	42,080.		7,439.
	24 Total operating and administrative expenses. Add lines 13 through 23	253,279.	136,314.		60,113.
25 Contributions, gifts, grants paid Part XV	1,629,770.			1,629,770.	
26 Total expenses and disbursements. Add lines 24 and 25	1,883,049.	136,314.		1,689,883.	
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements	1,061,797.				
b Net investment income (if negative, enter -0-)		2,819,294.			
c Adjusted net income (if negative, enter -0-)					



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Part II Balance Sheets

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

		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
ASSETS	1 Cash – non-interest-bearing	10,433.	6,813.	6,813.
	2 Savings and temporary cash investments	302,749.	302,478.	302,478.
	3 Accounts receivable			
	Less: allowance for doubtful accounts			
	4 Pledges receivable			
	Less: allowance for doubtful accounts			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see the instructions)			
	7 Other notes and loans receivable (attach sch)			
	Less: allowance for doubtful accounts			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges	36,917.	10,531.	10,531.
	10a Investments – U.S. and state government obligations (attach schedule)			
	b Investments – corporate stock (attach schedule)	1,515,739.	1,390,002.	22,188,036.
	c Investments – corporate bonds (attach schedule)			
	11 Investments – land, buildings, and equipment: basis			
Less: accumulated depreciation (attach schedule)				
12 Investments – mortgage loans				
13 Investments – other (attach schedule)	11,601,140.	13,971,868.	17,228,618.	
14 Land, buildings, and equipment: basis	5,517.			
Less: accumulated depreciation (attach schedule) See Stmt 6	1,292.	748.	4,225.	
15 Other assets (describe See Statement 7)		11,601.	11,601.	
16 Total assets (to be completed by all filers – see instructions. Also, see page 1, item I)	13,467,726.	15,697,518.	39,752,302.	
LIABILITIES	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, & other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe)			
	23 Total liabilities (add lines 17 through 22)	0.	0.	
NET FUND ASSETS OR BALANCES	Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31. <input checked="" type="checkbox"/>			
	24 Unrestricted	13,467,726.	15,697,518.	
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. <input type="checkbox"/>			
	27 Capital stock, trust principal, or current funds			
	28 Paid-in or capital surplus, or land, building, and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds			
	30 Total net assets or fund balances (see the instructions)	13,467,726.	15,697,518.	
	31 Total liabilities and net assets/fund balances (see the instructions)	13,467,726.	15,697,518.	

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	13,467,726.
2 Enter amount from Part I, line 27a	2	1,061,797.
3 Other increases not included in line 2 (itemize) See Statement 8	3	1,167,995.
4 Add lines 1, 2, and 3	4	15,697,518.
5 Decreases not included in line 2 (itemize)	5	
6 Total net assets or fund balances at end of year (line 4 minus line 5) – Part II, column (b), line 30	6	15,697,518.

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse; or common stock, 200 shares MLC Company)		(b) How acquired P — Purchase D — Donation	(c) Date acquired (month, day, year)	(d) Date sold (month, day, year)
1 a See Statement 9				
b				
c				
d				
e				

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

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(i) Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
(i) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	
a			
b			
c			
d			
e			

2 Capital gain net income or (net capital loss).	<div style="border: 1px solid black; padding: 2px;"> If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 </div>	2	2,734,782.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c) (see the instructions). If (loss), enter -0- in Part I, line 8		3	552,774.

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

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

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

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

☐ Yes☒ No

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

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (column (b) divided by column (c))
2009	2,209,274.	33,254,179.	0.066436
2008	2,387,267.	44,589,686.	0.053539
2007	2,310,799.	51,476,807.	0.044890
2006	1,941,323.	45,119,270.	0.043026
2005	2,077,928.	41,926,848.	0.049561

2 Total of line 1, column (d)	2	0.257452
3 Average distribution ratio for the 5-year base period — divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0.051490
4 Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	37,433,616.
5 Multiply line 4 by line 3	5	1,927,457.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	28,193.
7 Add lines 5 and 6	7	1,955,650.
8 Enter qualifying distributions from Part XII, line 4	8	1,691,055.

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

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

1 a Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter 'N/A' on line 1 Date of ruling or determination letter _____ (attach copy of letter if necessary – see instr.)			
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input type="checkbox"/> and enter 1% of Part I, line 27b		1	56,386.
c All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, column (b)			
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)		2	0.
3 Add lines 1 and 2		3	56,386.
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	56,386.
6 Credits/Payments:			
a 2010 estimated tax pmts and 2009 overpayment credited to 2010	6a	60,424.	
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	60,424.	
8 Enter any penalty for underpayment of estimated tax. Check here <input checked="" type="checkbox"/> if Form 2220 is attached	8		
9 Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	0.	
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	4,038.	
11 Enter the amount of line 10 to be Credited to 2011 estimated tax 4,038. Refunded	11	0.	

Part VII-A Statements Regarding Activities

	Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see the instructions for definition)? <i>If the answer is 'Yes' to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.</i>		X
c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year. (1) On the foundation \$ 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? <i>If 'Yes,' attach a detailed description of the activities</i>		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? <i>If 'Yes,' attach a conformed copy of the changes</i>		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If 'Yes,' has it filed a tax return on Form 990-T for this year?		N/A
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? <i>If 'Yes,' attach the statement required by General Instruction T</i>		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?	X	
7 Did the foundation have at least \$5,000 in assets at any time during the year? <i>If 'Yes,' complete Part II, column (c), and Part XIV</i>	X	
8a Enter the states to which the foundation reports or with which it is registered (see the instructions) IL		
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? <i>If 'No,' attach explanation</i>	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)? <i>If 'Yes,' complete Part XIV</i>		X
10 Did any persons become substantial contributors during the tax year? <i>If 'Yes,' attach a schedule listing their names and addresses</i>		X

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Part VII-A Statements Regarding Activities (Continued)

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If 'Yes', attach schedule (see instructions)	11		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address <u>N/A</u>	13	X	
14	The books are in care of <u>JONATHAN KOVLER</u> Telephone no <u>(312) 664-5050</u> Located at <u>875 N MICHIGAN AVE, SUITE 3400 CHICAGO IL</u> ZIP + 4 <u>60611-1958</u>			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here. <u>N/A</u> and enter the amount of tax-exempt interest received or accrued during the year <u>15</u> <u>N/A</u>			
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	Yes	No
	See the instructions for exceptions and filing requirements for Form TD F 90-22.1. If 'Yes,' enter the name of the foreign country <u></u>			X

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

File Form 4720 if any item is checked in the 'Yes' column, unless an exception applies.

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

☐ Yes ☒ No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?

☐ Yes ☒ No**b** If any answer is 'Yes' to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)?

5b

N/A

Organizations relying on a current notice regarding disaster assistance check here

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

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

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

6b

X

If 'Yes' to 6b, file Form 8870.

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?☐ Yes ☒ No**b** If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?

N/A

7b

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

(a) Name and address	(b) Title and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
JONATHAN KOVLER 875 N MICHIGAN AVE - #3400 CHICAGO, IL 60611	Pres/Tr/Dir 20.00	44,792.	6,719.	0.
HYMEN BREGAR 875 N MICHIGAN AVE - #3400 CHICAGO, IL 60611	Secrtry./Dir 10.00	8,250.	1,238.	0.
PETER KOVLER 875 N MICHIGAN AVE - #3400 CHICAGO, IL 60611	Chairman/Dir 10.00	0.	0.	0.

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

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

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 (see instructions). If none, enter 'NONE.'

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
None		
Total number of others receiving over \$50,000 for professional services .		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 (see instructions)

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

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

1 Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes		
a Average monthly fair market value of securities	1a	36,342,437.
b Average of monthly cash balances	1b	409,204.
c Fair market value of all other assets (see instructions)	1c	1,252,030.
d Total (add lines 1a, b, and c)	1d	38,003,671.
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	38,003,671.
4 Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	570,055.
5 Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	37,433,616.
6 Minimum investment return. Enter 5% of line 5	6	1,871,681.

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	1,871,681.
2a Tax on investment income for 2010 from Part VI, line 5	2a	56,386.
b Income tax for 2010 (This does not include the tax from Part VI.)	2b	
c Add lines 2a and 2b	2c	56,386.
3 Distributable amount before adjustments. Subtract line 2c from line 1	3	1,815,295.
4 Recoveries of amounts treated as qualifying distributions	4	204.
5 Add lines 3 and 4	5	1,815,499.
6 Deduction from distributable amount (see instructions)	6	
7 Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	1,815,499.

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	1,689,883.
b Program-related investments — total from Part IX-B	1b	
2 Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	1,172.
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	1,691,055.
5 Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see instructions)	5	
6 Adjusted qualifying distributions. Subtract line 5 from line 4	6	1,691,055.

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 . . .				1,815,499.
2 Undistributed income, if any, as of the end of 2010:				
a Enter amount for 2009 only . . .			1,631,943.	
b Total for prior years: 20____, 20____, 20____		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 ▶ \$ 1,691,055.				
a Applied to 2009, but not more than line 2a			1,631,943.	
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 . . .				59,112.
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 instructions			0.	
f Undistributed income for 2010. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2011 . . .				1,756,387.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)	0.			
8 Excess distributions carryover from 2005 not applied on line 5 or line 7 (see instructions)	0.			
9 Excess distributions carryover to 2011. Subtract lines 7 and 8 from line 6a	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 XV **Supplementary Information** (continued)**3 Grants and Contributions Paid During the Year or Approved for Future Payment**

Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a Paid during the year See Statement 11				
Total			3a	1,629,770.
b Approved for future payment				
Total			3b	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.		Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (see the instructions)
		(a) Business code	(b) Amount	(c) Exclu- sion code	(d) Amount	
1	Program service revenue					
a						
b						
c						
d						
e						
f						
g	Fees and contracts from government agencies					
2	Membership dues and assessments					
3	Interest on savings and temporary cash investments					
4	Dividends and interest from securities			14	295,834.	
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	2,734,782.	
9	Net income or (loss) from special events					
10	Gross profit or (loss) from sales of inventory					
11	Other revenue					
a	Energy Transfer Equity LP	525590	-10,762.	14	-1.	
b	Lone Cascade, LP			14	-53,600.	
c	Lone Dragon Pine, LP			14	-21,407.	
d						
e						
12	Subtotal. Add columns (b), (d), and (e)		-10,762.		2,955,608.	
13	Total. Add line 12, columns (b), (d), and (e)					2,944,846.

(See worksheet in line 13 instructions to verify calculations)

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

[illegible]

Form **990-PF** (2010)

Statement 1
Form 990-PF, Part I, Line 11
Other Income

	(a) Revenue per Books	(b) Net Investment Income	(c) Adjusted Net Income
Energy Transfer Equity LP	\$ -10,763.	\$ -1.	
Lone Cascade, LP	-53,600.	-53,600.	
Lone Dragon Pine, LP	-21,407.	-21,407.	
Total	<u>\$ -85,770.</u>	<u>\$ -75,008.</u>	<u>0.</u>

Statement 2
Form 990-PF, Part I, Line 16a
Legal Fees

	(a) Expenses Per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Sonnenschein Nath & Rosenthal	\$ 291.	\$ 218.		\$ 73.
Total	<u>\$ 291.</u>	<u>\$ 218.</u>		<u>\$ 73.</u>

Statement 3
Form 990-PF, Part I, Line 16b
Accounting Fees

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Deloitte Tax LLP	\$ 4,300.	\$ 2,150.		\$ 2,150.
Total	<u>\$ 4,300.</u>	<u>\$ 2,150.</u>		<u>\$ 2,150.</u>

Statement 4
Form 990-PF, Part I, Line 18
Taxes

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
990-PF	\$ 56,386.			
Payroll Taxes	6,538.	\$ 4,711.		\$ 1,827.
Total	<u>\$ 62,924.</u>	<u>\$ 4,711.</u>		<u>\$ 1,827.</u>

Statement 5
Form 990-PF, Part I, Line 23
Other Expenses

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Bank Charges	\$ 270.	\$ 203.		\$ 67.
Computer Expense	4,800.	2,400.		2,400.
Custody Fees	33,455.	33,455.		
Insurance	5,238.	3,143.		2,095.
License & fees	25.	13.		12.
Office Expense	1,618.	809.		809.
Outside Services	1,594.	797.		797.
Passthru-Nondeductible Expense	218.			
Telephone	1,917.	959.		958.
Utilities	602.	301.		301.
Total	\$ 49,737.	\$ 42,080.		\$ 7,439.

Statement 6
Form 990-PF, Part II, Line 14
Land, Buildings, and Equipment

Category	Basis	Accum. Deprec.	Book Value	Fair Market Value
Furniture and Fixtures	\$ 507.	\$ 48.	\$ 459.	\$ 459.
Machinery and Equipment	5,010.	1,244.	3,766.	3,766.
Total	\$ 5,517.	\$ 1,292.	\$ 4,225.	\$ 4,225.

Statement 7
Form 990-PF, Part II, Line 15
Other Assets

	Book Value	Fair Market Value
DUE FROM BROKERS	\$ 11,600.	\$ 11,600.
ROUNDING	1.	1.
Total	\$ 11,601.	\$ 11,601.

Statement 8
Form 990-PF, Part III, Line 3
Other Increases

Disbursement to Charity 10 shs-BRKA stock(Unrealized Apprec)	\$ 1,167,995.
Total	\$ 1,167,995.

Statement 9
Form 990-PF, Part IV, Line 1
Capital Gains and Losses for Tax on Investment Income

Item	(a) Description	(b) How Acquired	(c) Date Acquired	(d) Date Sold
1	Publicly Traded Securities-ST	Purchased	Various	Various
2	Publicly Traded Securities-LT	Purchased	Various	Various
3	Lone Cascade, LP-S/T CG	Purchased	Various	Various
4	Lone Cascade, LP-L/T CG	Purchased	Various	Various
5	Lone Dragon Pine, LP-ST CG	Purchased	Various	Various
6	Lone Dragon Pine, LP-LT CL	Purchased	Various	Various
7	Energy Transfer Equity-Section 1256-LT	Purchased	Various	Various
8	M&E - COMPUTER EQUIPMENT	Purchased	5/30/2002	9/30/2010

Item	(e) Gross Sales	(f) Deprec. Allowed	(g) Cost Basis	(h) Gain (Loss)	(i) FMV 12/31/69	(j) Adj. Bas. 12/31/69	(k) Excess (i)-(j)	(l) Gain (Loss)
1	5138700.		4767254.	371,446.				\$ 371,446.
2	2178716.		153,449.	2025267.				2025267.
3	110,478.		0.	110,478.				110,478.
4	95,661.		0.	95,661.				95,661.
5	70,850.		0.	70,850.				70,850.
6	61,091.		0.	61,091.				61,091.
7	1.		0.	1.				1.
8	0.		12.	-12.				-12.
Total								\$ 2734782.

Statement 10
Form 990-PF, Part XV, Line 2a-d
Application Submission Information

Name of Grant Program:
Name: Kovler Family Foundation
Care Of: No Specific Person
Street Address: 875 N Michigan Ave., Suite #3400
City, State, Zip Code: Chicago, IL 60611-1958
Telephone: (312) 664-5050
Form and Content: It is recommended that a 1 to 2 page written proposal and a copy of your determination letter be submitted.
No Specific Form Required.
Submission Deadlines: By Mid - November to be considered for the current year.
Restrictions on Awards: No Restrictions. Typical Grant Awarded is between \$1,000-\$5,000

Statement 11
Form 990-PF, Part XV, Line 3a
Recipient Paid During the Year

<u>Name and Address</u>	<u>Donee Relationship</u>	<u>Found- ation Status</u>	<u>Purpose of Grant</u>	<u>Amount</u>
Allocation of Grants by Activity Classification:			Children's Welfare: \$45,000	
			Cultural & Civic: \$70,000	
			Educational: \$15,000	
			General Welfare: \$28,700	
			Medical: \$1,458,000	
			Religious: \$13,070	
			Total Grants from above: \$1,629,770	
			All contributions and grants listed are classified as unrestricted; and are to be used for the general exempt purposes of the organization to which the contribution or grant was made.	
			All of the organizations are public charities and are not related to the Kovler Family Foundation.	

Statement 11 (continued)
Form 990-PF, Part XV, Line 3a
Recipient Paid During the Year

<u>Name and Address</u>	<u>Donee Relationship</u>	<u>Found- ation Status</u>	<u>Purpose of Grant</u>	<u>Amount</u>
Challenge Aspen PO Box M Aspen, CO 81612	None	Public	Children's Welfare-To aid in achieving the exempt purpose of the various donee organizations.	\$ 1,000.
Common Threads 900 N. North Branch, Suite 741 Chicago, IL 60622	None	Public	Children's Welfare-To aid in achieving the exempt purpose of the various donee organizations.	1,500.
Intonation Music Workshop 2324 W. Cortez #3 Chicago, IL 60622	None	Public	Children's Welfare-To aid in achieving the exempt purpose of the various donee organizations.	4,000.
Ira Sohn Research Conference 630 9th Avenue, Suite 310 New York, NY 10036	None	Public	Children's Welfare-To aid in achieving the exempt purpose of the various donee organizations.	25,000.
Kids Fight Cancer 1508 E. Algonquin Road Arlington Heights, IL 6005	None	Public	Children's Welfare-To aid in achieving the exempt purpose of the various donee organizations.	1,000.
Publicolor 114 East 32nd St. Suite 900 New York, NY 10016	None	Public	Children's Welfare-To aid in achieving the exempt purpose of the various donee organizations.	5,000.

Statement 11 (continued)
Form 990-PF, Part XV, Line 3a
Recipient Paid During the Year

<u>Name and Address</u>	<u>Donee Relationship</u>	<u>Found- ation Status</u>	<u>Purpose of Grant</u>	<u>Amount</u>
James R. Jordan Foundation P.O. Box 11698 Chicago, IL 60611	None	Public	Children's Welfare-To aid in achieving the exempt purpose of the various donee organizations.	\$ 5,000.
Chicago Run 3611 N. Kedzie Chicago, IL 60618	None	Public	Children's Welfare-To aid in achieving the exempt purpose of the various donee organizations.	1,000.
Camp Sunshine P.O. Box 40 South Casco, ME 04077	None	Public	Children's Welfare-To aid in achieving the exempt purpose of the various donee organizations.	500.
Misericordia 6300 North Ridge Avenue Chicago, IL 60660	None	Public	Children's Welfare-To aid in achieving the exempt purpose of the various donee organizations.	1,000.
Aspen Art Museum 590 N. Mill Street Aspen, CO 81611	None	Public	Cultural & Civic-To aid in achieving the exempt purpose of the various donee organizations.	5,000.
Museum of Contemporary Art 220 East Chicago Avenue Chicago, IL 60611	None	Public	Cultural & Civic-To aid in achieving the exempt purpose of the various donee organizations.	30,000.

Statement 11 (continued)
Form 990-PF, Part XV, Line 3a
Recipient Paid During the Year

<u>Name and Address</u>	<u>Donee Relationship</u>	<u>Found- ation Status</u>	<u>Purpose of Grant</u>	<u>Amount</u>
PAWS Chicago 1110 W. 35th Street Chicago, IL 60609	None	Public	Cultural & Civic-To aid in achieving the exempt purpose of the various donee organizations.	\$ 26,500.
Museum of Science and Industry 57th Lake and Lake Shore Drive Chicago, IL 60637	None	Public	Cultural & Civic-To aid in achieving the exempt purpose of the various donee organizations.	5,000.
Pittsburgh Zoo One Wild Place Pittsburgh, PA 15406	None	Public	Cultural & Civic-To aid in achieving the exempt purpose of the various donee organizations.	1,000.
School of the Art Institute Chicago 37 South Wabash, Suite 818 Chicago, IL 60603	None	Public	Cultural & Civic-To aid in achieving the exempt purpose of the various donee organizations.	1,500.
Smart Museum of Art U of C 5550 South Greenwood Ave Chicago, IL 60637	None	Public	Cultural & Civic-To aid in achieving the exempt purpose of the various donee organizations.	1,000.
American University Dept of Athletics 4400 Massachusetts Ave NW Washington, DC 20016	None	Public	Education-To aid in achieving the exempt purpose of the various donee organizations.	3,000.

Statement 11 (continued)
Form 990-PF, Part XV, Line 3a
Recipient Paid During the Year

Name and Address	Donee Relationship	Found- ation Status	Purpose of Grant	Amount
University of Chicago Laboratory School 1362 East 59th Street Chicago, IL 60637	None	Public	Education-To aid in achieving the exempt purpose of the various donee organizations.	\$ 1,000.
Pomona College 333 N. College Way Claremont, CA 91711	None	Public	Education-To aid in achieving the exempt purpose of the various donee organizations.	3,000.
Columbia College Chicago 600 South Michigan Avenue Suite 400 Chicago, IL 60605	None	Public	Education-To aid in achieving the exempt purpose of the various donee organizations.	5,000.
Saint Mark's School 38 Trellis Drive San Rafael, CA 94903	None	Public	Education-To aid in achieving the exempt purpose of the various donee organizations.	2,000.
Urban Gateways 205 W. Randolph Ste 1700 Chicago, IL 60606	None	Public	Education-To aid in achieving the exempt purpose of the various donee organizations.	1,000.
Aspen Foundation 110 East Hallam Street Suite 126 Aspen, CO 81611	None	Public	General Welfare-To aid in achieving the exempt purpose of the various donee organizations.	1,000.
Better Government Association 11 East Adams, Suite 608 Chicago, IL 60603	None	Public	General Welfare-To aid in achieving the exempt purpose of the various donee organizations.	12,500.

Statement 11 (continued)
Form 990-PF, Part XV, Line 3a
Recipient Paid During the Year

<u>Name and Address</u>	<u>Donee Relationship</u>	<u>Found- ation Status</u>	<u>Purpose of Grant</u>	<u>Amount</u>
Friends of the Israel Defense Forces 29 E. Madison, Suite 802 Chicago, IL 60602	None	Public	General Welfare-To aid in achieving the exempt purpose of the various donee organizations.	\$ 8,000.
100 Club of Chicago 135 S. LaSalle Street, Suite 1162 Chicago, IL 60603	None	Public	General Welfare-To aid in achieving the exempt purpose of the various donee organizations.	200.
NARAL Foundation 1156 15th Street, NW Ste 700 Washington, DC 20005	None	Public	General Welfare-To aid in achieving the exempt purpose of the various donee organizations.	4,000.
One Acre Fund 1742 Tatum Street Falcon Heights, MN 55113	None	Public	General Welfare-To aid in achieving the exempt purpose of the various donee organizations.	2,000.
RESPONSE P.O. Box 1340 Aspen, CO 81612	None	Public	General Welfare-To aid in achieving the exempt purpose of the various donee organizations.	1,000.
Edward A. Newman Fund-Northwestern MF 676 N. St. Clair Street, Suite 2050 Chicago, IL 60611	None	Public	Medical-To aid in achieving the exempt purpose of the various donee organizations.	2,000.

Statement 11 (continued)
Form 990-PF, Part XV, Line 3a
Recipient Paid During the Year

<u>Name and Address</u>	<u>Donee Relationship</u>	<u>Found- ation Status</u>	<u>Purpose of Grant</u>	<u>Amount</u>
Diabetes Research Institute Fdn 381 Park Avenue South, Suite 118 New York, NY 10016	None	Public	Medical-To aid in achieving the exempt purpose of the various donee organizations.	\$ 1,000.
Prostate Cancer Foundation 1250 Fourth Street Santa Monica, CA 90401	None	Public	Medical-To aid in achieving the exempt purpose of the various donee organizations.	56,000.
Riders for Health II Inc. 440 W Ontario Street Chicago, IL 60654	None	Public	Medical-To aid in achieving the exempt purpose of the various donee organizations.	1,000.
Univ of Chcgo Ctr for Adv Med 5841 South Maryland Avenue Chicago, IL 60637	None	Public	Medical-To aid in achieving the exempt purpose of the various donee organizations.	100,000.
Univ. of Chicago Research 5841 S.Maryland Avenue MC 1028 Chicago, IL 60637	None	Public	Medical-To aid in achieving the exempt purpose of the various donee organizations.	100,000.
University of Chicago-K. Diabetes 5841 S. Maryland Avenue Chicago, IL 60637	None	Public	Medical-To aid in achieving the exempt purpose of the various donee organizations. Donated 10 shs of BRK.A stock @ average price of \$119,700 per share on 12/15/10	1,197,000.

Statement 11 (continued)
Form 990-PF, Part XV, Line 3a
Recipient Paid During the Year

<u>Name and Address</u>	<u>Donee Relationship</u>	<u>Found- ation Status</u>	<u>Purpose of Grant</u>	<u>Amount</u>
Urologic Research Program 5841 S. Maryland Ave Chicago, IL 60637	None	Public	Medical-To aid in achieving the exempt purpose of the various donee organizations.	\$ 1,000.
Temple Sholom 3480 N. Lake Shore Drive Chicago, IL 60657	None	Public	Religious-To aid in achieving the exempt purpose of the various donee organizations.	12,770.
Good Seed Ministries 600 W Garfield Blvd Chicago, IL 60609	None	Public	Religious-To aid in achieving the exempt purpose of the various donee organizations.	300.
Total				\$ <u>1,629,770.</u>

**Kovler Family Foundation
Portfolio Statement
As of 12/31/2010**

Item	Symbol	Quantity	Cost Basis
-----	-----	-----	-----
1	BRK.A	55	159,527.50
2	DHR	50,000	62,421.87
3	DIS	20,000	0.00
4	ETE	2,546	50,708.64
5	GGP	30,525	123443.27
6	GPS	50,000	92,592.59
7	HHC	3,001	30,411.58
8	KO	9,432	7,667.16
9	L	50,000	9,863.32
10	MCD	50,000	98,247.03
11	MS	40,000	278,826.28
12	ROST	40,000	307,775.00
13	VLCC.F	9,000	166,451.51
14	WAG	10,000	2,066.60

			1,390,002.35

Item	Current Value
-----	-----
1	6,624,750.00
2	2,358,500.00
3	750,200.00
4	99,472.22
5	472,527.00
6	1,107,000.00
7	163,314.42
8	620,342.64
9	1,945,500.00
10	3,838,000.00
11	1,088,400.00
12	2,530,000.00
13	200,430.00
14	389,600.00

	22,188,036.28

Form 990-PF, Part 1, Line 4
Dividends/interest from securities.

DIVIDEND INCOME-JPMORGAN	\$ 257,553.
DIVIDEND INCOME-DRIEHAUS	1,624.
DIVIDEND INCOME-EDMUNDS	1,319.
DIVIDEND INCOME-GS ILA POP	32.
DIVIDEND INCOME-PARTNERSHIPS	32,683.
INTEREST INCOME-JPM	155.
INTEREST INCOME-JPM	2.
INTEREST INCOME-PARTNERSHIPS	93.
INTEREST INCOME-EDMUNDS	2,372.
INTEREST INCOME-MISC	1.
Total	\$ 295,834.

Undistributed Income (990-PF)-Part X Line 1c
Fair market value of all other assets

ARTWORK	\$ 1,226,983.
DUE FROM BROKERS	11,600.
TAX DEPOSIT	4,038.
OFFICE DEPOSIT	6,493.
FIXED ASSETS	4,226.
LESS: FIXED ASSETS FOR CHARITABLE PURPOSES (NET OF ACC. DEPR)	-1,310.
Total	\$ 1,252,030.

Cost of Assets (990-PF) Balance Sheet
Prepaid expenses and deferred charges

OFFICE DEPOSIT	\$ 6,493.
FORM 990-PF TAX	4,038.
Total	\$ 10,531.

Balance Sheet-Other Investments (Form 990-PF)
Book Value-End of year amount

ARTWORK	\$ 1,126,983.
JEWELRY	100,000.
DRIEHAUS MANAGED ACCOUNT	869,310.
LONE DRAGON PINE, L.P.	861,872.
EMINENCE CAPITAL, LTD.	1,000,000.
TREMBLANT PARTNERS, LTD.	1,000,000.
LONE CASCADE, L.P.	1,735,168.
EDMUNDS WHITE PARTNERS MANAGED ACCT	767,899.
PACIFIC STRATEGIC INVESTORS	1,000,000.
WHITE ELM CAPITAL OFFSHORE LTD	1,000,000.
GPS INCOME FUND (CAYMAN) LTD	510,636.
ATLAS FUNDAMENTAL TRADING	1,000,000.
DIALECTIC ANTITHESIS OFFSHORE	1,000,000.
PERSHING SQUARE INVESTORS	2,000,000.
Total	\$ 13,971,868.

FMV of Assets (990-PF)**Prepaid expenses and deferred charges**

OFFICE DEPOSIT	\$	6,493.
FORM 990-PF TAX		4,038.
Total	\$	<u>10,531.</u>

Balance Sheet**FMV - Corporate stock (Form 990-PF Part II 10b)**

See Attached Portfolio Statement	\$	22,188,036.
Total	\$	<u>22,188,036.</u>

Balance Sheet - Other Investments (Form 990-PF)**Fair market value at End of Year**

ARTWORK	\$	1,126,983.
JEWELRY		100,000.
DRIEHAUS MANAGED ACCOUNT		869,599.
EMINENCE CAPITAL, LTD		3,104,466.
TREMBLANT PARTNERS, LTD.		1,956,497.
LONE CASCADE, L.P.		2,077,814.
PACIFIC STRATEGIC INVESTORS		1,191,460.
WHITE ELM CAPITAL OFFSHORE LTD		1,032,527.
GPS INCOME FUND (CAYMAN) LTD		13,896.
LONE DRAGON PINE LP		1,030,980.
PERSHING SQUARE INVESTORS		2,216,843.
ATLAS FUNDAMENTAL TRADING		1,033,607.
DIALECTIC ANTITHESIS OFFSHORE		653,557.
EDMUNDS WHITE PARTNERS MANAGED ACCT		820,389.
Total	\$	<u>17,228,618.</u>

KOVLER FAMILY FOUNDATION

36-6152746

No.	Description	Date Acquired	Date Sold	Cost/ Basis	Bus. Pct.	Cur. 179 Bonus	Special Depn Allow	Prior 179/ Bonus/ Sp. Depn	Prior Dec. Bal. Depn	Salvage /Basis Reductn	Depn Basis	Prior Depn	Method	Life	Rate	Current Depn
Form 990/990-PF																
Furniture and Fixtures																
5	Office Equipment-SZ-4/22	4/22/10		507							507			S/L	7	48
Total Furniture and Fixtures																
Machinery and Equipment																
1	M&E - COMPUTER EQUIPMENT	5/30/02	9/30/10	657							657	645		S/L	5	0
2	Computer Equip-12/20	12/20/07		1,229							1,229	492		S/L	5	246
3	Computer Server-3/24	3/24/10		2,846							2,846			S/L	5	427
4	Computer Equipment-7/23	7/23/10		935							935			S/L	5	78
Total Machinery and Equipment																
				5,667		0	0	0	0	0	5,667	1,137				751
Total Depreciation																
				6,174		0	0	0	0	0	6,174	1,137				799
Grand Total Depreciation																
				6,174		0	0	0	0	0	6,174	1,137				799
Depreciation Assets Sold																
				657		0	0	0	0	0	657	645				0
Depr Remaining Assets																
				5,517		0	0	0	0	0	5,517	492				799

KOVLER FAMILY FOUNDATION

36-6152745

**Depreciation Worksheet
Form 990-PF, Part I
Allocated Depreciation**

Description	Date Acquired	Cost Basis	Prior Year Depr	Method	Rate	Life	Current Year Depr	Net Invest Income	Adjusted Net Income
Computer Equip-12/20	12/20/07	1,229	492	S/L		5	246	170	0
Computer Server-3/24	3/24/10	2,846		S/L		5	427	295	0
Computer Equipment-7/23	7/23/10	935		S/L		5	78	53	0
Office Equipment-SZ-4/22	4/22/10	507		S/L		7	48	33	0

**Application for Extension of Time To File an
Exempt Organization Return**

OMB No. 1545-1709

Department of the Treasury
Internal Revenue Service► **File a separate application for each return.**

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

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

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

Part I Automatic 3-Month Extension of Time. Only submit original (no copies needed).A corporation required to file Form 990-T and requesting an automatic 6-month extension — check this box and complete Part I only ☐*All other corporations (including 1120-C filers), partnerships, REMICS, and trusts must use Form 7004 to request an extension of time to file income tax returns.*

Type or print File by the due date for filing your return. See instructions.	Name of exempt organization	Employer identification number
	KOVLER FAMILY FOUNDATION	36-6152744
	Number, street, and room or suite number. If a P.O. box, see instructions.	
	875 N MICHIGAN AVE - #3400	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions.	
	CHICAGO, IL 60611-1958	

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

04

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

- The books are in the care of. ► JONATHAN KOVLER

Telephone No. ► (312) 664-5050 FAX No. ► (312) 664-8983

- If the organization does not have an office or place of business in the United States, check this box ☐
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) _____. If this is for the whole group, check this box ☐. If it is for part of the group, check this box ☐ and attach a list with the names and EINs of all members the extension is for.

- 1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until 8/15, 20 11, to file the exempt organization return for the organization named above. The extension is for the organization's return for.

- ☒ calendar year 20 10 or
► ☐ tax year beginning _____, 20 _____, and ending _____, 20 _____.

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

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	3a \$	56,386.
b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	3b \$	60,424.
c Balance due. Subtract line 3b from line 3a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	3c \$	0.

Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.**BAA For Paperwork Reduction Act Notice, see Instructions.**Form **8868** (Rev. 1-2011)